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**JUVENILE COURT FOR THE PARISH OF JEFFERSON**

**HARVEY, LOUISIANA**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2013**

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

Release Date SEP 03 2014

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JUVENILE COURT FOR THE PARISH OF JEFFERSON

HARVEY, LOUISIANA

FINANCIAL STATEMENTS

DECEMBER 31, 2013

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## Independent Auditors' Report

Judges of the Court  
Juvenile Court for the Parish of Jefferson  
Jefferson Parish, Louisiana

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Juvenile Court for the Parish of Jefferson (the Court), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Court's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Court, as of December 31, 2013, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 8 and 28 through 30 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2014, on our consideration of the Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Court's internal control over financial reporting and compliance.

*Postlethwaite & Nettewille*

Metairie, Louisiana  
June 23, 2014

## JUVENILE COURT FOR THE PARISH OF JEFFERSON

### MANAGEMENT'S DISCUSSION AND ANALYSIS

DECEMBER 31, 2013

As financial management of the Juvenile Court for the Parish of Jefferson (The "Court"), we offer readers of these financial statements this narrative overview and analysis of the financial activities of the Court for the fiscal year ending December 31, 2013. This discussion and analysis is designed to assist the reader with focusing on the significant financial issues and activities and to identify any significant changes in financial position. We encourage readers to consider the information presented here in conjunction with the financial statements taken as a whole.

#### FINANCIAL HIGHLIGHTS

- The assets of the Court exceeded its liabilities at the close of the most recent fiscal year by \$3,005,062 (net position). Of this amount, \$1,644,686 is unrestricted net position, which may be used to meet the Court's ongoing obligations to citizens and creditors.
- The Court's net position increased by \$284,532.
- As of the close of the current fiscal year, the Court's government funds reported combined ending fund balance of \$1,631,611.
- The grant revenue of \$140,677 reported on the Judicial Expense Fund financial statements is Title IV-E federal funding from the Department of Children and Families.

#### OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis provided here are intended to serve as an introduction to the Court's basic financial statements. The Court's financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to the financial statements.

#### GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the Court's finances, in a manner similar to a private sector business.

The statement of net position presents financial information on all of the Court's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Court is improving or deteriorating.

The statement of activities presents information showing how the Court's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows in future fiscal periods (e.g., earned but unused vacation leave).

In the Statement of Net Position and the Statement of Activities and Changes in Net Position, we separate the Court activities as follows: governmental activities-most of the Court's basic services are reported in this category, including the Judicial Expense, Drug Court Program, and Families in Need of Services (FINS) Program. Parish appropriations, court costs, interest income, and state and federal grants finance these activities.

JUVENILE COURT FOR THE PARISH OF JEFFERSON

MANAGEMENT'S DISCUSSION AND ANALYSIS

DECEMBER 31, 2013

FUND FINANCIAL STATEMENTS

A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Court, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Court can be divided into two categories: governmental funds and fiduciary funds.

*Governmental Funds*

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund activities focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the statement of revenues, expenditures, and changes in fund balance provide a reconciliation between governmental funds and governmental activities.

The Court maintains four individual governmental funds. Each of the governmental funds are considered to be major funds.

The Court adopts an annual appropriated budget for its general fund (the Judicial Expense Fund) and the special revenue funds. Budgetary comparison schedules have been provided to demonstrate compliance with these budgets.

*Fiduciary Funds*

Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available to support the Court's own programs. The Court maintains three fiduciary funds. The funds report resources held by the Court in a custodial capacity for individuals and other governments.

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the fund financial statements.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**DECEMBER 31, 2013**

**Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Court's budgetary comparison schedules for the Judicial Expense Fund and each major Special Revenue Fund.

**GOVERNMENT-WIDE OVERALL FINANCIAL ANALYSIS**

As noted earlier, net position may serve, over time, as a useful indicator of a government's financial position. In the case of the court, assets exceeded liabilities by \$3,005,062 as of December 31, 2013.

***Net Position***

The most significant component of the Court's net position is the net investment in capital assets which totaled \$1,360,376 as of December 31, 2013. The remaining balance of \$1,644,686 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

**Juvenile Court for the Parish of Jefferson  
Net Position**

	<u>2013</u>	<u>2012</u>
Current and other assets	\$ 1,847,155	\$ 1,498,791
Capital assets	<u>1,360,376</u>	<u>1,398,944</u>
Total assets	<u>3,207,531</u>	<u>2,897,735</u>
Current liabilities	202,469	170,643
Bond deposits	-	6,562
Total liabilities	<u>202,469</u>	<u>177,205</u>
Net position:		
Net investment in capital assets	1,360,376	1,398,944
Unrestricted	<u>1,644,686</u>	<u>1,321,586</u>
	<u>\$ 3,005,062</u>	<u>\$ 2,720,530</u>

All investments were held with the Louisiana Asset Management Pool (LAMP). Investments totaled \$715,973 as of December 31, 2013, which represents a \$213,741 increase from the previous year. Grants receivable totaled \$215,709 which is related to grant reimbursements outstanding as of December 31, 2013. The decrease is due primarily to a decrease in the number of grants outstanding as of December 31, 2013. The cash balance as of December 31, 2013 was \$884,194 which represents an increase of \$214,435, or 32%. This increase is due primarily to Title IV-D funds received during the 2013 year but not spent. In 2012, the majority of the Title IV-B funds were allocated to the FINS program

Our analysis on the next page will focus on key elements of the Court's financial activities for the years ended December 31, 2013 and 2012.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**DECEMBER 31, 2013**

***Governmental Activities***

During the current fiscal year, net position for governmental activities increased by \$284,532 or 10.5%. Unrestricted net position increased by \$323,100 or 24.4% as of December 31, 2013.

**Juvenile Court for the Parish of Jefferson  
Changes in Net Position**

	<u>2013</u>	<u>2012</u>
<b>Revenues</b>		
Program revenues		
Charges for services	\$ 1,342,304	\$ 1,298,923
Operating grants and contributions	4,262,039	5,196,865
General revenues	<u>(10,939)</u>	<u>1,354</u>
Total revenues	<u>5,593,404</u>	<u>6,497,142</u>
<b>Expenses</b>		
Judicial Expense	4,791,857	5,061,309
CASA Program	121,743	707,512
Drug Court Program	198,155	167,815
FINS Assistance Program	197,117	441,117
Total expenses	<u>5,308,872</u>	<u>6,377,753</u>
Change in net assets	284,532	119,389
Net position, beginning of year	<u>2,720,530</u>	<u>2,601,141</u>
Net position, end of year	<u>\$ 3,005,062</u>	<u>\$ 2,720,530</u>

Total revenues decreased by \$903,738 or 13% from \$6,497,142 in 2012 to \$5,593,404 in 2013. The decrease in revenues was due primarily to the Court Appointed Special Advocates (CASA) program separating from the Court as of January 1, 2013 and the decrease in the Title IV-E grant received from the State of Louisiana.

**FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

**Judicial Expense Fund** – Total revenues decreased by \$183,646 or 3.4% from 2012 to 2013. The decrease is due to decreased funding relating to the Title IV-E federal program and decrease in intergovernmental revenues related to payroll costs paid for by Jefferson Parish on behalf of the Court. Total expenses increased by \$74,343 or 1.6% from 2012 to 2013.

**CASA Fund** – Total revenues decreased \$621,348 or 96.7% from 2012 to 2013. The decrease is due to the CASA program separating from the Court as of January 1, 2013. Total expenses decreased \$121,743 or 82.7% from 2012 to 2013.

**Drug Court Fund** – Total revenues increased \$34,266 or 20.5% from 2012 to 2013. The increase is due to an increase in TANF funding received during the year ended December 31, 2013. Total expenses increased \$34,313 or 20.5% from 2012 to 2013.

JUVENILE COURT FOR THE PARISH OF JEFFERSON

MANAGEMENT'S DISCUSSION AND ANALYSIS

DECEMBER 31, 2013

**FINS Fund** – Total revenues decreased \$21,730 or 9.7% from 2012 to 2013 due to a decrease in state funding. Total expenses decreased \$241,376 or 55.5% from 2012 to 2013.

**Budgetary Highlights**

The original budget adopted by the Judicial Expense Fund and the Special Revenue Funds were amended during the fiscal year for changes in various operating and administrative expenditures necessary for the operation of the Court. The Judicial Expense Fund budget accounts for expenditures made on the Court's behalf by the Jefferson Parish Council, federal grant revenues, and interest on investments, and consulting fees relating to Title IV-E that are not specifically allocated to the special revenue funds. The favorable variance in the Judicial Expense Fund was primarily related to lower administrative and capital outlay expenditures than budgeted. The budgeted revenues and other financing sources were less than final actual revenues and other financing sources by \$116,308 due to lower intergovernmental revenues than expected.

**Capital Assets**

The Court's investment in capital assets, net of accumulated depreciation, amounts to \$1,360,376 as of December 31, 2013. Capital assets include building improvements, equipment, and furniture. Major capital asset events during the current fiscal year included the cost of courthouse improvements and equipment. The Court is not responsible for any infrastructure.

**Economic Outlook, FY 2013 Budgets, and Funding Issues**

During 2013, management did not request any additional positions for the General fund to be included in the allocation of costs from Jefferson Parish, which pays for the vast majority of the Court's personnel costs. Intergovernmental revenues are expected to remain constant in 2014. In 2013, the Parish offered a 5% cost of living pay increase to eligible employees.

Title IV-E funding is allocated to special revenue funds. The amount anticipated in reimbursements is unknown because the state hasn't determined the eligibility status.

Temporary Assistance to Needy Families (TANF) funding, represents the major source of funds for Drug Court and is expected to remain unchanged in 2014.

Capital outlays remained consistent in 2013 and are anticipated to remain consistent in 2014. The Judges have appropriated funds to cover special maintenance projects for the courthouse.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**DECEMBER 31, 2013**

**Requests for Information**

This financial report is designed to provide a general overview of the Court's finances for all those with an interest in its finances. Questions concerning any of the information provided in this report, or requests for additional information should be addressed to Dawn Palermo, Judicial Administrator, Juvenile Court for the Parish of Jefferson, Post Office Box 1900, Harvey, Louisiana 70059.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**  
**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2013**

	<b>Governmental Activities</b>
<b><u>ASSETS:</u></b>	
Cash and cash equivalents	\$ 884,194
Investments	715,973
Grants receivable	215,709
Prepays	31,279
Capital assets, net of accumulated depreciation	1,360,376
Total assets	\$ 3,207,531
 <b><u>LIABILITIES:</u></b>	
Accounts payable	\$ 189,585
Unearned revenue - grant	12,884
Total liabilities	202,469
 <b><u>NET POSITION:</u></b>	
Net investment in capital assets	1,360,376
Unrestricted	1,644,686
Total net position	\$ 3,005,062

See accompanying notes to the financial statements.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON  
HARVEY, LOUISIANA  
STATEMENT OF ACTIVITIES AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2013**

Functions/Programs!	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Total
Governmental activities:					
Judicial Expense	\$ 4,791,857	\$ 1,341,481	\$ 3,858,881	\$ 408,505	\$ 408,505
CASA Program	121,743	-	-	(121,743)	(121,743)
Drug Court Program	198,155	823	200,830	3,498	3,498
FINS Assistance Program	197,117	-	202,328	5,211	5,211
<b>Total governmental activities</b>	<b>\$ 5,308,872</b>	<b>\$ 1,342,304</b>	<b>\$ 4,262,039</b>	<b>295,471</b>	<b>295,471</b>
General revenues:					
Interest income					
				303	303
Loss on disposal of capital assets					
				(11,242)	(11,242)
Total general revenues					
				(10,939)	(10,939)
Change in net position					
				284,532	284,532
Net position - beginning					
				2,720,530	2,720,530
Net position - ending					
				\$ 3,005,062	\$ 3,005,062

See accompanying notes to the financial statements.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2013**

	Judicial Expense Fund	CASA Fund	Drug Court Expense Fund	FINS Assistance Center Fund	Total Governmental Funds
<b><u>ASSETS</u></b>					
Cash and cash equivalents	\$ 861,579	\$ -	\$ 2,047	\$ 20,568	\$ 884,194
Investments	715,973	-	-	-	715,973
Grants receivable	165,648	-	21,109	28,952	215,709
Prepays	31,279	-	-	-	31,279
Total assets	<u>\$ 1,774,479</u>	<u>\$ -</u>	<u>\$ 23,156</u>	<u>\$ 49,520</u>	<u>\$ 1,847,155</u>
<b><u>LIABILITIES</u></b>					
Accounts payable	\$ 148,641	\$ -	\$ 10,183	\$ 30,761	\$ 189,585
Unearned revenue - grant	-	-	12,884	-	12,884
Total liabilities	<u>148,641</u>	<u>-</u>	<u>23,067</u>	<u>30,761</u>	<u>202,469</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>					
Unavailable revenue - grant	-	-	-	13,075	13,075
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,075</u>	<u>13,075</u>
<b><u>FUND BALANCES</u></b>					
Nonspendable	31,279	-	-	-	31,279
Restricted	-	-	-	4,152	4,152
Committed	715,973	-	-	-	715,973
Assigned	-	-	89	1,532	1,621
Unassigned	878,586	-	-	-	878,586
Total fund balances	<u>1,625,838</u>	<u>-</u>	<u>89</u>	<u>5,684</u>	<u>1,631,611</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,774,479</u>	<u>\$ -</u>	<u>\$ 23,156</u>	<u>\$ 49,520</u>	<u>\$ 1,847,155</u>

See accompanying notes to the financial statements.

JUVENILE COURT FOR THE PARISH OF JEFFERSON  
HARVEY, LOUISIANA  
RECONCILIATION OF THE BALANCE SHEET OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION  
DECEMBER 31, 2013

Total governmental fund balances \$ 1,631,611

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets are not reported in the fund financial statements because they are not current financial resources, but they are reported in the statement of net position. 1,360,376

Certain receivables are not available to pay for the current period's expenditures and, are therefore, deferred in the funds 13,075

Net position of governmental activities \$ 3,005,062

See accompanying notes to the financial statements.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON  
HARVEY, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2013**

	Judicial Expense Fund	CASA Fund	Drug Court Expense Fund	PIJS Assistance Center Fund	Total
<b>REVENUES</b>					
Costs, fees and fines	\$ 1,341,481	\$ -	\$ 823	\$ -	\$ 1,342,304
Grant revenues	140,677	21,368	200,830	92,117	454,992
Intergovernmental	3,705,129	-	-	110,211	3,815,340
Interest income	303	-	-	-	303
<b>Total revenues</b>	<b>5,187,590</b>	<b>21,368</b>	<b>201,653</b>	<b>202,328</b>	<b>5,612,939</b>
<b>EXPENDITURES</b>					
Current					
Administrative	4,592,159	-	2,699	588	4,595,446
Program	97,826	121,743	194,519	193,249	607,337
Capital outlay	74,350	-	4,414	-	78,764
<b>Total expenditures</b>	<b>4,764,335</b>	<b>121,743</b>	<b>201,632</b>	<b>193,837</b>	<b>5,281,547</b>
Excess (deficiency) of revenues over (under) expenditures	423,255	(100,375)	21	8,491	331,392
<b>OTHER FINANCING SOURCES (USES)</b>					
Operating transfers in	5,000	27,778	-	803	33,581
Operating transfers out	(28,581)	-	-	(5,000)	(33,581)
<b>Total other financing sources (uses)</b>	<b>(23,581)</b>	<b>27,778</b>	<b>-</b>	<b>(4,197)</b>	<b>-</b>
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	399,674	(72,597)	21	4,294	331,392
Fund balances - beginning	1,226,164	72,597	68	1,390	1,300,219
<b>Fund balances - ending</b>	<b>\$ 1,625,838</b>	<b>\$ -</b>	<b>\$ 89</b>	<b>\$ 5,684</b>	<b>\$ 1,631,611</b>

See accompanying notes to the financial statements.

JUVENILE COURT FOR THE PARISH OF JEFFERSON  
HARVEY, LOUISIANA  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENT FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2013

Amounts reported for governmental activities in the statement of activities are different as follows:

Net change in total fund balances per fund financial statements \$ 331,392

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their useful lives and reported as depreciation expense in the current period.

Capital outlay	\$	78,764	
Loss on disposal		(11,242)	
Depreciation expense		(106,090)	(38,568)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. This represents the change in deferred revenue. (8,292)

Change in net position of governmental activities \$ 284,532

See accompanying notes to the financial statements.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>Support Enforcement Fund</u>	<u>Fees and Assessments Fund</u>	<u>State Escrow Fund</u>	<u>Total</u>
<b><u>ASSETS</u></b>				
Cash and cash equivalents	\$ 16,787	\$ 15,088	\$ 149	\$ 32,024
Total assets	<u>16,787</u>	<u>15,088</u>	<u>149</u>	<u>32,024</u>
<b><u>LIABILITIES</u></b>				
Accounts payable	16,305	5,927	-	22,232
Escrow liability	482	2,061	149	2,692
Bond liability	-	7,100	-	7,100
Total liabilities	<u>16,787</u>	<u>15,088</u>	<u>149</u>	<u>32,024</u>
<b><u>NET POSITION</u></b>				
Total net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to the financial statements.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Reporting Entity**

The Juvenile Court for the Parish of Jefferson (the Court) was established by Act 110 of the Extraordinary Session of the 1958 Legislature. There are presently three divisions in the Court (Divisions A, B, and C). The Court is of limited jurisdiction with exclusive original jurisdiction over certain proceedings involving children and adults as set forth in the Louisiana Children's Code. The Court's geographic jurisdiction consists of the Parish of Jefferson.

Governmental Accounting Standards Board (GASB) Statement 61 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. For financial reporting purposes, in conformity with GASB Statement 61 the financial statements of the Court include all funds and activities that are within the oversight responsibility of the Court.

**Basic Financial Statements - Government-Wide Financial Statements (GWFS)**

The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the Court as a whole, excluding fiduciary activities such as agency funds. Individual funds are not displayed, but the statements distinguish governmental activities, generally supported by the Parish of Jefferson's general revenues, from business-type activities, generally financed in whole, or in part, with fees charged to external customers.

The statement of activities reports expenses of a given function, offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and any portions of a fund, or summarizes more than one fund, to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services, which report fees, fines, and forfeitures, and other charges to the users of the Court's services; (2) operating grants and contributions, which finance annual operating activities, including restricted investment income; and (3) capital grants and contributions, which fund the acquisition, construction, or rehabilitation of capital assets and include fees to developers. These revenues are subject to *externally imposed restrictions to these program uses*. Taxes and other revenue sources, not properly included with program revenues, are reported as general revenues.

JUVENILE COURT FOR THE PARISH OF JEFFERSON  
HARVEY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basic Financial Statements Fund Financial Statements (FFS)

Fund financial statements are provided for governmental and fiduciary funds.

The Court reports the following fund types:

Governmental Funds

Governmental funds account for most of the Court's general activities. The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than net income. The following is a description of the major governmental funds of the Court:

The *Judicial Expense Fund* is the general operating fund of the entity, which accounts for all financial resources, except those required to be accounted for in other funds. Expenditures for salaries, wages, and benefits made by Jefferson Parish on behalf of the Court are recorded in accordance with GASB Codification N50, *Non-exchange Transactions*. Federal funding related to Title IV-E, not allocated specifically to other funds, is also accounted for in this fund.

*Special revenue funds* account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The Court's Drug Court Expense Fund, Court Appointed Special Advocate (CASA) Assistance Program Fund, and Families in Need of Services (FINS) Assistance Program Fund are presented as major funds. During the year ended December 31, 2013, the CASA program separated from the Court and became a separate non-profit organization.

Fiduciary Funds

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the government. The reporting focus is on net position. The funds accounted for in this category by the Court are the agency funds.

*Agency funds* account for assets held by the Court on behalf of others as their agent. Agency funds are custodial in nature, and do not involve measurement of results of operations. The Court's Support Enforcement Fund, Fees and Assessments Fund, and State Escrow Fund are the agency funds.

JUVENILE COURT FOR THE PARISH OF JEFFERSON  
HARVEY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Accounting

Accrual

The governmental activities in the government-wide financial statements and the fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. Revenues of the Court consist principally of fines and fees for services relating to court filings, grant revenues, and interest income. Fines and fees for services are recorded when received in cash because they are generally not measurable until actually received. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Interest income is recorded when earned.

Modified Accrual

The modified accrual basis of accounting is used by all governmental fund types and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Court considers revenues to be available if they are collected within sixty days of the end of the fiscal year. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

Other Financing Sources (Uses)

Other financing sources (uses) consist of transfers between funds that are not expected to be repaid. These other financing sources (uses) are recognized at the time the underlying events occur. When both restricted and unrestricted resources are available for use, it is the Court's policy to use restricted resources first, and then unrestricted resources as needed.

Budgets

The Court is required by state law to adopt an annual budget for its Judicial Expense Fund and its Special Revenue Funds. The budget is presented on the modified accrual basis of accounting that is consistent with generally accepted accounting principles. Budget amendments were made during the year due to significant changes to revenues received and expenditures incurred.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Budgets (continued)**

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

1. The Court prepares a budget for the next succeeding fiscal year beginning January first. The operating budget includes proposed expenditures and the means of financing them.
2. The budget is presented at the November judges' meeting to obtain the judges' approval.
3. A budget adoption instrument accompanies the budget authorizing the implementation of the adopted budget.

The Judicial Expense Fund accounts for expenditures made on the Court's behalf by the Jefferson Parish Council. These expenditures are budgeted by the Jefferson Parish Council and expenditures are made at their discretion. There were several amendments to the Judicial Expense Fund budget during the year due to the reclassification of monies to be expended. During 2013, the Parish of Jefferson paid \$4,068,577 for administrative expenses of the Court.

Unexpended appropriations lapse at year-end. The Court does not utilize encumbrance accounting. Additional information on the original and final budgets can be found in the Budgetary Comparison Schedules included in the report.

**Cash and Cash Equivalents and Investments**

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Court 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.

Under state law, the Court may invest in United States bonds, treasury notes, or certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are stated at cost, which approximates fair value.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Capital Assets**

Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. Additions, improvements, and capital outlays that significantly extend the useful life of an asset are capitalized. Beginning in 2004, the Court implemented a threshold of \$1,000 to capitalize expenditures. Other costs incurred for repairs and maintenance is expensed as incurred.

Capital assets are recorded in the Statement of Net Position and depreciation is recorded in the Statement of Activities. Since surplus assets are sold for an immaterial amount or scrapped when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes. All capital assets are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings	40 years
Building improvements – A/C units	20 years
Building improvements – Electrical	30 years
Land Improvements – Parking lots	20 years
Furniture and office equipment	5 years
Computer equipment	5 years

**Accrued Annual and Sick Leave**

Eligible employees of the Juvenile Court for the Parish of Jefferson accrue vacation leave at varying rates based on their years of continuous service. Employees hired before April 26, 1986, may carry forward a maximum of ninety unused vacation days from one year to the next. Employees hired after April 26, 1986, may carry forward a maximum of twenty days.

Employees of the Court accrue sick leave at a rate of 13 days per year. There is no limitation on the amount of sick leave that may be carried forward from one year to the next. At the time of retirement, sick leave can be converted into cash and/or service credit.

All eligible employees' salaries are paid by the Jefferson Parish Council and except as described below, accruals relating to vacation leave are included in the financial statements of the Council. At December 31, 2013, included in accounts payable is \$14,452 for employee annual and sick leave for FINS that is the responsibility of the Court.

**Unearned revenue**

Unearned revenue consists of grant revenues not yet expended.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Deferred Inflows of Resources**

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Court only has one type of item, which arises under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly the item, unavailable revenue, is reported only in the governmental funds balance sheet. The source of the unavailable revenue is an intergovernmental grant. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

**Fund Equity**

In the governmental fund financial statements, fund balances are classified as follows:

1. **Non-Spendable Fund Balance** - amounts that cannot be spent either because they are in a non-spendable form (such as prepaid expenses) or because they are legally or contractually required to be maintained intact.
2. **Restricted Fund Balance** - amounts constrained to specific purposes by their providers (such as grantor, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
3. **Committed Fund Balance** - amounts constrained to specific purposes by a government itself, using its highest level of decision making authority by a vote of the Judges of the Court; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.
4. **Assigned Fund Balance** - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governmental body delegates the authority such as the Court and its management.
5. **Unassigned Fund Balance** - all amounts not included in other spendable classifications.

The Court considers restricted fund balances to be spent for governmental expenditures first when both restricted and unrestricted resources are available. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Court considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Court has provided otherwise in its commitment or assignment actions.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Interfund Transactions**

Quasi-external transactions are accounted for as revenues or expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it, which are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions except quasi-external transactions and reimbursements are reported as transfers. Nonrecurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**Accounting Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

**2. CASH AND CASH EQUIVALENTS**

At December 31, 2013, the Court has cash and cash equivalents (book balances) as follows:

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Demand deposits	\$ 883,473	\$ 32,024	\$ 915,497
Cash on hand	721	-	721
Total	<u>\$ 884,194</u>	<u>\$ 32,024</u>	<u>\$ 916,218</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be insured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These 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.

Custodial credit risk is the risk that in the event of a bank failure, the Court's deposits may not be returned to it under state law. At December 31, 2013, the carrying amount of the Court's deposits was \$915,497 and the bank balances were \$925,822. The amounts were completely collateralized and/or insured at December 31, 2013.

JUVENILE COURT FOR THE PARISH OF JEFFERSON  
HARVEY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

3. INVESTMENTS

Investments held at December 31, 2013 are \$715,973 in the Louisiana Asset Management Pool (LAMP), a local government investment pool (see Summary of Significant Accounting Policies). In accordance with GASB Codification Section 320, the investment in LAMP at December 31, 2013 is not categorized in the three risk categories provided by GASB Codification Section 150.125 because the investment is in the pool of funds and, therefore, not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP Inc., a nonprofit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high-quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955.

GASB Codification requires disclosure of credit risk, custodial credit risk, concentration of credit risk, interest rate risk, and foreign currency risk for all public entity investments.

LAMP is a 2a7- like investment pool. The following facts are relevant for 2a7 like investment pools:

- Credit risk: LAMP is rated AAAM by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days, and consists of no securities with a maturity in excess of 397 days. The WAM for LAMP's total investments is 60 as of December 31, 2013.
- Foreign currency risk: Not applicable to 2a7-like pools.

The investments in LAMP are stated at fair value based on quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the State Treasurer and the Board of Directors. LAMP is not registered with the SEC as an investment company.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS**

**4. CAPITAL ASSETS**

The following is a summary of changes in governmental activities during the year:

	Balance at January 1, 2013	Additions	Retirements	Balance at December 31, 2013
Office	\$ 682,301	\$ 42,112	\$ (116,017)	\$ 608,396
Building	1,915,063	36,652	-	1,951,715
Total	2,597,364	78,764	(116,017)	2,560,111
Accumulated depreciation	(1,198,420)	(106,090)	104,775	(1,199,735)
Capital assets, net	<u>\$ 1,398,944</u>	<u>\$ (27,326)</u>	<u>\$ (11,242)</u>	<u>\$ 1,360,376</u>

Depreciation expense for the twelve months ending December 31, 2013 totaled \$106,090.

Following is a schedule of depreciation amounts charged to each function in the statement of activities:

Judicial Expense	\$ 101,873
FINS Assistance Program	3,280
Drug Court	937
	<u>\$ 106,090</u>

**5. LEASE AGREEMENT**

In October 2008, the Court entered into a five-year operating lease agreement for its telephone system, which provides for monthly lease payments of \$2,226. The lease ended in December 2013.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS**

**6. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

The composition of interfund transfers for the year ended December 31, 2013, is as follows:

	<u>Transfers Out</u>	<u>Transfers In</u>
Special Revenue - Judicial Expense Fund	\$ 28,581	\$ 5,000
Special Revenue - CASA	-	27,778
Special Revenue - FINS	5,000	803
Total	<u>\$ 33,581</u>	<u>\$ 33,581</u>

Interfund transfers are made to supplement other funds' sources of revenues.

**7. EXPENSES OF THE COURT PAID BY OTHERS**

Salaries, wages, and related benefits of Court employees, along with insurance and miscellaneous expenditures, are paid by Jefferson Parish. The Judges of the Court receive compensation from the State of Louisiana Judicial Branch, at a rate determined by state statute. Payroll related expenditures of \$3,178,260 are paid by the Parish and the State of Louisiana on behalf of the Court, and are included in the accompanying financial statements of the Judicial Expense Fund in accordance with GASB Codification N50, Non-exchange Transactions.

All eligible employees of the Court are members of the Parochial Employees' Retirement System of Louisiana, and the Employees' Retirement System of Jefferson Parish, Louisiana. All costs relating to pension contributions are paid by the Jefferson Parish Council; unless they are for grant employees then the Court must cover. Therefore, some such costs are not included in the accompanying financial statements, but are included in the financial statements of the Council.

**8. CHILD SUPPORT COURT COSTS**

The Court collects court costs under the provisions of the Louisiana Children's Code, specifically LSA-Ch. C. art 405D. Under the provisions of this statute, effective July 31, 1995, the Court assesses and collects court costs equal to 5% of all periodic child support payments paid through the registry of the Court. These payments are made by the paying parents in addition to their normal child support payment. Effective April 1, 2000, this statute was amended and requires all child support payments to be sent to one central collection address in the State. Court costs are remitted to the Court from the State once a month for payments made on their behalf. For the year ending December 31, 2013, the Court received \$1,316,830 from the State in Child Support court costs.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS**

**9. ECONOMIC DEPENDENCY**

Juvenile Court for the Parish of Jefferson receives the majority of its revenues from funds provided through the Parish of Jefferson and the State of Louisiana. If significant budget cuts are made at the State or local level, the amount of funds the Court receives could be reduced significantly, with a resultant adverse impact on its operations.

The Court receives federal and state grants to fund the Judicial Expense Fund and the Drug Court and FINS programs. Should the amount of these grants be substantially reduced or discontinued, the operations of these programs will be correspondingly reduced or eliminated.

For the year-ended December 31, 2013, \$332,165 of the Court's grant revenues was from the U.S. Department of Health and Human Services.

**10. FUND BALANCES**

**Nonspendable Fund Balance** – The non-spendable fund balance in the Judicial Expense Fund is made up of prepaid expenditures totaling \$31,279 that is not in spendable form.

**Restricted Fund Balance** – The restricted fund balance in the FINS Assistance Center fund is made up of grant funds restricted for the FINS Assistance Center.

**Committed Fund Balance** – The committed fund balance in the Judicial Expense Fund is made up of funds committed by the Court for courthouse improvements, technology upgrades, and leave payout.

**Assigned Fund Balance** – The assigned fund balance in the Drug Court and FINS Assistance Center funds are made up of funds assigned to the Drug Court and FINS Assistance Center by the Judges of the Court.

**11. CHANGE IN ACCOUNTING PRINCIPLES**

The Court has implemented GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, in 2013. This standard provides guidance for reporting the financial statement elements of deferred outflows of resources and deferred inflows of resources, required by GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. GASB Statement No. 65 also identifies certain items previously reported as assets and liabilities that the GASB determined should be recognized as revenues, expenses, or expenditures when incurred and not reported in statements of net position/balance sheets. The Statement had no impact on the Court's net position or fund balances.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS**

**11. CHANGE IN ACCOUNTING PRINCIPLES (continued)**

The GASB issued Statement No. 66, *Technical Corrections - 2012* in March 2012. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The provisions of this Statement are effective for 2013. There was no impact to the Court with the implementation of this statement.

**12. NEW PRONOUNCEMENTS**

The GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions* in June 2012. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*. Statement No. 67, *Financial Reporting for Pension Plans*, revises existing standards of financial reporting for most pension plans. This Statement and Statement 67 establish a definition of a pension plan that reflects the primary activities associated with the pension arrangement—determining pensions, accumulating and managing assets dedicated for pensions, and paying benefits to plan members as they come due. This Statement is effective for fiscal years beginning after June 15, 2014.

The GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, in November 2013. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, *Accounting and Financial Reporting for Pensions*. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or nonemployer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability. The provisions of this Statement are required to be applied simultaneously with the provisions of Statement No. 68.

Management of the Court is currently assessing the impact of these new pronouncements on the financial statements.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON  
HARVEY, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - JUDICIAL EXPENSE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2013**

	Budget		Actual	Variance Favorable (Unfavorable)
	Original	Final		
<b>Revenues:</b>				
Costs, fees and fines	\$ 1,303,180	\$ 1,302,395	\$ 1,341,481	\$ 39,086
Grant revenue	-	150,000	140,677	(9,323)
Intergovernmental	3,149,090	3,323,909	3,705,129	381,220
Interest income	-	725	303	(422)
<b>Total revenues</b>	<u>4,452,270</u>	<u>4,777,029</u>	<u>5,187,590</u>	<u>410,561</u>
<b>Expenditures:</b>				
<b>Current:</b>				
Administrative	4,252,540	4,487,559	4,592,159	(104,600)
Program	-	7,500	97,826	(90,326)
Capital outlay	194,730	110,745	74,350	36,395
<b>Total expenditures</b>	<u>4,447,270</u>	<u>4,605,804</u>	<u>4,764,335</u>	<u>(158,531)</u>
<b>Excess of revenues over expenditures</b>	5,000	171,225	423,255	252,030
<b>Other financing sources:</b>				
Operating transfers in	-	-	5,000	5,000
Operating transfers out	(5,000)	(28,000)	(28,581)	581
<b>Total other financing sources</b>	<u>(5,000)</u>	<u>(28,000)</u>	<u>(23,581)</u>	<u>5,581</u>
<b>Excess of revenues and other financing sources over expenditures and other financing uses</b>	<u>\$ -</u>	<u>\$ 143,225</u>	399,674	<u>\$ 257,611</u>
Fund balance, beginning of year			1,226,164	
Fund balance, end of year			<u>\$ 1,625,838</u>	

See accompanying independent auditors' report.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - DRUG COURT EXPENSE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

	Budget		Actual	Variance
	Original	Final		Favorable (Unfavorable)
<b>Revenues:</b>				
Costs, fees, and fines	\$ 500	\$ 700	\$ 823	\$ 123
Grant revenues	192,750	215,125	200,830	(14,295)
Total revenues	<u>193,250</u>	<u>215,825</u>	<u>201,653</u>	<u>(14,172)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
Administrative	-	-	2,699	(2,699)
Program	193,250	214,125	194,519	19,606
Capital outlay	-	-	4,414	(4,414)
Total expenditures	<u>193,250</u>	<u>214,125</u>	<u>201,632</u>	<u>12,493</u>
Excess of revenues and other financing sources over expenditures and other financing uses	<u>\$ -</u>	<u>\$ 1,700</u>	21	<u>\$ (1,679)</u>
Fund balance, beginning of year			<u>68</u>	
Fund balance, end of year			<u>\$ 89</u>	

See accompanying independent auditors' report.

**JUVENILE COURT FOR THE PARISH OF JEFFERSON**  
**HARVEY, LOUISIANA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - FINS ASSISTANCE CENTER FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

	Budget		Actual	Variance Favorable (Unfavorable)
	Original	Final		
<b>Revenues:</b>				
Grant revenues	\$ 228,634	\$ 196,736	\$ 92,117	\$ (104,619)
Intergovernmental	-	-	110,211	110,211
<b>Total revenues</b>	<u>228,634</u>	<u>196,736</u>	<u>202,328</u>	<u>5,592</u>
<b>Expenditures:</b>				
Current:				
Administrative	-	-	588	(588)
Program	228,634	196,736	193,249	3,487
<b>Total expenditures</b>	<u>228,634</u>	<u>196,736</u>	<u>193,837</u>	<u>2,899</u>
<b>Excess of revenues over expenditures</b>	-	-	8,491	8,491
<b>Other financing sources (uses):</b>				
Operating transfers in	-	-	803	803
Operating transfers out	-	-	(5,000)	(5,000)
<b>Total other financing sources (uses)</b>	-	-	<u>(4,197)</u>	<u>(4,197)</u>
<b>Excess of revenues and other financing sources over expenditures and other financing uses</b>	<u>\$ -</u>	<u>\$ -</u>	4,294	<u>\$ 4,294</u>
<b>Fund balance, beginning of year</b>			1,390	
<b>Fund balance, end of year</b>			<u>\$ 5,684</u>	

See accompanying independent auditors' report.

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

To the Judges of the Court  
Juvenile Court for the Parish of Jefferson  
Jefferson Parish, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Juvenile Court for the Parish of Jefferson (the Court), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Court's basic financial statements, and have issued our report thereon dated June 23, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Court's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Court's internal control. Accordingly, we do not express an opinion on the effectiveness of the Court's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Court's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Postlethwaite + Netterville*

Metairie, Louisiana  
June 23, 2014