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ANNUAL FINANCIAL REPORT  
ORLEANS PARISH CRIMINAL SHERIFF'S OFFICE  
NEW ORLEANS, LOUISIANA  
FOR THE FISCAL YEAR  
DECEMBER 31, 1995  
(INCLUDING TRANSACTIONS FOR THE  
YEARS ENDED DECEMBER 31, 1995 AND 1994)

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LEGISLATIVE AUDITOR  
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Release Date 7-31-96

Ericksen, Krentel, Canton & LaPorte, L.L.P.  
CERTIFIED PUBLIC ACCOUNTANTS  
4227 CANAL STREET NEW ORLEANS, LOUISIANA 70119-5996

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Ericksen, Krentel, Canton & LaPorte, L.L.P.  
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INDEPENDENT AUDITORS' REPORT

Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
2800 Gravier Street  
New Orleans, Louisiana 70119

We have audited the accompanying general purpose financial statements of the Orleans Parish Criminal Sheriff's Office, as of December 31, 1995, including transactions for the two years then ended, as listed in the foregoing table of contents. These general purpose financial statements are the responsibility of the Orleans Parish Criminal Sheriff's Office's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, the Louisiana Governmental Audit Guide, Government Auditing Standards, issued by the Comptroller General of the United States, and provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments". Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Orleans Parish Criminal Sheriff's Office, as of December 31, 1995, and the results of its operations and the cash flows of its proprietary fund types for the two years then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund, and individual account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued a report dated May 27, 1996 on our consideration of the Orleans Parish Criminal Sheriff's Office's internal control structure and a report dated May 27, 1996 on its compliance with laws and regulations.

May 27, 1996

*Ericksen, Krentel, Canton & LaPorte LLP*

Certified Public Accountants

GENERAL PURPOSE FINANCIAL STATEMENTS

(COMBINED STATEMENTS - OVERVIEW)

**COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
DECEMBER 31, 1995**

	Governmental Funds		
	General Fund	Capital Projects	Debt Service
<b>ASSETS:</b>			
Cash	\$ 4,315,139	\$ -	\$ 44,218
Receivables:			
Inmate housing	6,479,856	-	-
Grants	40,101	-	-
Ad valorem taxes	-	-	103,782
Interest receivable	137,505	-	8,428
Interfund receivables	113,928	1,600,482	-
Other receivables	661,848	-	-
Prepaid pension contributions	2,396,884	-	-
Prepaid expenses	300,000	-	-
Inventory	-	-	-
Fixed assets (Note 5)	-	-	-
Investments (Note 4)	4,840,099	-	1,038,029
Loans outstanding	-	-	-
Deposits	-	-	-
Other debits:			
Amount available in debt service funds	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-
	-	-	-
Total assets and other debits	\$ 19,285,360	\$ 1,600,482	\$ 1,194,457
<b>LIABILITIES:</b>			
Accounts payable	\$ 1,464,262	\$ -	\$ -
Interfund payables	1,928,794	-	-
Claims and judgments	-	-	-
Accrued annual and sick leave (Note 1)	1,008,282	-	-
Other liabilities	200,000	-	-
Prepaid pension contributions	-	-	-
General obligation bonds	-	-	-
	-	-	-
Total liabilities	4,601,338	-	-
<b>FUND EQUITY:</b>			
Investment in general fixed assets	-	-	-
Retained earnings:			
Reserved for claims and judgments	-	-	-
Reserved for inventory	-	-	-
Unreserved	-	-	-
Fund balances:			
Reserved for encumbrances (Note 1)	331,364	-	-
Reserved for credit union	-	-	-
Reserved for employee pension	2,396,884	-	-
Reserved for debt service	-	-	1,194,457
Reserved for prepaid expenses	300,000	-	-
Reserved for capital improvements	-	1,600,482	-
Other reserves (Note 1)	-	-	-
Unreserved:			
Designated for defined benefit pension plan	-	-	-
Designated for capital improvements	11,655,774	-	-
Undesignated	-	-	-
	-	-	-
Total fund equity	14,684,022	1,600,482	1,194,457
Total liabilities and fund equity	\$ 19,285,360	\$ 1,600,482	\$ 1,194,457

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

**COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
DECEMBER 31, 1995**

<u>Proprietary Funds</u>		<u>Fiduciary Funds</u>	<u>Account Groups</u>		<u>Totals</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust &amp; Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>	<u>Memorandum Only</u>
\$ 73,897	\$ 3,129,817	\$ 720,748	\$ -	\$ -	\$ 8,283,819
-	-	-	-	-	6,479,856
-	-	-	-	-	40,101
-	71,335	297,430	-	-	103,782
-	328,313	178,577	-	-	514,698
600	1,562	-	-	-	2,221,300
-	-	-	-	-	664,010
-	-	-	-	-	2,396,884
44,055	-	-	-	-	300,000
-	-	-	-	-	44,055
174,292	11,200,431	36,978,656	55,781,831	-	55,781,831
-	-	1,497,402	-	-	54,231,507
-	-	15,569	-	-	1,497,402
-	-	-	-	-	15,569
-	-	-	-	1,194,457	1,194,457
-	-	-	-	28,935,543	28,935,543
<u>\$ 292,844</u>	<u>\$ 14,731,458</u>	<u>\$ 39,688,382</u>	<u>\$ 55,781,831</u>	<u>\$ 30,130,000</u>	<u>\$ 162,704,814</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,464,262
277,999	-	14,507	-	-	2,221,300
-	13,175,000	-	-	-	13,175,000
-	-	-	-	-	1,008,282
-	-	1,963,277	-	-	2,163,277
-	-	2,396,884	-	-	2,396,884
-	-	-	-	30,130,000	30,130,000
<u>277,999</u>	<u>13,175,000</u>	<u>4,374,668</u>	<u>-</u>	<u>30,130,000</u>	<u>52,559,005</u>
-	-	-	55,781,831	-	55,781,831
-	1,539,425	-	-	-	1,539,425
44,055	-	-	-	-	44,055
(29,210)	17,033	-	-	-	(12,177)
-	-	-	-	-	331,364
-	-	715,881	-	-	715,881
-	-	20,710,353	-	-	23,107,237
-	-	-	-	-	1,194,457
-	-	-	-	-	300,000
-	-	-	-	-	1,600,482
-	-	516,771	-	-	516,771
-	-	13,370,532	-	-	13,370,532
-	-	-	-	-	11,655,774
-	-	177	-	-	177
<u>14,845</u>	<u>1,556,458</u>	<u>35,313,714</u>	<u>55,781,831</u>	<u>-</u>	<u>110,145,809</u>
<u>\$ 292,844</u>	<u>\$ 14,731,458</u>	<u>\$ 39,688,382</u>	<u>\$ 55,781,831</u>	<u>\$ 30,130,000</u>	<u>\$ 162,704,814</u>

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES  
AND EXPENDABLE TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1995

	<u>Governmental Fund Types General Fund</u>
<b><u>REVENUES:</u></b>	
Inmate housing:	
City charges	\$ 24,416,577
Department of corrections charges	19,055,421
Federal charges	5,840,747
Interest income	617,278
Dining and vending income (net)	94,596
Other income	1,197,980
State pay	969,817
Federal grants	622,952
Restitution/administration	64,881
Release processing fees	163,602
Ad valorem tax revenue	-
Total revenues	<u>53,043,851</u>
<b><u>EXPENDITURES:</u></b>	
Central services	3,028,007
Court services	1,619,431
Security services	16,533,033
Administrative services	1,528,945
Records and booking	2,711,798
Inmate services	12,751,840
Grants and special programs	390,896
Miscellaneous	-
Plant and maintenance	12,368,498
Debt retirement	-
Interest payments	-
Total expenditures	<u>50,932,448</u>
Excess (deficit) of revenues over expenditures	2,111,403
<b><u>OTHER FINANCING SOURCES (USES):</u></b>	
Operating transfers in	635,487
Flood expenditures in excess of insurance proceeds	(1,901,050)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	845,840
<b><u>FUND BALANCE, BEGINNING</u></b>	12,457,523
Increase in reserve for prepaid pension contributions due to current year forfeitures	1,380,659
<b><u>FUND BALANCE, ENDING</u></b>	<u>\$ 14,684,022</u>

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS



COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES  
AND EXPENDABLE TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1995

<u>Governmental Fund Types</u>		<u>Fiduciary Fund Types</u>	<u>Totals</u>
<u>Capital Projects</u>	<u>Debt Service</u>	<u>Expendable Trust</u>	<u>Memorandum Only</u>
\$ -	\$ -	\$ -	\$ 24,416,577
-	-	-	19,055,421
-	-	-	5,840,747
26,310	112,889	305,108	1,061,585
-	-	-	94,596
-	-	48,627	1,246,607
-	-	-	969,817
-	-	-	622,952
-	-	-	64,881
-	-	-	163,602
-	<u>3,747,771</u>	-	<u>3,747,771</u>
<u>26,310</u>	<u>3,860,660</u>	<u>353,735</u>	<u>57,284,556</u>
-	-	-	3,028,007
-	-	-	1,619,431
-	-	-	16,533,033
-	-	-	1,528,945
-	-	-	2,711,798
-	-	-	12,751,840
-	-	-	390,896
1,525	3,504	130,531	135,560
-	-	-	12,368,498
-	1,075,000	-	1,075,000
-	<u>2,266,543</u>	-	<u>2,266,543</u>
<u>1,525</u>	<u>3,345,047</u>	<u>130,531</u>	<u>54,409,551</u>
24,785	515,613	223,204	2,875,005
-	-	-	635,487
-	-	-	<u>(1,901,050)</u>
24,785	515,613	223,204	1,609,442
1,575,697	678,844	1,009,625	15,721,689
-	-	-	1,380,659
<u>\$ 1,600,482</u>	<u>\$ 1,194,457</u>	<u>\$ 1,232,829</u>	<u>\$ 18,711,790</u>

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES  
 AND EXPENDABLE TRUST FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 1994

	Governmental Fund Types <u>General Fund</u>
<b><u>REVENUES:</u></b>	
Inmate housing:	
City charges	\$ 23,156,464
Department of corrections charges	18,890,624
Federal charges	5,743,194
Interest income	344,126
Dining and vending income (net)	174,289
Other income	764,857
State pay	902,463
Federal grants	658,434
Restitution/administration	64,620
Release processing fees	149,516
Ad valorem tax revenue	-
Total revenues	50,848,587
<b><u>EXPENDITURES:</u></b>	
Central services	5,919,526
Court services	1,628,973
Security services	17,183,154
Administrative services	1,272,714
Records and booking	2,456,614
Inmate services	11,630,163
Grants and special programs	403,747
Miscellaneous	-
Plant and maintenance	9,130,024
Capital outlays	-
Debt retirement	-
Interest payments	-
Total expenditures	49,624,915
Excess (deficiency) of revenues over expenditures	1,223,672
<b><u>OTHER FINANCING SOURCES (USES):</u></b>	
Operating transfers in	793,821
Proceeds from sale of fixed assets	138,885
Excess (deficiency) of revenues and other financing sources over expenditures and other financing sources (uses)	2,156,378
<b><u>FUND BALANCE, BEGINNING</u></b>	9,639,169
Increase in reserve for prepaid pension contributions due to current year forfeitures	661,976
<b><u>FUND BALANCE, ENDING</u></b>	\$ 12,457,523

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES  
AND EXPENDABLE TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1994

<u>Governmental Fund Types</u>		<u>Fiduciary</u>	<u>Totals</u>
<u>Capital</u>	<u>Debt</u>	<u>Fund Types</u>	<u>Memorandum</u>
<u>Projects</u>	<u>Service</u>	<u>Expendable</u>	<u>Only</u>
<u>Trust</u>			
\$ -	\$ -	\$ -	\$ 23,156,464
-	-	-	18,890,624
-	-	-	5,743,194
72,755	55,145	260,811	732,837
-	-	-	174,289
-	-	52,882	817,739
-	-	-	902,463
-	-	-	658,434
-	-	-	64,620
-	-	-	149,516
-	3,610,499	-	3,610,499
<u>72,755</u>	<u>3,665,644</u>	<u>313,693</u>	<u>54,900,679</u>
-	-	-	5,919,526
-	-	-	1,628,973
-	-	-	17,183,154
-	-	-	1,272,714
-	-	-	2,456,614
-	-	-	11,630,163
-	-	-	403,747
137	4,702	97,548	102,387
-	-	-	9,130,024
6,303,642	-	-	6,303,642
-	1,000,000	-	1,000,000
-	2,370,293	-	2,370,293
<u>6,303,779</u>	<u>3,374,995</u>	<u>97,548</u>	<u>59,401,237</u>
(6,231,024)	290,649	216,145	(4,500,558)
-	-	-	793,821
-	-	-	138,885
(6,231,024)	290,649	216,145	(3,567,852)
7,806,721	388,195	793,480	18,627,565
-	-	-	661,976
<u>\$ 1,575,697</u>	<u>\$ 678,844</u>	<u>\$ 1,009,625</u>	<u>\$ 15,721,689</u>

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	<u>General Fund</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>REVENUES:</u></b>			
Inmate housing:			
City charges	\$ 23,425,000	\$ 24,416,577	\$ 991,577
Department of corrections charges	14,480,000	19,055,421	4,575,421
Federal charges	3,000,000	5,840,747	2,840,747
Interest income	240,000	617,278	377,278
Dining and vending income (net)	185,000	94,596	(90,404)
Other	535,000	1,197,980	662,980
State pay	940,000	969,817	29,817
Federal grants	675,000	622,952	(52,048)
Restitution/administration	76,000	64,881	(11,119)
Release processing fees	155,000	163,602	8,602
Ad valorem tax revenue	-	-	-
Total revenues	<u>43,711,000</u>	<u>53,043,851</u>	<u>9,332,851</u>
<b><u>EXPENDITURES:</u></b>			
Central services	1,193,390	3,028,007	(1,834,617)
Court services	1,652,706	1,619,431	33,275
Security services	18,594,311	16,533,033	2,061,278
Administrative services	2,398,703	1,528,945	869,758
Records and booking	2,169,965	2,711,798	(541,833)
Inmate services	11,082,966	12,751,840	(1,668,874)
Grants and special programs	281,088	390,896	(109,808)
Miscellaneous	-	-	-
Plant and maintenance	7,082,871	12,368,498	(5,285,627)
Debt retirement	-	-	-
Interest payments	-	-	-
Total expenditures	<u>44,456,000</u>	<u>50,932,448</u>	<u>(6,476,448)</u>
Excess (deficiency) of revenues over expenditures	(745,000)	2,111,403	2,856,403
<b><u>OTHER FINANCING SOURCES (USES):</u></b>			
Operating transfers in	745,000	635,487	(109,513)
Flood expenditures in excess of insurance proceeds	-	(1,901,050)	(1,901,050)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing (uses)	<u>\$ -</u>	845,840	<u>\$ 845,840</u>
<b><u>FUND BALANCE, BEGINNING</u></b>		12,457,523	
Increase in reserve for prepaid pension contributions due to current year forfeitures		<u>1,380,659</u>	
<b><u>FUND BALANCE, ENDING</u></b>		<u>\$ 14,684,022</u>	

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 1995**

<u>Debt Service Fund</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
\$ -	\$ -	\$ -
-	-	-
-	-	-
59,933	112,889	52,956
-	-	-
-	-	-
-	-	-
-	-	-
<u>3,286,309</u>	<u>3,747,771</u>	<u>461,462</u>
<u>3,346,242</u>	<u>3,860,660</u>	<u>514,418</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
4,700	3,504	1,196
-	-	-
1,075,000	1,075,000	-
<u>2,266,542</u>	<u>2,266,543</u>	<u>(1)</u>
<u>3,346,242</u>	<u>3,345,047</u>	<u>1,195</u>
-	515,613	515,613
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	515,613	<u>\$ 515,613</u>
	678,844	
	-	
	<u>\$ 1,194,457</u>	

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>General Fund</u>		<u>Variance Favorable (Unfavorable)</u>
	<u>Budget</u>	<u>Actual</u>	
<b><u>REVENUES:</u></b>			
Inmate housing:			
City charges	\$ 23,120,219	\$ 23,156,464	\$ 36,245
Department of corrections charges	17,981,375	18,890,624	909,249
Federal charges	2,053,125	5,743,194	3,690,069
Interest income	101,986	344,126	242,140
Dining and vending income (net)	210,000	174,289	(35,711)
Other	565,000	764,857	199,857
State pay	1,053,119	902,463	(150,656)
Federal grants	675,000	658,434	(16,566)
Restitution/administration	100,000	64,620	(35,380)
Release processing fees	180,000	149,516	(30,484)
Ad valorem tax revenue	-	-	-
Total revenues	<u>46,039,824</u>	<u>50,848,587</u>	<u>4,808,763</u>
<b><u>EXPENDITURES:</u></b>			
Central services	4,806,623	5,919,526	(1,112,903)
Court services	1,804,782	1,628,973	175,809
Security services	15,497,332	17,183,154	(1,685,822)
Administrative services	2,850,724	1,272,714	1,578,010
Records and booking	2,462,496	2,456,614	5,882
Inmate services	9,260,728	11,630,163	(2,369,435)
Grants and special programs	319,010	403,747	(84,737)
Miscellaneous	-	-	-
Plant and maintenance	9,843,129	9,130,024	713,105
Debt retirement	-	-	-
Interest payments	-	-	-
Total expenditures	<u>46,844,824</u>	<u>49,624,915</u>	<u>(2,780,091)</u>
Excess (deficiency) of revenues over expenditures	(805,000)	1,223,672	2,028,672
<b><u>OTHER FINANCING SOURCES (USES):</u></b>			
Operating transfers in	805,000	793,821	(11,179)
Proceeds from sale of fixed assets	-	138,885	138,885
Excess (deficiency) of revenues and other financing sources over expenditures and other financing (uses)	<u>\$ -</u>	2,156,378	<u>\$ 2,156,378</u>
<b><u>FUND BALANCE, BEGINNING</u></b>		9,639,169	
Increase in reserve for prepaid pension contributions		<u>661,976</u>	
<b><u>FUND BALANCE, ENDING</u></b>		<u>\$ 12,457,523</u>	

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL - GOVERNMENTAL FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 1994**

<u>Debt Service Fund</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
\$ -	\$ -	\$ -
-	-	-
-	-	-
20,293	55,145	34,852
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>3,350,000</u>	<u>3,610,499</u>	<u>260,499</u>
<u>3,370,293</u>	<u>3,665,644</u>	<u>295,351</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	4,702	(4,702)
-	-	-
1,000,000	1,000,000	-
<u>2,370,293</u>	<u>2,370,293</u>	<u>-</u>
<u>3,370,293</u>	<u>3,374,995</u>	<u>(4,702)</u>
-	290,649	290,649
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	290,649	<u>\$ 290,649</u>
	388,195	
	-	
	<u>\$ 678,844</u>	

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
RETAINED EARNINGS/FUND BALANCES - ALL PROPRIETARY FUND TYPES  
AND PENSION TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Types</u>	<u>Totals</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Pension Trust</u>	<u>Memorandum Only</u>
<b><u>REVENUES:</u></b>				
Commissary (net)	\$ 574,052	\$ -	\$ -	\$ 574,052
Fines and costs (net)	-	17,833	-	17,833
Interest income	9,100	633,371	1,945,793	2,588,264
Insurance revenues	-	2,151,486	-	2,151,486
Pension contributions	-	-	2,289,443	2,289,443
Realized gain (loss) on investment sales	-	(19,831)	29,268	9,437
Unrealized gain on investments	-	-	959,888	959,888
Community services	201,261	-	-	201,261
Ft. McComb Marina	16,400	-	-	16,400
<b>Total revenues</b>	<b><u>800,813</u></b>	<b><u>2,782,859</u></b>	<b><u>5,224,392</u></b>	<b><u>8,808,064</u></b>
<b><u>EXPENSES:</u></b>				
Claims and judgments	-	2,151,486	-	2,151,486
Trustee fees	-	30,449	128,392	158,841
Pension payments	-	-	2,474,916	2,474,916
Miscellaneous	178,220	5,352	-	183,572
<b>Total expenses</b>	<b><u>178,220</u></b>	<b><u>2,187,287</u></b>	<b><u>2,603,308</u></b>	<b><u>4,968,815</u></b>
Net income before other financing (uses)	622,593	595,572	2,621,084	3,839,249
<b><u>OTHER FINANCING (USES):</u></b>				
Operating transfers out	(635,487)	-	-	(635,487)
Net income (loss)	(12,894)	595,572	2,621,084	3,203,762
<b>RETAINED EARNINGS/FUND BALANCE, BEGINNING</b>	<b><u>27,739</u></b>	<b><u>960,886</u></b>	<b><u>31,459,801</u></b>	<b><u>32,448,426</u></b>
<b>RETAINED EARNINGS/FUND BALANCE, ENDING</b>	<b><u>\$ 14,845</u></b>	<b><u>\$ 1,556,458</u></b>	<b><u>\$ 34,080,885</u></b>	<b><u>\$ 35,652,188</u></b>

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS



**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
RETAINED EARNINGS/FUND BALANCES - ALL PROPRIETARY FUND TYPES  
AND PENSION TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Types</u>	<u>Totals</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Pension Trust</u>	<u>Memorandum Only</u>
<b><u>REVENUES:</u></b>				
Commissary (net)	\$ 528,279	\$ -	\$ -	\$ 528,279
Fines and costs (net)	-	17,206	-	17,206
Interest income	1,333	389,647	1,733,160	2,124,140
Insurance revenues	-	5,081,609	-	5,081,609
Pension contributions	-	-	3,226,961	3,226,961
Realized (loss) on investment sales	-	-	(137,179)	(137,179)
Unrealized (loss) on investments	-	-	(1,049,330)	(1,049,330)
Community services	255,574	-	-	255,574
Ft. McComb Marina	16,000	-	-	16,000
<b>Total revenues</b>	<b>801,186</b>	<b>5,488,462</b>	<b>3,773,612</b>	<b>10,063,260</b>
<b><u>EXPENSES:</u></b>				
Claims and judgments	-	5,061,609	-	5,061,609
Trustee fees	-	29,620	104,436	134,056
Pension payments	-	-	2,649,422	2,649,422
Miscellaneous	182,621	-	-	182,621
<b>Total expenses</b>	<b>182,621</b>	<b>5,091,229</b>	<b>2,753,858</b>	<b>8,027,708</b>
<b>Net income before other financing (uses)</b>	<b>618,565</b>	<b>397,233</b>	<b>1,019,754</b>	<b>2,035,552</b>
<b><u>OTHER FINANCING (USES):</u></b>				
Operating transfers out	(761,104)	(32,717)	-	(793,821)
<b>Net income (loss)</b>	<b>(142,539)</b>	<b>364,516</b>	<b>1,019,754</b>	<b>1,241,731</b>
<b>RETAINED EARNINGS/FUND BALANCE, BEGINNING</b>	<b>170,278</b>	<b>596,370</b>	<b>30,440,047</b>	<b>31,206,695</b>
<b>RETAINED EARNINGS/FUND BALANCE, ENDING</b>	<b>\$ 27,739</b>	<b>\$ 960,886</b>	<b>\$ 31,459,801</b>	<b>\$ 32,448,426</b>

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

**COMBINED STATEMENT OF CASH FLOWS -  
PROPRIETARY FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	Proprietary Fund Types		Totals
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Memorandum Only</u>
<b>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:</b>			
Net income (loss)	\$ (12,894)	\$ 595,572	\$ 582,678
Adjustments to reconcile net income to net cash flows from operating activities:			
Loss on investment sales	-	19,830	19,830
Changes in assets and liabilities:			
Decrease in interest receivable	-	31,799	31,799
(Increase) in inventory	(10,347)	-	(10,347)
Increase in interfund payables	56,392	2,870,125	2,926,517
Increase in claims and judgments	-	319,000	319,000
Net cash from operating activities	<u>33,151</u>	<u>3,836,326</u>	<u>3,869,477</u>
<b>CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES:</b>			
Proceeds from sale of investments	-	17,134,003	17,134,003
Purchase of investments	<u>(174,292)</u>	<u>(20,166,752)</u>	<u>(20,341,044)</u>
Net cash (used for) investing activities	<u>(174,292)</u>	<u>(3,032,749)</u>	<u>(3,207,041)</u>
Net increase (decrease) in cash and cash equivalents	(141,141)	803,577	662,436
Cash and cash equivalents beginning of year	<u>215,038</u>	<u>2,326,240</u>	<u>2,541,278</u>
Cash and cash equivalents end of year	<u>\$ 73,897</u>	<u>\$ 3,129,817</u>	<u>\$ 3,203,714</u>

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

**COMBINED STATEMENT OF CASH FLOWS -  
PROPRIETARY FUND TYPES  
FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>Proprietary Fund Types</u>		<u>Totals</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Memorandum Only</u>
<b>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:</b>			
Net income (loss)	\$ (142,539)	\$ 364,516	\$ 221,977
Adjustments to reconcile net income to net cash flows from operating activities:			
Changes in assets and liabilities:			
Increase in interest receivable	-	(77,337)	(77,337)
Increase in rent receivable	(900)	-	(900)
(Increase) decrease in interfund receivables	103,435	(891,524)	(788,089)
Increase in inventory	(3,626)	-	(3,626)
Increase in interfund payables	59,999	-	59,999
Increase in claims and judgements	-	3,200,000	3,200,000
Net cash from operating activities	<u>16,369</u>	<u>2,595,655</u>	<u>2,612,024</u>
<b>CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES:</b>			
Proceeds from sale of investments	-	3,596,795	3,596,795
Purchase of investments	-	(3,879,658)	(3,879,658)
Net cash (used for) investing activities	<u>-</u>	<u>(282,863)</u>	<u>(282,863)</u>
Net increase (decrease) in cash and cash equivalents	16,369	2,312,792	2,329,161
Cash and cash equivalents beginning of year	<u>198,669</u>	<u>13,448</u>	<u>212,117</u>
Cash and cash equivalents end of year	<u>\$ 215,038</u>	<u>\$ 2,326,240</u>	<u>\$ 2,541,278</u>

See accompanying NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS  
DECEMBER 31, 1995

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

History and Organization

The Orleans Parish Criminal Sheriff's Office (OPCSO) was created by the Louisiana Constitution of 1921, Article 7, Section 89. The Criminal Sheriff is elected by qualified electors every four years. The Criminal Sheriff is in charge of the direction and supervision of all deputy criminal sheriffs who possess all of the powers and authority granted by law to the Sheriff.

Among the powers of the Criminal Sheriff are the keeping of the jails, the preservation of the peace and the apprehension of disturbers of the peace and other public offenders. The Criminal Sheriff is the executive officer of the Criminal District Courts and has the authority to serve citations, summons, subpoenas, notices and other process, and shall execute writs, mandates, orders, and judgments directed to him by the Criminal District Courts.

On July 28, 1989, the Orleans Parish Law Enforcement District (OPLED) was created by Act No. 20 of the 1989 Second Extraordinary Session of the Louisiana Legislature, which Act amended Chapter 26 of Title 33 of the Louisiana Revised Statutes. The Criminal Sheriff of the parish of Orleans is the Chief Ex-Officio Executive Officer of the District. The purpose of the District is to provide financing for the Criminal Sheriff through the levying and collection of tax millages. The proceeds of these tax revenues may be used to fund the operations of the Criminal Sheriff's Office or fund the repayment of debt.

Reporting Entity

The Orleans Parish Criminal Sheriff's Office is a "primary government" as defined in GASB pronouncements since the Office is a government, created by State statute, that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments.

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying criteria set forth in generally accepted accounting principles. The basic, but not the only, criteria for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financial relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the following component units are included within the reporting entity:

- 1) Orleans Parish Law Enforcement District
- 2) Orleans Parish Criminal Sheriff's Office Credit Union

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 1995

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Reporting Entity (Continued)

Separate financial reports for these component units containing more detailed financial information are available from the Orleans Parish Criminal Sheriff's Office.

Fund Accounting

The accounts of the Orleans Parish Criminal Sheriff's Office are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues and expenditures, or expenses as appropriate. The Orleans Parish Criminal Sheriff's Office's activities are accounted for in individual funds based upon the specific revenue source and the means by which spending activities are controlled. The following funds and account groups are used by OPCS0:

Governmental Fund Types:

General Fund

The General Fund is the general operating fund of the OPCS0. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund.

Capital Projects Fund

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities which are not financed by Proprietary and Trust Funds.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt including principal, interest and related costs of the OPLED.

The District's ad valorem property tax is levied each January 1, by the City of New Orleans, on the assessed value for all real property located in the City. The City collects the property tax and remits amounts as collected to the OPLED.

Proprietary Fund Types:

Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs of providing goods or services on a continuing basis be financed or recovered primarily through user charges.

Internal Service Funds

These funds are used to account for services provided by one governmental department to another on a user charge basis.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 1995

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fiduciary Fund Types:

Trust and Agency Funds

Trust and agency funds are used to account for assets held by the OPCSO in a trustee capacity or as an agent for individuals, organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

General Fixed Assets and General Long-Term Debt Account Groups:

General Fixed Assets

The General Fixed Assets Account Group is used to account for fixed assets used in governmental fund type operations for control purposes. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date of donation. No depreciation is recorded on general fixed assets.

General Long-Term Debt

The General Long-Term Debt Account Group is used to account for long-term liabilities to be financed from government funds, and for those long-term liabilities to be liquidated with resources to be provided in future periods.

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The modified accrual basis of accounting is used by all governmental fund types and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

The accrual basis of accounting is utilized by proprietary fund types. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 1995

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgetary Data

The Office is required by state law to adopt annual budgets for the General Fund and Debt Service Fund. Each budget is presented on the modified accrual basis of accounting which is consistent with generally accepted accounting principles.

The following procedures are followed in establishing the budgetary data reflected in the financial statements:

1. Prior to December 1 the Office prepares a budget for the next succeeding fiscal year beginning January 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted, after proper official public notification, to obtain taxpayer comment.
3. Prior to December 15 the budget is legally enacted through passage of a resolution by the Sheriff.

Cash and Certificates of Deposit

The Office is authorized under state law to deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, and the laws of the United States. The Office may also invest in time certificates of deposit with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. Under state laws, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of such pledged securities and federal deposit insurance must equal or exceed the amount on deposit with the fiscal agent.

At December 31, 1995, the carrying amount of the Office's deposits was \$8,283,819 and the bank balance was \$10,796,247. Of the bank balances, \$300,000 was covered by federal depository insurance and \$10,496,247 was covered by collateral held by the pledging institutions' agent in the Office's name.

Investments

The Office is authorized under state law to invest in U.S. bonds, treasury notes, and other federally insured investments.

Investments are stated at the lower of cost or fair market value except for investments in the pension trust funds which are reported at fair market value.

Inventories

Inventory of merchandise in the proprietary fund is valued at cost (first-in, first-out).

Fixed Assets

During 1983, the OPCSO established a general fixed asset account group for reporting purposes. Generally accepted accounting principles require that the assets making up such an account group be valued at historical cost or estimated historical cost. Due to the difficulty of obtaining accurate historical cost data for many assets or of estimating the historical costs of such assets, the Office chose to value those assets where cost data was not available at estimated current values.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 1995

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fixed Assets (Continued)

The basis used in estimating current values for financial reporting purposes is estimated current replacement cost less a factor relating to the remaining useful life of the asset. This method was used for all assets without historical cost data, except for automobiles, which were valued at current published loan values.

All fixed assets acquired since 1983 are valued at historical cost.

Accrued Annual and Sick Leave

Vacation (annual leave) and sick pay (sick leave) are accrued at year end according to current wage rates and leave policy. At December 31, 1995, employees of the Orleans Parish Criminal Sheriff's Office had accumulated and vested \$1,008,282 in leave privileges, required to be accrued under NCGA Statement 4 and Statement of Financial Accounting Standards (SFAS) 43. This amount has been recorded as a current liability in the General Fund as it is expected to be paid with resources currently available.

Reserves

Reserve for Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

Other Reserves

Enterprise Fund

In compliance with Section 33:1527 of the Revised Louisiana Statutes, the retained earnings contained in the Enterprise Funds is restricted and therefore reserved for use as follows:..."Such funds should be expended solely for the operations, security and maintenance of the office of the Criminal Sheriff of the Parish of Orleans and to assist in the rehabilitation of the inmates of the Orleans Parish Prison."

Elderly Victim Fund

All funds of the Elderly Victim program have been reserved for payment of services to those individuals who qualify to receive assistance for loss, damages or injuries suffered from criminal actions.

Total Columns on Combined Statements - Overview

Total columns on the combined statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.



NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 1995

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Statement of Cash Flows

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

(2) RECEIVABLES

The Office is authorized under state law to house inmates for Municipal, State, and Federal agencies. In accordance with contracts between the Office and these agencies, the Office bills the agencies a per diem amount for the housing of inmates. Receivables due from these agencies, for the housing of inmates, at December 31, 1995 are as follows:

City of New Orleans	\$ 3,836,988
State of Louisiana	1,688,945
Federal Agencies	<u>953,923</u>
 Total Due for Inmate Housing	 <u>\$ 6,479,856</u>

(3) INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables at December 31, 1995 are as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 113,928	\$ 1,928,794
Capital Projects Fund	1,600,482	-
Ft. McComb Marina Enterprise Fund	-	229,233
Community Service Enterprise Fund	-	6,959
Fines and Fees Internal Service Fund	9,313	-
Criminal Justice Agency Fund	-	100
Property Room Agency Fund	176,539	-
Elderly Victim Expendable Trust Fund	2,038	-
Self-Insurance Internal Service Fund	319,000	-
Commissary Enterprise Fund	-	41,807
Thanksgiving Fiduciary Fund	<u>-</u>	<u>14,407</u>
	<u>\$ 2,221,300</u>	<u>\$ 2,221,300</u>

(4) INVESTMENTS

Investments of Orleans Parish Criminal Sheriff at December 31, 1995 are as follows:

	<u>Carrying Amount</u>	<u>Market Value</u>	<u>Fund</u>
<u>La. Asset Management Pool:</u>			
Held by OPCSO's agent in OPCSO's name	<u>\$ 110,107</u>	<u>\$ 110,107</u>	General
Total certificates of deposit	<u>\$ 110,107</u>	<u>\$ 110,107</u>	
<u>U.S. Treasury Notes:</u>			
Held by OPCSO's Employee's Retirement Plan agent's trust department in the Plan's name	\$25,413,843	\$25,413,843	Pension Trust
Held by OPCSO's agent in OPCSO's name	8,906,636	8,902,391	Internal Service

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 1995

(4) INVESTMENTS (CONTINUED)

	<u>Carrying Amount</u>	<u>Market Value</u>	<u>Fund</u>
<u>U.S. Treasury Notes (Cont.):</u>			
Held by OPCSO's agent in OPCSO's name	478,059	478,059	Expendable Trust
Held by OPCSO's Credit Union's agent in the Credit Union's name	<u>293,540</u>	<u>293,470</u>	Expendable Trust
Total U.S. Treasury Notes	<u>\$35,092,078</u>	<u>\$35,087,763</u>	
<u>Fidelity U.S. Treasury Portfolio II Fund:</u>			
Held by OPCSO's Employee's Retirement Plan agent's trust department in the Plan's name	\$ 4,678,893	\$ 4,678,893	Pension Trust
Held by OPCSO's agent in OPCSO's name	<u>1,662,386</u>	<u>1,662,386</u>	Internal Service
Total Fidelity U.S. Treasury Portfolio Fund	<u>\$ 6,341,279</u>	<u>\$ 6,341,279</u>	
<u>Federal Home Loan Bank Discount Notes:</u>			
Held by OPCSO's agent in OPCSO's name	\$ 174,292	\$ 174,314	Enterprise Fund
Held by OPCSO's agent in OPCSO's name	4,729,991	4,898,093	General
Held by OPCSO's Employee's Retirement Plan agent's trust department in the Plan's name	1,691,813	1,691,813	Pension Trust
Held by OPLED's agent in OPLED's name	<u>1,038,029</u>	<u>1,045,819</u>	Debt Service
Total Federal Home Loan Bank Discount Notes	<u>\$ 7,634,125</u>	<u>\$ 7,810,039</u>	
<u>State and Municipal Bonds:</u>			
Held by OPCSO's Employee's Retirement Plan agent's trust department in the Plan's name	<u>\$ 247,333</u>	<u>\$ 247,333</u>	Pension Trust
Total State and Municipal Bonds	<u>\$ 247,333</u>	<u>\$ 247,333</u>	
<u>FNMA Pass-thru Issues:</u>			
Held by OPCSO Employee's Retirement Plan agent's trust department in the Plan's name	\$ 881,228	\$ 881,228	Pension Trust

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 1995**

**(4) INVESTMENTS (CONTINUED)**

	<u>Carrying Amount</u>	<u>Market Value</u>	<u>Fund</u>
<u>FNMA Pass-thru Issues (Cont.):</u>			
Held by OPCSO's Credit Unions's agent in the Credit Union's name	98,684	98,684	Expendable Trust
Held by OPCSO's agent in OPCSO's name	<u>82,806</u>	<u>79,545</u>	Internal Service
Total FNMA Pass-thru Issues	<u>\$ 1,062,718</u>	<u>\$ 1,059,457</u>	
<u>Other Pass-thru Issues:</u>			
Held by OPCSO Employee's Retirement Plan agent's trust department in the Plan's name	\$ 3,195,263	\$ 3,195,263	Pension Trust
Held by OPCSO's agent in OPCSO's name	<u>548,604</u>	<u>546,412</u>	Internal Service
Total Other Pass-thru Issues	<u>\$ 3,743,867</u>	<u>\$ 3,741,675</u>	
Total investments	<u>\$54,231,507</u>	<u>\$54,397,653</u>	

**(5) CHANGES IN GENERAL FIXED ASSETS**

A summary of changes in general fixed assets follows:

	<u>December 31, 1993</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 1995</u>
Buildings and improvements	\$ 17,915,392	\$28,008,743	\$ -	\$ 45,924,135
Maintenance Equipment	1,526,505	1,375,163	501,098	2,400,570
Office Furniture and Equipment	6,037,634	1,557,313	3,050,795	4,544,152
Vehicles	2,469,697	817,441	524,771	2,762,367
Construction in progress	<u>17,648,341</u>	<u>7,601,333</u>	<u>25,099,067</u>	<u>150,607</u>
Total general fixed assets	<u>\$ 45,597,569</u>	<u>\$39,359,993</u>	<u>\$29,175,731</u>	<u>\$ 55,781,831</u>

**(6) GENERAL LONG-TERM DEBT**

A summary of general long-term debt is as follows:

<u>Description</u>	<u>Balance at December 31, 1993</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance at December 31, 1995</u>
General Obligation Bonds:				
\$34,000,000 originally issued with interest rate ranging from 6.9% to 10.0%	<u>\$ 32,205,000</u>	<u>\$ -</u>	<u>\$ 2,075,000</u>	<u>\$ 30,130,000</u>

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)  
 DECEMBER 31, 1995

(6) GENERAL LONG-TERM DEBT (CONTINUED)

Following is a summary of bond principal and interest maturities:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1996	\$ 1,155,000	\$ 2,155,043	\$ 3,310,043
1997	1,240,000	2,035,293	3,275,293
1998	1,335,000	1,921,228	3,256,228
1999	1,435,000	1,819,655	3,254,655
2000	1,540,000	1,716,248	3,256,248
Thereafter	<u>23,425,000</u>	<u>9,300,409</u>	<u>32,725,409</u>
Outstanding principal	<u>\$ 30,130,000</u>	<u>\$ 18,947,876</u>	<u>\$ 49,077,876</u>

General obligation bonds of OPCSO are reflected in the General Long-Term Debt Account Group, and current requirements for principal and interest expenditures are accounted for in the Debt Service Fund. Of the general obligation bonds authorized by the voters, none remain unissued.

(7) FUND BALANCE DESIGNATIONS

(a) Designated for Past Service Pension Costs

For the years 1981 through 1995, the Orleans Parish Criminal Sheriff's Office has maintained a defined contribution pension plan. Prior to 1981 the Office had no retirement plan in effect. The Sheriff's Office has established a trust to fund a defined benefit plan to provide benefits comparable to the plans covering city and state employees.

In prior years, the Sheriff designated \$9,000,000 of fund balance towards establishment of this new plan based upon estimated prior service costs. The assets of this fund have grown due to investments to \$13,370,532 as of December 31, 1995.

(b) Designated for Capital Improvements

Due to prison population increases and the deterioration of aged jail facilities, the Orleans Parish Criminal Sheriff's Office anticipates undertaking various rehabilitation and construction projects which will not be financed with funds appropriated by the City of New Orleans. The Office has designated fund balance amounts from the following funds to ensure that such improvements will not be neglected because of a lack of available financing from the City.

Capital Expenditure Fund  
Balance Designations

General Fund \$11,655,774

(8) INMATE FOOD EXPENSES

The Office has participated in the United States Department of Agriculture Food Distribution Program for the years ended December 31, 1995 and 1994. The program provides food commodities to the Office to use in the preparation of meals for inmates of the Orleans Parish Prison. The value of the donated commodities was \$142,700 and \$60,453 for the years ended December 31, 1995 and 1994, respectively. These amounts are not listed as revenues or expenditures of the General Fund for either year.

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 1995

(9) COMPENSATION OF SHERIFF

In accordance with Louisiana Revised Statute 33:1421, the Sheriff of Orleans Parish was paid the following compensation for maintaining the prison:

	<u>1995</u>	<u>1994</u>
Salary	\$ 84,300	\$ 83,400
Expense allowance	8,430	8,340

(10) LEASES

The Office has various operating leases for rental of equipment. The leases are on a month to month basis and the lease payments for 1995 and 1994 included in expenditures in this financial statement are \$395,129 and \$101,687, respectively.

(11) EXPENDITURES OF THE SHERIFF'S OFFICE PAID BY THE CITY OF NEW ORLEANS

The accompanying general purpose financial statements do not include certain portions of the Office's expenses paid directly by the City of New Orleans. These expenses include building space, utilities, office supplies, gasoline and certain major repairs among others.

(12) CREDIT UNION

On June 1, 1983, a credit union was established for the benefit of the employees of Orleans Parish Criminal Sheriff's Office. As of year end, all employees could establish a savings account with the credit union.

(13) PENSION PLAN

The Orleans Parish Criminal Sheriff's Office provides pension benefits for substantially all of its full-time employees through a defined contribution pension plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate at their date of employment as long as they have attained the age of 18. The Plan requires that both the employees and the Office contribute to the plan.

The Office contributed 9% of each participating employee's base salary on a monthly basis. Participating employees were required to contribute 9% of their base salary. Employees may also make additional voluntary contributions to the Plan. Such additional amounts are not matched wholly or in part by the Office. The maximum contribution an employee may make, which consists of both required and voluntary amounts, is 19% of the employee's base salary. Employees become partially vested in the Office's contributions (and earnings allocated to the employee's account) after completing three years of service. The vesting percentage increases annually until the employee completes seven years of service at which time they become fully vested. The unvested Office contributions and unvested interest earned by employees who separate from service of the Office are available to the Office to reduce future contribution requirements.

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 1995**

**(13) PENSION PLAN (CONTINUED)**

The Office's total payroll for the years ended December 31, 1995 and 1994 was \$21,065,897 and \$21,451,400, respectively. The Office's contributions were calculated using the base salary amounts of \$19,839,467 and \$21,131,956. The Office made contributions in the amounts of \$1,785,552 and \$1,901,876. Forfeitures of \$1,380,659 in 1995 and \$661,976 in 1994 were credited to the benefit of the employer resulting in a net employer contribution of \$404,893 and \$1,239,900 for the years ended December 31, 1995 and 1994, respectively. Accumulated forfeitures of \$2,396,884 through 1995 are available to offset future contributions. The employees contributed through payroll withholdings a total of \$1,884,550 and \$1,987,060 for the years ended December 31, 1995 and 1994, respectively, which represents both the required and additional voluntary contributions.

**(14) CONTINGENCIES**

Due to instances where the Orleans Parish Criminal Sheriff's Office is unable to obtain commercial insurance at reasonable rates, it manages its risks internally and sets aside assets for claim settlements in its internal service fund, Self Insurance Fund. The fund services claims for various risks of loss to which the Office is exposed, including general liability, property and casualty, and environmental.

Self Insurance Fund liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors.

The Orleans Parish Criminal Sheriff's Office is a defendant in various lawsuits pertaining to material matters. As of December 31, 1995, on the advise of legal counsel, \$13,175,000 has been accrued in the self insurance fund to fund outstanding claims. Changes in the balances of claims liabilities during the fiscal years 1995 and 1994 were as follows:

<u>Fiscal Year</u>	<u>Liability at Beginning</u>	<u>Current-Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Liability at End</u>
1994	9,656,000	5,061,609	(1,861,609)	12,856,000
1995	12,856,000	2,151,486	(1,832,486)	13,175,000

At December 31, 1995, Self Insurance Fund held \$14,714,425 in assets designated for payment of these claims.

**(15) ECONOMIC DEPENDENCY**

The OPCS0 derives a material part of it's revenues from per diem charges for the housing of federal, state, and municipal prisoners. These revenues are received from the City of New Orleans, The State of Louisiana Department of Corrections and various Federal agencies. For the years ended December 31, 1995 and 1994, revenues from these sources totalled \$49,312,745 and \$47,790,282, respectively. At December 31, 1995, the receivable balance from these entities was \$6,479,856.

**NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)**  
**DECEMBER 31, 1995**

**(16) SEGMENT INFORMATION - ENTERPRISE FUNDS**

The OPCSO maintains three enterprise funds. The Commissary sells foodstuffs and other personal items to inmates. Fort McComb Marina is operated under contract with the State of Louisiana. Revenues are derived from the rental of boat slips. The Community Service Fund derives its revenues from user charges from the operation of an annual haunted house activity. Segment information as of and for the year ended December 31, 1995 is as follows:

	<u>Commissary</u>	<u>Fort McComb Marina</u>	<u>Community Service Fund</u>	<u>Total</u>
Operating income (loss)	574,052	(12,490)	61,031	622,593
Operating transfers (out)	(574,607)	-	(60,880)	(635,487)
Net income (loss)	(555)	(12,490)	151	(12,894)
Net working capital	2,247	17,789	(5,191)	14,845
Total assets	44,055	247,021	1,768	292,844
Total equity	2,247	17,789	(5,191)	14,845

**(17) EXTRAORDINARY ITEM**

During 1995 the Sheriff's Office incurred additional repair and clean-up expenditures as the result of damages to several of its facilities from the May 1995 flood. For financial statement presentation purposes, these expenditures have been netted against federal financial assistance and insurance proceeds as follows:

Flood related expenditures	\$ 4,280,844
Less: federal financial assistance from FEMA	(2,162,140)
Insurance proceeds	<u>(217,654)</u>
Extraordinary loss	<u>\$ 1,901,050</u>

**(18) PROPERTY TAXES**

The OPLED debt service fund receives taxes that have been levied on real property in Orleans Parish, Louisiana. The taxes are collected by the City of New Orleans and then remitted to OPLED. The taxes are levied on January 1 of the assessment year based upon the assessed value as of the prior August 15. Taxes are due and payable on January 1, the date on which an enforceable lien attaches on the property, and are delinquent on February 1.

**FINANCIAL STATEMENTS  
OF INDIVIDUAL FUNDS**



**COMBINING BALANCE SHEET**  
**PROPRIETARY FUND TYPE - ENTERPRISE FUNDS**  
DECEMBER 31, 1995

	<u>Commissary</u>	<u>Ft. McComb Marina</u>	<u>Community Service Fund</u>	<u>Totals Memorandum Only</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ -	\$ 72,129	\$ 1,768	\$ 73,897
Investments	-	174,292	-	174,292
Inventory	44,055	-	-	44,055
Rent receivable	-	600	-	600
	<u>-</u>	<u>600</u>	<u>-</u>	<u>600</u>
Total assets	<u>\$ 44,055</u>	<u>\$ 247,021</u>	<u>\$ 1,768</u>	<u>\$ 292,844</u>
<b>LIABILITIES:</b>				
Interfund payables	<u>\$ 41,808</u>	<u>\$ 229,232</u>	<u>\$ 6,959</u>	<u>\$ 277,999</u>
Total liabilities	<u>41,808</u>	<u>229,232</u>	<u>6,959</u>	<u>277,999</u>
<b>FUND EQUITY:</b>				
Retained earnings:				
Reserved for inventory	44,055	-	-	44,055
Unreserved	<u>(41,808)</u>	<u>17,789</u>	<u>(5,191)</u>	<u>(29,210)</u>
Total retained earnings	<u>2,247</u>	<u>17,789</u>	<u>(5,191)</u>	<u>14,845</u>
Total fund equity	<u>2,247</u>	<u>17,789</u>	<u>(5,191)</u>	<u>14,845</u>
Total liabilities and fund equity	<u>\$ 44,055</u>	<u>\$ 247,021</u>	<u>\$ 1,768</u>	<u>\$ 292,844</u>

See Auditors' Report

**COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN RETAINED EARNINGS  
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	<u>Commissary</u>	<u>Ft. McComb Marina</u>	<u>Community Service Fund</u>	<u>Totals Memorandum Only</u>
<b><u>REVENUES:</u></b>				
Sales	\$ 1,811,640	\$ -	\$ 201,261	\$ 2,012,901
Less: cost of goods sold	<u>(1,237,588)</u>	<u>-</u>	<u>-</u>	<u>(1,237,588)</u>
Gross profit	574,052	-	201,261	775,313
Rents	-	16,400	-	16,400
Interest	<u>-</u>	<u>9,092</u>	<u>8</u>	<u>9,100</u>
Total revenue	<u>574,052</u>	<u>25,492</u>	<u>201,269</u>	<u>800,813</u>
<b><u>EXPENSES:</u></b>				
Miscellaneous	<u>-</u>	<u>37,982</u>	<u>140,238</u>	<u>178,220</u>
Total expenses	<u>-</u>	<u>37,982</u>	<u>140,238</u>	<u>178,220</u>
Net income before other financing (uses)	574,052	(12,490)	61,031	622,593
<b><u>OTHER FINANCING (USES):</u></b>				
Operating transfers out	<u>(574,607)</u>	<u>-</u>	<u>(60,880)</u>	<u>(635,487)</u>
Net income (loss)	(555)	(12,490)	151	(12,894)
<b><u>RETAINED EARNINGS, BEGINNING</u></b>	<u>2,802</u>	<u>30,279</u>	<u>(5,342)</u>	<u>27,739</u>
<b><u>RETAINED EARNINGS, ENDING</u></b>	<u>\$ 2,247</u>	<u>\$ 17,789</u>	<u>\$ (5,191)</u>	<u>\$ 14,845</u>

**Note:** The General Fund of the Orleans Parish Criminal Sheriff's Office has borne certain operating expenses normally associated with providing the services offered by these enterprise funds. Among those expenses are facility costs, and insurance expense.

See Auditors' Report

**COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN RETAINED EARNINGS  
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>Commissary</u>	<u>Ft. McComb Marina</u>	<u>Community Service Fund</u>	<u>Totals Memorandum Only</u>
<b><u>REVENUES:</u></b>				
Sales	\$ 1,585,279	\$ -	\$ 255,574	\$ 1,840,853
Less: cost of goods sold	<u>(1,057,000)</u>	<u>-</u>	<u>-</u>	<u>(1,057,000)</u>
Gross profit	528,279	-	255,574	783,853
Rents	-	16,000	-	16,000
Interest	<u>-</u>	<u>1,333</u>	<u>-</u>	<u>1,333</u>
Total revenues	<u>528,279</u>	<u>17,333</u>	<u>255,574</u>	<u>801,186</u>
<b><u>EXPENSES:</u></b>				
Miscellaneous	<u>-</u>	<u>53,224</u>	<u>129,397</u>	<u>182,621</u>
Total expenses	<u>-</u>	<u>53,224</u>	<u>129,397</u>	<u>182,621</u>
Net income before other financing (uses)	528,279	(35,891)	126,177	618,565
<b><u>OTHER FINANCING (USES):</u></b>				
Operating transfers out	<u>(555,559)</u>	<u>-</u>	<u>(205,545)</u>	<u>(761,104)</u>
Net income (loss)	(27,280)	(35,891)	(79,368)	(142,539)
<b><u>RETAINED EARNINGS, BEGINNING</u></b>	<u>30,082</u>	<u>66,170</u>	<u>74,026</u>	<u>170,278</u>
<b><u>RETAINED EARNINGS, ENDING</u></b>	<u>\$ 2,802</u>	<u>\$ 30,279</u>	<u>\$ (5,342)</u>	<u>\$ 27,739</u>

**Note:** The General Fund of the Orleans Parish Criminal Sheriff's Office has borne certain operating expenses normally associated with providing the services offered by these enterprise funds. Among those expenses are facility costs, and insurance expense.

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**COMBINING STATEMENT OF CASH FLOWS  
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	<u>Commissary</u>	<u>Ft. McComb Marina</u>	<u>Community Service Fund</u>	<u>Totals Memorandum Only</u>
<b>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:</b>				
Net income (loss)	\$ (555)	\$ (12,490)	\$ 151	\$ (12,894)
Adjustments to reconcile net income (loss) to net cash flows from (used for) operating activities:				
Change in assets and liabilities:				
(Increase) in inventory	(10,347)	-	-	(10,347)
Increase in interfund payables	<u>10,902</u>	<u>45,191</u>	<u>299</u>	<u>56,392</u>
Net cash from operating activities	<u>-</u>	<u>32,701</u>	<u>450</u>	<u>33,151</u>
<b>CASH FLOWS (USED FOR) INVESTING ACTIVITIES:</b>				
Purchase of investments	<u>-</u>	<u>(174,292)</u>	<u>-</u>	<u>(174,292)</u>
Net cash used for investing activities	<u>-</u>	<u>(174,292)</u>	<u>-</u>	<u>(174,292)</u>
Net increase (decrease) in cash and cash equivalents	-	(141,591)	450	(141,141)
Cash and cash equivalents, beginning of year	<u>-</u>	<u>213,720</u>	<u>1,318</u>	<u>215,038</u>
Cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ 72,129</u>	<u>\$ 1,768</u>	<u>\$ 73,897</u>

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Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
May 27, 1996  
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any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal financial assistance programs in the following categories:

Activity Cycles

- \* Revenue/Receipts
- \* Purchases/Disbursements

General Requirements

- \* Political Activity
- \* Civil Rights
- \* Cash Management
- \* Federal Financial Reports
- \* Allowable costs/cost principles
- \* Drug-free Workplace Act
- \* Administrative requirements

Specific Requirements

- \* Types of services allowed or not allowed
- \* Eligibility
- \* Matching, level of effort, or earmarking
- \* Reporting
- \* Cost allocation
- \* Special requirements, where applicable

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the year ended December 31, 1995, the Orleans Parish Criminal Sheriff's Office expended 73.85% of its total federal financial assistance under major federal financial assistance programs.

During the year ended December 31, 1994, the Orleans Parish Criminal Sheriff's Office expended 45.05% of its total federal financial assistance under major federal financial assistance programs.

We performed test of controls, as required by OMB Circular A-128, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we have considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements and amounts claimed or used for matching that are applicable to each of the Orleans Parish Criminal Sheriff Office's major federal financial assistance programs, which are identified in the accompanying Schedule of Federal Financial Assistance. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
May 27, 1996  
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Our consideration of the internal control structure policies and procedures used in administering federal financial assistance would not necessarily disclose all matters in the internal control structure that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a federal financial assistance program 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 structure and its operations that we consider to be material weaknesses as defined above.

However, we noted certain matters involving the internal control structure and its operations that we have reported to the management of the Orleans Parish Criminal Sheriff's Office in a separate letter dated May 27, 1996.

This report is intended for the information of management and those governmental agencies required to receive this report. However, this report is a matter of public record and its distribution is not limited.

May 27, 1996

*Ericksen, Krentel, Canton & LaPorte* JSP

Certified Public Accountants

**Ericksen, Krentel, Canton & LaPorte, L.L.P.**  
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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH THE GENERAL REQUIREMENTS APPLICABLE TO  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

BENJAMIN J. ERICKSEN\*  
FABIO J. CANTON\*  
JAMES E. LAPORTE\*  
RICHARD G. MUELLER  
RONALD H. DAWSON, JR.\*  
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\*PROFESSIONAL CORPORATION

J.V. LECLERE KRENTEL (Ret. 1993)  
RONALD H. ACKERMANN (Ret. 1995)

Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
2800 Gravier Street  
New Orleans, Louisiana 70119

We have audited the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office as of December 31, 1995, including transactions for the two years then ended, and have issued our report thereon dated May 27, 1996.

We have applied procedures to test the Orleans Parish Criminal Sheriff's Office's compliance with the following requirements applicable to its federal financial assistance programs, which are identified in the Schedule of Federal Financial Assistance, for the years ended December 31, 1995 and 1994:

- \* Political Activity
- \* Civil Rights
- \* Cash Management
- \* Federal Financial Reports
- \* Allowable costs/cost principles
- \* Drug-free Workplace Act
- \* Administrative requirements

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments". Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the Orleans Parish Criminal Sheriff's Office's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the Orleans Parish Criminal Sheriff's Office had not complied, in all material respects, with those requirements. Also, the results of our procedures did not disclose any immaterial instances of noncompliance with those requirements.

This report is intended for the information of management and those governmental agencies required to receive this report. However, this report is a matter of public record and its distribution is not limited.

May 27, 1996

*Ericksen, Krentel, Canton & LaPorte* 

Certified Public Accountants

Ericksen, Krentel, Canton & LaPorte, L.L.P.  
CERTIFIED PUBLIC ACCOUNTANTS

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\*PROFESSIONAL CORPORATION

J.V. LECLERE KRENTEL (Ret. 1993)  
RONALD H. ACKERMANN (Ret. 1995)

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
WITH SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
2800 Gravier Street  
New Orleans, Louisiana 70119

We have audited the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office, as of December 31, 1995, including transactions for the two years then ended, and have issued our report thereon dated May 27, 1996.

We have also audited the Orleans Parish Criminal Sheriff's Office's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; cost allocation and special requirements; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs, which are identified in the accompanying Schedules of Federal Financial Assistance for the years ended December 31, 1995 and 1994. The management of the Orleans Parish Criminal Sheriff's Office is responsible for the Orleans Parish Criminal Sheriff's Office's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

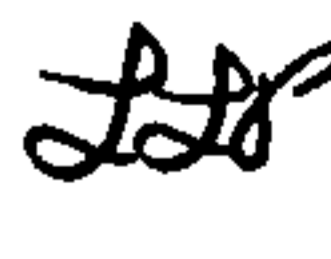
We conducted our audit of compliance with those requirements in accordance with generally accepted auditing standards; the Louisiana Governmental Audit Guide; Government Auditing Standards, issued by the Comptroller General of the United States; and Office of Management and Budget Circular A-128, "Audits of State and Local Governments". Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the Orleans Parish Criminal Sheriff's Office's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures did not disclose any immaterial instances of noncompliance with the requirements referred to above.

In our opinion, the Orleans Parish Criminal Sheriff's Office complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; cost allocation and special requirements; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal financial assistance programs for the years ended December 31, 1995 and 1994.

This report is intended for the information of management and those governmental agencies required to receive this report. However, this report is a matter of public record and its distribution is not limited.

May 27, 1996

*Ericksen, Krentel, Canton & LaPorte*   
Certified Public Accountants



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MANAGEMENT LETTER

May 27, 1996

Chief Michael Geerken  
Orleans Parish Criminal  
Sheriff's Office  
2800 Gravier Street  
New Orleans, Louisiana 70119

In planning and performing our audit of the financial statements of the Orleans Parish Criminal Sheriff's Office for the year ended December 31, 1995, we considered the Office's internal control structure to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control structure.

However, during our audit we became aware of several matters that are opportunities for strengthening internal controls and operating efficiency. The memorandum that accompanies this letter summarizes our comments and suggestions regarding those matters. We previously reported on the Office's internal control structure in our report dated May 27, 1996. This letter does not affect our report dated May 27, 1996, on the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office.

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and suggestions with various office personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

Sincerely,

*Ericksen, Krentel, Canton & LaPorte LLP*

Certified Public Accountants

Chief Michael Geerken  
Orleans Parish Criminal  
Sheriff's Office  
May 27, 1996  
Page 2

MANAGEMENT LETTER POINTS

Accounting Manual

We noted that the Office does not have a complete accounting procedures manual. We suggest that the Office commit to complete the manual and assign specific individuals the task of completing the manual. We would also suggest that the Office's organization chart be reviewed during this process to make certain that any recent changes in operation are reflected therein.

CAO's Response:

We realize the importance of an accounting procedures manual. We are presently meeting on a weekly basis and expect to revise the existing draft and complete our accounting procedures manual before the end of 1996.

Accounts Payable Invoice Processing

Due to the locations of the various prison facilities, deliveries for goods and other merchandise cannot be made to a central location. This situation was further exacerbated as a result of the May 1995 flood which caused a reduction in the number of receiving sites available to the Orleans Parish Criminal Sheriff's Office. As a result, delays are encountered in obtaining receiving reports. This increases the time to complete the documentation necessary before an invoice can be authorized for payment.

We recommend a more efficient use of the electronic data processing system to improve this situation. Some portions of the ordering and receiving functions can now be done electronically. By further utilizing the accounting software, the Office can reduce the amount of paper work necessary to requisition, order and receive goods and other merchandise and speed up the entire purchasing process.

CAO's Response:

We have now begun to let selected departments requisition and order goods and other merchandise electronically. After the initial trial period we will begin to phase in the other departments of the Office.

Chief Michael Geerken  
Orleans Parish Criminal  
Sheriff's Office  
May 27, 1996  
Page 3

**Grants**

The Office receives grants from several governmental agencies. Currently, the office has a grant coordinator responsible for monitoring compliance with applicable grants. However, we noted that one of the grants continues to compile its own data and file reports which are not reviewed by the grant coordinator. We recommend that the grant coordinator also monitor this grant to ensure that all grant requirements are being administered properly. Additionally, the grant coordinator should provide the accounting department with copies of all grant reports so that they can verify reported expenditures and record a receivable from each grant program.

**CAO's Response:**

We concur with your observation and recommendation. The grant supervisor has been advised of the situation and is now reviewing all grants for compliance. He will also provide a copy of his report to the controller each month.

**COMBINING STATEMENT OF CASH FLOWS  
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>Commissary</u>	<u>Ft. McComb Marina</u>	<u>Community Service Fund</u>	<u>Totals Memorandum Only</u>
<b>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:</b>				
Net income (loss)	\$ (27,280)	\$ (35,891)	\$ (79,368)	\$ (142,539)
Adjustments to reconcile net income (loss) to net cash flows from (used for) operating activities:				
Change in assets and liabilities:				
(Increase) in rent receivable	-	(900)	-	(900)
Decrease in interfund receivables	30,906	-	72,529	103,435
Increase in inventory	(3,626)	-	-	(3,626)
Increase in interfund payables	-	53,224	6,775	59,999
Net cash from (used for) operating activities	-	16,433	(64)	16,369
Net increase (decrease) in cash and cash equivalents	-	16,433	(64)	16,369
Cash and cash equivalents, beginning of year	-	197,287	1,382	198,669
Cash and cash equivalents, end of year	<u>\$ -</u>	<u>\$ 213,720</u>	<u>\$ 1,318</u>	<u>\$ 215,038</u>

See Auditors' Report

**COMBINING BALANCE SHEET**  
**PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS**  
DECEMBER 31, 1995

	<u>Fines and Fees</u>	<u>Self- Insurance Fund</u>	<u>Totals Memorandum Only</u>
<b><u>ASSETS:</u></b>			
Cash and cash equivalents	\$ 6,158	\$ 3,123,659	\$ 3,129,817
Interest receivable	-	71,335	71,335
Interfund receivables	9,313	319,000	328,313
Other receivables	1,562	-	1,562
Investments	-	<u>11,200,431</u>	<u>11,200,431</u>
Total assets	<u>\$ 17,033</u>	<u>\$ 14,714,425</u>	<u>\$ 14,731,458</u>
<b><u>LIABILITIES:</u></b>			
Claims and judgments	<u>\$ -</u>	<u>\$ 13,175,000</u>	<u>\$ 13,175,000</u>
Total liabilities	<u>-</u>	<u>13,175,000</u>	<u>13,175,000</u>
<b><u>FUND EQUITY:</u></b>			
Retained earnings:			
Reserved for claims and judgments	-	1,539,425	1,539,425
Unreserved	<u>17,033</u>	<u>-</u>	<u>17,033</u>
Total retained earnings	<u>17,033</u>	<u>1,539,425</u>	<u>1,556,458</u>
Total fund equity	<u>17,033</u>	<u>1,539,425</u>	<u>1,556,458</u>
Total liabilities and fund equity	<u>\$ 17,033</u>	<u>\$ 14,714,425</u>	<u>\$ 14,731,458</u>

See Auditors' Report

**COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN RETAINED EARNINGS -  
PROPRIETARY FUND TYPES - INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	<u>Fines and Fees</u>	<u>Self- Insurance Fund</u>	<u>Totals Memorandum Only</u>
<b><u>REVENUES:</u></b>			
Fines and costs (net)	\$ 17,833	\$ -	\$ 17,833
Interest income	-	633,371	633,371
Insurance revenues	-	2,151,486	2,151,486
Realized (loss) on investment sales	-	(19,831)	(19,831)
Total revenues	<u>17,833</u>	<u>2,765,026</u>	<u>2,782,859</u>
<b><u>EXPENSES:</u></b>			
Claims and judgments	-	2,151,486	2,151,486
Trustee fees	-	30,449	30,449
Miscellaneous	<u>5,352</u>	<u>-</u>	<u>5,352</u>
Total expenses	<u>5,352</u>	<u>2,181,935</u>	<u>2,187,287</u>
Net income (before other financing uses)	12,481	583,091	595,572
<b><u>OTHER FINANCING USES:</u></b>			
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Net income	12,481	583,091	595,572
<b><u>RETAINED EARNINGS, BEGINNING</u></b>	<u>4,552</u>	<u>956,334</u>	<u>960,886</u>
<b><u>RETAINED EARNINGS, ENDING</u></b>	<u>\$ 17,033</u>	<u>\$ 1,539,425</u>	<u>\$ 1,556,458</u>

See Auditors' Report

**COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN RETAINED EARNINGS -  
PROPRIETARY FUND TYPES - INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>Fines and Fees</u>	<u>Self- Insurance Fund</u>	<u>Totals Memorandum Only</u>
<b><u>REVENUES:</u></b>			
Fines and costs (net)	\$ 17,206	\$ -	\$ 17,206
Interest income	-	389,647	389,647
Insurance revenues	-	5,081,609	5,081,609
Total revenues	<u>17,206</u>	<u>5,471,256</u>	<u>5,488,462</u>
<b><u>EXPENSES:</u></b>			
Claims and judgments	-	5,061,609	5,061,609
Trustee fees	-	29,620	29,620
Total expenses	<u>-</u>	<u>5,091,229</u>	<u>5,091,229</u>
Net income before other financing uses	17,206	380,027	397,233
<b><u>OTHER FINANCING USES:</u></b>			
Operating transfers out	<u>(32,717)</u>	<u>-</u>	<u>(32,717)</u>
Net income	(15,511)	380,027	364,516
<b><u>RETAINED EARNINGS, BEGINNING</u></b>	<u>20,063</u>	<u>576,307</u>	<u>596,370</u>
<b><u>RETAINED EARNINGS, ENDING</u></b>	<u>\$ 4,552</u>	<u>\$ 956,334</u>	<u>\$ 960,886</u>

See Auditors' Report

**COMBINING STATEMENT OF CASH FLOWS  
 PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 1995**

	<u>Fines and Fees</u>	<u>Self- Insurance Fund</u>	<u>Totals Memorandum Only</u>
<b><u>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:</u></b>			
Net income	\$ 12,481	\$ 583,091	\$ 595,572
Adjustments to reconcile net income to net cash flows from operating activities:			
Loss on investment sales	-	19,830	19,830
Changes in assets and liabilities:			
Decrease in interest receivable	-	31,799	31,799
(Increase) decrease in interfund receivable	(10,875)	2,881,000	2,870,125
Increase in claims and judgements	-	319,000	319,000
	<u>1,606</u>	<u>3,834,720</u>	<u>3,836,326</u>
Net cash from operating activities			
<b><u>CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES:</u></b>			
Proceeds from sale of investments	-	17,134,003	17,134,003
Purchase of investments	-	(20,166,752)	(20,166,752)
	<u>-</u>	<u>(3,032,749)</u>	<u>(3,032,749)</u>
Net cash (used for) investing activities			
Net increase in cash and cash equivalents	1,606	801,971	803,577
Cash and cash equivalents, beginning of year	4,552	2,321,688	2,326,240
Cash and cash equivalents, end of year	<u>\$ 6,158</u>	<u>\$ 3,123,659</u>	<u>\$ 3,129,817</u>

See Auditors' Report



**COMBINING STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUND TYPE - INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>Fines and Fees</u>	<u>Self- Insurance Fund</u>	<u>Totals Memorandum Only</u>
<b><u>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:</u></b>			
Net income (loss)	\$ (15,511)	\$ 380,027	\$ 364,516
Adjustments to reconcile net income (loss) to net cash flows from (used for) operating activities:			
Changes in assets and liabilities:			
Increase in interest receivable	-	(77,337)	(77,337)
(Increase) in interfund receivables	12,476	(904,000)	(891,524)
Increase in claims and judgements	-	3,200,000	3,200,000
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net cash from (used for) operating activities	<u>(3,035)</u>	<u>2,598,690</u>	<u>2,595,655</u>
<b><u>CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES:</u></b>			
Proceeds from sale of investments	-	3,596,795	3,596,795
Purchase of investments	-	(3,879,658)	(3,879,658)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net cash (used for) investing activities	<u>                    </u>	<u>(282,863)</u>	<u>(282,863)</u>
Net increase (decrease) in cash and cash equivalents	(3,035)	2,315,827	2,312,792
Cash and cash equivalents, beginning of year	<u>7,587</u>	<u>5,861</u>	<u>13,448</u>
Cash and cash equivalents, end of year	<u>\$ 4,552</u>	<u>\$ 2,321,688</u>	<u>\$ 2,326,240</u>

See Auditors' Report

**COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES**  
**DECEMBER 31, 1995**

	<u>Agency Funds</u>		
	<u>Restitution</u>	<u>Criminal Justice</u>	<u>Property Room</u>
<b>ASSETS:</b>			
Cash	\$ -	\$ 100	\$ 106,563
Interest receivable	-	-	-
Interfund receivables	-	-	176,539
Investments	-	-	-
Loans outstanding	-	-	-
Deposits	-	-	-
Total assets	<u>\$ -</u>	<u>\$ 100</u>	<u>\$ 283,102</u>
<b>LIABILITIES:</b>			
Accounts payable	\$ -	\$ -	\$ -
Savings accounts	-	-	-
Due to others	-	-	283,102
Prepaid pension contributions	-	-	-
Interfund payables	-	100	-
Total liabilities	<u>-</u>	<u>100</u>	<u>283,102</u>
<b>FUND EQUITY:</b>			
Fund balances:			
Reserved for elderly victim	-	-	-
Reserved for credit union	-	-	-
Reserved for employee pension	-	-	-
Unreserved:			
Designated for defined benefit pension plan	-	-	-
Undesignated	-	-	-
Total fund equity	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ -</u>	<u>\$ 100</u>	<u>\$ 283,102</u>

See Auditors' Report

COMBINING BALANCE SHEET - FIDUCIARY FUND TYPES  
DECEMBER 31, 1995

Thanksgiving Fund	Expendable Trust Funds			Pension Trust		Totals Memorandum Only
	Elderly Victim	Benevolent Fund	Credit Union	Pension Trust I	Pension Trust II	
\$ 12,458	\$ 36,674	\$ 2,126	\$ 486,889	\$ 75,938	\$ -	\$ 720,748
-	-	-	3,972	185,936	107,522	297,430
-	2,038	-	-	-	-	178,577
-	478,059	-	392,224	22,845,363	13,263,010	36,978,656
-	-	-	1,497,402	-	-	1,497,402
-	-	-	15,569	-	-	15,569
<u>\$ 12,458</u>	<u>\$ 516,771</u>	<u>\$ 2,126</u>	<u>\$ 2,396,056</u>	<u>\$ 23,107,237</u>	<u>\$ 13,370,532</u>	<u>\$ 39,688,382</u>
-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	1,680,175	-	-	1,680,175
-	-	-	-	-	-	283,102
-	-	-	-	2,396,884	-	2,396,884
14,407	-	-	-	-	-	14,507
<u>14,407</u>	<u>-</u>	<u>-</u>	<u>1,680,175</u>	<u>2,396,884</u>	<u>-</u>	<u>4,374,668</u>
-	516,771	-	-	-	-	516,771
-	-	-	715,881	-	-	715,881
-	-	-	-	20,710,353	-	20,710,353
-	-	-	-	-	13,370,532	13,370,532
(1,949)	-	2,126	-	-	-	177
<u>(1,949)</u>	<u>516,771</u>	<u>2,126</u>	<u>715,881</u>	<u>20,710,353</u>	<u>13,370,532</u>	<u>35,313,714</u>
<u>\$ 12,458</u>	<u>\$ 516,771</u>	<u>\$ 2,126</u>	<u>\$ 2,396,056</u>	<u>\$ 23,107,237</u>	<u>\$ 13,370,532</u>	<u>\$ 39,688,382</u>

See Auditors' Report

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - EXPENDABLE TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	<u>Thanksgiving Fund</u>	<u>Elderly Victim</u>	<u>Benevolent Fund</u>	<u>Credit Union</u>	<u>Totals Memorandum Only</u>
<b>REVENUES:</b>					
Inmate payments	\$ -	\$ 32,011	\$ -	\$ -	\$ 32,011
Interest income	199	24,971	35	279,903	305,108
Fees and charges	-	-	-	16,342	16,342
Employee contributions	-	-	24	-	24
Miscellaneous	<u>250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>250</u>
Total revenues	<u>449</u>	<u>56,982</u>	<u>59</u>	<u>296,245</u>	<u>353,735</u>
<b>EXPENDITURES:</b>					
Interest	-	-	-	106,399	106,399
Insurance, credit reports, etc.	-	-	-	9,284	9,284
Miscellaneous	<u>14,407</u>	<u>441</u>	<u>-</u>	<u>-</u>	<u>14,848</u>
Total expenditures	<u>14,407</u>	<u>441</u>	<u>-</u>	<u>115,683</u>	<u>130,531</u>
Excess (deficiency) of revenues over expenditures	(13,958)	56,541	59	180,562	223,204
<b>FUND BALANCE, BEGINNING</b>	<u>12,009</u>	<u>460,230</u>	<u>2,067</u>	<u>535,319</u>	<u>1,009,625</u>
<b>FUND BALANCE, ENDING</b>	<u>\$ (1,949)</u>	<u>\$ 516,771</u>	<u>\$ 2,126</u>	<u>\$ 715,881</u>	<u>\$ 1,232,829</u>

See Auditors' Report

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - EXPENDABLE TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>Thanksgiving Fund</u>	<u>Elderly Victim</u>	<u>Benevolent Fund</u>	<u>Credit Union</u>	<u>Totals Memorandum Only</u>
<b>REVENUES:</b>					
Inmate payments	\$ -	\$ 26,913	\$ -	\$ -	\$ 26,913
Interest income	42	16,812	14	243,943	260,811
Fees and charges	-	-	-	20,657	20,657
Employee contributions	-	-	120	-	120
Miscellaneous	<u>5,192</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,192</u>
Total revenues	<u>5,234</u>	<u>43,725</u>	<u>134</u>	<u>264,600</u>	<u>313,693</u>
<b>EXPENDITURES:</b>					
Interest	-	-	-	87,063	87,063
Miscellaneous	<u>-</u>	<u>340</u>	<u>323</u>	<u>9,822</u>	<u>10,485</u>
Total expenditures	<u>-</u>	<u>340</u>	<u>323</u>	<u>96,885</u>	<u>97,548</u>
Excess (deficiency) of revenues over expenditures	5,234	43,385	(189)	167,715	216,145
<b>FUND BALANCE, BEGINNING</b>	<u>6,775</u>	<u>416,845</u>	<u>2,256</u>	<u>367,604</u>	<u>793,480</u>
<b>FUND BALANCE, ENDING</b>	<u>\$ 12,009</u>	<u>\$ 460,230</u>	<u>\$ 2,067</u>	<u>\$ 535,319</u>	<u>\$ 1,009,625</u>

See Auditors' Report

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN FUND BALANCE - PENSION TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	<u>Pension Trust I</u>	<u>Pension Trust II</u>	<u>Totals Memorandum Only</u>
<b><u>REVENUES:</u></b>			
Interest income	\$ 1,246,123	\$ 699,670	\$ 1,945,793
Pension contributions	2,289,443	-	2,289,443
Realized gain on investment sales	24,369	4,899	29,268
Unrealized gain on investments	<u>573,425</u>	<u>386,463</u>	<u>959,888</u>
Total revenues	<u>4,133,360</u>	<u>1,091,032</u>	<u>5,224,392</u>
<b><u>EXPENSES:</u></b>			
Trustee fees	88,070	40,322	128,392
Pension payments	<u>2,474,916</u>	<u>-</u>	<u>2,474,916</u>
Total expenses	<u>2,562,986</u>	<u>40,322</u>	<u>2,603,308</u>
Net income	1,570,374	1,050,710	2,621,084
<b><u>FUND BALANCE, BEGINNING</u></b>	<u>19,139,979</u>	<u>12,319,822</u>	<u>31,459,801</u>
<b><u>FUND BALANCE, ENDING</u></b>	<u>\$ 20,710,353</u>	<u>\$ 13,370,532</u>	<u>\$ 34,080,885</u>

See Auditors' Report

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES  
IN FUND BALANCE - PENSION TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>Pension Trust I</u>	<u>Pension Trust II</u>	<u>Totals Memorandum Only</u>
<b><u>REVENUES:</u></b>			
Interest income	\$ 1,119,757	\$ 613,403	\$ 1,733,160
Pension contributions	3,226,961	-	3,226,961
Realized (loss) on investment sales	(98,574)	(38,605)	(137,179)
Unrealized (loss) on investments	<u>(667,101)</u>	<u>(382,229)</u>	<u>(1,049,330)</u>
Total revenues	<u>3,581,043</u>	<u>192,569</u>	<u>3,773,612</u>
<b><u>EXPENSES:</u></b>			
Trustee fees	65,304	39,132	104,436
Pension payments	<u>2,649,422</u>	<u>-</u>	<u>2,649,422</u>
Total expenses	<u>2,714,726</u>	<u>39,132</u>	<u>2,753,858</u>
Net income	866,317	153,437	1,019,754
<b><u>FUND BALANCE, BEGINNING</u></b>	<u>18,273,662</u>	<u>12,166,385</u>	<u>30,440,047</u>
<b><u>FUND BALANCE, ENDING</u></b>	<u>\$ 19,139,979</u>	<u>\$ 12,319,822</u>	<u>\$ 31,459,801</u>

See Auditors' Report

**COMBINING STATEMENT OF CASH FLOWS  
PENSION TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1995**

	<u>Pension Trust I</u>	<u>Pension Trust II</u>	<u>Totals</u>
<b>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:</b>			
Net income	\$ 1,570,374	\$ 1,050,710	\$ 2,621,084
Adjustments to reconcile net income to net cash flows from operating activities:			
Changes in assets and liabilities:			
Decrease in interest receivable	36,198	19,886	56,084
(Increase) in investments	(1,203,331)	(1,070,596)	(2,273,927)
(Decrease) in prepaid pension costs	<u>(404,892)</u>	<u>-</u>	<u>(404,892)</u>
Net cash from (used for) operating activities	<u>(1,651)</u>	<u>-</u>	<u>(1,651)</u>
Net (decrease) in cash and cash equivalents	(1,651)	-	(1,651)
Cash and cash equivalents, beginning of year	<u>77,589</u>	<u>-</u>	<u>77,589</u>
Cash and cash equivalents, end of year	<u>\$ 75,938</u>	<u>\$ -</u>	<u>\$ 75,938</u>

See Auditors' Report



**COMBINING STATEMENT OF CASH FLOWS  
PENSION TRUST FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 1994**

	<u>Pension Trust I</u>	<u>Pension Trust II</u>	<u>Totals</u>
<b>CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:</b>			
Net income	\$ 866,317	\$ 153,437	\$ 1,019,754
Adjustments to reconcile net income to net cash flows from operating activities:			
Changes in assets and liabilities:			
(Increase) in interest receivable	(99,264)	(69,441)	(168,705)
(Increase) in investments	(67,950)	(84,279)	(152,229)
(Decrease) in prepaid pension costs	<u>(777,420)</u>	<u>-</u>	<u>(777,420)</u>
Net cash (used for) operating activities	<u>(78,317)</u>	<u>(283)</u>	<u>(78,600)</u>
Net (decrease) in cash and cash equivalents	(78,317)	(283)	(78,600)
Cash and cash equivalents, beginning of year	<u>155,906</u>	<u>283</u>	<u>156,189</u>
Cash and cash equivalents, end of year	<u>\$ 77,589</u>	<u>\$ -</u>	<u>\$ 77,589</u>

See Auditors' Report

SUPPLEMENTAL INFORMATION

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RONALD H. ACKERMANN (Ret. 1995)

**INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF FEDERAL  
FINANCIAL ASSISTANCE**

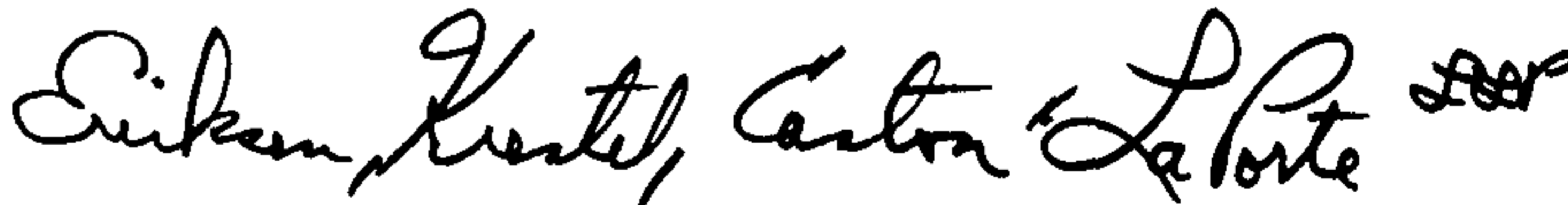
Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
2800 Gravier Street  
New Orleans, Louisiana 70119

We have audited the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office as of December 31, 1995, including transactions for the two years then ended, and have issued our report thereon dated May 27, 1996. These general purpose financial statements are the responsibility of the Orleans Parish Criminal Sheriff's Office's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, the Louisiana Governmental Audit Guide, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A, "Audits of State and Local Governments". Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office taken as a whole. The accompanying Schedules "1" and "2" of federal financial assistance are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. The information in these schedules has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

May 27, 1996



Certified Public Accountants

**SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED DECEMBER 31, 1995**

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Disbursements/ Expenditures</u>
<b><u>U.S. Department of Justice</u></b>			
National Institute of Justice Drug Use Forecasting System	16.560	94-IJ-R-014	\$ 31,581
Louisiana Commission on Law Enforcement and Administration of Criminal Justice House Arrest Program	16.579	93-B9-B.2-0076	<u>101,387</u> 132,968
<b><u>U.S. Department of Agriculture</u></b>			
Louisiana Department of Agriculture Food Distribution Program	10.550	-	142,700
Louisiana Department of Education National School Lunch Program	10.555	-	275,407
School Breakfast Program	10.553	-	<u>151,098</u> 569,205
<b><u>Department of Health and Human Services</u></b>			
Louisiana Department of Health and Hospitals, Office of Alcohol and Drug Abuse Cooperative Agreements for Drug Abuse Treatment Improvement Projects in Target Cities	93.196	53393	63,479
<b><u>Federal Emergency Management Agency</u></b>			
Disaster Assistance	83.516		<u>2,162,140</u> *
			<u>\$2,927,792</u>

\* Major Program

**SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED DECEMBER 31, 1994**

<u>Federal Grantor/ Pass-through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Disbursements/ Expenditures</u>
<b><u>U.S. Department of Justice</u></b>			
National Institute of Justice Drug Use Forecasting System	16.560	94-IJ-R-014	\$ 28,235
Louisiana Commission on Law Enforcement and Administration of Criminal Justice House Arrest Program	16.579	91-B9-B.2-0377	59,845
Live-Scan Fingerprint System	16.579	93-B9-B.15-0057	<u>68,326</u>
			156,406
<b><u>U.S. Department of Agriculture</u></b>			
Louisiana Department of Agriculture Food Distribution Program	10.550	-	60,453
Louisiana Department of Education National School Lunch Program	10.555	-	323,836 *
School Breakfast Program	10.553	-	<u>178,192</u>
			<u>562,481</u>
			<u>\$ 718,887</u>

\* Major Program

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL  
STRUCTURE BASED ON AN AUDIT OF GENERAL PURPOSE  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
2800 Gravier Street  
New Orleans, Louisiana 70119

We have audited the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office as of December 31, 1995, including transactions for the two years then ended, and have issued our report thereon dated May 27, 1996.

We have conducted our audit in accordance with generally accepted auditing standards, the Louisiana Governmental Audit Guide, and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

The management of the Orleans Parish Criminal Sheriff's Office is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office, for the year ended December 31, 1995, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing an opinion on the general purpose financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the entity's ability to record, process, summarize, and report financial data consistent with the assertions of management in the general purpose financial statements.

Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
May 27, 1996  
Page 2

The reportable conditions noted are as follows:

1. Payroll cash account

Condition:

The reconciliation of the payroll bank account is not being performed on a timely basis. Failure to reconcile this bank account on a timely basis is not consistent with the internal control objectives of the Orleans Parish Criminal Sheriff's Office.

Management's response:

The controller has been notified and will monitor the situation.

2. Employee retirement plan distributions

Condition:

Generally, no distributions are allowed from the Plan unless the Plan Administrator is furnished a written notarized statement by the Participant and the Participant's spouse or a similar statement witnessed by the Plan Representative of their consent to receive distribution. We noted that occasionally the spousal consent was not obtained prior to distributions.

Management's response:

The appropriate employees have been notified of the requirement and will not process any distribution checks without the proper consent.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose 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.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, we believe none of the reportable conditions described above is a material weakness.

We also noted other matters involving the internal control structure and its operation that we have reported to the management of the Orleans Parish Criminal Sheriff's Office in a separate letter dated May 27, 1996.

This report is intended for the information of management and those governmental agencies required to receive this report. However, this report is a matter of public record and its distribution is not limited.

May 27, 1996

*Erickson, Krentel, Canton & LaPorte* JSP

Certified Public Accountants

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE  
BASED ON AN AUDIT OF GENERAL PURPOSE  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
2800 Gravier Street  
New Orleans, Louisiana 70119

We have audited the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office as of December 31, 1995, including transactions for the two years then ended, and have issued our report thereon dated May 27, 1996.

We conducted our audit in accordance with generally accepted auditing standards, the Louisiana Governmental Audit Guide, and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Orleans Parish Criminal Sheriff's Office, is the responsibility of the Orleans Parish Criminal Sheriff's Office's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the Orleans Parish Criminal Sheriff's Office's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the general purpose financial statements was not to provide an opinion on overall compliance with such provisions. 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.

This report is intended for the information of management and those governmental agencies required to receive this report. However, this report is a matter of public record and its distribution is not limited.

May 27, 1996



Certified Public Accountants



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**INDEPENDENT AUDITORS' REPORT ON THE INTERNAL  
CONTROL STRUCTURE USED IN ADMINISTERING  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

Charles C. Foti, Jr.  
Orleans Parish Criminal Sheriff  
2800 Gravier Street  
New Orleans, Louisiana 70119

We have audited the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office as of December 31, 1995, including transactions for the two years then ended, and have issued our report thereon dated May 27, 1996. We have also audited the compliance of the Orleans Parish Criminal Sheriff Office's requirements applicable to major federal financial assistance programs and have issued our report thereon dated May 27, 1996.

We conducted our audits in accordance with generally accepted auditing standards; the Louisiana Governmental Audit Guide; Government Auditing Standards, issued by the General of the United States; and Office of Management and Budget (OMB) Circular A-128, "Audits of State and Local Governments". Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement and about whether the Orleans Parish Criminal Sheriff's Office complied with laws and regulations, noncompliance with which would be material to a major federal financial assistance program.

In planning and performing our audits for the year ended December 31, 1995, including transactions for the two years then ended, we considered the internal control structure of the Orleans Parish Criminal Sheriff's Office in order to determine our auditing procedures for the purpose of expressing our opinions on the general purpose financial statements of the Orleans Parish Criminal Sheriff's Office and on the compliance of the Orleans Parish Criminal Sheriff's Office with requirements applicable to major programs and to report on the internal control structure in accordance with OMB Circular A-128. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal financial assistance programs. We have addressed internal control structure policies and procedures relevant to our audit of the general purpose financial statements in a separate report dated May 27, 1996.

The management of the Orleans Parish Criminal Sheriff's Office is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles, and that federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of