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**TWENTY-NINTH JUDICIAL DISTRICT COURT'S  
FAMILIES IN NEED OF SERVICES FUND**

Hahnville, Louisiana

General Purpose Financial Statements

and Independent Auditor's Report

As of and for the Year Ended

December 31, 1998

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

Release Date ~~1999 4 1 1999~~

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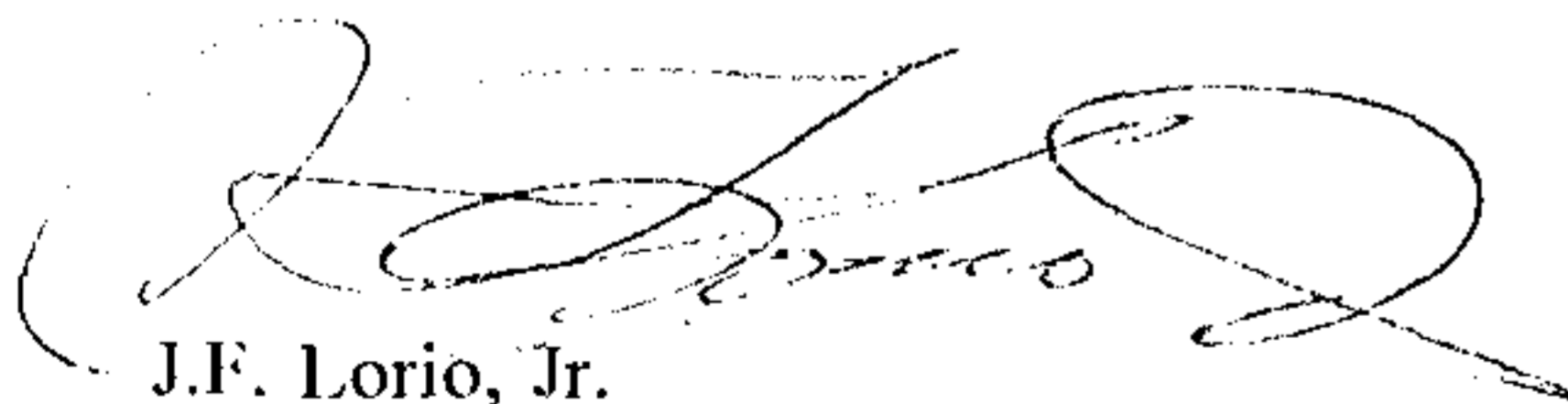
**INDEPENDENT AUDITOR'S REPORT**

Twenty-Ninth Judicial District Court's  
Families in Need of Services Fund  
Hahnville, Louisiana

We have audited the accompanying general purpose financial statements of the Twenty-Ninth Judicial District Court's Families in Need of Services Fund, as of and for the year ended December 31, 1998, as listed in the table of contents. These general purpose financial statements are the responsibility of the management of the Twenty-Ninth Judicial District Court's Families in Need of Services Fund. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards contained in the Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Twenty-Ninth Judicial District Court's Families in Need of Services Fund as of December 31, 1998, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.



J.F. Lorio, Jr.  
Certified Public Accountant

June 1, 1999

**TWENTY-NINTH JUDICIAL DISTRICT COURT'S  
FAMILIES IN NEED OF SERVICES FUND**

St. Charles Parish, Louisiana

Governmental Fund Type - General Fund

Balance Sheet

December 31, 1998

Statement A

	<u>Governmental Fund Type - General Fund</u>	<u>Account Group General Fixed Assets</u>	<u>Total (Memorandum ONLY)</u>
<b><u>ASSETS</u></b>			
Cash (Note B)	\$ 30,842	\$ -	\$ 30,842
Furniture and equipment (Note C)	<u>-</u>	<u>4,882</u>	<u>4,882</u>
TOTAL ASSETS	<u>\$ 30,842</u>	<u>\$ 4,882</u>	<u>\$ 35,724</u>
 <b><u>LIABILITIES, EQUITY AND OTHER CREDITS</u></b>			
Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Equity and Other Credits:			
Investment in general fixed assets	\$ -	\$ 4,882	\$ 4,882
Fund balance - unreserved - undesignated	<u>30,842</u>	<u>-</u>	<u>30,842</u>
Total Equity and Other Credits	<u>30,842</u>	<u>4,882</u>	<u>35,724</u>
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	<u>\$ 30,842</u>	<u>\$ 4,882</u>	<u>\$ 35,724</u>

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

**TWENTY-NINTH JUDICIAL DISTRICT COURT'S  
FAMILIES IN NEED OF SERVICES FUND**

St. Charles Parish, Louisiana  
Governmental Fund Type - General Fund  
Statement of Revenues, Expenditures and  
Changes in Fund Balance  
For the Year Ended December 31, 1998

Statement B

REVENUES

Intergovernmental revenue- state appropriation	\$ 25,000
Interest earnings	<u>526</u>
Total Revenues	<u>25,526</u>

EXPENDITURES

Personal services and related benefits	11,503
Administrative services	1,320
Professional services	1,850
Office supplies and expenditures	507
Computer expense	1,725
Conferences, dues, publications and subscriptions	3,739
Capital outlay: Office equipment	<u>1,995</u>
Total Expenditures	<u>22,639</u>
Excess Revenue over Expenditures	2,887
Fund Balance at Beginning of Year	<u>27,955</u>
Fund Balance at End of Year	<u>\$ 30,842</u>

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

**TWENTY-NINTH JUDICIAL DISTRICT COURT'S  
FAMILIES IN NEED OF SERVICES FUND**

St. Charles Parish, Louisiana

Governmental Fund Type - General Fund

Statement of Revenues, Expenditures and Changes in  
Fund Balance - Budget (GAAP Basis) and Actual

For the Year Ended December 31, 1998

Statement C

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<b><u>REVENUES</u></b>			
Intergovernmental revenue - state appropriation	\$ 25,000	\$ 25,000	\$ -
Interest earnings	<u>500</u>	<u>526</u>	<u>26</u>
Total Revenues	<u>25,500</u>	<u>25,526</u>	<u>26</u>
<b><u>EXPENDITURES</u></b>			
Personal services and related benefits	12,000	11,503	497
Administrative services	1,320	1,320	-
Professional contract services	1,500	1,850	(350)
Office supplies and expenditures	500	507	(7)
Computer expense	500	1,725	(1,225)
Conferences, dues, publications and subscriptions	2,000	3,739	(1,739)
Capital outlay: Office equipment	<u>3,500</u>	<u>1,995</u>	<u>1,505</u>
Total Expenditures	<u>21,320</u>	<u>22,639</u>	<u>(1,319)</u>
Excess Revenues over Expenditures	4,180	2,887	(1,293)
Fund Balance at Beginning of Year	<u>27,955</u>	<u>27,955</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 32,135</u>	<u>\$ 30,842</u>	<u>\$ (1,293)</u>

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

**TWENTY-NINTH JUDICIAL DISTRICT COURT'S  
FAMILIES IN NEED OF SERVICES FUND**  
St. Charles Parish, Louisiana  
Notes to the Financial Statements  
December 31, 1998

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

In 1998, monies were appropriated from the Governor's Crime package to the Children's Cabinet for the implementation of the Families in Need of Services, of title VII of the Louisiana Children's Code, in the juvenile and district courts in the State of Louisiana.

As state appropriated monies are received by the Twenty-Ninth Judicial Court's Families in Need of Services Fund, they are deposited into a separate banking account where disbursements are made in accordance with the contract entered into between the Twenty-Ninth Judicial Court and the Louisiana Department of Social Services.

1. Basis of Presentation

The accompanying general purpose financial statements of the Twenty-Ninth Judicial District Court's Families in Need of Services Fund have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

2. Fund's and Account Groups

The Families in Need of Services Fund uses a General Fund to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions relating to certain government functions and activities.

A fund is a separate accounting entity with a self-balancing set of accounts that comprises its assets, liabilities, fund equity, revenues and expenditures. On the other hand, an account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

The General Fund of the Families in Need of Services Fund is classified as a governmental fund. The General Fund accounts for all of the entity's general activities and financial resources, including the collection and disbursement of specific or legally restricted monies.

**TWENTY-NINTH JUDICIAL DISTRICT COURT'S  
FAMILIES IN NEED OF SERVICES FUND**

St. Charles Parish, Louisiana  
Notes to the Financial Statements  
December 31, 1998

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental fund is accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and liabilities generally are included on the balance sheet. The operating statements of the General Fund present increases and decreases in net current assets. The Families in Need of Services Fund records are maintained on the modified accrual basis of accounting using the following practices in recording revenues and expenditures:

Revenues:

Intergovernmental revenues comprise substantially all the revenue sources. These monies are recorded in the year they are to be appropriated from the State by contract.

Interest earnings on time deposits are recorded when the time deposits have matured and the interest is available.

Expenditures:

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.

4. Budgets

The Families in Need of Services Fund adopted an annual budget for the General Fund on a modified accrual basis of accounting. Budgeted amounts included in the annual financial statements include the original adopted budget amounts and any subsequent amendments.

The Families in Need of Services Fund reserves all authority to make changes to the budget.



**TWENTY-NINTH JUDICIAL DISTRICT COURT'S  
FAMILIES IN NEED OF SERVICES FUND**  
St. Charles Parish, Louisiana  
Notes to the Financial Statements  
December 31, 1998

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

5. Fixed Assets and Long-term Obligations  
Fixed assets purchased from the General Fund are accounted for in the general fixed assets account group. Fixed assets are stated at historical cost. Purchases of general fixed assets are recorded as expenditures at the time of purchase.  
  
There were no long-term obligations at December 31, 1998.
6. Cash  
Cash includes amounts in interest bearing demand deposits. Cash equivalents include amounts in certificates of deposit. Under state law, the entity may deposit funds 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.
7. Compensated Absences and Pension Plan  
The fund had no employees in 1998; therefore, it does not have a leave policy and it does not participate in any pension plan.
8. Total Columns on Balance Sheet  
The total column on the balance sheet is captioned Memorandum Only to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

NOTE B - CASH

At December 31, 1998, the carrying amount (book balance) of all cash of the Families in Need of Services Fund totaled \$ 30,842, and is listed as follows:

Interest bearing demand deposits	<u>\$ 30,842</u>
Total	<u>\$ 30,842</u>

**TWENTY-NINTH JUDICIAL DISTRICT COURT'S  
FAMILIES IN NEED OF SERVICES FUND**

St. Charles Parish, Louisiana  
Notes to the Financial Statements  
December 31, 1998

**NOTE B - CASH (CONTINUED)**

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

At December 31, 1998, the fund had \$ 30,952 in deposits (collected bank balances). These deposits were fully secured from risk by federal deposit insurance.

**NOTE C - CHANGES IN GENERAL FIXED ASSETS**

A Summary of changes in general fixed assets (furniture and equipment) is as follows:

Balance, December 31, 1997	\$ 3,867
Additions	1,995
Retirements	<u>(980)</u>
Balance, December 31, 1998	<u>\$ 4,882</u>

**NOTE D - YEAR 2000 (unaudited)**

The Funds accounting records are maintained by an outside accounting firm who's hardware and software are year 2000 compliant.

**OTHER REPORTS REQUIRED BY**  
**GOVERNMENT AUDITING STANDARDS**

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

Twenty-Ninth Judicial District Court's  
Families in Need of Services Fund  
Hahnville, Louisiana

We have audited the general purpose financial statements of the Twenty-Ninth Judicial District's Families in Need of Services Fund, as of and for the year ended December 31, 1998, and have issued our report thereon dated June 1, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As a part of obtaining reasonable assurance about whether the Twenty-Ninth Judicial District Court's Families in Need of Services Fund's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations and contracts, noncompliance with which could have a direct and material effect on the determination of the financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control over Financial Reporting

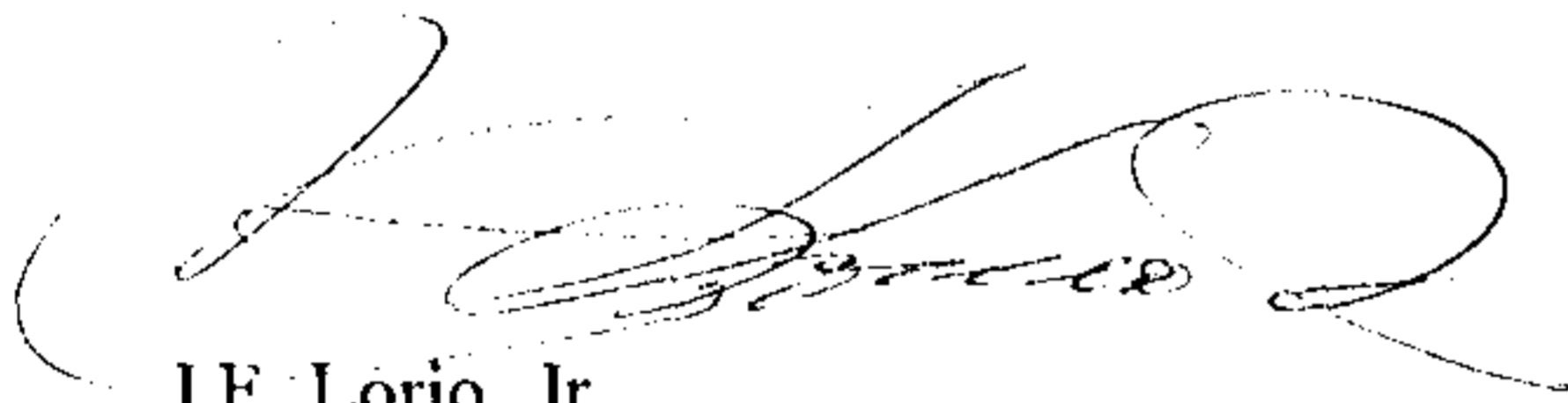
In planning and performing our audit, we considered the Twenty-Ninth Judicial District Court's Families in Need of Services Fund internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a matter involving the internal control over financial reporting and its operations that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation that, in our judgement, could adversely affect the board's ability to record, process, summarize and report financial data consistent with the assertions of management in the general purpose financial statements. We noted that the size of the fund's operation of internal control over financial reporting and its limited staff preclude an adequate segregation of duties and other features of an adequate system of internal accounting control structure, however, it feels that to employ such controls would not be cost beneficial.

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Twenty-Ninth Judicial District Court's  
*Families in Need Of Services Fund*

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal source of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions, and accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we consider the reportable condition described above to be a material weakness.

This report is intended solely for use of management and the State of Louisiana legislative Auditor and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report which, upon acceptance by the State of Louisiana Legislative Auditor, is a matter of public record.

A handwritten signature in black ink, appearing to read 'J.F. Lorio, Jr.', with a large, stylized flourish extending to the right.

J.F. Lorio, Jr.  
Certified Public Accountant

June 1, 1999