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**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**COMPONENT UNIT FINANCIAL STATEMENTS
JUNE 30, 2007**

**AND
INDEPENDENT AUDITORS' REPORT**

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 3/26/08



CAMERON, HINES & HARTT, (A Professional Accounting Corporation)
Certified Public Accountants

West Monroe, Louisiana

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**COMPONENT UNIT FINANCIAL STATEMENTS
AS OF AND FOR THE YEARS ENDED JUNE 30, 2007
WITH SUPPLEMENTAL INFORMATION SCHEDULES**

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INDEPENDENT AUDITORS' REPORT

The Honorable Judges of the
Fourth Judicial District Court
Judicial Expense Fund
Monroe, Louisiana

We have audited the accompanying component unit financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Fourth Judicial District Court, Judicial Expense Fund, a component unit of the Ouachita Parish Police Jury as of and for the year ended June 30, 2007, which collectively comprise the Court's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Fourth Judicial District Court, Judicial Expense Fund's management. 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 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 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 Fourth Judicial District Court, Judicial Expense Fund, as of June 30, 2007, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Honorable Judges of the
Fourth Judicial District Court
Judicial Expense Fund
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In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2007, on our consideration of the Fourth Judicial District Court, Judicial Expense Fund'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis and budgetary comparison information on pages 3 through 7 and 32 through 38 are not a required part of the component unit financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, with consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Fourth Judicial District Court, Judicial Expense Fund's component unit financial statements. The introductory section and supplementary information are presented for purposes of additional analysis and are not a required part of the component unit financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the component unit financial statements. The supplementary information and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the component unit financial statements and, in our opinion, are fairly stated in all material respects in relation to the component unit financial statements taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the component unit financial statements and, accordingly, we express no opinion on it.

Cameron, Hines & Hart (APAC)

West Monroe, Louisiana
December 14, 2007

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**Required Supplemental Information (Part A)
Management Discussion and Analysis**

STATE OF LOUISIANA

Fourth Judicial District Court

PARISHES OF MOREHOUSE AND OUACHITA

300 ST. JOHN - SUITE 400

Monroe, Louisiana 71201



SCOTT F. KADAR
JUDICIAL ADMINISTRATOR

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Fourth Judicial District Court provides an overview of the Court's activities for the year ended June 30, 2007. Please read it in conjunction with the Court's financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the activities of the Court as a whole and present a longer-term view of the Court's finances. Fund financial statements tell how governmental activities were financed in the short term as well as what remains for future spending. Fund financial statements also report the Court's operations in more detail than the government-wide statements by also providing information about all the Court's governmental funds.

These financial statements consist of three sections: Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and supplementary information.

Reporting the Court as a Whole

The Statement of Net Assets and the Statement of Activities

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Court's net assets and changes in them. The Court's net assets - the difference between assets and liabilities - measure the Court's financial position. The increases or decreases in the Court's net assets are an indicator of whether its financial position is improving or deteriorating. Other non-financial factors, however, such as number of cases handled by District Court as well as the number of judgeships approved by the State Legislature and the State's economic condition should be considered in order to assess the overall condition of the Court.

Currently, the Court has only governmental activities that provide for personnel, equipment, supplies, and other costs related to the proper administration of the District Court. Primarily, court costs, fees, grants, warrants, and interest finance these activities.

Reporting the Court's Funds

Fund Financial Statements

The fund financial statements provide detailed information about the Court's funds, not the Court as a whole. In addition to accounting for the court costs and fees and other revenues that finance activities of District Court, the Court also accounts for appropriations received from the Department of Health and Human Resources, State of Louisiana, related to child support cases and from the State of Louisiana Supreme Court to administer the Drug Court. The General Fund, the Child Support Fund, and the Court Services Fund are all governmental funds that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures only cash and other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Court's operations and the services it provides. Governmental fund information helps you determine the amount of financial resources available to be spent in the near future to finance the Court's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and the governmental funds are shown in a reconciliation following the fund financial statements.

THE COURT AS A WHOLE

For the year ended June 30, 2007, net assets changed as follows:

Beginning net assets	\$ 2,409,319
Increase (Decrease) in net assets	<u>14,593</u>
Ending net assets	\$ 2,423,912

This reflects a constant level of government activities for the year. It should be noted that there was a decrease in the (TASC) Truancy Assessment and Service Center activity from the prior year. The Court discontinued participation and obtained \$131,188 in less grants from the prior year related to this program and the expenditures related to Truancy decreased \$117,679. The Court also had additional insurance, retirement costs, professional fees, and supplies totaling \$100,790 more than the prior year. The Court also had \$132,647 in additional court fees collected during the year ended June 30, 2007.

Due to rising interest rates on checking accounts, certificates of deposits, and LAMP investments the Court realized an increase of \$35,423 in interest income during the current fiscal year.

Governmental Activities

The Court's assets exceeded its liabilities at the close of the fiscal year 2007 by \$2,423,912. For the fiscal year ended June 30, 2007, the net assets increased by \$14,593 (or 1%) and the Court's revenue increased by \$38,389 (or 1%).

To aid in the understanding of the Statement of Activities some additional explanation is provided. Its format is significantly different than that of the Statement of Revenues, Expenses, and Changes in Fund Balance. The expenses are listed in the first column with revenues from that particular program reported to the right. The result is a Net Revenue/ (Expense). The reason for this kind of format is to highlight the relative financial burden of each of the governmental functions. It also identifies how much each function draws from the general revenues or if it is self-financing through fees and grants. Court costs and fees reported represent the majority of the revenues for the District Court function.

All other governmental revenues (such as interest) are reported as general.

THE COURT'S FUNDS

The following schedule presents a summary of general and special revenue funds net assets:

	<u>Net Assets as of</u>	
	<u>June 30, 2007</u>	<u>June 30, 2006</u>
Current and noncurrent assets	\$ 2,600,605	\$ 2,588,326
Current and noncurrent liabilities	<u>176,693</u>	<u>176,693</u>
Net Assets:		
Investments in capital assets, net	\$ 91,712	\$ 116,925
Unrestricted	2,251,654	2,271,937
Restricted	<u>80,546</u>	<u>20,457</u>
Total net assets	<u>\$ 2,423,912</u>	<u>\$ 2,409,319</u>

Net assets of the Court increased by \$14,593 (or 1%) from June 30, 2006 to June 30, 2007.

The following schedule presents a summary of general and special revenue fund revenues and expenditures for the fiscal year ended June 30, 2007, and the amount and percentage of increases and decreases in relation to the prior year.

	<u>FYE 2007 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From FYE 2006</u>	<u>Percent Increase (Decrease)</u>
Revenues:				
Operating grants	\$ 160,906	6%	\$ (97,995)	(38%)
Intergovernmental	2,066,041	73%	(21,583)	(1%)
Charges for services	503,581	18%	121,933	32%
Interest	104,646	3%	35,423	51%
Other	<u>866</u>		<u>611</u>	<u>240%</u>
Total revenues	\$ 2,836,040	100%	\$ 38,389	1%

Operating grants decreased due to the discontinued TASC Program during the year. Intergovernmental revenues increased due to the new Juvenile Drug Program implemented during the year and additional court fees from the Ouachita Parish Sheriff's Department. Interest revenue increased due to the higher interest rates earned on all accounts during the current year.

	<u>FYE 2007 Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From FYE 2006</u>	<u>Percent Increase (Decrease)</u>
Expenditures:				
District Court	\$ 2,781,663	99%	\$ 51,380	2%
Capital Outlay	<u>14,571</u>	<u>1%</u>	<u>(36,981)</u>	<u>(72%)</u>
Total expenditures	\$ 2,796,234	100%	\$ 14,399	1%

Misdemeanor Probation expenditures increased moderately during 2007. The increase in District Court expenditures was due to increases in salaries, related retirement expense, insurance and supplies.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year, the General Fund and Special Revenue Funds budgets were revised one time. The General Fund budget amendment was an increase in anticipated grant receipts and a increased amount of fees collected from the Morehouse Parish Sheriff's Office and decreased amount of fees collected from the Ouachita Parish Sheriff's Office. The Special Revenue Fund budget amendments were due to an increase in appropriations as a result of additional fees received as well as decreases in asset expenditures with increases in salaries, insurance, supplies, retirement, and rent expenditures.

The actual general fund revenues were more than the final budget by \$811,071. Actual general fund expenditures were greater than the final budget by \$815,485. The payroll account was not budgeted for the current period.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2007 the Court had \$91,712 invested in capital assets including computer equipment and office furniture and equipment (See table below).

Computer equipment, including software	\$	70,421
Office equipment and furniture		<u>21,291</u>
Ending net assets	\$	91,712

This year's major additions included three notebook computers, four mini tower desk computers, and a wireless panic alarm system.

Debt

At year end, the Court had a total of \$82,620 estimated for accrued compensated absences that represents the future liability for vacation earned but not used by District Court employees. That is a decrease of one percent as shown in the following table.

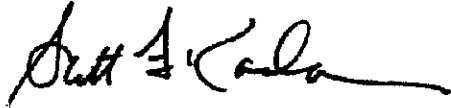
	FYE 2007 Amount	Increase (Decrease) From FYE 2006	Percent Increase (Decrease)
Accrued compensated absences	\$ 82,620	\$ (1,107)	(1%)

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Court operations are funded extensively by the Parishes of Morehouse and Ouachita. The annual budget for the Court anticipates a flat growth with very little change except for potential grant participation beyond previous activity.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with general overview of the Court's finances and to show the Court's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Judicial Administrator's Office at The Fourth Judicial District Court, 300 St. John, Suite 400, Monroe, Louisiana.

A handwritten signature in black ink, appearing to read "Scott F. Kadar", with a long horizontal flourish extending to the right.

Scott F. Kadar
Judicial Administrator

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

Government-Wide Financial Statements

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**STATEMENT OF NET ASSETS
JUNE 30, 2007**

ASSETS	<u>Governmental Activities</u>
Cash In Bank	\$ 2,012,997
Investments in LAMP	305,591
Prepaid Expenses and Deposits	7,386
Due From Other Governmental Units	177,316
Accounts Receivable	5,603
Capital Assets	<u>91,712</u>
Total Assets	<u>\$ 2,600,605</u>
LIABILITIES	
Accrued and Other Liabilities	\$ 45,980
Due to Other Governmental Units (Payroll taxes and overpaid court fees)	48,093
Compensated Absences Payable	<u>82,620</u>
Total Liabilities	<u>\$ 176,693</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	\$ 91,712
Unrestricted	2,251,654
Restricted	<u>80,546</u>
Total Net Assets	<u>\$ 2,423,912</u>
Total Liabilities and Net Assets	<u>\$ 2,600,605</u>

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

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2007**

	Program Revenues			Changes in Net Assets
	Expenses	Operating Charges for Services	Capital Grants and Contributions	
Function/Program Activities:				
Government Activities:				
Judicial Expense Fund	\$ 1,153,421	\$	\$ 87,549	\$ (1,065,872)
Child Support	629,917			(629,917)
Court Services				
Misdemeanor Probation	528,340	471,228		(57,112)
Drug Court	450,065	31,108	73,357	(345,600)
Juvenile Drug Court	59,704	1,245		(58,459)
Total Government Activities	\$ 2,821,447	\$ 503,581	\$ 160,906	\$ (2,156,960)
General Revenues:				
Intergovernmental				\$ 2,066,041
Interest				104,646
Other				866
Total General Revenues				\$ 2,171,553
Changes in Net Assets				\$ 14,593
NET ASSETS-BEGINNING				<u>2,409,319</u>
NET ASSETS - ENDING				<u>\$ 2,423,912</u>

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

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

Fund Financial Statements

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2007**

	General Fund	Child Support Fund	Court Services Fund	Total Governmental Funds *
ASSETS				
Cash In Bank	\$ 440,375	\$ 1,286,439	\$ 286,183	\$ 2,012,997
Investments in LAMP	203,533	102,058		305,591
Prepaid Expenses and Deposits	3,319	2,317	1,750	7,386
Due From Other Governmental Units	50,259	47,051	80,006	177,316
Accounts Receivable	821	3,800	982	5,603
Total Assets	\$ 698,307	\$ 1,441,665	\$ 368,921	\$ 2,508,893
LIABILITIES AND FUND BALANCES				
Liabilities				
Accrued and Other Liabilities	\$ 28,103	\$ 5,785	\$ 12,092	\$ 45,980
Due to Other Governmental Units (Payroll taxes and overpaid court fees)	8,163	7,352	32,578	48,093
Compensated Absences Payable	12,681	36,068	33,871	82,620
Total Liabilities	\$ 48,947	\$ 49,205	\$ 78,541	\$ 176,693
Fund Balances				
Unrestricted	\$ 630,151	\$ 1,331,123	\$ 290,380	\$ 2,251,654
Restricted	19,209	61,337		80,546
Total Fund Balances	\$ 649,360	\$ 1,392,460	\$ 290,380	\$ 2,332,200
Total Liabilities and Fund Balances	\$ 698,307	\$ 1,441,665	\$ 368,921	\$ 2,508,893

* After internal receivables and payables have been eliminated.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2007**

*Amounts reported for governmental activities in the
Statement of Net Assets are different because:*

Total Fund Balances - Total Governmental Funds	\$ 2,332,200
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	<u>91,712</u>
Net Assets of Governmental Activities	<u>\$ 2,423,912</u>

The accompanying notes are an integral part of this financial statement.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2007**

	General Fund	Child Support Fund	Misdemeanor Probation Fund	Drug Court Fund	Juvenile Drug Court	Total Governmental Funds
REVENUES						
Court Fees	\$ 295,402	\$ 567,223	\$ 471,228	\$ 31,108	\$ 1,245	\$ 1,366,206
Supreme Court Receipts				376,643	58,928	435,571
Grant Revenue	87,549			73,357		160,906
Warrant Revenue	767,845					767,845
Interest Income	29,211	63,610	11,697		128	104,646
Other Income	533	166	167			866
Total Revenue	\$ 1,180,540	\$ 630,999	\$ 483,092	\$ 481,108	\$ 60,301	\$ 2,836,040
EXPENDITURES						
Asset Expenditures	\$ 13,502	\$	\$ 1,069	\$	\$	\$ 14,571
Small Asset Expenditures	10,727	2,062	1,139	390	1,559	15,877
Court Reporter/Process Costs	2,705					2,705
Insurance Expense	125,752	41,944	62,119	11,478	208	241,501
Internet Access	4,078	905	1,746	916	505	8,150
Miscellaneous	3,863		171	25	357	4,416
Office Supplies and Postage	14,451		794	691	534	16,470
Payroll Taxes	20,903	9,608	5,705	2,589		38,805
Professional Fees	122,164	50,734	53,885	216,462	41,356	484,601
Reference Material and Dues	1,231	50,862	378	100	25	52,596
Rent - Equipment	16,099	19,468	9,378	302	136	45,383
Repair, Maintenance, & Warranty	8,620	2,242	13,839	405	180	25,286
Retirement Expense	112,179	61,246	44,014	14,970		232,409
Salaries	661,581	371,998	298,696	106,807		1,439,082
Seminars, Meetings, & Travel	29,775	4,093	2,351	7,449	4,998	48,666
Supplies		6,814	8,919	85,476	9,403	110,612
Telephone & Utility Expense	2,591	1,995	6,604	298	443	11,931
Training	3,173					3,173
Total Expenditures	\$ 1,153,394	\$ 623,971	\$ 510,807	\$ 448,358	\$ 59,704	\$ 2,796,234
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES:	\$ 27,146	\$ 7,028	\$ (27,715)	\$ 32,750	\$ 597	\$ 39,806
Other Financing Sources (Uses)						
Operating Transfers In	\$	\$ 257	\$	\$	\$	\$ 257
Operating Transfers Out	(257)					(257)
Total Other Financing Sources (Uses)	\$ (257)	\$ 257	\$	\$	\$	\$ 0
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER USES	\$ 26,889	\$ 7,285	\$ (27,715)	\$ 32,750	\$ 597	\$ 39,806
FUND BALANCE - BEGINNING	622,471	1,385,175	286,232	(2,075)	591	2,292,394
FUND BALANCE - ENDING	\$ 649,360	\$ 1,392,460	\$ 258,517	\$ 30,675	\$ 1,188	\$ 2,332,200

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2007**

*Amounts reported for governmental activities in the
Statement of Net Assets are different because:*

Net Change in Fund Balance - Total Governmental Funds	\$ <u>39,806</u>
<p>Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:</p>	
Capital Asset Purchases Capitalized	\$ 14,571
Depreciation Expense	<u>(39,784)</u>
	\$ <u>(25,213)</u>
Change in Net Assets of Governmental Activities	<u>\$ 14,593</u>

The accompanying notes are an integral part of this financial statement.

FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA

STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2007

	<u>Agency Funds</u>
ASSETS	
Cash and Cash Equivalents	\$ <u>3,277</u>
Total Assets	\$ <u>3,277</u>
LIABILITIES	
Ouachita Parish Sheriff Fines Payable	\$ 100
Restitution to Court Ordered Recipients Payable	2,247
Criminal Court Funds Payable	<u>930</u>
Total Liabilities	\$ <u>3,277</u>

The accompanying notes are an integral part of this financial statement.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Judicial Expense Fund complies with accounting principles generally accepted in the United States of America (GAAP). GAAP includes all relevant Government Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989 have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent sections of this note. The Judicial Expense Fund has adopted the financial reporting requirements of GASB Statement Nos. 33 and 34.

FINANCIAL REPORTING ENTITY: The Fourth Judicial District Court, General Fund (Judicial Expense Fund), was created under the Act No. 52 of 1984, effective on the 60th day after final adjournment of the 1984 legislative session of the State of Louisiana. The effective date of funding was set on November 1, 1984.

The purpose of the fund is to provide sufficient funding to expedite efficient operation of the court. In general, the fund is established and may be used for any purpose or purposes connected with, incidental to or related to the proper administration of the court.

The Fourth Judicial District Court, Special Revenue Fund (Child Support), authority was created under the Act No. 517 of 1986, effective within one year after final adjournment of the 1986 legislative session of the State of Louisiana. In accordance with Louisiana Revised Statutes, § 46: 236.5 the Fourth Judicial District Court implemented this process beginning November 1, 1990.

The purpose of the fund is to provide an expedited process for establishment and enforcement of support obligations which are brought by the Department of Health and Human Resources. Revenues are to be expended to administer the proceedings related to the expedited process.

The Fourth Judicial District Court, Special Revenue Fund (Misdemeanor Probation), authority was created under the Louisiana Code of Criminal Procedure Article 895.1C. The Fourth Judicial District Court issued an order signed en banc February 26, 1993 implementing this process.

The purpose of the fund is to provide misdemeanor probation services by collecting monthly fines for establishment and enforcement of the probationary period. Revenues are to be expended to administer the proceedings related to the probation process.

The Fourth Judicial District Court, Special Revenue Fund (Drug Court), authority was created under the Louisiana Code of Criminal Procedure Article 193 and Article 18 by Rule XI of this court. The drug treatment and probation program shall be established in accordance with the provisions of LSAR.5.13:5301-5304. The Fourth Judicial District Court issued an order signed en banc February 4, 2000 implementing the process effective January 1, 2000.

The purpose of the fund is to administer drug offense charges. Revenues are to be expended to administer the monitoring, counseling, and enforcement of drug offense probation.

The Fourth Judicial District Court, Special Revenue Fund (Juvenile Drug Court) was granted an award of \$117,637 for the current fiscal year by the Supreme Court of Louisiana, Drug Court Program.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

The purpose of the fund is to administer juvenile drug offense charges. Revenues are to be expensed to administer the monitoring, counseling and enforcement of juvenile drug offense probation.

The accounting and reporting policies of the Fourth Judicial Court, Judicial Expense Fund conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Municipal Audit and Accounting Guide, the industry audit guide, Audits of State and Local Governmental Units; Standards for Audit of Governmental Organizations, Programs, Activities, and Functions, and/or, where applicable, Public Law 98-502, the Single Audit Act of 1996, and OMB Circular A-133.

For financial reporting purposes, in conformity with the Governmental Accounting Standards Board (GASB), the Judicial Expense Fund, Child Support, and Court Services is a part of the Fourth Judicial District Court, a component of the Ouachita Parish Police Jury judicial system. The financial reporting entity consists of (a) the primary government (Ouachita Parish Policy Jury), (b) organization for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Ouachita Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability.

This criteria includes:

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

Because the Ouachita Parish Police Jury provides for the operation and maintenance of the Courtroom and office space of the Judges in its parish courthouse, the Fourth Judicial District Court was determined to be a component unit of the Ouachita Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the Fourth Judicial District Court and do not present information on the Ouachita Parish Police Jury, the general government services provided by that governmental unit or the other governmental units that comprise the financial reporting entity.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

BASIS OF PRESENTATION: In June, 1999, the GASB unanimously approved Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. Certain of the significant changes in the presentation of its funds financial information include, for the first time a Management Discussion and Analysis (MD & A) section providing an analysis of the Judicial Expense Fund's overall financial position and results of operations and financial statements prepared using full accrual accounting for all Judicial Expense Fund's activities.

BASIC FINANCIAL STATEMENTS: *Government-wide financial statements* - The statement of net assets and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

Fund financial statements - The financial transactions of the Judicial Expense Fund are reported in individual funds in the fund financial statements. Each fund is accounted for by a separate set of self-balancing accounts that comprises its assets, liabilities, fund equity, revenues, and expenditures.

The funds of the Judicial Expense Fund are described as follows:

General Fund - The general fund is the general operating fund and accounts for all activities of the Judicial Expense Fund except those required to be accounted for in another fund.

Special Revenue Fund - Special revenue funds are used to account for specific revenue sources that are legally restricted to expenditures for specified purposes. Included in special revenue funds are the Child Support Fund and Court Services Fund which includes Misdemeanor Probation, Drug Court, and Juvenile Drug Court.

This report includes funds which are controlled by the Fourth Judicial District Court (Chief Judge and Judges) but determined to be a component unit of the Ouachita Parish Police Jury. The Ouachita Parish Police Jury has significant control over the Judicial Expense Fund in the area of necessary capital outlay. The Ouachita Parish Police Jury would present this component unit in a discreet presentation format if it were included in their financial statements. The funds are administered by the Court Administrator.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING: Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of measurement focus applied.

Measurement focus - The government-wide financial statements are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets, and financial position. All assets and liabilities (whether current or non-current) associated with their activities are reported. All governmental funds utilize a current financial resources measurement focus in the fund financial statements. Only current assets and liabilities are generally included on the balance sheet. Operating statements present sources and uses of available spendable financial resources during a given period. The fund balance is the measure of available spendable financial resources at the end of the period.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Basis of accounting - The government-wide financial statements are presented using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred or economic assets are used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Revenues are recognized when "measurable and available" Measurable means the amount of the transaction can be determined, and available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures (including capital outlay) are recorded when the related fund liability is incurred.

BUDGETS AND BUDGETARY ACCOUNTING: The Fourth Judicial District Court follows these procedures in establishing the budgetary data reflected in these financial statements:

1. The Judicial Administrator prepares a proposed budget for the General Fund and each Special Revenue Fund and submits same to the Chief Judge, prior to the beginning of each fiscal year.
2. The Chief Judge, Fourth Judicial District Court, signs written approval of the budgets.
3. Budgetary amendments involving the transfer of funds from one program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Chief Judge.
4. All budgetary appropriations lapse at the end of each fiscal year.
5. Budgets for the General Fund (Judicial Expense Fund), and Special Revenue Funds (Child Support Fund, Misdemeanor Probation Fund, Drug Court Fund, and Juvenile Drug Court Fund), are adopted on a basis consistent with generally accepted accounting principles (GAAP).
6. Amendments of the budget are prepared by the Judicial Administrator and the process is the same as indicated for the original budget during the fiscal year.

BUDGET VARIANCE: The significant variation of actual expenses in the areas of insurance expense, payroll related expenses, supplies and professional fees were primarily due to the uncertainties of budgeting. The Chief Judge and Judges were aware of the variances and approved the additional expenses.

CASH AND CASH EQUIVALENTS: Cash includes amounts in demand deposits, interest-bearing demand deposits, money market accounts, and time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

INVESTMENTS: In accordance with GASB Statement No. 31, the Court's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earning investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the credit standing of the issuer or by other factors, it is reported at fair value. The term "short-term" refers to investments, which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes.

INTERFUND RECEIVABLES/PAYABLES: Short-term interfund loans are classified as interfund receivables/payables.

PREPAID ITEMS: Advance payments for retirement are expensed as the period lapses. The balance in prepaid expense represents advance retirement payments or contracts due to expire during the subsequent months.

CAPITAL ASSETS: In the government-wide financial statements, capital assets purchased or acquired with an original cost of \$1,000, or more are reported at historical cost. Additions, improvement and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Computer equipment, including software	5-10 years
Other office equipment	5-10 years
Furniture and fixtures	10-20 years

In the fund financial statements, fixed assets are accounted for as capital outlay expenditures of the fund upon acquisition. Capital assets reported herein include only those assets purchased by the Judicial Expense Fund and do not reflect assets of the court obtained from other sources.

COMPENSATED ABSENCES: The Fourth Judicial District Court accrues compensated absence expense based on unused vacation available to employees as of the last day of the fiscal year. Accrued compensated absence is recognized as a current year expenditure in the governmental funds. Accumulated sick leave is non-compensable, therefore, no provision has been made for unused sick leave.

NET ASSETS: Net assets comprise the various net earnings from operating income, nonoperating revenues and expenses, and capital contributions. Net assets are classified in the following three components:

Invested in capital assets, net of related debt - This component of net assets consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition of those assets. There was no outstanding debt attributable to these fixed assets as of June 30, 2007.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Restricted - This component of net assets consists of constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation. There were \$19,209 restricted net assets as of June 30, 2007 related to the warrant revenue in the general fund and \$61,337 restricted net assets as of June 30, 2007 related to subsequent budgeted deficits in the Child Support Fund.

Unrestricted net assets - This component of net assets consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

FUND EQUITY: Designated fund balances represent tentative plans for future use of financial resources.

INTERFUND TRANSACTIONS: Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

USE OF ESTIMATES: The preparation of component unit financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 EXPENDITURES - ACTUAL AND BUDGET

The Judicial Expense Fund had total actual expenditures greater than total budgeted expenses for the year by \$815,485. The actual revenues were greater than budgeted revenues for the year by \$811,071.

The unfavorable variances for the current period were due to the payroll account. The Chief Judge and Judges were aware of the variances and approved the additional expenses.

NOTE 3 DEPOSITS AND INVESTMENTS

A. Cash and Cash Equivalents

Included as cash and cash equivalents are bank accounts and short-term investments, especially certificates of deposit.

At June 30, 2007 the Fourth Judicial District Court had cash and cash equivalents (book balances) totaling \$2,016,274 as follows:

Interest-bearing demand deposits	\$ 330,961
Time deposits	<u>1,685,313</u>
Total	<u>\$ 2,016,274</u>

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 3 DEPOSITS AND INVESTMENTS (Cont'd)

The following is a summary of specific account information by custodial institution.

<u>Credit Risk</u>	<u>Book Balance</u>	<u>Account Balance</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
BancorpSouth Bank General Fund Judicial Expense - Cert. of Dep.	\$ <u>95,000</u>	\$ <u>95,000</u>	07/17/07	5.19 %
Capital One Bank Special Revenue Funds Child Support - Cert. of Dep.	\$ <u>95,000</u>	\$ <u>95,000</u>	11/10/07	5.12 %
Chase Bank General Fund (P/R) Checking	\$ <u>31,154</u>	\$ <u>56,209</u>		3.98 %
Community Trust Bank General Fund Judicial Expense - Checking Judicial Expense - OYD-Ckg	\$ 78,352	\$ 95,594 3,645		3.80 %
Special Revenue Funds Child Support - Cert. of Dep.	100,000	100,000	07/02/07	5.16 %
Child Support - Cert. of Dep.	100,000	100,000	10/11/07	5.25 %
Child Support - Cert. of Dep.	<u>500,000</u>	<u>500,000</u>	07/01/07	5.22 %
Subtotal	\$ <u>778,352</u>	\$ <u>799,239</u>		
Ouachita Independent Bank General Fund Judicial Expense - CDARS Family in Needs Services - Ckg.	\$ 95,313 40,556	\$ 95,313 40,555	11/23/07	5.10 %
Special Revenue Funds Child Support - Ckg.	91,439	124,773		1.09 %
Child Support - CDARS	400,000	400,000	11/23/07	5.12 %
Court Services - Ckg.	73,555	157,373		1.13 %
Juvenile Drug Court - Ckg.	<u>15,905</u>	<u>40,042</u>		0.38 %
Subtotal	\$ <u>716,768</u>	\$ <u>858,056</u>		
Progressive Bank General Fund Judicial Expense - CDARS	\$ 100,000	\$ 100,000	11/23/07	5.23 %
Special Revenue Funds Court Services - CDARS	<u>200,000</u>	<u>200,000</u>	11/20/07	5.23 %
Subtotal	\$ <u>300,000</u>	\$ <u>300,000</u>		
Total Cash and Cash Equivalent	\$ <u>2,016,274</u>			

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 3 DEPOSITS AND INVESTMENTS (Cont'd)

Custodial Credit Risks - Deposits

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. At June 30, 2007 the Fourth Judicial District Court had \$2,203,505 in deposits (collected bank balances). These deposits are secured from risk by \$1,241,522 of federal deposit insurance and \$961,983 of pledged securities held by the bank's agent in the name of the bank as of June 30, 2007.

In accordance with LRS 49:321, state depositing authorities shall require as security for deposit of state funds authorized bonds or other interest bearing notes; authorized promissory notes, warrants, or certificates of indebtedness unmatured or payable on demand. Fair value, excluding interest, of such securities held by the depositing authority shall be equal to 100% of the amount on deposit to the credit of the depositing authority except that portion appropriately insured. Designated depositories may be granted a period not to exceed five days from the date of any deposit to post the necessary security.

B. Investments

Similar to cash deposits, investments held at a financial institution can be categorized according to three levels of risk. These three levels of risk are:

- Category 1: Investments that are insured, registered or held by the entity or by its agent in the Court's name.
- Category 2: Investments that are uninsured and unregistered held by the counter party's trust department or agent in the Court's name.
- Category 3: Uninsured and unregistered investments held by the counterparty, it's trust or it's agent, but not in the Court's name.

The Court invests in the Louisiana Asset Management Pool (LAMP) which is administered by LAMP, Inc. These approved investments are carried at cost (See Note 1), which approximates market and may be liquidated as needed. This investment pool has not been assigned a risk category since the Court is not issued securities, but rather owns an undivided beneficial interest in the assets of the pool. The carrying value of investments owned at year end was \$305,591 (Louisiana Asset Management Pool or LAMP) which approximates market as required by GASB 31. The investments in LAMP had an average annualized yield of 5.37% as of June 30, 2007, with a daily interest rate of 5.23%.

Louisiana Asset Management Pool (LAMP) was created as a cooperative endeavor in 1993 to assist local Louisiana governmental entities with the investment of their cash balances. LAMP is not a bank and an investment in LAMP constitutes a direct investment in the assets constituting the pool, not a deposit. Investments in LAMP are not insured by the Federal Depository Insurance Corporation or any other federal agency. Collateralization requirements are not applicable when participating in the pool. Separate financial statements may be obtained by contacting Louisiana Asset Management Pool (LAMP), 228 St. Charles Avenue, Suite 1123, New Orleans, LA 70130-9957 or website www.lamppool.com.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 4 DUE FROM OTHER GOVERNMENTAL UNITS

Amounts due from other governmental units consisted of the following:

General Fund

Judicial Expense Fund

Court fees - Ouachita Parish, Sheriff Department State of Louisiana (includes interest)	\$ 14,216
Court fees - Ouachita Parish, Clerk of Court State of Louisiana	2,250
Court fees - Morehouse Parish, Sheriff Department State of Louisiana	1,180
Court fees - Morehouse Parish, Clerk of Court State of Louisiana	855
Travel expense reimbursement - Supreme Court, Justice Department, State of Louisiana	14,129
Grant revenue - Office of Youth Development, State of Louisiana	13,671
Grant revenue - Supreme Court, Justice Department, State of Louisiana (FINS)	<u>3,958</u>
Totals	<u>\$ 50,259</u>

Special Revenue Funds

Child Support

Court fees - Department of Health and Human Resources, State of Louisiana	\$ 46,571
Equipment rental reimbursement - Monroe City Court Monroe, Louisiana	480

Drug Court Fund

Operation fees - Supreme Court, Justice Department State of Louisiana	49,685
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Juvenile Drug Court Fund

Operation fees - Supreme Court, Justice Department State of Louisiana	12,321
Operation reimbursement - Ouachita Parish Police Jury State of Louisiana	<u>18,000</u>

Totals	<u>\$ 127,057</u>
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**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 5 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2007 was as follows:

	Balance June 30, 2006	Additions	Retirements	Balance June 30, 2007
Government Activities:				
Computers & Printers	\$ 228,411	\$ 10,631	\$ (3,791)	\$ 235,251
Equipment	121,660	3,940	(1,495)	124,105
Totals at Historical Cost	\$ 350,071	\$ 14,571	\$ (5,286)	\$ 359,356
Less Accumulated Depreciation for:				
Computers	\$ 133,702	\$ 34,919	\$ (3,791)	\$ 164,830
Equipment	99,444	4,865	(1,495)	102,814
	\$ 233,146	\$ 39,784	\$ (5,286)	\$ 267,644
Governmental Activities Capital Assets Net	\$ 116,925	\$ (25,213)	\$ 0	\$ 91,712

Depreciation expense was charged to governmental functions as follows:

Judicial Expense Fund	\$ 13,529
Child Support Fund	5,946
Court Services Fund	20,309
	<u>\$ 39,784</u>

NOTE 6 PENSION PLANS

Plan Description. Many employees of the Court are members of the Louisiana State Employees' Retirement System (LASERS), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The LASERS provides retirement benefits as well as disability and survivor benefits. Benefits are established and amended by state statute. Benefits granted by the LASERS are guaranteed by the State of Louisiana under provisions of the Louisiana Constitution of 1974. The LASERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Louisiana State Employees' Retirement, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0600.

Funding Policy. Plan members of the Court are required by state statute to contribute 7.5 percent, 8.0 percent, or 11.5 percent of their annual covered salary and the Court (employer) is required to contribute at an actuarially determined rate. The current employer rate is 19.1 percent of annual covered payroll as of June 30, 2007. The contribution requirements of plan members and the Court are established and may be amended by state statute. As provided by state statute, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Court's employer contributions to the LASERS for the year ending June 30, 2007 was \$161,662 equal to the required contribution for the year.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 6 PENSION PLANS (Cont'd)

Other Plan Description. The employees that are not members of LASERS are members of the Parochial Employees' Retirement System of Louisiana (System), a multiple-employer (cost-sharing), Public Employee Retirement System (PERS), controlled and administered by a separate board of trustees. This System is composed of two distinct plans, Plan A and Plan B with separate assets and benefit provisions. The System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the Parochial Employees' Retirement System of Louisiana, P.O. Box 14619, Baton Rouge, Louisiana 70898-4619 or by calling (225) 928-1361.

Other Plan Funding Policy. To this system plan members are required to contribute 9.5 percent of their annual covered salary and this court reimburses the primary government, the Ouachita Parish Police Jury and Morehouse Parish Clerk of Court for retirement contributions at actuarially determined rates made into the System. The employer rate is 13.25 percent of annual covered payroll effective as of January 1, 2007. The Court reimbursed \$66,950 to the Ouachita Parish Police Jury for contributions to the System during the year ending June 30, 2007 as its share of contributions, equal to the required contributions for the year. The Court reimbursed \$3,797 to the Morehouse Parish Clerk of Court for contributions to the System during the year ending June 30, 2007 as its share of contributions, equal to the required contributions for the year.

NOTE 7 DUE TO OTHER GOVERNMENTAL UNITS

Accounts due to other governmental units consist of the following:

General Fund

Judicial Expense Fund

Ouachita Parish District Attorney - State of Louisiana	\$ 3,958
Ouachita Parish Sheriff Department-State of Louisiana	681
Ouachita Parish Police Jury - State of Louisiana	1,793
State of Louisiana, Department of Revenue and Taxation	1,731
Total General Fund	\$ 8,163

Special Revenue Funds

Child Support Fund

Ouachita Parish Sheriff Department - State of Louisiana	\$ 681
Ouachita Parish Police Jury - State of Louisiana	3,948
Morehouse Parish Clerk of Court - State of Louisiana	2,723
Court Services Fund (Misdemeanor, Drug Court, and Juvenile Drug Court)	
Ouachita Parish Sheriff Department - State of Louisiana	1,521
Ouachita Parish Police Jury - State of Louisiana	21,052
State of Louisiana, Department of Health and Human Resources Fund	2,505
University of Louisiana Monroe, Louisiana University System - State of Louisiana	7,500

Total Special Revenue Funds	\$ 39,930
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NOTE 8 COMPENSATED ABSENCES

At June 30, 2007, employees of the Fourth Judicial District Court have accumulated and vested \$82,620 of employee leave benefits, which was computed in accordance with GASB Codification Section C60. Of this amount, \$12,681 is recorded as an obligation of the General Fund and \$69,939 is recorded as an obligation of the Special Revenue Funds.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 9 CHANGES IN AGENCY FUND DEPOSITS DUE OTHERS

A summary of changes in agency fund deposits due others follows:

	Balance at Beginning of Year	Additions	Reductions	Balance at End of Year
Agency Funds:				
Misdemeanor Probation Fund				
Ouachita Parish Sheriff's Department, Monroe, Louisiana	\$ 0	\$ 47,052	\$ 46,952	\$ 100
Morehouse Parish Sheriff's Department, Bastrop, Louisiana	0	8,269	8,269	0
Indigent Defender Board, Monroe, Louisiana	0	9,539	9,539	0
Criminal Court Fund, Monroe, Louisiana	0	4,138	3,208	930
Restitution Recipients, Fourth District, State of Louisiana	2,984	49,253	49,990	2,247
	<u>\$ 2,984</u>	<u>\$ 118,251</u>	<u>\$ 117,958</u>	<u>\$ 3,277</u>

NOTE 10 JOINT VENTURES

The Child Support Fund has entered into agreements with the Ouachita Parish Police Jury, Ouachita Clerk of Court, and the Morehouse Clerk of Court for reimbursement of salaries, payroll taxes, group insurance, retirement and workman's compensation related to employees. The Misdemeanor Probation Fund and Drug Court Fund have also entered into agreements with the Ouachita Parish Police Jury for reimbursement of salaries, payroll taxes, group insurance, retirement and workman's compensation related to employees. The Ouachita Parish Police Jury and Morehouse Parish Police Jury are reimbursed one dollar per page per case filed by those offices for costs directly related to the indigent cases of the Judicial Expense Fund included in these financial statements as a general fund expense. As the Fourth Judicial District Court, Child Support Fund, Misdemeanor Probation Fund, and Drug Court Fund reimburses the other governmental units, the appropriate expense accounts are debited and reflected in the financial statements.

NOTE 11 GRANT PROGRAMS

Families in Need of Services (FINS)

The Court was ordered to furnish the administration and implementation of Families In Need of Services, per Title VII of the Louisiana Children's Code, within the Fourth Judicial District, State of Louisiana.

The Fourth Judicial District Court, Judicial Expense Fund, continues to participate in another contract with the Louisiana Supreme Court, State of Louisiana under the "Families In Need of Services Program" (FINS). The contract was continued for the period beginning July 1, 2006 until June 30, 2007 and funded monthly from July 1, 2006 until June 30, 2007 for \$47,500.

Effective April 1, 2007 the Court entered into a contract with the Ouachita Parish District Attorney to administer the program.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**NOTES TO FINANCIAL STATEMENTS
June 30, 2007**

NOTE 11 GRANT PROGRAM (Cont'd)

The total expenditures of the Fourth Judicial District Court, Judicial Expense Fund related to the FINS programs was \$43,253 for the fiscal year ended June 30, 2007.

Truancy Assessment and Service Center (TASC)

The Fourth Judicial District Court, Judicial Expense Fund, continues to participate in a contract with the Louisiana State University, Office of Social Services Research and Development, State of Louisiana under the "Truancy Assessment and Service Center (TASC) Assistance Program". The contract was approved for the period beginning July 1, 2005 until June 30, 2006 and funded based upon monthly statements of plan expenditures. The Court received \$920 for the fiscal year ended June 30, 2007 related to the prior period.

The total expenditures of the Fourth Judicial District Court, Judicial Expense Fund related to this program was \$919 for the fiscal year ended June 30, 2007.

Temporary Assistance for Needy Families (TANF)

The Fourth Judicial District Court, Court Services Fund, has been awarded from the Louisiana Supreme Court, State of Louisiana Drug Court Program Office funds that include federal grants totaling \$73,357 during the fiscal year ended June 30, 2007 from the "Temporary Assistance for Needy Families" (TANF) program.

The total expenditures of the Fourth Judicial District Court related to this program was \$75,259 for the fiscal year ending June 30, 2007.

Louisiana Office of Youth Development (OYD)

The Fourth Judicial District Court has a contract with the Louisiana Office of Youth Development. The purpose of the contract is to reduce the number of youth who are removed from their family environment and placed in the custody of the Office of Youth Development by providing community-based prevention and diversion services to at-risk youth and families. The beginning date of the contract was July 1, 2006 and ending date of June 30, 2007. The maximum contract amount was \$66,595 for the fiscal year. The Court received \$39,129 for the fiscal year.

The total expenditures of the Fourth Judicial District Court, Judicial Expense Fund related to this program was \$39,129 for the fiscal year ended June 30, 2007.

NOTE 12 RISK MANAGEMENT

The Fourth Judicial District Court, Judicial Expense Fund 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 Fourth Judicial District Court, Judicial Expense Fund carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**REQUIRED SUPPLEMENTAL INFORMATION (PART B)
BUDGETARY COMPARISON SCHEDULES**

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
(JUDICIAL EXPENSE FUND)
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Budgeted Amount</u>		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Resources (Inflows):				
Court Fees - Ouachita Parish	\$ 258,500	\$ 251,510	\$ 250,774	\$ (736)
Court Fees - Morehouse Parish	43,000	45,965	44,628	(1,337)
Grant Revenue	47,500	47,500	87,549	40,049
Warrant Revenue			767,845	767,845
Interest Income	12,780	24,256	29,211	4,955
Other Income		238	533	295
Amounts Available for Appropriation	<u>\$ 361,780</u>	<u>\$ 369,469</u>	<u>\$ 1,180,540</u>	<u>\$ 811,071</u>
Charges to Appropriation (Outflows):				
Assets Expenditures	\$ 10,200	\$ 14,528	\$ 13,502	\$ 1,026
Small Asset Expenditure	10,000	12,846	10,727	2,119
Court Reporter Costs	4,267	2,500	2,705	(205)
Insurance Expense	26,689	30,441	125,752	(95,311)
Internet Access	3,797	4,077	4,078	(1)
Miscellaneous	2,000	1,360	3,863	(2,503)
Office Supplies and Postage	12,241	13,224	14,451	(1,227)
Payroll Taxes	2,444	2,564	20,903	(18,339)
Professional Fees	57,950	83,779	122,164	(38,385)
Reference Materials and Dues	800	1,231	1,231	
Rent - Equipment	15,001	23,656	16,099	7,557
Repair, Maintenance and Warranty	5,750	8,808	8,620	188
Retirement Expense	15,555	15,598	112,179	(96,581)
Salaries	89,750	99,103	661,581	(562,478)
Seminars, Meetings, and Travel	29,727	18,582	29,775	(11,193)
Telephone Expense	1,950	2,669	2,591	78
Training	2,500	3,200	3,173	27
Transfers to Other Funds			257	(257)
Total Charges to Appropriations	<u>\$ 290,621</u>	<u>\$ 338,166</u>	<u>\$ 1,153,651</u>	<u>\$ (815,485)</u>
Excess of Resources Over (Under) Charges for Appropriations	<u>\$ 71,159</u>	<u>\$ 31,303</u>	<u>\$ 26,889</u>	<u>\$ (4,414)</u>
Fund Balance - Beginning	<u>622,471</u>	<u>622,471</u>	<u>622,471</u>	<u>0</u>
Fund Balance - Ending	<u>\$ 693,630</u>	<u>\$ 653,774</u>	<u>\$ 649,360</u>	<u>\$ (4,414)</u>

The accompanying notes are an integral part of this financial statement.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**BUDGETARY COMPARISON SCHEDULE - SPECIAL REVENUE FUND
(CHILD SUPPORT FUND)
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Budgeted Amount</u>		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Resources (Inflows):				
Court Fees -	\$ 548,400	\$ 565,925	\$ 567,223	\$ 1,298
Interest Income	43,300	67,058	63,610	(3,448)
Other Income	8,189	258	166	(92)
Transfers from other funds			257	257
Amounts Available for Appropriation	<u>\$ 599,889</u>	<u>\$ 633,241</u>	<u>\$ 631,256</u>	<u>\$ (1,985)</u>
Charges to Appropriation (Outflows):				
Assets Expenditures	\$ 10,000	\$	\$ 2,062	\$
Small Asset Expenditure	10,000	2,062	2,062	
Court Process/Operation Fee	2,466			
Insurance Expense	40,477	41,340	41,944	(604)
Internet Access	1,110	900	905	(5)
Miscellaneous	109			
Payroll Taxes	9,073	10,160	9,608	552
Professional Fees	75,563	48,124	50,734	(2,610)
Reference Materials and Dues	41,800	41,800	50,862	(9,062)
Rent	15,331	20,952	19,468	1,484
Repair, Maintenance and Warranty	1,268	2,202	2,242	(40)
Retirement Expense	60,502	61,227	61,246	(19)
Salaries	321,215	356,773	371,998	(15,225)
Seminars, Meetings & Travel	7,994	5,045	4,093	952
Supplies	6,900	7,400	6,814	586
Telephone and Utility Expense	1,920	1,925	1,995	(70)
Training	1,500			
Total Charges to Appropriations	<u>\$ 607,228</u>	<u>\$ 599,910</u>	<u>\$ 623,971</u>	<u>\$ (24,061)</u>
Excess of Resources Over (Under)				
Charges for Appropriations	\$ (7,339)	\$ 33,331	\$ 7,285	\$ (26,046)
Fund Balance - Beginning	<u>1,385,175</u>	<u>1,385,175</u>	<u>1,385,175</u>	
Fund Balance - Ending	<u>\$ 1,377,836</u>	<u>\$ 1,418,506</u>	<u>\$ 1,392,460</u>	<u>\$ (26,046)</u>

The accompanying notes are an integral part of this financial statement.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**BUDGETARY COMPARISON SCHEDULE -SPECIAL REVENUE FUND
(MISDEMEANOR PROBATION FUND)
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Budgeted Amount</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Resources (Inflows):				
Court Fees -	\$ 365,750	\$ 469,187	\$ 471,228	\$ 2,041
Interest Income	6,000	12,418	11,697	(721)
Other Income			167	167
Amounts Available for Appropriation	<u>\$ 371,750</u>	<u>\$ 481,605</u>	<u>\$ 483,092</u>	<u>\$ 1,487</u>
Charges to Appropriation (Outflows):				
Assets Expenditures	\$ 2,500	\$ 7,600	\$ 1,069	\$ 6,531
Small Asset Expenditure	7,500	1,538	1,139	399
Insurance Expense	42,560	67,104	62,119	4,985
Internet Access	2,000	1,919	1,746	173
Miscellaneous	750	671	171	500
Postage	1,800	995	794	201
Payroll Taxes	3,743	5,479	5,705	(226)
Professional Fees	31,923	53,524	53,885	(361)
Reference Materials and Dues	500	378	378	
Rent	6,949	9,700	9,378	322
Repair, Maintenance and Warranty	1,879	7,296	13,839	(6,543)
Retirement Expense	34,513	43,324	44,014	(690)
Salaries	242,838	302,267	298,696	3,571
Seminars, Meetings and Travel	645	2,148	2,351	(203)
Supplies	2,750	4,163	8,919	(4,756)
Telephone and Utility Expense	4,680	4,253	6,604	(2,351)
Total Charges to Appropriations	<u>\$ 387,530</u>	<u>\$ 512,359</u>	<u>\$ 510,807</u>	<u>\$ 1,552</u>
Excess of Resources Over (Under) Charges for Appropriations	<u>\$ (15,780)</u>	<u>\$ (30,754)</u>	<u>\$ (27,715)</u>	<u>\$ 3,039</u>
Fund Balance - Beginning	<u>286,232</u>	<u>286,232</u>	<u>286,232</u>	
Fund Balance - Ending	<u>\$ 270,452</u>	<u>\$ 255,478</u>	<u>\$ 258,517</u>	<u>\$ 3,039</u>

The accompanying notes are an integral part of this financial statement.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**BUDGETARY COMPARISON SCHEDULE - SPECIAL REVENUE FUND
(DRUG COURT FUND)
FOR THE YEAR ENDED JUNE 30, 2007**

	<u>Budgeted Amount</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Resources (Inflows):				
Drug Screen Fees -	\$ 19,500	\$ 30,282	\$ 31,108	\$ 826
Supreme Court	450,000	389,559	376,643	(12,916)
Supreme Court - TANF		60,441	73,357	12,916
Amounts Available for Appropriation	<u>\$ 469,500</u>	<u>\$ 480,282</u>	<u>\$ 481,108</u>	<u>\$ 826</u>
Charges to Appropriation (Outflows):				
Small Asset Expenditure	\$	\$ 390	\$ 390	\$
Insurance Expense	17,017	12,717	11,478	1,239
Internet Access	294	813	916	(103)
Miscellaneous	1	25	25	
Office Supplies and Postage	300		691	(691)
Payroll Taxes	1,980	2,709	2,589	120
Professional Fees	207,623	214,881	216,462	(1,581)
Reference Material and Dues	0	100	100	
Rent	2,068	394	302	92
Repair, Maintenance and Warranty	205		405	(405)
Retirement Expense	17,411	16,064	14,970	1,094
Salaries	136,560	123,557	106,807	16,750
Seminars, Meetings & Travel	9,520	6,484	7,449	(965)
Supplies	54,930	81,376	85,476	(4,100)
Telephone and Utility Expense	1,500	298	298	
Total Charges to Appropriations	<u>\$ 449,409</u>	<u>\$ 459,808</u>	<u>\$ 448,358</u>	<u>\$ 11,450</u>
Excess of Resources Over (Under) Charges for Appropriations	<u>\$ 20,091</u>	<u>\$ 20,474</u>	<u>\$ 32,750</u>	<u>\$ 12,276</u>
Fund Balance - Beginning	<u>(2,075)</u>	<u>(2,075)</u>	<u>(2,075)</u>	
Fund Balance - Ending	<u>\$ 18,016</u>	<u>\$ 18,399</u>	<u>\$ 30,675</u>	<u>\$ 12,276</u>

The accompanying notes are an integral part of this financial statement.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**BUDGETARY COMPARISON SCHEDULE - SPECIAL REVENUE FUND
(JUVENILE DRUG COURT FUND)
FOR THE YEAR ENDED JUNE 30, 2007**

	Budget	Actual Amounts	Variance With Budget Positive (Negative)
Resources (Inflows):			
Drug Screen Fees -	\$	\$ 1,245	\$ 1,245
Supreme Court	56,365	58,928	2,563
Interest Income		128	128
Amounts Available for Appropriation	<u>\$ 56,365</u>	<u>\$ 60,301</u>	<u>\$ 3,936</u>
Charges to Appropriation (Outflows):			
Small Asset Expenditure	\$	\$ 1,559	\$ (1,559)
Insurance	208	208	
Internet Access	517	505	12
Miscellaneous	158	357	(199)
Office Supplies and Postage	606	534	72
Professional Fees	39,873	41,356	(1,483)
Reference Material and Dues		25	(25)
Rent	136	136	
Repair, Maintenance and Warranty	96	180	(84)
Seminars, Meetings & Travel	5,188	4,998	190
Supplies	9,724	9,403	321
Telephone and Utility Expense	443	443	
Total Charges to Appropriations	<u>\$ 56,949</u>	<u>\$ 59,704</u>	<u>\$ (2,755)</u>
Excess of Resources Over (Under) Charges for Appropriations	\$ (584)	\$ 597	\$ 1,181
Fund Balance - Beginning	<u>591</u>	<u>591</u>	
Fund Balance - Ending	<u>\$ 7</u>	<u>\$ 1,188</u>	<u>\$ 1,181</u>

The accompanying notes are an integral part of this financial statement.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

SUPPLEMENTARY INFORMATION

CAMERON, HINES & HARTT

(A Professional Accounting Corporation)

Certified Public Accountants

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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

The Honorable Judges of the
Fourth Judicial District Court
Judicial Expense Fund
Monroe, Louisiana

We have audited the component unit financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Fourth Judicial District Court, Judicial Expense Fund, a component unit of the Ouachita Parish Police Jury, as of and for the year ended June 30, 2007, which collectively comprise the Fourth Judicial District Court, Judicial Expense Fund's component unit financial statements and have issued our report thereon dated December 14, 2007. 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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Fourth Judicial District Court, Judicial Expense Fund's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the component unit financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Court's internal control over financial reporting. Our consideration of internal control included procedures to evaluate the design of controls relevant to an audit of financial statements and to determine whether they have been implemented, but it did not include procedures to test the operating effectiveness of controls, and accordingly, was not directed to discovering significant deficiencies in internal control. Accordingly, we do not express an opinion on the effectiveness of the Court's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Fourth Judicial District Court, Judicial Expense Fund's financial statements are free of 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*.

This report is intended solely for the information and use of management, others within the organization, and the Legislative Auditor and is not intended to be or should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is to be distributed by the Legislative Auditor as a public document.

Cameron, Hines & Hart (APAC)

West Monroe, Louisiana
December 14, 2007

FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2007

The Honorable Judges of the
Fourth Judicial District Court
Judicial Expense Fund
Monroe, Louisiana

We have audited the component unit financial statements of the Fourth Judicial District Court, Judicial Expense Fund as of and for the year ended June 30, 2007, and have issued our report thereon dated December 14, 2007. 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. Our audit of the financial statements as of June 30, 2007, resulted in an unqualified opinion.

Section I- Summary of Auditor's Results

A. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weakness yes no

Significant Deficiencies not considered to be

Material Weaknesses yes no

Compliance

Compliance Material to Financial Statements yes no

B. Federal Awards

Material Weakness Identified yes no

Significant Deficiencies not considered to be

Material Weaknesses yes no

Type of Opinion on Compliance For Major Programs (No Major Programs)

Unqualified Qualified

Disclaimer Adverse

Are there findings required to be reported in accordance with Circular A-133, Section .510 (a)? N/A

FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2007

(Continued)

Section I- Summary of Auditor's Results (continued)

C. Identification of Major Programs: N/A

Name of Federal Program (or cluster)
CFDA Number(s)

Dollar threshold used to distinguish between Type A and Type B
Programs. N/A

Is the auditee a "low-risk" auditee, as defined by OMB Circular A-
133? N/A

Section II- Financial Statement Findings

No matters were reported.

Section III- Federal Award Findings and Question Costs- N/A

FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA

SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2007

Section I- Internal Control and Compliance Material to the Financial Statements

This section is not applicable for this entity.

Section II- Internal Control and Compliance Material to Federal Awards

This section is not applicable for this entity.

Section III- Management Letter

No management letter was issued.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
WITH NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

FOR THE YEAR ENDED JUNE 30, 2007

<u>Federal Grants/Pass Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Program or Award Amount</u>	<u>Revenue Recognized</u>	<u>Expenditures</u>
Program passed through the Louisiana State Supreme Court: Department of Health and Human Services - Administration for Children and Families: Temporary Assistance for Needy Families	93.558	\$ 74,277	\$ 74,277	\$ 74,277
		\$ 74,277	\$ 74,277	\$ 74,277

1. General

The Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the Fourth Judicial District Court. The Fourth Judicial District Court did not pass through any of its federal awards to a subrecipient during the year.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting as contemplated under accounting principles generally accepted in the United States of America and which is the same basis of accounting used for presenting the component unit financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**SUPPLEMENTAL INFORMATION SCHEDULES
SCHEDULE OF JUDGES
FOR THE YEAR ENDED JUNE 30, 2007**

Division A	Judge Scott Leehy
Division B	Judge Sharon I. Marchman
Division C	Judge Wilson Rambo
Division D	Judge H. Stephens Winters
Division E	Judge Marcus R. Clark
Division F	Judge C. Wendell Manning
Division G	Judge Carl Van Sharp
Division H	Judge Benjamin Jones
Division I	Chief Judge Alvin R. Sharp

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**BALANCE SHEET - SCHEDULE OF COMBINING ACCOUNTS
GENERAL FUND**

JUNE 30, 2007

	Judicial Expense Fund	FINS Fund	Payroll Account	Combined Accounts
Assets				
Cash in Bank	\$ 368,665	\$ 40,556	\$ 31,154	\$ 440,375
Investments in LAMP	203,533			203,533
Prepaid Expenses and Deposits	2,561		758	3,319
Due From Other Governmental Units	46,301	3,958		50,259
Accounts Receivable	821			821
	<hr/>			
Total Assets	<u>\$ 621,881</u>	<u>\$ 44,514</u>	<u>\$ 31,912</u>	<u>\$ 698,307</u>
Liabilities and Fund Balances				
Liabilities				
Accrued and Other Liabilities	\$ 17,053	\$	\$ 11,050	\$ 28,103
Due to Other Governmental Units	2,552	3,958	1,653	8,163
Compensated Absences Payable	12,681			12,681
	<hr/>			
Total Liabilities	<u>\$ 32,286</u>	<u>\$ 3,958</u>	<u>\$ 12,703</u>	<u>\$ 48,947</u>
Fund Balances				
Unrestricted	\$ 589,595	\$ 40,556	\$	\$ 630,151
Restricted			19,209	19,209
	<hr/>			
Total Fund Balances	<u>\$ 589,595</u>	<u>\$ 40,556</u>	<u>\$ 19,209</u>	<u>\$ 649,360</u>
	<hr/>			
Total Liabilities and Fund Balances	<u>\$ 621,881</u>	<u>\$ 44,514</u>	<u>\$ 31,912</u>	<u>\$ 698,307</u>

The accompanying notes are an integral part of this financial statement.

**FOURTH JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
MONROE, LOUISIANA**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SCHEDULE OF COMBINING ACCOUNTS
GENERAL FUND**

JUNE 30, 2007

	Judicial Expense Fund	FINS Fund	Truancy Fund	Payroll Account	Combined Accounts
Revenues					
Court Fees - Ouachita Parish	\$ 250,774	\$	\$	\$	\$ 250,774
Court Fees - Morehouse Parish	44,628				44,628
Grant Revenue	39,129	47,500	920		87,549
Warrant Revenue - Ouachita Parish				664,724	664,724
Warrant Revenue - Morehouse Parish				103,121	103,121
Interest Income	25,156		258	3,797	29,211
Other Income	238	21		274	533
Amounts Available for Appropriation	\$ 359,925	\$ 47,521	\$ 1,178	\$ 771,916	\$ 1,180,540
Expenditures					
Asset Expenditures	\$ 13,502	\$	\$	\$	\$ 13,502
Small Asset Expenditures	10,049	678			10,727
Court Reporter/Process Costs	2,705				2,705
Insurance Expense	27,230	3,535		94,987	125,752
Internet Access	3,966	112			4,078
Miscellaneous	1,355		1	2,507	3,863
Office Supplies & Postage	13,256	1,195			14,451
Payroll taxes	2,253	283		18,367	20,903
Professional Fees	104,533	16,712	919		122,164
Reference Materials & Dues	1,231				1,231
Rent - Equipment	15,227	872			16,099
Repair, Maintenance, & Warranty	8,243	377			8,620
Retirement Expense	13,419	2,363		96,397	112,179
Salaries	84,790	15,885		560,906	661,581
Seminars, Meetings, & Travel	28,613	1,162			29,775
Telephone Expense	2,512	79			2,591
Training	3,173				3,173
Transfer to other funds			257		257
Total Charges to Appropriations	\$ 336,057	\$ 43,253	\$ 1,177	\$ 773,164	\$ 1,153,651
Excess of Resources Over (Under)					
Charges for Appropriations	\$ 23,868	\$ 4,268	\$ 1	\$ (1,248)	\$ 26,889
FUND BALANCE - BEGINNING	565,727	36,288	(1)	20,457	622,471
FUND BALANCE - ENDING	\$ 589,595	\$ 40,556	\$ 0	\$ 19,209	\$ 649,360

The accompanying notes are an integral part of this financial statement.