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**GENERAL PURPOSE FINANCIAL STATEMENTS
AND INDEPENDENT AUDITORS' REPORT**

CALCASIEU PARISH SHERIFF

June 30, 1997

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

Release Date FEB 25 1998

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INDEPENDENT AUDITORS' REPORT

Honorable Wayne F. McElveen
Calcasieu Parish Sheriff
Lake Charles, Louisiana

We have audited the accompanying general purpose financial statements of the Calcasieu Parish Sheriff, a component unit of the Calcasieu Parish Police Jury, as of and for the year ended June 30, 1997. These general purpose financial statements are the responsibility of the Calcasieu Parish Sheriff'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, 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. 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 in the first paragraph present fairly, in all material respects, the financial position of the Calcasieu Parish Sheriff as of June 30, 1997, and the results of its operations and cash flows of its proprietary and similar trust fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated December 23, 1997 on our consideration of the Calcasieu Parish Sheriff's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the general purpose financial statements.

Honorable Wayne F. McElveen
Calcasieu Parish Sheriff
Page 2

The combining and individual fund and 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 Calcasieu Parish Sheriff. 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 presented in all material respects in relation to the general purpose financial statements taken as a whole.

Rangley, Williams & Co., LLC

Lake Charles, LA
December 23, 1997

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 ALL FUND TYPES AND ACCOUNT GROUPS
 COMBINED BALANCE SHEET
 June 30, 1997

GOVERNMENTAL
 FUND TYPES

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECT
ASSETS				
Cash and cash equivalents	\$ 13,761,999	\$ 683,646	\$ 25,544	\$ 2,448,274
Investments	0	0	654,767	0
Receivables	1,783,740	47,251	0	0
Due from other funds	83,214	0	0	0
Inventory	91,682	0	0	0
Fixed assets - net of accumulated depreciation	0	0	0	0
Amount to be provided for retirement of bonds	0	0	0	0
Amount to be provided for retirement and compensated absences payable	0	0	0	0
TOTAL ASSETS	\$ 15,720,635	\$ 730,897	\$ 680,311	\$ 2,448,274
LIABILITIES				
Accounts payable and accrued liabilities	\$ 212,744	\$ 105	\$ 0	\$ 0
Due to other funds	0	0	0	83,214
Compensated absences payable	0	0	0	0
Due to taxing bodies and other	0	0	0	0
Revenue bonds payable	0	0	0	0
Estimated health claims liability	0	0	0	0
Total Liabilities	212,744	105	0	83,214
FUND EQUITY				
Contributed capital	0	0	0	0
Investment in general fixed assets	0	0	0	0
Retained earnings	0	0	0	0
Fund balance				
Reserved for insurance liability	500,000	0	0	0
Unreserved - designated	3,350,000	0	680,311	2,365,060
Unreserved - undesignated	11,657,891	730,792	0	0
Total Fund Equity	15,507,891	730,792	680,311	2,365,060
TOTAL LIABILITIES AND FUND EQUITY	\$ 15,720,635	\$ 730,897	\$ 680,311	\$ 2,448,274

The accompanying notes are an integral part of this statement.

PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPE		ACCOUNT GROUPS		TOTAL (MEMORANDUM)
ENTERPRISE	INTERNAL SERVICE	AGENCY	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT		
\$ 246,997	\$ 2,917,859	\$ 1,809,471	\$ 0	\$ 0	\$	21,893,790
0	0	727,671	0	0		1,382,438
0	0	0	0	0		1,830,991
0	0	4,267	0	0		87,481
79,660	0	0	0	0		171,342
48,552	0	0	24,014,345	0		24,062,897
0	0	0	0	12,890,000		12,890,000
0	0	0	0	436,582		436,582
\$ 375,209	\$ 2,917,859	\$ 2,541,409	\$ 24,014,345	\$ 13,326,582	\$	62,755,521
\$ 30,520	\$ 0	\$ 0	\$ 0	\$ 0	\$	243,369
4,267	0	0	0	0		87,481
0	0	0	0	436,582		436,582
0	0	2,541,409	0	0		2,541,409
0	0	0	0	12,890,000		12,890,000
0	517,535	0	0	0		517,535
34,787	517,535	2,541,409	0	13,326,582		16,716,376
0	1,000,000	0	0	0		1,000,000
0	0	0	24,014,345	0		24,014,345
340,422	1,400,324	0	0	0		1,740,746
0	0	0	0	0		500,000
0	0	0	0	0		6,395,371
0	0	0	0	0		12,388,683
340,422	2,400,324	0	24,014,345	0		46,039,145
\$ 375,209	\$ 2,917,859	\$ 2,541,409	\$ 24,014,345	\$ 13,326,582	\$	62,755,521

CALCASIEU PARISH SHERIFF
Lake Charles, Louisiana
GOVERNMENTAL FUND TYPE
COMBINED STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 1997

	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECT FUND	TOTAL (MEMORANDUM ONLY)
REVENUES					
Ad valorem taxes	\$ 9,545,354	\$ 0	\$ 0	\$ 0	\$ 9,545,354
Intergovernmental	2,022,441	79,809	0	0	2,102,250
Commissions, fees and charges	4,264,359	366,505	0	0	4,630,864
Interest	668,818	28,885	19,452	277,593	994,748
Other	1,679,627	0	0	1,000,000	2,679,627
Sales taxes	7,112,704	0	0	0	7,112,704
Total revenues	25,293,303	475,199	19,452	1,277,593	27,065,547
EXPENDITURES					
Current					
General government	532,884	0	20,971	0	553,855
Public safety	16,860,813	354,053	0	0	17,214,866
Capital outlay	2,448,831	59,753	0	9,458,591	11,967,175
Interest and fiscal charges	0	0	927,094	0	927,094
Total expenditures	19,842,528	413,806	948,065	9,458,591	30,662,990
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,450,775	61,393	(928,613)	(8,180,998)	(3,597,443)
OTHER FINANCING SOURCES (USES)					
Operating transfers in	82,528	0	3,065,436	0	3,147,964
Operating transfers out	(4,807,155)	0	(967,909)	0	(5,775,064)
Revenue bond proceeds	0	0	8,390,000	0	8,390,000
Revenue bond payments	0	0	(9,000,000)	0	(9,000,000)
Total other financing sources (uses)	(4,724,627)	0	1,487,527	0	(3,237,100)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	726,148	61,393	558,914	(8,180,998)	(6,834,543)
FUND BALANCE - BEGINNING	14,781,743	669,399	121,397	10,546,058	26,118,597
FUND BALANCE - ENDING	\$ 15,507,891	\$ 730,792	\$ 680,311	\$ 2,365,060	\$ 19,284,054

The accompanying notes are an integral part of this statement.

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 GOVERNMENTAL FUND TYPE - GENERAL AND
 SPECIAL REVENUE FUNDS
 COMBINED STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS)
 AND ACTUAL
 For the Year Ended June 30, 1997

	GENERAL FUND		VARIANCE FAVORABLE (UNFAVORABLE)
	BUDGET	ACTUAL	
REVENUES			
Ad valorem taxes	\$ 9,525,000	\$ 9,545,354	\$ 20,354
Intergovernmental	0	2,022,441	2,022,441
Commissions, fees and charges	5,232,657	4,264,359	(968,298)
Interest	680,000	668,818	(11,182)
Other	1,731,140	1,679,627	(51,513)
Sales taxes	6,500,000	7,112,704	612,704
Total revenues	23,668,797	25,293,303	1,624,506
EXPENDITURES			
Current			
General government	557,332	532,884	24,448
Public safety	22,826,910	16,860,813	5,966,097
Capital outlay	318,600	2,448,831	(2,130,231)
Total expenditures	23,702,842	19,842,528	3,860,314
EXCESS OF REVENUES OVER EXPENDITURES	(34,045)	5,450,775	5,484,820
OTHER FINANCING SOURCES (USES)			
Operating transfers in	0	82,528	82,528
Operating transfers out	0	(4,807,155)	(4,807,155)
Total other financing sources (uses)	0	(4,724,627)	(4,724,627)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	(34,045)	726,148	760,193
FUND BALANCE - BEGINNING	14,781,743	14,781,743	0
FUND BALANCE - ENDING	\$ 14,747,698	\$ 15,507,891	\$ 760,193

The accompanying notes are an integral part of this statement.

SPECIAL REVENUE FUNDS			VARIANCE
BUDGET	ACTUAL	FAVORABLE (UNFAVORABLE)	
\$ 0	\$ 0	\$	0
64,209	79,809		15,600
381,940	366,505		(15,435)
28,445	28,885		440
0	0		0
0	0		0
474,594	475,199		605
0	0		0
401,796	354,053		47,743
0	59,753		(59,753)
401,796	413,806		(12,010)
72,798	61,393		(11,405)
0	0		0
0	0		0
0	0		0
72,798	61,393		(11,405)
669,399	669,399		0
\$ 742,197	\$ 730,792	\$	(11,405)

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 PROPRIETARY FUND TYPES
 COMBINED STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN RETAINED EARNINGS
 For the Year Ended June 30, 1997

	ENTERPRISE	INTERNAL SERVICE	TOTAL (MEMORANDUM ONLY)
OPERATING REVENUES			
Sales to inmates	\$ 484,121	\$ 0	\$ 484,121
Contributions	0	127,882	127,882
Other	597	0	597
Total operating revenues	484,718	127,882	612,600
OPERATING EXPENSES			
Cost of goods sold	342,715	0	342,715
Materials and supplies	7,623	0	7,623
Sales tax	21,931	0	21,931
Depreciation	24,122	0	24,122
Administrative contract fees and premiums	0	566,271	566,271
Health claims	0	1,591,516	1,591,516
Total operating expenses	396,391	2,157,787	2,554,178
Operating income (loss)	88,327	(2,029,905)	(1,941,578)
Non-operating revenues			
Interest	3,333	106,976	110,309
Income (loss) before operating transfers	91,660	(1,922,929)	(1,831,269)
Operating transfers in	0	2,709,628	2,709,628
Operating transfers out	(86,795)	0	(86,795)
Total operating transfers	(86,795)	2,709,628	2,622,833
NET INCOME	4,865	786,699	791,564
RETAINED EARNINGS BEGINNING	335,557	613,625	949,182
RETAINED EARNINGS ENDING	\$ 340,422	\$ 1,400,324	\$ 1,740,746

The accompanying notes are an integral part of this statement.

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 PROPRIETARY FUND TYPES
 COMBINED STATEMENT OF CASH FLOWS
 For the Year Ended June 30, 1997

	ENTERPRISE	INTERNAL SERVICE	TOTAL (MEMORANDUM ONLY)
CASH FLOWS FROM OPERATING ACTIVITIES:			
Operating income (loss)	\$ 88,327	\$ (2,029,905)	\$ (1,941,578)
Adjustment to reconcile net income (loss) to net cash provided (used) by operating activities:			
Depreciation	24,122	0	24,122
(Increase) decrease in receivables	0	13,550	13,550
Decrease in inventories	(41,954)	0	(41,954)
Increase (decrease) in accounts payable and health claims	0	0	0
Net cash provided (used) by operating activities	24,774	196,371	221,145
	95,269	(1,819,984)	(1,724,715)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Purchase of capital assets	(52,088)	0	(52,088)
Interest earnings	3,333	106,976	110,309
Net cash provided (used) by investing activities	(48,755)	106,976	58,221
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:			
Operating transfers in	0	2,709,628	2,709,628
Operating transfers out	(86,795)	0	(86,795)
Net cash provided (used) by non-capital financing activities	(86,795)	2,709,628	2,622,833
NET INCREASE IN CASH BALANCES	(40,281)	996,620	956,339
CASH BALANCES - BEGINNING	287,278	1,921,239	2,208,517
CASH BALANCES - ENDING	\$ 246,997	\$ 2,917,859	\$ 3,164,856

The accompanying notes are an integral part of this statement.

CALCASIEU PARISH SHERIFF
Lake Charles, Louisiana
Notes to the Financial Statements
June 30, 1997

INTRODUCTION

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

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

As the ex-officio tax collector of the parish, the sheriff is responsible for the collection and distribution of ad valorem property taxes, parish occupational licenses, state revenue sharing funds, sportsmen licenses, and fines, costs, and bond forfeitures imposed by the district court.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying financial statements of the Calcasieu Parish Sheriff have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. REPORTING ENTITY

As the governing authority of the parish, for reporting purposes, the Calcasieu Parish Police Jury is the financial reporting entity for Calcasieu Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Calcasieu Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. This criteria includes:

CALCASIEU PARISH SHERIFF
Lake Charles, Louisiana
Notes to the Financial Statements
June 30, 1997

B. REPORTING ENTITY - (Continued)

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burden on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship

Because the police jury financial statements would be misleading if data of the organization was not included because of the nature or significance of the relationship, the Sheriff was determined to be a component unit of the Calcasieu Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the Sheriff and do not present information on the police jury, the general government services provided by that government unit, or the other governmental units that comprise the financial reporting entity.

C. FUND ACCOUNTING

The accounts of the sheriff 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. Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The funds presented in the financial statements are described as follows:

GOVERNMENTAL FUND TYPES

General Fund

The General Fund, as provided by Louisiana Revised Statute 33:1422, is the principal fund of the sheriff's office and accounts for the operations of the sheriff's office. The sheriff's primary source of revenue is an ad valorem tax levied by the law enforcement district. Other sources of revenue include sales taxes, commissions on state revenue sharing, state supplemental pay for deputies, civil and criminal fees, fees for court attendance and maintenance of prisoners, et cetera. General operating expenditures are paid from this fund.

CALCASIEU PARISH SHERIFF
Lake Charles, Louisiana
Notes to the Financial Statements
June 30, 1997

C. FUND ACCOUNTING - (Continued)

Special Revenue Funds

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Debt Service Fund

The debt service fund accounts for the servicing of general long-term debt not being financed by proprietary funds.

Capital Project Fund

The Capital Project Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

PROPRIETARY FUND TYPES

Enterprise Funds

Enterprise Funds are used to account for operations that are financial and operational in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services on a continuing basis be financial or recovered primarily through user charges.

Internal Service Fund

The Internal Service Fund is used to account for the self insurance fund established for health and life insurance benefits for employees and eligible dependents.

FIDUCIARY FUND TYPES

Agency Funds

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

CALCASIEU PARISH SHERIFF
Lake Charles, Louisiana
Notes to the Financial Statements
June 30, 1997

C. FUND ACCOUNTING - (Continued)

ACCOUNT GROUPS

General Fixed Assets Account Group

The general fixed asset account group is used to account for fixed assets not accounted for in proprietary funds.

General Long-term Debt Account Group

The general long-term debt account group is used to account for general long-term debt and certain other liabilities that are not specific liabilities of proprietary funds.

D. FIXED ASSETS AND LONG-TERM LIABILITIES

The accounting and reporting applied to fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental fund types are accounted for on a spending "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. No depreciation has been provided on such fixed assets. All fixed assets are valued at historical cost. Donated property, plant and equipment are valued at their estimated fair value on the date donated.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their fund equity (net total assets) is segregated into contributed capital and retained earnings components.

Depreciation is provided in the enterprise funds in amounts sufficient to relate the cost of the depreciable assets to operations over their estimated service lives on the straight-line basis.

CALCASIEU PARISH SHERIFF
Lake Charles, Louisiana
Notes to the Financial Statements
June 30, 1997

D. FIXED ASSETS AND LONG-TERM LIABILITIES - (Continued)

The Sheriff reports long-term debt of governmental funds at face value in the general long-term debt account group. Certain other governmental fund obligations not expected to be financed with current available financial resources are also reported in the general long-term debt account group.

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

E. BASIS OF ACCOUNTING

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Gross receipts are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenues at that time. All major revenues are susceptible to accrual.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule are accumulated unpaid vacations, sick pay and other employee amounts which are not accrued. See note J.

All proprietary funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

F. BUDGET PRACTICES

The sheriff follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Formal budgeting integration is employed as a management control device during the year for the general and special revenue funds. These budgets are adopted on a basis consistent with generally accepted accounting principles.
2. The sheriff prepares a proposed budget no later than fifteen days prior to the beginning of each fiscal year.
3. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.

CALCASIEU PARISH SHERIFF
Lake Charles, Louisiana
Notes to the Financial Statements
June 30, 1997

F. BUDGET PRACTICES - (Continued)

4. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing
5. After holding the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted by the Sheriff prior to the commencement of the fiscal year for which the budget is being adopted.
6. Any budgetary amendments must be approved by the Sheriff and are published in the official journal. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments.
7. All budgetary appropriations lapse at the end of each year.

G. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits and those other investments with original maturities of 90 days or less. Under state law, the sheriff may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. Tax collections must be deposited in a bank domiciled in the parish where the funds are collected.

H. INVESTMENTS

Investments are stated at cost or amortized cost, except for investments in the deferred compensation agency fund which are reported at market value.

I. INVENTORIES

Inventory at June 30, 1997, consists of commodities received from the United States Department of Agriculture (USDA) through the Louisiana Department of Agriculture and Forestry, as provided by the Food Distribution Program (CFDA 10.550). Inventory items are valued at unit prices established by the USDA and are recorded as expenditures under the consumption method using the first-in first-out (FIFO) cost flow assumption.

All other inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

CALCASIEU PARISH SHERIFF
Lake Charles, Louisiana
Notes to the Financial Statements
June 30, 1997

J. VACATION AND SICK LEAVE

All permanent, full-time employees earn from 10 to 20 days of vacation leave each year, depending upon length of service. Vacation leave is available for use by employees in the fiscal year succeeding the year it was earned and can not be accumulated. Upon resignation, termination, or retirement, unused vacation leave of up to 20 days is paid to the employee or, upon death, to the employee's estate at the employee's current rate of pay.

Sick leave is earned at the rate of 12 days per year by permanent, full-time employees. Unused sick leave may be accumulated from year to year up to a maximum of 36 days. However, unused sick leave is forfeited upon termination.

At June 30, 1997, employees of the sheriff's office have accumulated \$436,582 in leave privileges, computed in accordance with GASB Codification Section C60.

The cost of prior year leave privileges, computed in accordance with the previous codification totaling \$388,886 for 1996 have been recorded as current year expenditures of the General Fund. The current year leave privileges of \$436,582 for 1997 has been recorded in the general long-term debt account group as a liability not requiring current resources.

K. TOTAL COLUMNS ON COMBINED STATEMENTS

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

L. ENCUMBRANCES

The sheriff does not use encumbrance accounting in the General Fund, Special Revenue Funds or the Capital Project Fund, but maintains adequate records to assure compliance with budgets and to prepare budgetary reports.

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 Notes to the Financial Statements
 June 30, 1997

2. LEVIED TAXES

Due to the passage of the Calcasieu Law Enforcement Proposal on July 17, 1993, authorizing a special 1/4 per cent sales tax for a period of ten years, the Calcasieu Parish Sheriff agreed to rollback the Special Law Enforcement District ad valorem tax millage beginning July 1, 1994. The agreement is for a rollback of three and one-half mills and a rollforward over four years according to the following schedule.

	<u>Authorized Millage</u>	<u>Roll Forward</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Regular Law Enforcement District	8.16	-	8.16	Permanent
Special Law Enforcement District - June 30, 1997	7.49	1.50	5.99	6-30-97
Special Law Enforcement District - June 30, 1998	7.49	.50	6.49	6-30-98
Special Law Enforcement District - June 30, 1999	7.49	-	7.49	2001

3. CASH AND CASH EQUIVALENTS

At June 30, 1997, the sheriff has cash and cash equivalents (book balances) totaling \$21,893,790 as follows:

Demand deposits	\$ 150,851
Interest-bearing deposits	17,205,945
Money market accounts	2,471,941
Time deposits	<u>2,065,053</u>
Total	<u>\$21,893,790</u>

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 Notes to the Financial Statements
 June 30, 1997

3. CASH AND CASH EQUIVALENTS - (Continued)

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all time equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At June 30, 1997, the sheriff has \$22,763,635 in deposits (collected bank balances). These deposits are secured from risk by \$2,300,000 of federal deposit insurance and \$24,385,553 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the sheriff that the fiscal agent has failed to pay deposited funds upon demand.

4. INVESTMENTS

Investments are categorized into these three categories of credit risk:

- (1) Insured or registered, or securities held by the government or its agent in the government's name.
- (2) Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the government's name.
- (3) Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the government's name.

At year end, the Sheriff's investment balances were as follows:

	<u>Category</u>			<u>Carrying Amount</u>	<u>Market Amount</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
U.S. Treasury Bills	\$ 654,767	\$ -	\$ -	\$ 654,767	\$ 662,353
Investments not subject to categorization:					
Deferred compensation plan				<u>727,671</u>	<u>727,671</u>
Total investments				<u>\$1,382,438</u>	<u>\$1,390,024</u>

Investments of \$727,671, shown above, have been estimated as of June 30, 1997. This estimate has been based on contributions remitted on behalf of the Sheriff's participants, historical earnings of the various investment companies, and administrative cost valuations, based on participation in the State of Louisiana deferred compensation plan.

CALCASIEU PARISH SHERIFF

Lake Charles, Louisiana

Notes to the Financial Statements

June 30, 1997

5. RECEIVABLES

The receivables of \$1,830,991 at June 30, 1997, are as follows:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Total</u>
Taxes - sales	\$ 522,861	\$ -	\$ 522,861
Taxes - ad valorem	62,251	-	62,251
Intergovernmental	441,332	18,974	460,306
Civil and criminal fees	29,407	28,277	57,684
Transporting prisoners	17,640	-	17,640
Feeding prisoners	484,906	-	484,906
Court attendance	2,175	-	2,175
Commission, etc.	26,916	-	26,916
Other	<u>196,252</u>	<u>-</u>	<u>196,252</u>
 Total	 <u>\$ 1,783,740</u>	 <u>\$ 47,251</u>	 <u>\$ 1,830,991</u>

All receivables are deemed fully collectible, and accordingly, no allowance has been provided.

6. DUE FROM/TO OTHER FUNDS

Individual balances due from/to other funds at June 30, 1997, are as follows:

<u>Fund</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Inmate Commissary Fund	\$ -	\$ 4,267
General Fund	83,214	-
Capital Projects Fund	-	83,214
Inmate Deposit Fund	<u>4,267</u>	<u>-</u>
 Total	 <u>\$ 87,481</u>	 <u>\$ 87,481</u>

CALCASIEU PARISH SHERIFF

Lake Charles, Louisiana

Notes to the Financial Statements

June 30, 1997

7. PROPRIETARY FUNDS FIXED ASSETS

The following is a summary of the fixed assets of the Enterprise Funds at June 30, 1997:

	<u>Jail Commissary</u>
Furniture and equipment	\$ 106,415
Less: Accumulated depreciation	<u>57,863</u>
Net	\$ <u>48,552</u>

8. CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	<u>Balance July 1, 1996</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 1997</u>
Land	\$ 198,761	80,820	\$ -	\$ 279,581
Buildings	1,692,615	331,022	-	2,023,637
Equipment	7,673,620	2,096,237	1,040,964	8,728,893
Construction in progress	<u>3,523,643</u>	<u>9,458,591</u>	<u>-</u>	<u>12,982,234</u>
Total	\$ <u>13,088,639</u>	\$ <u>11,966,670</u>	\$ <u>1,040,964</u>	\$ <u>24,014,345</u>

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 Notes to the Financial Statements
 June 30, 1997

9. LONG-TERM DEBT

Revenue Bonds. The Sheriff issued bonds which shall be 1) payable from and secured by the income, revenues and receipts derived or to be derived from contracts and agreements relating to the Facility, 2) payable from the excess revenues of the District, and 3) payable from certain budgeted Sales Tax receipts, as well as security interest in and to the Facility, including, particularly, that certain Cooperative Endeavor Agreement dated August 16, 1994 by and between the District and the Louisiana Department of Public Safety and corrections, which provides that the Department shall house within the Facility, upon completion thereof, a number of state prisoners adjudicated to the custody of the Department, which number of state prisoners shall be not less than forty (40%) percent of the capacity of the Facility, for a per diem charge per prisoner payable to the District (presently Twenty-One Dollars (\$21.00)), in accordance with the terms of the State contract.

The Bonds shall bear interest from their Dated Date at the rates per annum set forth below, payable semiannually on each December 1 and June 1, beginning June 1, 1997, calculated on the basis of a 360-day year composed of twelve 30-day months and will mature on December 1, 2003.

Revenue bonds outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Calcasieu Parish Law Enforcement District Special Corrections Revenue Bonds, 1996 Series	7.25%	\$ 4,500,000
Calcasieu Parish Law Enforcement District Special corrections Revenue Bonds, 1997 Series	6.25%	<u>8,390,000</u>
		<u>\$ 12,890,000</u>

Revenue bond debt service requirements to maturity are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
1998	1,705,000	861,284
1999	1,820,000	719,025
2000	1,945,000	598,144
2001	2,070,000	469,181
2002	2,205,000	331,644
Thereafter	<u>3,145,000</u>	<u>213,807</u>
Total	<u>\$ 12,890,000</u>	<u>\$ 3,193,085</u>

CALCASIEU PARISH SHERIFF

Lake Charles, Louisiana

Notes to the Financial Statements

June 30, 1997

9. LONG-TERM DEBT - (Continued)

Revenue Fund. Pursuant to Section 402 there shall be established in trust a special fund designated the "Calcasieu Parish Law Enforcement District, Special Corrections Facility Revenue Bonds, 1996 Series and 1997 Series, Revenue Fund" (the "Revenue Fund"), which shall be held by the Trustee and which shall be kept separate and apart from all other funds and monies held by the Trustee. The Trustee shall administer such fund as provided in this Article IV and pursuant to the terms of the Trustee Agreement. The Trustee shall deposit into the Revenue Fund upon receipt, all Revenues, including \$250,000.00 monthly receipts and collections of Sales Tax (receipts from the United States Marshals Service and other agencies and instrumentalities of the United States of America shall not be deposited in the revenue Fund), to be disbursed as follows:

Monthly in advance on or before the 20th day of each month the Trustee shall transfer sufficient pledged Revenues, and Sales Tax receipts, held in the Revenue Fund to the following Funds and Accounts and in the following manner and order of priority:

(a) to the Interest Account of the Bond Fund, a fractional amount of the interest due on the bonds falling due on the next Interest Payment Date, such fraction being equal to the number 1 divided by the number of months preceding such Interest Payment Date since the last Interest Payment Date, so that by making equal monthly payments the Issuer will always provide the necessary sum required to be on hand on each Interest Payment Date, together with such additional proportionate sum as may be required so that sufficient moneys will be available to pay interest as it becomes due. The Trustee commenced funding, as set forth herein, the Interest Account of the Bond Fund on July 20, 1996; for the 1996 Series and on May 20, 1997 for the 1997 Series; and

(b) to the Principal Account of the bond Fund, a fractional amount of principal due on the Bonds falling due on the next principal payment date, such fraction being equal to the number 1 divided by the number of months preceding such principal payment date since the last principal payment date, so that by making equal monthly payments the Issuer will always provide the necessary sum required to be on hand on each principal payment date, together with such additional proportionate sum as may be required so that sufficient moneys will be available to pay principal as it becomes due. The Trustee shall commence funding, as set forth herein, the Principal Account of the Bond Fund on July 20, 1996 for the 1996 Series and on May 20, 1997 for the 1997 Series.

Any Pledged Revenues not transferred in accordance with clauses (a) through (b) shall be retained in the Revenue Fund. If the Bond Fund contains a balance equal to the entire remaining principal and interest requirements of the bonds, then the Revenue Fund balance may be transferred to the Issuer for operations and maintenance of the Facility or other lawful purpose.

CALCASIEU PARISH SHERIFF

Lake Charles, Louisiana

Notes to the Financial Statements

June 30, 1997

9. LONG-TERM DEBT - (Continued)

Any Sales Tax receipts not transferred in accordance with clauses (a) through (b) shall be released to the Issuer to be used in accordance with the proposition approved by the electorate of Calcasieu Parish, Louisiana, on July 17, 1993, at the time the Sales Tax was authorized.

Changes in General Long-term Liabilities. During the year ended June 30, 1997, the following changes occurred in liabilities reported in the general long-term debt account group:

	<u>June 30, 1996</u>	<u>Increase (Decrease)</u>	<u>June 30, 1997</u>
Revenue Bonds	\$ 13,500,000	\$ (610,000)	\$ 12,890,000
Compensated Absences	\$ <u>388,886</u>	\$ <u>47,696</u>	\$ <u>436,582</u>
Totals	\$ <u>13,888,886</u>	\$ <u>(562,304)</u>	\$ <u>13,326,582</u>

Liquidity Requirement. For so long as any of the Bonds are Outstanding, the Issuer covenants and agrees to maintain not less than Five Million and No/100 Dollars (\$5,000,000.00) in its general fund. Those funds maintained prior to the final maturity of the bonds may be invested by the Issuer in Investment Securities in its discretion. Should the balance of the Issuer's general fund fall below the required Five Million and No/100 Dollars (\$5,000,000.00) during the time that any of the Bonds are Outstanding, the Issuer shall be permitted a period of sixty (60) days within which to restore the required balance of Five Million and No/100 Dollars (\$5,000,000) before the Issuer shall be in default of this covenant.

10. PENSION PLAN

Substantially all employees of the Calcasieu Parish Sheriff's office are members of the Louisiana Sheriff's Pension and Relief Fund (System), a multiple-employer (cost-sharing), public employee retirement system (PERS), controlled and administered by a separate board of trustees.

All Sheriff's and all deputies who are found to be physically fit, who earn at least \$400 per month, and who were between the ages of 18 or older at the time of original employment are required to participate in the System. Employees are eligible to retire at or after age 55 with at least 12 years of credited service and receive a benefit, payable monthly for life, equal to a percentage of their final-average salary for each year of credited service. The percentage factor to be used for each year of service is 2.5 per cent for each year if total service is at least 12 but less than 15 years, 2.75 per cent for each year if total service is at least 15 but less than 20 years, and 3 per cent for each year if total service is at least 20 years. In any case, the retirement benefit cannot exceed 100 per cent of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or jointed months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination as indicated previously. Employees who terminate with at least 20 years of credited service

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 Notes to the Financial Statements
 June 30, 1997

10. PENSION PLAN - (Continued)

are also eligible to elect early benefits between ages 50 and 55 with reduced benefits equal to the actuarial equivalent of the benefit to which they would otherwise be entitled at age 55. The system also provides death and disability benefits. Benefits are established by state statute.

Contributions to the System include one-half of one per cent of the taxes shown to be collectible by the tax rolls of each parish and funds as required and available from insurance premium taxes. State statute requires covered employees to contribute a percentage of their salaries to the System. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year.

The following provides certain disclosures for the sheriff and the retirement system that are required by GASB Codification Section P20.129:

Year Ended June 30, 1997

Calcasieu Parish Sheriff

Contribution rates:

Employees	8.70%
Employer	6.00%
Total current-year payroll	\$ 11,798,500
Total current-year covered payroll	\$ 10,593,975

	<u>Required by Statute</u>		<u>Actual</u>
	<u>Per Cent</u>	<u>Amount</u>	
Contributions:			
Employees	8.70%	\$ 921,676	\$ 923,227
Employer	<u>6.00%</u>	<u>635,639</u>	<u>646,442</u>
Total	<u>14.70%</u>	<u>\$ 1,557,315</u>	<u>\$ 1,569,669</u>

Actuarially required contribution:

Dollar amount	\$ <u>1,569,669</u>
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Percent of total actuarially required contribution of all participating employers and employees

7.04%

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 Notes to the Financial Statements
 June 30, 1997

10. PENSION PLAN - (Continued)

The following sets forth the funded status of the plan as of June 30, 1997

Pension Benefit Obligation (PBO)	
Total Pension Benefit Obligation (PBO) active members	\$ 369,971,716
Retirees, beneficiaries & terminated	<u>186,021,751</u>
Total Pension Benefit Obligation	555,993,467
Market value of assets	<u>541,313,360</u>
Unfunded Pension Benefit Obligation	<u>\$ 14,680,107</u>

The pension benefit obligation is a standardized measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rated benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERS and employers. The System does not make separate measurements of assets and pension benefit obligations for individual employers.

Historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the System's June 30, 1997, comprehensive annual financial report. The Calcasieu Parish Sheriff does not guarantee the benefits granted by the system.

Deferred Compensation Plan

The Calcasieu Parish Sheriff offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Sheriff employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the Sheriff (without being restricted to the provisions of benefits under the plan), subject only to the claims of the Sheriff's general creditors. Participants' rights under the plan are equal to those of general creditors of the Sheriff in an amount equal to the fair market value of the deferred account for each participant.

The fair market value of the plan's participant balances at June 30, 1997, is \$727,671. This amount has been included as an asset and liability in the balance sheet of the agency funds as of June 30, 1997.

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 Notes to the Financial Statements
 June 30, 1997

11. FUND BALANCE

Reservations of fund balance represent amounts that are not appropriable or are legally separated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

12. CHANGES IN AGENCY FUND BALANCES

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

	<u>Balance on</u> <u>July 1, 1996</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance on</u> <u>June 30, 1997</u>
Agency funds:				
Drug Forfeitures	\$ 108,304	\$ -	\$ -	\$ 108,304
Cash Appearance Bond	104,525	125,253	135,753	94,025
Fines and Costs	316,035	1,712,081	1,695,942	332,174
Civil Suits	51,426	2,247,341	2,287,818	10,949
Work Release Program	1,631	36,450	31,847	6,234
Inmate Deposit	24,734	695,760	683,908	36,586
Tax Collector	796,820	87,455,035	87,026,389	1,225,466
Deferred Compensation	<u>611,095</u>	<u>174,538</u>	<u>57,962</u>	<u>727,671</u>
Total	<u>\$ 2,014,570</u>	<u>\$ 92,446,458</u>	<u>\$ 91,919,619</u>	<u>\$ 2,541,409</u>

13. CONTINGENCIES AND COMMITMENTS

General Fund

The Sheriff is a defendant in a number of estimated lawsuits which have arisen in the normal course of operations. In the opinion of the Sheriff's legal counsel the estimated liability associated with these lawsuits totaled \$62,975. This loss contingency has been recorded as a liability of the general fund.

Self-insurance

The Sheriff is self-insured for health and life benefits coverage. Claims are paid from the Health and Life Insurance Internal Service Fund which is funded by contributions from other funds and, in some instances, employees. The contributions are determined by projected losses based on historical claims experience.

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 Notes to the Financial Statements
 June 30, 1997

13. CONTINGENCIES AND COMMITMENTS - (Continued)

Self-insurance - (Continued)

The following schedule reflects the amounts of self insurance and outside coverage as of June 30, 1997:

<u>Area Covered</u>	<u>Deductible Amount</u> <u> (Self-Insured)</u>	<u>Limits of Outside</u> <u>Liability Coverage</u>
Group Health	\$ 60,000	\$ 1,000,000
Group Life	-	1 ½ of annual pay plus \$2,000.00

Upon reaching age 65 group life benefits decrease 25% and upon reaching age 70 group life benefits decrease by 50%.

All known claims filed and an estimate of all incurred but unreported claims existing at June 30, 1997 have been recorded as an estimated liability for health claims in the Internal Service Fund.

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

The Sheriff's office is located in the Calcasieu Correctional Center on East Broad Street. Substantially all the utilities and maintenance costs of the correctional center are paid for by the Calcasieu Parish Police Jury.

15. LEASES

The Sheriff had no material non-cancelable capital or operating leases at June 30, 1997.

16. POST RETIREMENT BENEFITS

The Calcasieu Parish Sheriff provides certain continuing health care and life insurance benefits for retired employees. Substantially all of the Sheriff's employees become eligible for these benefits if they reach normal retirement age while working for the Sheriff's office. These benefits for retirees and similar benefits for active employees are provided through the self insurance program whose monthly premiums are paid jointly by the employee and by the Sheriff. The Sheriff recognizes the cost of providing these benefits as an expenditure in the Internal Service Fund.

CALCASIEU PARISH SHERIFF

Lake Charles, Louisiana

Notes to the Financial Statements

June 30, 1997

17. SELF-INSURANCE

The Calcasieu Parish Sheriff's self-insurance program, which commenced October 1, 1989, is used to account for health and life insurance benefits provided to its employees. Under the program, the Sheriff is obligated for claim payments to its participants. A stop-loss insurance contract executed with an insurance company covers claims in excess of \$60,000 per participant, for off duty illness and injury claims. There is no stop-loss contract for claims for on-duty injury or illness. During the fiscal year 96-97, a total claims expense of \$1,591,516 was incurred which represents claims processed and an estimated liability for health claims as of June 30, 1997.

Resources to pay claims are derived from self-pay participants and contributions from other funds. Contributions from the other funds are recorded as such in the Internal Service Fund and as insurance expense in the other funds.

In addition the Sheriff entered into a service agreement with a third party administrator effective October 1, 1990. A monthly contract fee based on employees participating is paid to the third party administrator who obtains stop-loss and life insurance policies for the participants. The estimated liability for health claims as of June 30, 1997 includes claims submitted but not paid as well as claims incurred but not reported and is based on information received from the third party administrator.

SUPPLEMENTAL INFORMATION SCHEDULES

SPECIAL REVENUE FUNDS

REGIONAL LAW ENFORCEMENT TRAINING ACADEMY FUND

The Regional Law Enforcement Training Academy Fund accounts for the collection of training fees from students attending the Calcasieu Parish Regional Law Enforcement Training Academy. Expenditures of the fund include instructor fees, materials, and supplies for the academy.

SOUTHWEST LOUISIANA CRIMINALISTICS LABORATORY FUND

As provided by Louisiana Revised Statutes 40:2266.1-.3, the Southwest Louisiana Criminalistics Laboratory is operated by the Sheriff of Calcasieu Parish for Allen, Beauregard, Calcasieu, Cameron and Jefferson Davis Parishes. Laboratory services for crime detection, prevention, investigation, and other related activities in connection with criminal investigation are provided. The Fund accounts for the collection of criminal fees from the aforementioned parishes and the related operating expenditures.

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 SPECIAL REVENUE FUNDS
 COMBINING BALANCE SHEET
 June 30, 1997

	REGIONAL LAW ENFORCEMENT TRAINING ACADEMY		SOUTHWEST LOUISIANA CRIMINALISTICS LABORATORY		TOTAL
ASSETS					
Cash and cash equivalents	\$ 33,397	\$	650,249	\$	683,646
Accounts receivable	18,974		28,277		47,251
TOTAL ASSETS	\$ 52,371	\$	678,526	\$	730,897
LIABILITIES AND FUND EQUITY					
Liabilities - accounts payable	\$ 105	\$	0	\$	105
Fund equity - fund balances - unreserved - undesignated	52,266		678,526		730,792
TOTAL LIABILITIES AND FUND EQUITY	\$ 52,371	\$	678,526	\$	730,897

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 SPECIAL REVENUE FUNDS
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCES
 For the Year Ended June 30, 1997

	REGIONAL LAW ENFORCEMENT TRAINING ACADEMY	SOUTHWEST LOUISIANA CRIMINALISTICS LABORATORY	TOTAL
REVENUES			
Training fees	\$ 54,600	\$ 0	\$ 54,600
Crime laboratory fees	0	311,905	311,905
Interest earnings	357	28,528	28,885
Grants	15,600	64,209	79,809
Other			0
Total revenues	70,557	404,642	475,199
EXPENDITURES			
Crime laboratory	0	299,667	299,667
Training expenses	54,386	0	54,386
Capital outlay	6,228	53,525	59,753
Total expenditures	60,614	353,192	413,806
EXCESS OF REVENUES OVER EXPENDITURES	9,943	51,450	61,393
OTHER FINANCING (USES)			
Operating transfers out	0	0	0
Total other financing (uses)	0	0	0
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	9,943	51,450	61,393
FUND BALANCES AT BEGINNING OF YEAR	42,323	627,076	669,399
FUND BALANCES AT END OF YEAR	\$ 52,266	\$ 678,526	\$ 730,792

FIDUCIARY FUND TYPE - AGENCY FUNDS

DEFERRED COMPENSATION FUND

The Deferred Compensation Fund accounts for the contributions elected for deferral by employees of the Calcasieu Parish Sheriff and the subsequent distribution of these participants balances.

DRUG FORFEITURE FUND

The Drug Forfeiture Fund accounts for the collection of seized assets, and the subsequent distribution of these assets upon judgement of forfeiture by court order to the General Fund and other recipients in accordance with applicable laws.

CASH APPEARANCE BOND FUND

The Cash Appearance Bond Fund accounts for the collection of bonds and payment of these collections to the General Fund and other recipients in accordance with applicable laws.

FINES AND COSTS FUND

The Fines and Costs Fund accounts for the collection of fines and costs and payment of these collections to the General Fund and other recipients in accordance with applicable laws.

CIVIL SUITS FUND

The Civil Suits Fund accounts for funds held for disposition in connection with civil suits, sheriff's sales, and garnishments.

WORK RELEASE PROGRAM FUND

The Work Release Program Fund accounts for the wages earned by inmates who are employed through the work release program while they are serving their sentence. The inmate deposits his wages in the Fund and the Sheriff disburses the funds according to applicable laws.

INMATE DEPOSIT FUND

The Inmate Deposit Fund accounts for deposits made by and for prisoners to their individual accounts. Payments from this fund are made to the Inmate Commissary Enterprise Funds for purchases of personal items by prisoners and refunds to prisoners when they are released.

TAX COLLECTOR FUND

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

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 FIDUCIARY FUND TYPE - AGENCY FUNDS
 COMBINING BALANCE SHEET
 June 30, 1997

	DEFERRED COMPENSATION	DRUG FORFEITURES	CASH APPEARANCE BOND	FINES AND COSTS
ASSETS				
Cash	\$ 0	\$ 108,304	\$ 94,025	\$ 332,174
Investments	727,671	0	0	0
Due from other fund	0	0	0	0
TOTAL ASSETS	\$ 727,671	\$ 108,304	\$ 94,025	\$ 332,174
 LIABILITIES AND FUND EQUITY				
Liabilities - due to taxing bodies and others	\$ 727,671	\$ 108,304	\$ 94,025	\$ 332,174
Fund equity - fund balances	0	0	0	0
TOTAL LIABILITIES AND FUND EQUITY	\$ 727,671	\$ 108,304	\$ 94,025	\$ 332,174

CIVIL SUITS	WORK RELEASE PROGRAM	INMATE DEPOSITS	TAX COLLECTOR	TOTAL
\$ 10,949	\$ 6,234	\$ 32,319	\$ 1,225,466	\$ 1,809,471
0	0	0	0	727,671
0	0	4,267	0	4,267
\$ 10,949	\$ 6,234	\$ 36,586	\$ 1,225,466	\$ 2,541,409
\$ 10,949	\$ 6,234	\$ 36,586	\$ 1,225,466	\$ 2,541,409
0	0	0	0	0
\$ 10,949	\$ 6,234	\$ 36,586	\$ 1,225,466	\$ 2,541,409

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
 FIDUCIARY FUND TYPE - AGENCY FUNDS
 SCHEDULE OF CHANGES IN BALANCES DUE TO TAXING BODIES AND OTHERS
 For the Year Ended June 30, 1997

	DEFERRED COMPENSATION	DRUG FORFEITURES	CASH APPEARANCE BOND	FINES AND COSTS
BALANCES AT BEG. OF YEAR	\$ 611,095	\$ 108,304	\$ 104,525	\$ 316,035
ADDITIONS				
Contributions	124,812	0	0	0
Cash appearance bonds	0	0	125,253	0
Fines and costs	0	0	0	1,712,081
Suits, sales, seizures, etc.	0	0	0	0
Deposits by inmates	0	0	0	0
Taxes, licenses, etc.	0	0	0	0
Investment earnings	49,726	0	0	0
Total additions	174,538	0	125,253	1,712,081
Total	785,633	108,304	229,778	2,028,116
REDUCTIONS				
Remittances of seizures, bond forfeitures, fines, and cost:				
General Fund	0	0	531	246,128
District Attorney	0	0	681	187,000
Police Jury	0	0	876	615,392
Parish Coroner	0	0	0	33,083
Clerk of Court	0	0	67	78,312
Criminal indigent transcript	0	0	0	48,130
Indigent Defender Board	0	0	481	253,756
Judicial Expense Fund	0	0	384	43,897
Southwest Louisiana Criminalistics Laboratory	0	0	0	116,357
Louisiana Commission on Law Enforcement	0	0	0	19,735
Refunds				
Cash bonds	0	0	132,703	0
Other	0	0	0	3,545
Remittances of civil suits:				
General Fund	0	0	0	0
Clerk of Court	0	0	0	0
Other sheriffs and clerks	0	0	0	0
Litigants	0	0	0	0
Attys. appraisers, and other costs	0	0	30	0
Inmate purchases from enterprise fds	0	0	0	0
Refunds to inmates	0	0	0	0
Administrative charges	0	0	0	318
Settlement to taxing bodies and others	57,962	0	0	50,290
Total reductions	57,962	0	135,753	1,695,942
BALANCES AT END OF YEAR	\$ 727,671	\$ 108,304	\$ 94,025	\$ 332,174

	CIVIL SUITS	WORK RELEASE PROGRAM	INMATE DEPOSITS	TAX COLLECTOR	TOTAL
\$	51,426	\$ 1,631	\$ 24,734	\$ 796,820	\$ 2,014,570
	0	0	0	0	124,812
	0	0	0	0	125,253
	0	0	0	0	1,712,081
	2,247,341	0	0	0	2,247,341
	0	36,450	695,760	0	732,210
	0	0	0	87,245,074	87,245,074
	0	0	0	209,961	259,687
	2,247,341	36,450	695,760	87,455,035	92,446,458
	2,298,767	38,081	720,494	88,251,855	94,461,028
	0	0	0	0	246,659
	0	0	0	0	187,681
	0	0	0	0	616,268
	0	0	0	0	33,083
	0	0	0	0	78,379
	0	0	0	0	48,130
	0	0	0	0	254,237
	0	0	0	0	44,281
	0	0	0	0	116,357
	0	0	0	0	19,735
	0	0	0	0	132,703
	0	0	0	0	3,545
	617,745	0	0	0	617,745
	231,947	0	0	0	231,947
	5,139	0	0	0	5,139
	1,327,897	0	0	0	1,327,897
	105,090	0	0	0	105,120
	0	0	484,121	0	484,121
	0	0	195,799	0	195,799
	0	0	0	0	318
	0	31,847	3,988	87,026,389	87,170,476
	2,287,818	31,847	683,908	87,026,389	91,919,619
\$	10,949	\$ 6,234	\$ 36,586	\$ 1,225,466	\$ 2,541,409

CALCASIEU PARISH SHERIFF
 Lake Charles, Louisiana
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended June 30, 1997

<u>Federal Grantor/Pass Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Other Identifying Number</u>	<u>Pass-Through Grantor's Number</u>
U. S. Department of <u>Education</u> Passed through Louisiana Department of Agriculture	10.550	N/A	N/A
<u>Other Federal Assistance</u> Department of Justice Community Policing Contract	-	95-DL-BX-0001	-
	-	97-UL-WX-0002	-
	-	96-DS-BX-0532	-
 Total Federal Assistance			

<u>Program or Award Amount</u>	<u>Disbursements Expenditures</u>	<u>Cash Non-Cash</u>	<u>Major Non-Major</u>	<u>Type Program</u>
\$ 492	\$ 2,849	Non-Cash	Non-Major	B
321,372	321,372	Cash	Major	A
53,014	53,014	Cash	Non-Major	B
<u>4,600</u>	<u>4,600</u>	Cash	Non-Major	B
<u>378,986</u>	<u>378,986</u>			
<u>\$ 379,478</u>	<u>\$ 381,835</u>			



Langley, Williams & Company, L.L.C.

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DANNY L. WILLIAMS
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DAPHNE B. CLARK

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

Honorable Wayne F. McElveen
Calcasieu Parish Sheriff
Lake Charles, LA

We have audited the financial statements of the Calcasieu Parish Sheriff as of and for the year ended June 30, 1997, and have issued our report thereon dated December 23, 1997. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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

Internal Control Over Financial Reporting

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

Honorable Wayne F. McElveen
Calcasieu Parish Sheriff
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This report is intended for the information of the audit committee, management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Langley, William ; Co., LLC

Lake Charles, LA
December 23, 1997



Langley, Williams & Company, L.L.C.

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Honorable Wayne F. McElveen
Calcasieu Parish Sheriff
Lake Charles, LA

Compliance

We have audited the compliance of the Calcasieu Parish Sheriff with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 1997. Calcasieu Parish Sheriff's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Calcasieu Parish Sheriff's management. Our responsibility is to express an opinion on Calcasieu Parish Sheriff's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Calcasieu Parish Sheriffs compliance with those requirements and performing such other procedures as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Calcasieu Parish Sheriff's compliance with those requirements.

In our opinion, the Calcasieu Parish Sheriff complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 1997.

Internal Control Over Compliance

The management of Calcasieu Parish Sheriff is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Calcasieu Parish Sheriff's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Honorable Wayne F. McElveen
Calcasieu Parish Sheriff
Page 2

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of the audit committee, management and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Rangley, William J. Co., LLC

Lake Charles, LA
December 23, 1997

Calcasieu Parish Sheriff
Lake Charles, Louisiana

AUDIT FINDINGS AND QUESTIONED COSTS

Year ended June 30, 1997

There were no findings and questioned costs in the current or prior year financial statement.

Calcasieu Parish Sheriff
Lake Charles, Louisiana
**MANAGEMENT'S REPORT ON THE
STATUS OF PRIOR YEAR FINDINGS**

Year ended June 30, 1997

The audit report from Langley, Williams & Company, dated December 18, 1996, on the financial statements as of and for the year ended June 30, 1996 included certain comments in the management letter which we have responded to in the following paragraphs regarding the status of such findings as of December 23, 1997, the date of the audit report from Langley, Williams & Company, L.L.C. on the financial statements as of and for the year ended June 30, 1997

General Fixed Assets Account Group

Comment:

The fixed asset ledger did not reconcile to the general ledger.

Response:

In the past the fixed asset ledger has been maintained on a software program on a stand alone personal computer (PC), which was not integrated with the general ledger accounting application. During the past several months we have reviewed, assessed and upgraded many of our computer needs, which has included the implementation of general ledger reconciliation procedures with the fixed asset subsidiary ledger.

Comment:

Several items have no tag numbers or tag numbers were different than the numbers reported on the fixed asset ledger.

Response:

A complete physical inventory of fixed assets was taken during the past few months which included the correction of all tag

Comment:

There is no written authorization for the deletion of fixed assets.

Response:

We have prepared an authorization form and implemented the required use of this form in order to ensure a proper audit trail. The use of this authorization form is mandatory for all disposition of fixed assets.

Inmate Fund

Comment:

This fund is still using a manual system to account for inmate deposits.

Response:

We continue to be committed to studying the flow of transactions in this fund in order to develop or acquire an automated system to be fully integrated with the general ledger as part of our overall review and assessment of all of our computer needs. Due to our prioritization of these needs, we expect to address this situation within the next fiscal year ending June 30, 1998.

Personal Use of Auto

Comment:

There is a de minimus amount of personal use of vehicles assigned to patrol, detectives, correctional center, automotive and administration personnel.

Response:

We conducted a thorough study and determined that there was not more than a de minimus amount of personal use of these autos.

Organizational Structure

Comment:

The size of the Organization's accounting and administrative staff precludes certain internal controls that would be preferred if the office staff were large enough to provide optimum segregation of duties. This situation dictates the need for a Management Team to be appointed and remain involved in the financial affairs of the Organization to provide oversight and independent review functions.

Response:

We have restructured personnel assignments in order to develop optimum utilization of adequate segregation of duties within our staff size restrictions. The results of these enhancements to our internal control system will be evaluated during the next year. We anticipate that these improvements in internal controls will eliminate the need for a Management Team, but such a need will be evaluated next year.