ANNUAL FINANCIAL REPORT

VERMILION PARISH SHERIFF, LOUISIANA

JUNE 30, 2001

ANNUAL FINANCIAL REPORT

VERMILION PARISH SHERIFF, LOUISIANA

JUNE 30, 2001

TABLE OF CONTENTS

LANGLINAIS
&
BROUSSARD
(A Corporation of Certified Public Accountants)

Glen P. Langlinais, C.P.A.
Michael P. Broussard, C.P.A.
Gayla Falcon, C.P.A.
Patrick M. Guidry, C.P.A.
Chip Cantrell, C.P.A.
Ken Bonin, C.P.A., M.B.A.
Chris Kohlenberg, C.P.A., M.B.A., M.H.A

INDEPENDENT AUDITORS' REPORT

Honorable Raywood LeMaire
Vermilion Parish Sheriff
Abbeville, Louisiana

We have audited the accompanying component unit financial statements of the Vermilion Parish Sheriff, a component unit of the Vermilion Parish Police Jury, Louisiana, as of and for the year ended June 30, 2001, as listed in the table of contents. These financial statements are the responsibility of Vermilion Parish Sheriff's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards of the United States and the standards applicable to financial audits contained in 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the Vermilion Parish Sheriff, as of June 30, 2001, and the results of its operations and the statement of cash flows of its proprietary fund type in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. 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 financial statements of the Vermilion Parish Sheriff. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued our report dated August 1, 2000, on our consideration of the Vermilion Parish Sheriff's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Langlinais & Broussard

LANGLINAIS & BROUSSARD
A Corporation of Certified Public Accountants

August 1, 2001

2419 Old South Plaza • P. O. Box 1123 • Abbeville, Louisiana 70511-1123 • Telephone (337) 893-6232 • Fax (337) 893-6249

VERMILION PARISH SHERIFF
(All Fund Types and Account Group)

COMBINED BALANCE SHEET

	GOVERNMENTAL FUND TYPE GENERAL FUND	PROPRIETARY ENTERPRISE - COMMISSARY
ASSETS		
Cash	$ 1,547,602	$ 25,076
Certificates of Deposit	-	-
Prepaid Insurance	31,392	-
Inventory	-	6,445
Taxes Receivable (net)	1,620,904	-
Other Receivables	393,986	571
Due From Other Funds	10,521	-
Fixed Assets (net)	-	144,217
Restricted Assets:		
Self-insurance Cash	503,322	-
Inmate Cash	-	12,660
TOTAL ASSETS	$ 4,107,727	$ 188,969
LIABILITIES		
Accounts Payable	$ 50,821	$ -
Payroll Deductions	2,215	-
Deferred Tax Revenue	1,617,532	-
Due to Taxing Bodies and Others	-	-
Due to Other Funds	-	-
Payable From Restricted Assets:		
Self-insurance Liability	52,556	-
Inmate Deposits	-	12,660
TOTAL LIABILITIES	1,723,124	12,660
FUND EQUITY		
Retained Earnings - Unreserved	-	176,309
Fund Balance - Unreserved / Undesignated	2,384,603	-
Investment in General Fixed Assets	-	-
TOTAL FUND EQUITY	2,384,603	176,309
TOTAL LIABILITIES AND FUND EQUITY	$ 4,107,727	$ 188,969

JUNE 30, 2001

FIDUCIARY AGENCY FUNDS	ACCOUNT GROUP GENERAL FIXED ASSETS	TOTALS (MEMORANDUM ONLY) 2001	2000
$ 258,893	$ -	$ 1,831,571	$ 1,787,529
710,697	-	710,697	464,588
-	-	31,392	30,472
-	-	6,445	5,864
-	-	1,620,904	1,514,118
-	-	394,557	370,283
-	-	10,521	8,275
-	2,712,058	2,856,275	2,917,197
-	-	503,322	451,281
-	-	12,660	12,358
$ 969,590	$ 2,712,058	$ 7,978,344	$ 7,561,965
$ -	$ -	$ 50,821	$ 47,855
-	-	2,215	11,400
-	-	1,617,532	1,513,685
959,069	-	959,069	677,876
10,521	-	10,521	8,275
-	-	52,556	41,406
-	-	12,660	12,358
969,590	-	2,705,374	2,312,855
-	-	176,309	178,026
-	-	2,384,603	2,307,666
-	2,712,058	2,712,058	2,763,418
-	2,712,058	5,272,970	5,249,110
$ 969,590	$ 2,712,058	$ 7,978,344	$ 7,561,965

The accompanying notes are an integral part of these financial statements.

VERMILION PARISH SHERIFF
(All Governmental Fund Types)

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

FOR THE YEAR ENDED JUNE 30

	2001	2000
REVENUES		
Ad Valorem Taxes	$ 1,556,518	$ 1,478,087
Intergovernmental	1,876,093	1,922,864
Fees and Services	1,373,118	1,561,101
Interest Earned	94,916	89,741
Sale of Equipment	10,100	13,800
Miscellaneous	99,672	182,918
TOTAL REVENUES	5,010,417	5,248,511
EXPENDITURES		
Salaries	2,678,520	2,818,373
Employee Related Benefits	1,043,185	920,119
Insurance	154,662	153,480
Operation and Maintenance	232,211	207,876
Deputy Expenditures	91,627	75,907
Criminal Investigations	12,606	4,047
Automobile	169,011	175,588
Boats	37,308	68,320
Prisoners	193,396	227,597
Miscellaneous	161,588	107,792
Capital Expenditures	159,366	189,845
TOTAL EXPENDITURES	4,933,480	4,948,944
EXCESS OF REVENUES OVER / (UNDER) EXPENDITURES	76,937	299,567
FUND BALANCE, BEGINNING	2,307,666	2,008,099
FUND BALANCE, ENDING	$ 2,384,603	$ 2,307,666

The accompanying notes are an itegral part of these financial statements.

VERMILION PARISH SHERIFF
(Governmental Fund Type - General Fund)

COMBINED STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2001

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES			
Ad Valorem Taxes	$ 1,538,000	$ 1,556,518	$ 18,518
Intergovernmental	1,820,033	1,876,093	56,060
Fees and Services	1,385,800	1,373,118	(12,682)
Interest Earned	61,000	94,916	33,916
Sale of Equipment	10,100	10,100	-
Miscellaneous	24,817	99,672	74,855
TOTAL REVENUES	4,839,750	5,010,417	170,667
EXPENDITURES			
Salaries	3,109,700	2,678,520	431,180
Employee Related Benefits	1,024,000	1,043,185	(19,185)
Insurance	166,394	154,662	11,732
Operation and Maintenance	268,028	232,211	35,817
Deputy Expenditures	96,000	91,627	4,373
Criminal Investigations	14,500	12,606	1,894
Automobile	180,000	169,011	10,989
Boats	40,000	37,308	2,692
Prisoners	219,000	193,396	25,604
Miscellaneous	172,801	161,588	11,213
Capital Expenditures	150,226	159,366	(9,140)
TOTAL EXPENDITURES	5,440,649	4,933,480	507,169
EXCESS OF REVENUES OVER / (UNDER) EXPENDITURES	(600,899)	76,937	677,836
FUND BALANCE, BEGINNING	2,307,666	2,307,666	-
FUND BALANCE, ENDING	$ 1,706,767	$ 2,384,603	$ 677,836

The accompanying notes are an integral part of these financial statements.

VERMILION PARISH SHERIFF
(All Proprietary Fund Types - Enterprise (Commissary) Fund)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS

FOR THE YEAR ENDED JUNE 30

	2001	2000
OPERATING REVENUES		
Commissary	$ 125,241	$ 140,160
Immigration and Naturalization Services Revenue	7,505	10,390
Total Operating Revenues	132,746	150,550
OPERATING EXPENSES		
Cost of Goods Sold	67,309	78,922
Immigration and Naturalization Services Expense	4,485	7,507
Depreciation	17,125	16,324
Other Expenses	47,115	42,098
Total Operating Expenses	136,034	144,851
OPERATING INCOME	(3,288)	5,699
NONOPERATING REVENUES		
Interest Income	1,436	-
Other Income	135	1,403
NET INCOME	(1,717)	7,102
RETAINED EARNINGS, BEGINNING	178,026	170,924
RETAINED EARNINGS, ENDING	$ 176,309	$ 178,026

The accompanying notes are an integral part of these financial statements.

VERMILION PARISH SHERIFF
(All Proprietary Fund Types - Enterprise (Commissary) Fund)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30

	2001	2000
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating Income	$ (3,288)	$ 5,699
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:		
Depreciation	17,125	16,324
Changes in Assets and Liabilities:		
Decrease in Accounts Receivable	(104)	143
Decrease (Increase) in Inventory	(581)	5
Increase (Decrease) in Due to Inmates	302	(146)
Net Cash Flows From Operating Activities	13,454	22,025
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Interest Income	1,436	-
Other Income	135	1,403
Acquisition of Fixed Assets	(7,564)	(24,328)
Net Cash Flows From Capital and Related Financing Activities	(5,993)	(22,925)
NET INCREASE IN CASH AND CASH EQUIVALENTS	7,461	(900)
CASH AND CASH EQUIVALENTS, BEGINNING (Including Restricted Cash of $12,358 and $12,504 for 2000 and 1999 respectively)	30,275	31,175
CASH AND CASH EQUIVALENTS, ENDING (Including Restricted Cash of $12,660 and $12,358 for 2001 and 2000 respectively)	$ 37,736	$ 30,275

The accompanying notes are an integral part of these financial statements.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Vermilion Parish Sheriff (The Sheriff) serves a four year term as the chief law enforcement officer of the parish as provided by Article V, Section 27 of the Louisiana Constitution of 1974. He is the chief executive of the law enforcement district and is 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; angling, hunting and trapping licenses; and fines, costs, and bond forfeitures imposed by the district court.

The Sheriff is considered a component unit of the Vermilion Parish Police Jury, Louisiana, and, accordingly, the financial position and results of operations of the Sheriff are reflected in the financial statements included in the annual financial report of the Vermilion Parish Police Jury. The Vermilion Parish Police Jury exercises oversight responsibility with respect to the law enforcement district as well as providing funding for public safety through expenditures for the parish jail system and maintenance and office space for the Sheriff. The Police Jury, however, does not exercise any control over specific expenditures of the Sheriff.

A. 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 comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into three generic fund types, three broad fund categories, and one account group as follows:

GOVERNMENTAL FUNDS

Governmental Funds are used to account for the Sheriff's general governmental activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Sheriff considers all revenues available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes, licenses, interest, and special assessments are susceptible to accrual. Sales taxes collected and held by other governmental entities at year end on behalf of the Sheriff are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the Sheriff and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized when the qualifying expenditures have been incurred and all other grant requirements have been met.

Governmental funds include the following fund type:

General Fund - The General Fund is the general operating fund of the Sheriff. It is used to account for all financial resources except those required to be accounted for in another fund. General operating expenditures are paid from this fund.

PROPRIETARY FUNDS

Proprietary Funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The Sheriff applies all GASB pronouncements as well as the FASB pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. Proprietary funds include the following fund type:

Enterprise Fund - The Enterprise (Commissary) Fund is used to account for operations (a) that are financed and operated 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 to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management controls, accountability, or other purposes.

FIDUCIARY FUNDS

Fiduciary Funds account for assets held by the Sheriff in a trustee capacity or as an agent on behalf of others.

Agency Funds - Agency Funds are used to account for assets held by the Sheriff as an agent for individuals, private organizations, other governments, and/or other funds. Agency Funds are custodial in nature and do not involve measurement of results of operations.

ACCOUNT GROUPS

The General Fixed Assets Account Group is used to account for fixed assets not accounted for in proprietary funds.

B. DEPOSITS AND INVESTMENTS

The Sheriff's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statues authorize the Sheriff to invest in obligations of the U.S. Treasury, certificates or other obligations of the United States of America, and time certificates of deposit of state banks organized under the laws of Louisiana and national banks having the principal office in the State of Louisiana.

Investments are stated at cost.

C. RECEIVABLES AND PAYABLES

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of this fiscal year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds".

All trade and property tax receivables are shown net of an allowance for uncollectibles.

Property taxes were levied on January 1 on property values assessed on that date. Notices of tax liability are mailed on or about November 1 of the same year and are due and payable at that time. All unpaid taxes levied become delinquent on January 1 of the following year. Property tax revenues are recognized in the same fiscal year within which they are billed because they are considered available in that period. Available includes those property tax receivables expected to be collected within sixty days after year end. However, the receivable for property taxes is recorded at the January 1 lien date. The taxes that have been reported as receivable but do not meet the time requirements for reporting as revenues are reported as deferred revenue in the General Fund.

D. PREPAID ITEMS

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

E. RESTRICTED ASSETS

Certain cash and investments of the Sheriff are restricted to cover expenses expected to be incurred in relation to the Sheriff's self-insurance program for employee health insurance and to fund the inmate deposit liability.

F. FIXED ASSETS AND LONG-TERM LIABILITIES

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All Governmental Funds are accounted for on a spendable or "financial flow" measurement focus and only current assets and current liabilities are generally included on their balance sheets.

Fixed Assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, and are recorded as expenditures in the governmental fund types when purchased. Public domain (infrastructure) general fixed assets consisting of certain improvements other than buildings are not capitalized. No depreciation has been provided on general fixed assets.

The General Fixed Assets Account Group is not a "fund". It is concerned only with the measurement of financial position. It is not involved with measurement of results of operations.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are substantially as follows:

Equipment and Vehicles	5 - 10 years
Buildings	10 - 20 years

All fixed assets are carried at historical cost. Donated fixed assets are valued at their estimated fair market value on the date donated.

Long-term liabilities of proprietary funds and trust funds should be accounted for through those funds. All other unmatured general long-term liabilities of the Sheriff should be accounted for through the General Long-term Debt Account Group.

G. BUDGET AND BUDGETARY ACCOUNTING

The Sheriff prepares a proposed operating budget in March of each year for the fiscal year beginning the following July 1. The budget is prepared for all governmental fund types on a basis consistent with generally accepted accounting principles (GAAP). A public hearing on the proposed budget is held in April, prior to the fiscal year covered by the proposed budget. Approximately two weeks prior to this hearing, a proposed hearing is held. The Sheriff amends the budget as circumstances warrant. Unused appropriations for all the above annually budgeted funds lapse at the end of the year.

H. COMPARATIVE DATA

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Sheriff's financial position and operations. However, comparative (i.e., presentation of prior year totals by fund type) data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

I. TOTAL COLUMNS ON COMBINED STATEMENTS - OVERVIEW

Total columns on the "Combined Statements - Overview" 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.

J. ACCUMULATED COMPENSATED ABSENCES

Sick leave is earned by employees of the Sheriff's office at a rate of one day for each month actually worked and is cumulative from year to year. Payment for accrued sick time is not made for unused leave upon retirement or termination of employment. Vacation leave is earned at the rate of ten days each year after one year of continuous service and must be used in the year earned.

K. ESTIMATES

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, as well as revenues and expenses reported for the periods presented. The Sheriff regularly assesses these estimates and, while actual results may differ, management believes that the estimates are reasonable.

NOTE 2: CASH AND INVESTMENTS

At year end, the Sheriff's carrying amount of deposits was $2,347,553 and the bank balance was $2,516,084. Of the bank balance, $100,000 was covered by federal depository insurance. The remaining balance was collateralized with securities held by the pledging financial institution's trust department or agent in the financial institution's name. Investments consist of certificates of deposit with financial institutions. The fair value for these investments is not materially different from its reported amounts. Investments are categorized into three categories of credit risk:

(1) Insured or registered, or securities held by the Sheriff or its agent in the Sheriff's name.

(2) Uninsured or unregistered, with securities held by the counter-party's trust department or agent in the Sheriff's name.

(3) Uninsured or unregistered, with securities held by the counter-party's trust department or agent but not in the Sheriff's name.

At year end all of the Sheriff's investments were considered category 2 investments. In addition, at year end the carrying amount of the certificates of deposit was not materially different from the market value of those investments.

NOTE 3: AD VALOREM TAXES

For the year ended June 30, 2001, taxes of 8.80 mills were levied on property with assessed valuations totaling $183,810,490.

Total taxes levied on January 1, 2000, were $1,617,532. Taxes receivable at June 30, 2001, consisted of the following:

Taxes Receivable for 2000	$	46,767
Taxes Receivable for Taxes Levied on January 1, 2001		1,617,532
Allowance for Uncollectible Taxes		(43,395)
Net Taxes Receivable	$	1,620,904

At June 30, 2001, all taxes levied on January 1, 2001, are reported as deferred revenue.

NOTE 4: OTHER RECEIVABLES

Other receivables in the General Fund consisted of the following:

Sales Taxes	$	252,519
Prisoner Feeding and Maintenance		102,916
Other		38,551
Total	$	393,986

NOTE 5: INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2000, are as follows:

	INTERFUND RECEIVABLES	INTERFUND PAYABLES
General Fund	$ 10,521	$ -
Agency Funds:		
Bond and Fines Fund	-	6,710
Civil Fund	-	72
Tax and License Fund	-	3,739
Totals	$ 10,521	$ 10,521

NOTE 6: FIXED ASSETS

A summary of changes in general fixed assets follows:

	BALANCE JUNE 30, 2000	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2001
Land	$ 106,248	$ -	$ -	$ 106,248
Buildings	152,729	-	-	152,729
Jail Addition	500,310	-	-	500,310
Equipment and Vehicles	2,004,131	143,015	194,375	1,952,771
Total	$ 2,763,418	$ 143,015	$ 194,375	$ 2,712,058

A summary of Commissary Fund property, plant, and equipment at June 30, 2000 follows:

	COST	ACCUMULATED DEPRECIATION	BOOK VALUE
Equipment	$ 59,190	$ 37,116	$ 22,074
Buildings	168,406	46,263	122,143
Total	$ 227,596	$ 83,379	$ 144,217

NOTE 7: RISK MANAGEMENT

The Sheriff is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the governments carries commercial insurance. The Sheriff is currently enrolled in a self-insurance plan to provide health insurance to its employees. The Sheriff makes monthly contributions to a trust account to cover expenses expected to be incurred by its employees. A third-party administrator who assists in processing claims computes these monthly contributions. Included within the monthly contribution is an amount for excess risk insurance. This excess risk insurance has a $50,000 deductible per employee per year which limits the Sheriff's exposure to loss. The activity of this plan is reported in the general fund.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These liabilities include an amount for claims that have been incurred but not reported (IBNR's). Claims liabilities are calculated considering the effects of inflation, recent claims settlement trends including frequency and amount of pay-outs and other economic and social factors. The liability for claims and judgments is reported in the general fund because it is expected to be liquidated with expendable available financial resources. Changes in the balances of claims liabilities during the year are as follows:

Unpaid Claims, June 30, 2000	$ 41,406
Incurred Claims, Including IBNR's	788,733
Claims Payments	(777,583)
Unpaid Claims, June 30, 2001	$ 52,556

NOTE 8: CONTINGENT LIABILITIES

The Sheriff is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the Sheriff's counsel that the resolution of these matters will not have a material adverse effect on the financial condition of the Sheriff.

NOTE 9: PENSION PLAN

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

Plan Description. All Sheriff's deputies who are found to be physically fit, who earn at least $800 per month, and who were between the ages of 18 and 55 at the time of the 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 2.50 percent for each year if total service is at least 12 but less than 15 years; 2.75 percent for each year if total service is at least 15 but less than 20 years; and 3.00 percent of each year if total service is at least 20 years. In any case, the retirement benefit cannot exceed 100 percent of their final-average salary. The final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and who do not withdraw their employee contributions may retire at or after age 55 and receive the benefit accrued to their date of termination as indicated previously. Employees who terminate with at least 20 years of credited service 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 Requirements and Contributions Made. Contributions to the System include one-half of one percent of the taxes shown to be collectible by the tax rolls of each parish. State statute requires covered employees to contribute 8.7 percent of their salaries to the System and requires an employer contribution equal to 5 percent of each covered member's salary.

Although contributions are determined by state statute rather than actuarial calculations, actuarially required contributions are determined for the System. For the year ended June 30, 1999, the date of the latest available valuation report for the System, the actuarially required contribution for all employers in the System was $21,368,081. The total payroll of all covered employees of the System for the year ended June 30, 1999, was $293,919,047. The total employer actuarially required contributions for the year ended June 30, 1999, were 7.27 percent of the total payroll for all covered members. Dedicated ad valorem and revenue sharing taxes received by the System for the year ended June 30, 1999, provided $7,191,288 or 2.45 percent of total covered payroll.

Pension information related to the Sheriff for the year ended June 30, 2000, is as summarized below:

Total Payroll	$ 2,678,520
Covered Payroll	$ 2,591,269
STATUTORILY REQUIRED CONTRIBUTION BY:	
Employer	$ 198,436
Employees	251,353
Total	$ 449,789

ACTUAL CONTRIBUTIONS BY:

Employer	$ 198,436
Employees	251,353
Total	$ 449,789

Funding Status. The amount shown as the pension benefit obligation is a standardized measure of the present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date. The measure is intended to help assess the funding status of the System on a going concern basis, assess progress made in accumulating sufficient assets to pay benefits when due and make comparisons among public employee retirement plans. The measure is the actuarial present value of credited projected benefits and is independent of the funding method used to determine contributions to the plan. The System does not make separate measurements of assets and pension benefit obligations for individual employers.

The pension information summarized below is from the actuarial valuation report as of June 30, 2000, the date of its last valuation.

Pension Benefit Obligation:	
Actives	$ 590,116,542
Pensioners	229,207,529
Terminated	16,619,130
Total Pension Benefit Obligation	835,943,201
Net Assets Available for Benefits at Actuarial Value (Market Value $796,524,139)	784,304,316
Unfunded Pension Benefit Obligation	$ 51,638,885

Trend Information. Ten-year historical trend information for the System presenting the progress in accumulating sufficient assets to pay benefits when due is presented in the System's June 30, 2000, actuarial valuation report. The Sheriff does not guarantee the benefits granted by the System.

NOTE 10: SEGMENT INFORMATION

Segment information is effectively reported in the financial statements because the Sheriff maintains only one Enterprise Fund.

NOTE 11: RISK FINANCING

The Sheriff is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. There were no significant reductions in insurance coverage from coverage in the prior year.

VERMILION PARISH SHERIFF

GOVERNMENTAL FUND TYPE - GENERAL FUND

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

VERMILION PARISH SHERIFF
(Governmental Fund Type - General Fund)

SCHEDULE OF REVENUES - BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2001

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
TAXES			
Ad Valorem Taxes	$ 1,538,000	$ 1,556,518	$ 18,518
INTERGOVERNMENTAL			
Sales Tax	1,300,000	1,334,857	34,857
State Revenue Sharing	216,033	216,032	(1)
State Supplemental Pay	240,000	238,358	(1,642)
Law Enforcement Grant	50,000	58,630	8,630
Bond Forfeitures	14,000	28,216	14,216
Total Intergovernmental	1,820,033	1,876,093	56,060
FEES AND SERVICES			
Commissions - Fines	43,000	42,209	(791)
Civil and Criminal Fees	260,000	255,553	(4,447)
Court Attendance	25,500	26,265	765
Commissions - Licenses	37,000	36,265	(735)
Prisoner Maintenance	920,000	912,571	(7,429)
Prisoner Transportation	300	251	(49)
Prisoner Medical Restitution	3,000	2,690	(310)
Court Costs	27,000	34,207	7,207
Nurse and Canine Unit	70,000	63,107	(6,893)
Total Fees and Services	1,385,800	1,373,118	(12,682)
INTEREST EARNED	61,000	94,916	33,916
SALE OF EQUIPMENT	10,100	10,100	-
MISCELLANEOUS			
Tax Costs and Notices	5,500	6,993	1,493
Reports, Fees, Etc.	-	1,022	1,022
Narcotics and Investigative Income	-	5,544	5,544
Other	19,317	86,113	66,796
Total Miscellaneous	24,817	99,672	74,855
TOTAL REVENUES	$ 4,839,750	$ 5,010,417	$ 170,667

VERMILION PARISH SHERIFF
(Governmental Fund Type - General Fund)

SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2001

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
SALARIES			
Sheriff	$ 84,700	$ 84,384	$ 316
Deputies	3,025,000	2,594,136	430,864
Total Salaries	3,109,700	2,678,520	431,180
EMPLOYEE RELATED BENEFITS			
Pension Fund	176,000	198,436	(22,436)
Payroll Taxes	36,500	32,441	4,059
Hospitalization	804,500	806,973	(2,473)
Deferred Compensation	7,000	5,335	1,665
Total Employee Related Benefits	1,024,000	1,043,185	(19,185)
INSURANCE			
Automobile Liability	45,000	43,552	1,448
Deputy Liability	95,500	86,050	9,450
Executive Life	16,000	13,856	2,144
Boat Liability	7,894	9,492	(1,598)
Miscellaneous Liability	2,000	-	2,000
CID Building	-	1,712	(1,712)
Total Insurance	166,394	154,662	11,732
OPERATION AND MAINTENANCE			
Office	75,000	62,745	12,255
Telephone	103,000	97,564	5,436
Radio and Equipment Maintenance	42,028	22,725	19,303
Legal and Accounting	40,000	41,855	(1,855)
Utilities	8,000	7,322	678
Total Operation and Maintenance	268,028	232,211	35,817
DEPUTY EXPENDITURES			
Uniforms	30,000	16,586	13,414
Equipment and Supplies	15,000	29,987	(14,987)
Behavioral Relations	-	1,504	(1,504)
Physicals	-	6,935	(6,935)
Drug Testing	10,000	5,032	4,968
Training	41,000	31,583	9,417
Total Deputy Expenditures	96,000	91,627	4,373
CRIMINAL INVESTIGATIONS AUTOMOBILE	14,500	12,606	1,894

VERMILION PARISH SHERIFF
(Governmental Fund Type - General Fund)

SCHEDULE OF EXPENDITURES - BUDGET (GAAP BASIS) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2001

	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Fuel and Oil	115,000	106,220	8,780
Repairs and Maintenance	65,000	62,791	2,209
Total Automobile	180,000	169,011	10,989
BOATS	40,000	37,308	2,692
PRISONERS			
Maintenance	97,000	87,763	9,237
Transportation	2,000	1,607	393
Medical	111,000	94,196	16,804
Farm Operation	2,000	2,520	(520)
Litter Crew	7,000	7,310	(310)
Total Prisoners	219,000	193,396	25,604
MISCELLANEOUS			
Advertisements	2,500	4,833	(2,333)
Canine Maintenance	5,000	5,203	(203)
Lease Payments	16,000	4,409	11,591
Computer Expense	36,000	29,375	6,625
DARE Supplies	10,000	15,247	(5,247)
Dues and Subscriptions	12,000	9,271	2,729
Grant Buy-in	1,601	1,601	-
Juvenile Expense	12,000	10,686	1,314
Litigation Settlement	39,000	37,500	1,500
Radio Tower Rental	-	10,198	(10,198)
Shop Supplies	20,000	17,513	2,487
Office Travel	12,000	9,820	2,180
Other	6,700	5,932	768
Total Miscellaneous	172,801	161,588	11,213
CAPITAL EXPENDITURES			
Automobiles	100,000	100,529	(529)
Computers	32,000	36,816	(4,816)
Deputy Equipment	3,500	3,618	(118)
Office Equipment	7,500	10,650	(3,150)
Annex Building Renovations	-	528	(528)
Radios	7,226	7,225	1
Total Capital Expenditures	150,226	159,366	(9,140)
TOTAL EXPENDITURES	$ 5,440,649	$ 4,933,480	$ 507,169

VERMILION PARISH SHERIFF

PROPRIETARY FUND TYPE - ENTERPRISE (COMMISSARY) FUND

To account for the sale of item to the inmates and assets purchased by the fund.

VERMILION PARISH SHERIFF
(Proprietary Fund Type - Commissary Fund)

BALANCE SHEET		JUNE 30
	2001	2000
ASSETS		
CURRENT ASSETS		
Cash	$ 25,076	$ 17,917
Inventory	6,445	5,864
Other Receivables	571	466
Total Current Assets	32,092	24,247
RESTRICTED ASSETS		
Cash Restricted for Inmates	12,660	12,358
FIXED ASSETS		
Equipment	59,190	51,626
Building	168,406	168,406
Less: Accumulated Depreciation	(83,379)	(66,253)
Net Fixed Assets	144,217	153,779
TOTAL ASSETS	$ 188,969	$ 190,384
LIABILITIES AND FUND EQUITY		
LIABILITIES		
PAYABLE FROM RESTRICTED ASSETS		
Inmate Deposits	$ 12,660	$ 12,358
TOTAL LIABILITIES	12,660	12,358
FUND EQUITY		
Retained Earnings - Unreserved	176,309	178,026
TOTAL FUND EQUITY	176,309	178,026
TOTAL LIABILITIES AND FUND EQUITY	$ 188,969	$ 190,384

VERMILION PARISH SHERIFF

FIDUCIARY FUND TYPE - AGENCY FUNDS

CIVIL FUND

To Account for funds held in connection with civil suits, sheriff's sales, and garnishments.

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.

BONDS AND FINES FUND

To account for the collection of bonds, fines, and costs and payments of these collections to the Sheriff's General Fund and other recipients in accordance with the applicable laws.

VERMILION PARISH SHERIFF
(Fiduciary Fund Type - All Agency Funds)

COMBINING BALANCE SHEET — JUNE 30, 2001

	CIVIL FUND	TAX COLLECTOR FUND	BONDS AND FINES FUND	TOTAL ALL FUNDS
ASSETS				
Cash	$ 14,333	$ 182,830	$ 61,730	$ 258,893
Certificates of Deposit	-	710,697	-	710,697
TOTAL ASSETS	$ 14,333	$ 893,527	$ 61,730	$ 969,590
LIABILITIES				
Unsettled Balances				
Due to Taxing Bodies and Others	$ 14,261	$ 889,788	$ 55,020	$ 959,069
Due to Other Funds	72	3,739	6,710	10,521
TOTAL LIABILITIES	$ 14,333	$ 893,527	$ 61,730	$ 969,590

VERMILION PARISH SHERIFF
(Fiduciary Fund Type - All Agency Funds)

COMBINING SCHEDULE OF COLLECTIONS, DISTRIBUTIONS, AND UNSETTLED BALANCES				FOR THE YEAR ENDED JUNE 30, 2001
	CIVIL FUND	TAX COLLECTOR FUND	BONDS AND FINES FUND	TOTAL ALL FUNDS
UNSETTLED BALANCES, JULY 1, 2000	$ 14,146	$ 615,354	$ 56,651	$ 686,151
COLLECTIONS				
Costs in Litigation	449,519	-	-	449,519
Bonds	-	-	176,064	176,064
Fines and Costs	38,452	-	252,994	291,446
Garnishments	87,711	-	-	87,711
Ad Valorem Taxes	-	17,396,225	-	17,396,225
Licenses	-	246,212	-	246,212
Interest and Account Appreciation	1,252	110,472	2,145	113,869
State Revenue Sharing	-	1,088,305	-	1,088,305
Other	-	6,707	4,000	10,707
Total Collections	576,934	18,847,921	435,203	19,860,058
DISTRIBUTIONS				
Sheriff's General Fund	134,593	1,818,899	77,028	2,030,520
Police Jury	-	4,475,968	138,505	4,614,473
District Attorney	-	-	63,478	63,478
Clerk of Court	21,411	-	13,242	34,653
Indigent Defender Board	-	-	58,932	58,932
Criminalistic Laboratory	-	-	17,370	17,370
Litigants' Attorneys	302,312	-	-	302,312
Louisiana Commission on Law Enforcement	-	-	6,559	6,559
Keepers, Appraisers, Etc.	14,924	-	-	14,924
Other Settlements	6,150	-	50,270	56,420
Louisiana Department of Wildlife and Fisheries	-	5,481	335	5,816
Louisiana Tax Commission	-	3,562	-	3,562
School Board	-	7,128,309	-	7,128,309
Drainage Districts	-	2,398,860	-	2,398,860
Assessor	-	477,772	-	477,772
Abbeville Port, Harbor, and Terminal District	-	219,354	-	219,354
Hospital Districts	-	1,140,211	-	1,140,211
Ward 8 Cemetery District	-	16,619	-	16,619
Teche-Vermilion Freshwater District	-	190,656	-	190,656
Pension Funds	-	493,127	-	493,127
Municipalities	-	27,974	4,405	32,379
Ward 7 Fire District	-	172,956	-	172,956
Other Parishes	1,005	-	-	1,005
Advertisements	8,641	-	-	8,641
Garnishments	87,711	-	-	87,711
Total Distributions	576,747	18,569,748	430,124	19,576,619
UNSETTLED BALANCES, JUNE 30, 2001	$ 14,333	$ 893,527	$ 61,730	$ 969,590

LANGLINAIS
&
BROUSSARD
(A Corporation of Certified Public Accountants)

Glen P. Langlinais, C.P.A.
Michael P. Broussard, C.P.A.
Gayla Falcon, C.P.A.
Patrick M. Guidry, C.P.A.
Chip Cantrell, C.P.A.
Ken Bonin, C.P.A., M.B.A.
Chris Kohlenberg, C.P.A., M.B.A., M.H.A

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 Raywood LeMaire
Vermilion Parish Sheriff
Abbeville, Louisiana

We have audited the financial statements of the Vermilion Parish Sheriff as of and for the year ended June 30, 2001, and have issued our report thereon dated August 1, 2001. 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 Vermilion 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 instances of noncompliance that are required to be reported under Government Auditing Standards.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit, we considered the Vermilion 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 operation that we consider to be material weaknesses.

The report is intended for the information of the Vermilion Parish Sheriff, The Legislative Auditor of the State of Louisiana, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Langlinais & Broussard

LANGLINAIS & BROUSSARD
A Corporation of Certified Public Accountants

August 1, 2001

2419 Old South Plaza • P. O. Box 1123 • Abbeville, Louisiana 70511-1123 • Telephone (337) 893-6232 • Fax (337) 893-6249