

ST. JAMES PARISH CLERK OF COURT

Convent, Louisiana

Financial Report

Year Ended June 30, 2021

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INDEPENDENT AUDITOR'S REPORT

The Honorable Shane Leblanc
St. James Parish Clerk of Court
Convent, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of St. James Parish Clerk of Court (hereinafter "Clerk of Court") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Clerk of Court's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Clerk of Court, as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 13 to the basic financial statements, the Clerk of Court had a change in accounting principle. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule, schedule of changes in total OPEB liability and related ratios, schedule of employer's share of net pension liability, and schedule of employer pension contributions on pages 37 through 40, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The Clerk of Court has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Clerk of Court's basic financial statements. The other supplementary information on pages 44 through 53 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The comparative statements, combining statements, and justice system funding schedules on pages 44, 45, 49, 50, 51, 52, and 53 are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the comparative statements, combining statements, and justice system funding schedules are fairly stated in all material respects in relation to the basic financial statements as a whole. The prior year comparative amounts on the comparative and combining statements were derived from the St. James Parish Clerk of Court's 2020 financial statements, which was subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America and, in our opinion, was fairly presented in all material respects in relation to the basic financial statements from which they have been derived.

The budgetary comparison schedules on pages 46 and 47 have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2021, on our consideration of the Clerk of Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Clerk of Court's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Clerk of Court's internal control over financial reporting and compliance.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 7, 2021

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Statement of Net Position
June 30, 2021

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash	\$ 382,957
Investments	589,754
Receivables, net	9,941
Prepaid expenditures	<u>1,059</u>
Total assets	<u>983,711</u>
 Noncurrent assets:	
Capital assets, net	<u>68,665</u>
Total assets	<u>1,052,376</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to other postemployment benefit	397,407
Deferred outflows related to pension	<u>360,686</u>
Total deferred outflows of resources	<u>758,093</u>
LIABILITIES	
Current liabilities:	
Accounts and other payables	10,655
Compensated absences payable	<u>5,246</u>
Total current liabilities	<u>15,901</u>
Noncurrent liabilities:	
Other postemployment benefit payable	1,523,581
Net pension liability	<u>849,343</u>
Total noncurrent liabilities	<u>2,372,924</u>
Total liabilities	<u>2,388,825</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to related to other postemployment benefit	195,982
Deferred inflows related to pension	<u>83,453</u>
Total deferred inflows of resources	<u>279,435</u>
NET POSITION	
Net investment in capital assets	68,665
Unrestricted (deficit)	<u>(926,456)</u>
Total net position	<u>\$ (857,791)</u>

The accompanying notes are an integral part of the basic financial statements.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Statement of Activities
For the Year Ended June 30, 2021

Activities	Expenses	Program Revenues		Net Revenue And Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Governmental activities:				
General government	<u>\$ 863,835</u>	<u>\$ 887,415</u>	<u>\$ -</u>	<u>\$ 23,580</u>
General revenues:				
Interest and investment earnings				3,092
Non-employer pension contribution				<u>40,858</u>
Total general revenues				<u>43,950</u>
Change in net position				67,530
Net position, beginning				<u>(925,321)</u>
Net position, ending				<u>\$ (857,791)</u>

The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS (FFS)

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Balance Sheet - Governmental Fund
June 30, 2021

	<u>General Fund</u>
ASSETS	
Cash	\$ 382,957
Investments	589,754
Accounts receivable	9,941
Prepaid expenditures	<u>1,059</u>
Total assets	<u>\$ 983,711</u>
LIABILITIES AND FUND BALANCE	
Liabilities:	
Accounts payable	\$ 6,408
Accrued Liabilities	<u>4,247</u>
Total liabilities	<u>10,655</u>
Fund balance:	
Nonspendable (prepaid expenditures)	1,059
Unassigned	<u>971,997</u>
Total fund balance	<u>973,056</u>
Total liabilities and fund balance	<u>\$ 983,711</u>

The accompanying notes are an integral part of the basic financial statements.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Reconciliation of the Governmental Fund Balance Sheet
to the Statement of Net Position
June 30, 2021

Total fund balance for the governmental fund at June 30, 2021		\$ 973,056
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Equipment, furniture, and fixtures, net of \$160,572 accumulated depreciation	\$ 29,890	
Vehicles, net of \$10,725 of accumulated depreciation	<u>38,775</u>	68,665
The deferred outflows of resources are not available, and therefore are not reported in the fund financial statements. The deferred outflows of resources are related to the following:		
Other postemployment benefit	397,407	
Pension liability	<u>360,686</u>	758,093
Long-term liabilities at June 30, 2021:		
Compensated absences	(5,246)	
Other postemployment benefit	(1,523,581)	
Net pension liability	<u>(849,343)</u>	(2,378,170)
The deferred inflows of resources are not available, and therefore are not reported in the fund financial statements. The deferred inflows of resources are related to the following:		
Other postemployment benefit	(195,982)	
Pension liability	<u>(83,453)</u>	<u>(279,435)</u>
Total net position of governmental activities at June 30, 2021		<u>\$ (857,791)</u>

The accompanying notes are an integral part of the basic financial statements.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balance -
Governmental Fund
For the Year Ended June 30, 2021

	General Fund
Revenues:	
Licenses and permits	\$ 2,885
Fees, charges, and commissions for services -	
Court costs, fees, and charges	160,285
Fees for recording legal documents	627,918
Fees for certified copies	96,327
Use of money and property -	
Interest earnings	3,092
Total revenues	890,507
Expenditures:	
Current -	
Personnel services and related benefits	578,790
Operating services	152,370
Materials and supplies	18,450
Capital outlay	26,924
Total expenditures	776,534
Net change in fund balance	113,973
Fund balance, beginning of year	859,083
Fund balance, end of year	\$ 973,056

The accompanying notes are an integral part of the basic financial statements.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balance of the Governmental Fund
to the Statement of Activities
For the Year Ended June 30, 2021

Total net change in fund balance for the year ended June 30, 2021 per statement of revenues, expenditures and changes in fund balance		\$ 113,973
The change in net position reported for governmental activities in the statement of activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 26,924	
Depreciation expense for the year ended June 30, 2021	<u>(11,517)</u>	15,407
Differences between amounts reported as expenses in the statement of activities and those reported as expenditures in the fund financial statements.		
Other postemployment benefit	(47,576)	
Compensated absences	2,619	
Net pension liability	<u>(57,751)</u>	(102,708)
Non-employer pension contributions		<u>40,858</u>
Total change in net position for the year ended June 30, 2021 per statement of activities		<u>\$ 67,530</u>

The accompanying notes are an integral part of the basic financial statements.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2021

	<u>Custodial Funds</u>
ASSETS	
Cash	\$ 759,289
Interest-bearing deposits	<u>774,815</u>
Total assets	<u>1,534,104</u>
LIABILITIES	
Due to other governments	<u>13,030</u>
NET POSITION	
Restricted for individuals and other governments	<u>\$ 1,521,074</u>

The accompanying notes are an integral part of the basic financial statements.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Statement of Changes in Fiduciary Net Position
Fiduciary Funds
Year Ended June 30, 2021

	<u>Custodial Funds</u>
Additions:	
Suits and successions	560,279
Parish	16,969
Deposits per court order	25,151
Interest	168
Total additions	<u>602,567</u>
Deductions:	
Clerk's costs	288,600
Refunds to litigants	186,733
Other	46,745
Sheriff fees	55,343
Secretary of State	4,655
Judge's supplemental compensation fund	13,820
Total deductions	<u>595,896</u>
Net change in fiduciary net position	6,671
Net position, beginning of year as restated	<u>1,514,403</u>
Net position, end of year	<u>\$ 1,521,074</u>

The accompanying notes are an integral part of the basic financial statements.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Basic Financial Statement

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the St. James Parish Clerk of Court (Clerk of Court) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:513 and to the industry audit guide, *Audits of State and Local Governmental Units*.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

As provided by Article V, Section 28 of the Louisiana Constitution of 1974, a Clerk of Court serves as the ex-officio notary public, the recorder of conveyances, mortgages and other acts, and shall have other duties and powers provided by law. A Clerk of Court is elected for a term of four years.

These financial statements only include funds and activities that are controlled by the Clerk of Court as an independently elected parish official. As an independently elected official, the Clerk of Court is solely responsible for the operations of his office, which includes the hiring or retention of employees, authority over budgeting, responsibility for deficits, and the receipt and disbursement of funds.

B. Basis of Presentation

The accompanying basic financial statements of the Clerk of Court have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Government – Wide Financial Statements (GWFS)

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity, which are considered to be governmental activities. Fiduciary funds are not included in the GWFS. Fiduciary funds are reported only in the Combining Statement of Fiduciary Assets and Liabilities and Combining Statement of Net Changes in Fiduciary Net Position at the fund financial statement level.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Basic Financial Statement (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for each function of the Clerk of Court's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients for goods or services offered by the Clerk of Court, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements (FFS)

The accounts of the Clerk of Court are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The various funds of the Clerk of Court are classified into two categories: governmental and fiduciary. The emphasis on fund financial statements is on major governmental funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the entity meets the following criteria:

- a. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenses of that individual governmental fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, or expenses of the individual governmental fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The major fund of the Clerk of Court is described below:

Governmental Fund -

General Fund -- This fund, as provided by Louisiana Revised Statute 13:781, is the principal fund of the Clerk of Court and is used to account for the operations of the Clerk of Court's office. The various fees and charges due to the Clerk of Court's office are accounted for in this fund. General operating expenditures are paid from this fund.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Basic Financial Statement (Continued)

Additionally, the Clerk of Court reports the following fund types:

Fiduciary (Custodial) Funds -

The Clerk's fiduciary funds are presented in the fiduciary fund financial statements by type. Since, these assets are being held for the benefit of a third party (other local governments, private parties, pension participants, etc.) and cannot be used to address activities or obligations of the Clerk, these funds are not incorporated into the government-wide statements. The custodial funds are as follows:

Advance Deposit Fund – accounts for advance deposits on suits filed by litigants.

Registry of the Court Fund – accounts for funds which have been ordered by the court to be held until judgment has been rendered in court litigation.

Jury Fund – account is to pay jurors who report for Petit and Civil Jury.

C. Measurement Focus/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 the measurement focus applied.

Measurement Focus

On the government-wide statement of net position and the statement of activities, governmental activities are presented using the economic resources measurement focus as defined in item b. below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. The governmental fund utilizes a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on its balance sheet. Their operating statement presents sources and uses of available spendable financial resources during a given period. This fund uses fund balance as its measure of available spendable financial resources at the end of the period.
- b. The government-wide financial statement utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery) and financial position. All assets and liabilities (whether current or noncurrent) associated with its activities are reported. Government-wide fund equity is classified as net position.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Basic Financial Statement (Continued)

Basis of Accounting

In the government-wide statement of net position and statement of activities, the governmental activities reflects the economic resources, measurement focus, and accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from nonexchange transactions are recognized in accordance with professional standards.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

D. Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the Clerk of Court.

E. Investments

Under state law, the Clerk of Court may deposit funds with a fiscal agent organized under the laws of the State of Louisiana, the laws of any other state in the union, or the laws of the United States. The Clerk of Court may invest in United States bonds, treasury notes and bills, government backed agency securities, or certificates and time deposits of state banks organized under Louisiana Law and national banks having principal offices in Louisiana. In addition, local governments in Louisiana are authorized to invest in the Louisiana Asset Management Pool (LAMP), a nonprofit corporation formed by the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.

F. Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include fees and charges paid by the recipients for goods or services offered by the programs.

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

G. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Clerk of Court maintains a threshold level of \$500 or more for capitalizing capital assets.

Depreciation of all exhaustible capital assets is recorded as an expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. Useful lives for furniture, fixtures, and equipment range from five to ten years.

H. Compensated Absences

Employees of the Clerk of Court's office earn from 72 to 136 hours of vacation leave and sick leave each year, depending on their length of service. Vacation and sick leave are advanced to full-time employees and is earned each month. Unused leave at the end of each calendar year is forfeited.

At June 30, 2021, the Clerk of Court has \$5,246 accumulated sick leave benefits required to be reported in accordance with generally accepted accounting principles.

I. Deferred Outflows of Resources and Deferred Inflows of Resources

In some instances, the GASB requires a government to delay recognition of decreases in net position as expenditures until a future period. In other instances, governments are required to delay recognition of increases in net position as revenues until a future period. In these circumstances, deferred outflows of resources and deferred inflows of resources result from the delayed recognition of expenditures or revenues, respectively.

J. Equity Classifications

In the government-wide statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of net capital assets reduced by the outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of the other two components and is available for general use by the Clerk of Court.

In the fund financial statements, governmental fund equity is classified as fund balance. As such, fund balance of the governmental fund is classified as follows.

- a. Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- b. Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- c. Committed – amounts that can be used only for specific purposes determined by a formal decision of the Clerk of Court, which is the highest level of decision-making authority for the Clerk of Court.
- d. Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Clerk of Court’s adopted policy only the Clerk of Court may assign amounts for specified purposes.
- e. Unassigned – all other spendable amounts.

When an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available, the Clerk considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Clerk considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Clerk has provided otherwise in his commitment or assignment actions.

R.S. 13:785 requires that every four years (at the close of the term of office) the Clerk of Court must pay the parish treasurer the portion of the General Fund’s fund balance that exceeds one-half of the revenues of the clerk’s last year of his term of office. This payment is limited to no more than that which was received by the clerk in accordance with R.S. 13:784(A) during said term of office.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Basic Financial Statement (Continued)

At June 30, 2021, there was no amount due to the parish treasurer even though the General Fund's fund balance at June 30, 2021 exceeded one-half of the revenues of the General Fund for the last year of the clerk's four-year term of office because the Clerk of Court did not receive any funds from the parish treasurer in accordance with R.S. 13:784(A) during the current term of office.

K. Revenues, Expenditures, and Expenses

Operating Revenues and Expenses

Operating revenues and expenses are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

Expenditures/Expenses

In the government-wide financial statements, expenses are classified by function. In the fund financial statements, expenditures are classified as follows:

Governmental Fund – By Character and Function

L. Bad Debts

Through the establishment of an allowance account, uncollectible amounts due from customers' receivables are recognized as bad debts at the time the Clerk of Court determines a specific account uncollectible. At June 30, 2021, there were no allowances established for customer accounts.

M. Clerk's Fees Transferred from Advance Deposit Agency Fund

These fees represent revenue to the Clerk of Court earned from everyday operations such as copying and faxing for litigants and standard fees charged on suits. These fees are collected by a transfer of litigant's money deposited in the Advance Deposit Fund to the General Fund.

N. Use of Estimates

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

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Basic Financial Statement (Continued)

(2) Cash and Interest-Bearing Deposits

Under state law, the Clerk of Court may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Clerk of Court may also invest in United States bonds, treasury notes, or certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

At June 30, 2021, the Clerk of Court has cash and interest-bearing deposits (book balances) totaling \$1,917,061 as follows:

	Government-wide Statement of Net Assets	Fiduciary Funds Statement of Net Assets	Total
Cash	\$ 382,957	\$ 759,289	\$ 1,142,246
Time and money-market deposits	-	774,815	774,815
Total	<u>\$ 382,957</u>	<u>\$ 1,534,104</u>	<u>\$ 1,917,061</u>

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the Clerk of Court's deposits may not be recovered or will not be able to recover collateral securities that are in the possession of an outside party. 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 similar federal security 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 bank. These securities are held in the name of the Clerk of Court or the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties. Deposit balances (bank balances) at June 30, 2021 are secured as follows:

Bank balances	<u>\$ 2,010,283</u>
Federal deposit insurance	\$ 612,079
Pledged securities	<u>1,398,204</u>
Total	<u>\$ 2,010,283</u>

Deposits in the amount of \$1,398,204 were exposed to custodial credit risk. The deposits secured with pledged securities are uninsured and collateralized with securities that are held by the pledging institution's trust department or agent, but not in the Clerk of Court's name. The Clerk of Court does not have a policy for custodial credit risk.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Basic Financial Statement (Continued)

(3) Investments

As of June 30, 2021, the Clerk of Court had the following investments and maturities:

<u>Investment Type</u>	<u>% of Portfolio</u>	<u>Fair Value</u>	<u>Less Than One Year</u>
State Investment Pool (LAMP)	100%	\$ 589,754	\$ 589,754

Interest Rate Risk – The Clerk of Court does not have a formal policy that limits investment maturities as a mean of managing its exposure to fair value losses arising from increasing interest rates. The Clerk of Court participates in the Louisiana Asset Management Pool (LAMP). LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMPS total investments is 100 days as of June 30, 2021.

Credit Risk – Credit risk is defined as the risk that an issuer or other counter party to an investment will not fulfill its obligations. At June 30, 2021, investments with a fair value of \$589,754 were rated at AAAM by Standards & Poor’s.

Custodial Credit Risk – For an investment, custodial risk is the risk that, in the event of the failure of a counterparty, the Clerk of Court will not be able to recover the value of it’s investments or collateral securities that are in the possession of an outside party. As of June 30, 2021, the Clerk of Court participates in the Louisiana Asset Management Pool (LAMP). LAMP is an investment pool established as a cooperative endeavor to enable public entities of the State of Louisiana to aggregate funds for investment. LAMP is not registered with the Securities and Exchange Commission (SEC) as an investment company. LAMP is intended to improve administrative efficiency and increase yield of participating public entities. LAMPS portfolio securities are valued at market value even though the amortized cost method is permitted under Rule 2a-7 of the Investment Company Act of 1940, as amended, which governs registered money market funds. Because LAMP is not a money market fund, it has no obligation to conform to this rule.

The investment in LAMP is not exposed to custodial risk and is not categorized in the three categories provided by GASB Codification Section I50.164 because investment is in pooled finds and therefore not evidenced by securities that exist in physical or book entry form. LAMP has a fund rating of AAAM issued by Standard and Poor’s. The fair value of investments is determined on a weekly basis by LAMP and the fair value of the Clerk of Court’s investment in LAMP is the same as the value of the pool shares.

Detailed information about portfolio holdings and historical yield information can be found on the LAMP website at <https://www.lamppool.com/> or by contacting the administrative office at 1-800-249-5267.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Basic Financial Statement (Continued)

(4) Capital Assets

Capital asset activity for the year ended June 30, 2021 was as follows:

	Balance 7/1/2020	Additions	Deletions	Balance 6/30/2021
Governmental activities:				
Equipment, furniture, and fixtures	\$ 163,538	\$ 26,924	\$ -	\$ 190,462
Vehicle	49,500	-	-	49,500
Total	213,038	26,924	-	239,962
Less: accumulated depreciation	159,780	11,517	-	171,297
Governmental activities, capital assets, net	\$ 53,258	\$ 15,407	\$ -	\$ 68,665

There was \$11,517 of depreciation expense for the year ended June 30, 2021.

(5) Changes in Compensated Absences Payable

During the year ended June 30, 2021, the following changes occurred in compensated absences transactions and balances:

Compensated absences payable at June 30, 2020	\$ 7,865
Additions	12,042
Reductions	14,661
Compensated absences payable at June 30, 2021	\$ 5,246

(6) Post-Retirement Health Care and Life Insurance Benefits

Plan description: The Clerk of Court's defined benefit postemployment health care plan provides other postemployment benefits (OPEB) to eligible retired employees and their beneficiaries. The plan provides OPEB for permanent full-time employees of the Clerk of Court. The OPEB plan is a single employer defined benefit OPEB plan administered by the Clerk of Court. Benefits are provided through the Louisiana Clerks of Court Insurance Trust ("LCCIT"), a multiple-employer healthcare plan administered by the Louisiana Clerks of Court Association. Louisiana Revised Statute §13:783 grants the authority to establish and amend the benefit terms and financing requirements. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The premium rates are established and may be amended by the LCCIT board of trustees, with the Clerk of Court determining the contribution requirements of the retirees.

Benefits provided. The Clerk of Court provides medical, dental, vision, and life insurance benefits for retirees and their dependents. The benefit terms provide for payment of 100% of retiree and 50% of dependent pre-Medicare health, Medicare Supplement, vision, and dental insurance premiums. The plan also provides for payment of 100% of retiree life insurance premiums.

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

Employees covered by benefit terms. At January 1, 2020, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	5
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>5</u>
Total	<u>10</u>
Total OPEB Liability	

The total OPEB liability of \$1,523,581 was measured as of June 30, 2021 and was determined by an actuarial valuation as of January 1, 2020.

Actuarial assumptions and other inputs. The total OPEB liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.40%
Salary Increases, including inflation:	3.25%
Discount Rate:	1.92%
Health Care Cost Trend Rates	
Medical:	4.95% for 2021, 6.25% for 2022, decreasing .25% per year to an ultimate rate of 5% for 2027 and later years.
Medicare Advantage:	0% for 2021, 4.75% for 2022, decreasing .25% per year to an ultimate rate of 3.0% for 2029 and later years. Includes 2% per year for aging
Dental:	3.0% annual trend
Vision:	3.0% annual trend
Retirees' Share of Benefit-Related Costs:	
Medical:	0% for retirees and 50% for dependents.
Medicare Supplement:	0% for retirees and 50% for dependents.
Dental:	0% for retirees and 50% for dependents.
Vision:	0% for retirees and 50% for dependents.
Basic Life Insurance:	0%

The discount rate was based on the 6/30/2021 Fidelity General Obligation AA 20-Year Yield.

Mortality rates for active employees were based on the PubG.H-2010 Employee Mortality table, Generational with Projection Scale MP-2020 for males and females.

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Notes to Basic Financial Statement (Continued)

Mortality rates for retired employees were based on the Pub G.H-2010 Healthy Retiree mortality table, Generational with Projection Scale MP-2020 for males and females.

The actuarial assumptions used in the valuation were based on the those used in the Louisiana Clerks of Court Retirement and Relief Fund valuation and actuarial experience.

Changes in the Total OPEB Liability

Balance at June 30, 2020	<u>\$ 1,450,750</u>
Changes for the year:	
Service cost	14,523
Interest	35,363
Differences between expected and actual experience	1,861
Changes in assumptions/inputs	64,880
Benefit payments	<u>(43,796)</u>
Net changes	<u>72,831</u>
Balance at June 30, 2021	<u>\$ 1,523,581</u>

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability and total OPEB liability using a discount rate that is 1-percentage-point lower (.92 percent) or 1-percentage-point higher (2.92 percent) than the current discount rate:

	1% Decrease (.92%)	Discount Rate (1.92%)	1% Increase (2.92%)
Total OPEB Liability	<u>\$ 1,781,026</u>	<u>\$ 1,523,581</u>	<u>\$ 1,297,853</u>

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability and total OPEB liability using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Trend Rate	1% Increase
Total OPEB Liability	<u>\$ 1,358,780</u>	<u>\$ 1,523,581</u>	<u>\$ 1,757,144</u>

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the Clerk of Court recognized an OPEB expense of \$91,373. At June 30, 2021, the Clerk of Court reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 275,448	\$ 12,032
Change of assumptions or other inputs	121,959	183,950
Total	\$ 397,407	\$ 195,982

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30,			
2022			\$ 41,487
2023			41,487
2024			41,487
2025			22,874
2026			22,874
Thereafter			31,216
			\$ 201,425

(7) Pension Plan

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension, and pension expense, information about the fiduciary net position of the Louisiana Clerks' of Court Retirement and Relief Fund, and additions to/deductions from the system's fiduciary net position have been determined on the same basis as they are reported by the systems. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Plan Description: Substantially all employees of the Clerk of Court, except part-time and temporary employees, are members of the Louisiana Clerks' of Court Retirement and Relief Fund (Fund), a cost sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees.

The Fund was established for the purpose of providing retirement allowances and other benefits as stated under the provisions of R.S. Title 11:1501 for eligible employees of the clerk of the supreme court, each of the district courts, each of the courts of appeal, each of the city and traffic courts in cities having a population in excess of four hundred thousand at the time of entrance into the Fund, the Louisiana Clerks' of Court Association, the Louisiana Clerks of Court Insurance Fund, and the employees of the Fund.

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

The projection of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the Fund in accordance with the benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. The Fund issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. Access to the report can be found on the Louisiana Legislative Auditor's website, www.la.gov.

Retirement Benefits: A member or former member shall be eligible for regular retirement benefits upon attaining twelve or more years of credited service, attaining the age of fifty-five years or more and terminating employment. Regular retirement benefits, payable monthly for life, equal 3 1/3% of the member's average final compensation multiplied by the number of years of credited service, not to exceed one hundred percent of the monthly average final compensation. Monthly average final compensation is based on the highest compensated thirty-six consecutive months, with a limit of increase of 10% in each of the last three years of measurement. For those members hired on or after July 1, 2006, compensation is based on the highest compensated sixty consecutive months with a limit of 10% increase in each of the last six years of measurement. Act 273 of the 2010 regular session applied the sixty consecutive months to all members. This Act has a transition period for those members who retire on or after January 1, 2011 and before December 31, 2012. Additionally, Act 273 of the 2010 regular session increased a member's retirement to age 60 with an accrual rate of 3% for all members hired on or after January 1, 2011.

A member leaving covered employment before attaining early retirement age but after completing twelve years' credited service becomes eligible for a deferred allowance provided the member lives to the minimum service retirement age and does not withdraw his or her accumulated contributions.

Disability Benefits: Effective through June 30, 2008, a member who has been officially certified as totally and permanently disabled by the State Medical Disability Board shall be paid disability retirement benefits determined and computed as follows:

- a. A member who is totally and permanently disabled solely as the result of injuries sustained in the performance of his official duties shall be paid monthly benefits equal to the greater of one-half of his monthly average final compensation or, at the option of the disability retiree, 2 1/2% of his monthly average final compensation multiplied by the number of his years of credited service; however, such monthly benefit shall not exceed twenty-five dollars for each year of his credited service or two-thirds of his monthly average final compensation, whichever is less.
- b. A member who has ten or more years of credited service and who is totally and permanently disabled due to any cause not the result of injuries sustained in the performance of his official duties shall be paid monthly benefits equal to three percent of his monthly average final compensation multiplied by the number of his years of credited service; however, such monthly benefit shall not exceed thirty-five dollars for each year of his credited service or eighty percent of his monthly average final compensation, whichever is less.

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

The following is effective for any disability retiree whose application for disability retirement is approved on or after July 1, 2008. The provisions related to the calculation of benefits will apply to any disability retiree whose application for disability retirement was approved before July 1, 2008, for benefits due and payable on or after January 1, 2008.

A member is eligible to receive disability retirement benefits from the Fund if he or she is certified to be totally and permanently disabled pursuant to R.S. 11:218 and one of the following applies:

- a. The member's disability was caused solely as a result of injuries sustained in the performance of their official duties.
- b. The member has at least ten years of service credit.

A member who has been certified as totally and permanently disabled will be paid monthly disability retirement benefits equal to the greater of:

- a. Forty percent of their monthly average final compensation.
- b. Seventy-five percent of their monthly regular retirement benefit computed pursuant to R.S. 11:1521(c).

A member leaving covered employment before attaining early retirement age but after completing twelve years' credited service becomes eligible for a deferred allowance provided the member lives to the minimum service retirement age and does not withdraw his or her accumulated contributions.

Survivor Benefits: If a member who has less than five years of credited service dies, his accumulated contributions are paid to his designated beneficiary. If the member has five or more years of credited service, automatic Option 2 benefits are payable to the surviving spouse. These benefits are based on the retirement benefits accrued at the member's date of death with option factors used as if the member had continued in service to earliest normal retirement age. Benefit payments are to commence on the date a member would have first become eligible for normal retirement assuming continued service until that time. In lieu of a deferred survivor benefit, the surviving spouse may elect benefits payable immediately with benefits reduced 1/4 of 1% for each month by which payments commence in advance of member's earliest normal retirement age. If a member has no surviving spouse, the surviving minor children under 18 or disabled children shall be paid 1/2 of the member's accrued retirement benefit in equal shares. Upon the death of any former member with 12 or more years of service, automatic Option 2 benefits are payable to the surviving spouse with payments to commence on the member's retirement eligibility date. In lieu of periodic payments, the surviving spouse or children may receive a refund of the member's accumulated contributions.

Deferred Retirement Option Plan: In lieu of terminating employment and accepting a service retirement allowance, any member of the Fund who is eligible for a service retirement allowance may elect to participate in the Deferred Retirement Option Plan (DROP) for up to thirty-six months and defer the receipt of benefits. During the year ended June 30, 2007 participants had to have been an active contributing member for one full year before becoming eligible for DROP. Upon commencement of participation in the plan, active membership in the Fund terminates and the participant's contributions cease; however, employer contributions continue.

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

Compensation and creditable service remain as they existed on the effective date of commencement of participation in the plan.

The monthly retirement benefits that would have been payable, had the member elected to cease employment and receive a service retirement allowance, are paid into the Deferred Retirement Option Plan account.

Upon termination of employment at the end of the specified period of participation, a participant in the program may receive, at his option, a lump sum payment from the Fund. If employment is not terminated at the end of the participation period, payments into the account cease and the member resumes active contributing membership in the Fund. Upon termination, the member receives a lump sum payment from the DROP fund equal to the payments made to that fund on his behalf, or a true annuity based on his account (subject to approval by the Board of Trustees). The monthly benefit payments that were being paid into the DROP fund are paid to the retiree and an additional benefit based on his additional service rendered since termination of DROP participation is calculated using the normal method of benefit computation.

The average compensation used to calculate the additional benefit is that used to calculate the original benefit unless his period of additional service is at least thirty-six months. In no event can the entire monthly benefit amount paid to the retiree exceed 100% of the average compensation used to compute the additional benefit. If a participant dies during the period of participation in the program, a lump sum payment equal to his account balance is paid to his named beneficiary or, if none, to his estate.

Cost of Living Adjustments: The Board of Trustees is authorized to provide a cost of living increase to members who have been retired for at least one full calendar year. The increase cannot exceed the lesser of 2.5% of the retiree's benefit or an increase of \$40 per month. The Louisiana statutes allow the Board to grant an additional cost of living increase to all retirees and beneficiaries over age 65 equal to 2% of the benefit paid on October 1, 1977 or the member's retirement date if later. In order to grant any cost of living increase, the Fund must meet criteria as detailed in the Louisiana statutes related to funding status. In lieu of granting a cost-of-living increase as described above, Louisiana statutes allow the board to grant a cost of living increase where the benefits shall be calculated using the number of years of service at retirement or at death plus the number of years since retirement or death multiplied by the cost of living amount which cannot exceed \$1.

Contributions: According to state statute, contribution requirements for all employers are actuarially determined each year. For the year ending June 30, 2021, the actual employer contribution rate was 21%. Effective July 1, 2013, the Clerk of Court has elected to pay the member's share of the required contribution equal to 8.25% of their annual covered salary. In accordance with state statute, the Fund receives ad valorem taxes and state revenue sharing funds. These additional sources of income are used as employer contributions and are considered support from non-employer contributing entities. Non-employer contributions are recognized as revenue during the year and excluded from pension expense. Non-employer contribution revenue for the System for the year ended June 30, 2021, was \$40,858.

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2021, the Clerk reported a liability of \$849,343 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Clerk's proportion of the net pension liability was based on a projection of the Clerk's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2020, the Clerk's proportion was 0.353030% which was a decrease of 0.005521% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the Clerk recognized pension expense of \$129,945 less employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions of \$2,516.

Actuarial Methods and Assumptions: The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service, less the amount of the pension plan's fiduciary net position.

A summary of the actuarial methods and assumptions used in determining the total pension liability are as follows:

Investment Rate of Return	6.75%, net of investment expense 1-5 years of service -6.2%
Projected Salary Increases	5 years or more - 5%
Inflation	2.50%
Mortality rates	Pub - 2010 Public Retirement Plans multiplied by 120%. Mortality Table with full generational projections using the appropriate MP-2019 improvement scale
Expected Remaining Service Lives	2020 - 5 years 2019 - 5 years 2018 - 5 years 2017 - 5 years 2016 - 5 years
Cost of Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by the Fund and included previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantially automatic.

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

The actuarial assumptions used are based on the assumptions used in the 2020 actuarial funding valuation which (with the exception of mortality) were based on results of an actuarial experience study for the period July 1, 2014 through June 30, 2019, unless otherwise specified.

The mortality rate assumption used was verified by combining data from this plan with three other statewide plans which have similar workforce composition in order to produce a credible experience. The aggregated data was collected over the period July 1, 2014 through June 30, 2019. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the Fund's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that these tables would produce liability values approximating the appropriate generational mortality tables used.

The long-term expected real rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The long term expected rate of return was 6.18%, for the year ended June 30, 2020.

The best estimates of geometric real rates of return for each major asset class included in the Fund's target asset allocation as of June 30, 2020 is summarized in the following table:

	<u>Target Asset Allocation</u>	<u>Long-term Expected Portfolio Real Rate of Return</u>
Fixed Income:		
Domestic bonds	20.00%	2.50%
International bonds		3.50%
Domestic Equity	33.00%	7.50%
International Equity	22.00%	8.50%
Real Estate	15.00%	4.50%
Hedge Funds	<u>10.00%</u>	6.59%
	<u>100.00%</u>	

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the Fund's actuary. Based on those assumptions, the Fund's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Basic Financial Statement (Continued)

Sensitivity to Changes in Discount Rate: The following presents the net pension liability of the Clerk calculated using the discount rate of 6.75%, as well as what the Clerk's net pension liability would be if it were calculated using a discount rate that is one percentage point lower 5.75% or one percentage point higher 7.75% than the current rate as of June 30, 2020:

	Changes in Discount Rate		
	1%	Current	1%
	Decrease	Discount	Increase
	5.75%	Rate	7.75%
Net Pension Liability	<u>\$ 1,185,245</u>	<u>\$ 849,343</u>	<u>\$ 566,218</u>

At June 30, 2021, the Clerk reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 10,612	\$ 10,506
Change of assumptions	75,329	-
Change in proportion and differences between the employer's contributions and the employer's proportionate share of contributions	20,515	72,947
Net differences between projected and actual earnings on plan investments	182,036	-
Contributions subsequent to the measurement date	72,194	-
Total	<u>\$ 360,686</u>	<u>\$ 83,453</u>

Deferred outflows of resources of \$72,194 related to pensions resulting from the Clerk's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2021. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2022	\$ 26,398
2023	60,586
2024	71,313
2025	46,742
	<u>\$205,039</u>

At June 30, 2021, the Clerk did not have any amounts owed to the retirement plan.

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

(8) Deferred Compensation Plan

The Clerk of Court offers its employees participation in the Louisiana Public Employees Deferred Compensation Plan (the Plan) adopted under the provisions of the Internal Revenue Code Section 457. The plan, available to all Clerk of Court's employees, permits the employees to defer a portion of their salary until future years. The Clerk of Court matches 100% of employee contributions. The Clerk of Court's contribution to the plan amounted to \$17,400 for the year ended June 30, 2021. Complete disclosures relating to the Plan are included in the separately issued audit report for the Plan, available from the Louisiana Legislative Auditor, Post Office Box 94397, Baton Rouge, Louisiana 70804-9397.

(9) Expenditures of the Clerk of Court Paid by the Parish Government

The Clerk of Court's office is located in the St. James Parish Courthouse. The St. James Parish Government pays the upkeep and maintenance of the courthouse. In addition, the Parish Government also pays some of the Clerk of Court's operating expenditures. These expenditures are not reflected in the accompanying financial statements.

(10) Risk Management

The Clerk of Court is exposed to risks of loss in the areas of auto liability, professional liability and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year, nor have settlements exceeded coverage for the past three years.

(11) Litigation and Claims

The Clerk of Court is not involved in any material matters of pending or threatened litigation as of June 30, 2021.

(12) Compensation, Benefits, and Other Payment to Agency Head

In accordance with Act 706 of the 2014 Regular Legislative Session – LA R.S. 24:513(A)(3), the schedule of compensation, benefits, and other payments to Shane Leblanc, Clerk of Court, for the year ended June 30, 2021 follows:

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 134,754
Expense allowance	13,475
Benefits - insurance	10,045
Benefits - retirement	43,357
Benefits - deferred compensation	9,600
Benefits - voting custodian	2,100
Auto Fuel & maintenance	1,648
Conference travel	2,005

ST. JAMES PARISH CLERK OF COURT
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Notes to Basic Financial Statement (Continued)

(13) Change in Accounting Principle

As of July 1, 2020, the Clerk of Court adopted the requirements of Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. This statement improves guidance relative to the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This statement establishes criteria for identifying fiduciary activities of all state and local governments. The adoption of GASB Statement No. 84 had the following effect on net position:

	<u>Custodial Funds</u>
Net position, June 30, 2020, as previously reported	\$ -
Change in accounting principle:	
Net effect of implementing GASB Statement No. 84	<u>1,514,403</u>
Net position, June 30, 2020, as restated	<u>\$ 1,514,403</u>

(14) Uncertainties Arising During and After Financial Statement Date

As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which may continue to impact the Clerk's ongoing operations. The extent and severity of the potential impact on future operations is unknown at this time.

REQUIRED SUPPLEMENTARY INFORMATION

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Budgetary Comparison Schedule
General Fund
Year Ended June 30, 2021
With Comparative Actual Amounts for the Year Ended June 30, 2020

	2021			Variance - Positive (Negative)	2020 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Intergovernmental revenues -					
Licenses and permits	\$ 2,000	\$ 3,000	\$ 2,885	\$ (115)	\$ 2,285
Fees, charges, and commissions for services -					
Court costs, fees, and charges	138,100	151,476	160,285	8,809	152,972
Fees for recording legal documents	576,500	634,203	627,918	(6,285)	567,268
Fees for certified copies	92,000	94,530	96,327	1,797	88,875
Use of money and property -					
Interest earnings	3,500	2,275	3,092	817	12,846
Total revenues	<u>812,100</u>	<u>885,484</u>	<u>890,507</u>	<u>5,023</u>	<u>824,246</u>
Expenditures:					
Current -					
Personnel services and related benefits	611,155	583,094	578,790	4,304	580,104
Operating services	81,000	218,476	152,370	66,106	87,516
Materials and supplies	23,000	18,300	18,450	(150)	28,934
Capital outlay	3,000	78,500	26,924	51,576	54,688
Total expenditures	<u>718,155</u>	<u>898,370</u>	<u>776,534</u>	<u>121,836</u>	<u>751,242</u>
Excess (deficiency) of revenues over expenditures	93,945	(12,886)	113,973	126,859	73,004
Fund balance, beginning of year	<u>859,083</u>	<u>859,083</u>	<u>859,083</u>	<u>-</u>	<u>786,079</u>
Fund balance, end of year	<u>\$ 953,028</u>	<u>\$ 846,197</u>	<u>\$ 973,056</u>	<u>\$ 126,859</u>	<u>\$ 859,083</u>

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Schedule of Changes in Total OPEB Liability and Related Ratios
For the Year Ended June 30, 2021

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability				
Service cost	\$ 14,523	\$ 5,544	\$ 15,079	\$ 14,684
Interest	35,363	41,178	38,105	43,798
Differences between expected and actual experience	1,861	361,514	(24,064)	6,263
Changes of assumptions	64,880	(245,267)	130,376	-
Benefit payments and net transfers	<u>(43,796)</u>	<u>(44,510)</u>	<u>(59,096)</u>	<u>(56,142)</u>
Net changes	72,831	118,459	100,400	8,603
Total OPEB liability - beginning	<u>1,450,750</u>	<u>1,332,291</u>	<u>1,231,891</u>	<u>1,223,288</u>
Total OPEB liability - ending	<u>\$1,523,581</u>	<u>\$1,450,750</u>	<u>\$1,332,291</u>	<u>\$1,231,891</u>
Covered employee payroll	\$ 357,385	\$ 351,691	\$ 349,472	\$ 318,571
Total OPEB liability as a percentage of covered-employee payroll	426.31%	412.51%	381.23%	386.69%

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Louisiana Clerks' of Court Retirement and Relief Fund
Schedule of Employer's Share of Net Pension Liability
For the Year Ended June 30, 2021*

Year ended June 30,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2021	0.353030%	\$ 849,343	\$ 349,089	243.3%	72.09%
2020	0.358551%	651,126	346,083	188.1%	77.93%
2019	0.334658%	556,637	310,719	179.1%	79.07%
2018	0.424489%	642,224	323,549	198.5%	79.69%
2017	0.468951%	867,547	368,629	235.3%	74.17%

* The amounts presented have a measurement date of the previous fiscal year end.

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Louisiana Clerks' of Court Retirement and Relief Fund
Schedule of Employer Contributions
For the Year Ended June 30, 2021

Year ended June 30,	Contractually Required Contribution	Contributions in Relation to Contractual Required Contributions	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a % of Covered Payroll
2021	\$ 72,194	\$ 72,194	\$ -	\$ 343,780	21.00%
2020	66,327	66,327	-	349,089	19.00%
2019	65,756	65,756	-	346,083	19.00%
2018	59,037	59,037	-	310,719	19.00%
2017	61,474	61,474	-	323,549	19.00%

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Required Supplementary Information
For the Year Ended June 30, 2021

(1) Budgets and Budgetary Accounting

The Clerk of Court follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. A proposed budget for the General fund is prepared no later than fifteen days prior to the beginning of each fiscal year.
- b. A summary of the proposed budget is published, and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
- c. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
- d. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is legally adopted prior to the commencement of the fiscal year for which the budget is being adopted.
- e. All budgetary appropriations lapse at the end of each fiscal year.
- f. The budget is adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as finally amended by the Clerk of Court. Such amendments were not material in relation to the original appropriations.

(2) Excess Expenditures Over Appropriations

For the year ended June 30, 2021, the General Fund had excess expenditures over appropriations as follows:

	Final Budget	Actual	Excess
Current:			
Materials and supplies	18,300	18,450	(150)

(3) Pension Plan

Changes of Assumptions – Changes of assumptions about future economic or demographic factors or of other inputs were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan. These assumptions include the rate of investment return, mortality of plan members, rate of salary increase, rates of retirement, rates of termination, rates of disability, and various other factors that have an impact on the cost of the plan.

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Notes to Required Supplementary Information (Continued)
For the Year Ended June 30, 2021

(4) Other Postemployment Benefits

- a. Benefit Changes – There were no changes of benefit terms.
- b. Changes of Assumptions – The discount rate changed from 2.45% in 2020 to 1.92% in 2021.

OTHER SUPPLEMENTARY INFORMATION

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Comparative Statement of Net Position
June 30, 2021 and 2020

	Governmental Activities	
	2021	2020
ASSETS		
Current assets:		
Cash	\$ 382,957	\$ 254,765
Investments	589,754	589,161
Receivables, net	9,941	17,342
Prepaid expenditures	1,059	-
Total assets	983,711	861,268
Noncurrent assets:		
Capital assets, net	68,665	53,258
Total assets	1,052,376	914,526
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to other postemployment benefit	397,407	406,821
Deferred outflows related to pension	360,686	204,028
Total deferred outflows of resources	758,093	610,849
LIABILITIES		
Current liabilities:		
Accounts and other payables	10,655	2,185
Compensated absences payable	5,246	7,865
Total current liabilities	15,901	10,050
Noncurrent liabilities:		
Other postemployment benefit payable	1,523,581	1,450,750
Net pension liability	849,343	651,126
Total noncurrent liabilities	2,372,924	2,101,876
Total liabilities	2,388,825	2,111,926
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to other postemployment benefit	195,982	230,651
Deferred inflows related to pension	83,453	108,119
Total deferred inflows of resources	279,435	338,770
NET POSITION		
Net investment in capital assets	68,665	53,258
Unrestricted (deficit)	(926,456)	(978,579)
Total net position	\$ (857,791)	\$ (925,321)

ST. JAMES PARISH CLERK OF COURT
 Convent, Louisiana
 General Fund

Comparative Balance Sheet
 June 30, 2021 and 2020

	2021	2020
ASSETS		
Cash	\$ 382,957	\$ 254,765
Investments	589,754	589,161
Accounts receivable	9,941	17,342
Prepaid expenditures	1,059	-
Total assets	\$ 983,711	\$ 861,268
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	\$ 6,408	\$ 2,185
Accrued liabilities	4,247	-
Total liabilities	10,655	2,185
Fund balance:		
Nonspendable (prepaid expenditures)	1,059	-
Unassigned	971,997	859,083
Total fund balance	973,056	859,083
Total liabilities and fund balance	\$ 983,711	\$ 861,268

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana
General Fund

Budgetary Comparison Schedule - Revenues
Year Ended June 30, 2021
With Comparative Actual Amounts for the Year Ended June 30, 2020

	2021			Variance with Final Budget Positive (Negative)	2020 Actual
	Budget		Actual		
	Original	Final			
Revenues:					
Licenses and permits -					
Marriage licenses	\$ 2,000	\$ 3,000	\$ 2,885	(115)	\$ 2,285
Court costs, fees, and charges -					
Court attendance	4,000	1,013	1,440	427	2,400
Criminal costs	50,700	44,350	56,835	12,485	55,120
Qualifying fees	6,000	4,613	3,460	(1,153)	8,408
Other	77,400	101,500	98,550	(2,950)	87,044
Total court costs, fees and charges	<u>138,100</u>	<u>151,476</u>	<u>160,285</u>	<u>8,809</u>	<u>152,972</u>
Fees for recording legal documents -					
Recordings	275,000	337,510	338,561	1,051	283,504
Suits and successions	300,000	295,200	287,901	(7,299)	282,325
Mortgage certificates	1,500	1,493	1,456	(37)	1,439
Total fees for recording legal documents	<u>576,500</u>	<u>634,203</u>	<u>627,918</u>	<u>(6,285)</u>	<u>567,268</u>
Fees for certified copies -					
Certified copies	92,000	94,530	96,327	1,797	88,875
Use of money and property -					
Interest earned	3,500	2,275	3,092	817	12,846
Total revenues	<u>\$ 812,100</u>	<u>\$ 885,484</u>	<u>\$ 890,507</u>	<u>\$ 5,023</u>	<u>\$ 824,246</u>

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana
General Fund

Budgetary Comparison Schedule - Expenditures
Year Ended June 30, 2021
With Comparative Actual Amounts for the Year Ended June 30, 2020

	2021		Actual	Variance with Final Budget Positive (Negative)	2020 Actual
	Budget				
	Original	Final			
Current:					
Personnel services and related benefits -					
Salaries:					
Clerk	\$ 148,229	\$ 148,229	\$ 148,229	\$ -	\$ 148,229
Deputy clerks	219,600	205,286	209,155	(3,869)	208,791
Other	5,000	4,250	5,235	(985)	6,261
Clerks' supplemental fund	8,000	12,000	12,585	(585)	11,595
Deferred compensation	17,400	17,400	17,400	-	17,400
Group insurance	94,446	91,104	83,037	8,067	86,934
Pension	112,680	95,981	97,575	(1,594)	95,229
Medicare tax	5,800	8,844	5,574	3,270	5,665
Total personnel services and related benefits	<u>611,155</u>	<u>583,094</u>	<u>578,790</u>	<u>4,304</u>	<u>580,104</u>
Operating services -					
Professional fees	28,000	31,000	30,685	315	30,150
Insurance	10,500	10,891	9,515	1,376	10,014
Election expense allowance	2,200	2,750	2,900	(150)	2,300
Cott index	3,500	131,718	65,715	66,003	3,400
Postage	11,400	13,484	13,884	(400)	11,186
Birth certificates	12,000	13,000	13,312	(312)	11,670
UCC filings	4,500	1,800	1,782	18	3,243
Qualifying Fees	3,500	3,230	3,230	-	7,948
Other	5,400	10,603	11,347	(744)	7,605
Total operating services	<u>81,000</u>	<u>218,476</u>	<u>152,370</u>	<u>66,106</u>	<u>87,516</u>
Materials and supplies -					
Office supplies	18,000	13,800	16,752	(2,952)	23,517
Automobile supplies and maintenance	2,000	1,500	1,648	(148)	1,959
Dues and subscriptions	3,000	3,000	50	2,950	3,458
Total materials and supplies	<u>23,000</u>	<u>18,300</u>	<u>18,450</u>	<u>(150)</u>	<u>28,934</u>
Capital outlay:					
Equipment	2,500	3,500	2,798	702	5,188
Computers	500	75,000	24,126	50,874	-
Automobile	-	-	-	-	49,500
Total capital outlay	<u>3,000</u>	<u>78,500</u>	<u>26,924</u>	<u>51,576</u>	<u>54,688</u>
Total expenditures	<u>\$ 718,155</u>	<u>\$ 898,370</u>	<u>\$ 776,534</u>	<u>\$ 121,836</u>	<u>\$ 751,242</u>

FIDUCIARY FUNDS

CUSTODIAL FUNDS:

Advance Deposit Fund II -

This Advance Deposit Fund, as provided by Louisiana Revised Statute 13:842, is used to account for advance deposits on suits filed by litigants. The advances are refundable to the litigants after all costs have been paid.

Registry of Court Fund -

The Registry of Court Fund, as provided by Louisiana Revised Statute 13:475, is used to account for funds which have been ordered by the court to be held until judgment has been rendered in court litigation. Withdrawals of the funds can be made only upon order of the court.

Jury Fund -

Act 632 of the State Legislature for the year 1979, authorized payment to Jurors who report for Jury Duty. This account is to pay Jurors who report for Petit and Civil Jury. The monies are collected from the St. James Parish Government or the Advance Deposit Accounts.

ST. JAMES PARISH CLERK OF COURT
 Convent, Louisiana
 Fiduciary Funds - Custodial Funds

Combining Statement of Fiduciary Net Position
 Year Ended June 30, 2021

	Advance Deposit II	Registry of Court	Jury Fund	Total
ASSETS				
Cash	\$ 740,833	\$ 18,456	\$ -	\$ 759,289
Interest-bearing deposits	401,308	360,477	13,030	774,815
Total assets	1,142,141	378,933	13,030	1,534,104
LIABILITIES				
Due to other governments	-	-	13,030	13,030
NET POSITION				
Restricted for individuals and other governments	\$ 1,142,141	\$ 378,933	\$ -	\$ 1,521,074

ST. JAMES PARISH CLERK OF COURT
 Convent, Louisiana
 Fiduciary Funds - Custodial Funds

Combining Statement of Changes in Fiduciary Net Position
 Year Ended June 30, 2021

	Advance Deposit II	Registry of Court	Jury Fund	Total
Additions:				
Suits and successions	\$ 560,279	\$ -	\$ -	\$ 560,279
Parish	-	-	16,969	16,969
Deposits per court order	-	25,151	-	25,151
Interest	-	168	-	168
Total additions	<u>560,279</u>	<u>25,319</u>	<u>16,969</u>	<u>602,567</u>
Deductions:				
Clerk's costs	288,600	-	-	288,600
Refunds to litigants	60,695	126,038	-	186,733
Other	29,776	-	16,969	46,745
Sheriff fees	55,343	-	-	55,343
Secretary of State	4,655	-	-	4,655
Judge's supplemental compensation fund	13,820	-	-	13,820
Total deductions	<u>452,889</u>	<u>126,038</u>	<u>16,969</u>	<u>595,896</u>
Net change in fiduciary net position	107,390	(100,719)	-	6,671
Net position, beginning of year as restated	<u>1,034,751</u>	<u>479,652</u>	<u>-</u>	<u>1,514,403</u>
Net position, end of year	<u>\$ 1,142,141</u>	<u>\$ 378,933</u>	<u>\$ -</u>	<u>\$ 1,521,074</u>

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Justice System Funding Schedule - Receiving Entity
As Required by Act 87 of the 2020 Regular Legislative Session

Cash Basis Presentation	First Six Month Period Ended <u>12/31/2020</u>	Second Six Month Period Ended <u>6/30/2021</u>
Receipts from:		
St. James Parish Sheriff/Civil Fees	\$ 6,259	\$ 2,808
St. James Parish Sheriff/Bond Fees	368	350
St. James Parish Sheriff/Criminal Court Costs/Fees	13,925	11,365
St. James Parish Sheriff/Criminal Fines-Contempt	<u>1,940</u>	<u>2,000</u>
Total Receipts	<u>\$ 22,492</u>	<u>\$ 16,523</u>

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Justice System Funding Schedule - Collecting/Disbursing Entity
As Required by Act 87 of the 2020 Regular Legislative Session

Cash Basis Presentation	First Six Month Period Ended 12/31/2020	Second Six Month Period Ended 6/30/2021
Beginning Balance of Amounts Collected	\$ 1,035,778	\$ 1,072,128
Add: Collections		
Civil Fees	<u>262,443</u>	<u>288,769</u>
Less: Disbursements to Governments and Nonprofits		
23rd Judicial District Expense Fund/Civil Fees	3,780	3,495
Baton Rouge City Constable's Office /Civil Fees	-	78
St. James Parish Sheriff /Civil Fees	12,129	13,901
LA Supreme Court /Civil Fees	346	297
Louisiana State Police Bureau of Criminal Identification /Civil Fees	980	39
Louisiana State Treasurer/Civil Fees	6,495	6,103
Secretary of State /Civil Fees	-	1,050
Acadia Parish Sheriff /Civil Fees	39	-
Allen Parish Sheriff /Civil Fees	51	-
Ascension Parish Sheriff/Civil Fees	2,230	1,973
Assumption Parish Sheriff /Civil Fees	29	86
Avoyelles Parish Sheriff /Civil Fees	-	30
Calcasieu Parish Sheriff /Civil Fees	41	-
Caldwell Parish Sheriff /Civil Fees	-	60
Concordia Parish Sheriff /Civil Fees	55	-
East Baton Rouge Sheriff /Civil Fees	7,206	5,148
East Feliciana Sheriff /Civil Fees	44	-
Iberia Parish Sheriff /Civil Fees	-	35
Iberville Parish Sheriff /Civil Fees	17	34
Jefferson Parish Sheriff /Civil Fees	990	900
Lafayette Parish Sheriff /Civil Fees	474	664
Lafourche Parish Sheriff /Civil Fees	688	519
Livingston Parish Sheriff /Civil Fees	86	-
Lincoln Parish Sheriff /Civil Fees	-	62
Orleans Parish Sheriff /Civil Fees	1,170	997
Ouachita Parish Sheriff /Civil Fees	-	36
Rapides Parish Sheriff /Civil Fees	113	156

(continued)

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Justice System Funding Schedule - Collecting/Disbursing Entity (Continued)
As Required by Act 87 of the 2020 Regular Legislative Session

	First Six Month Period Ended <u>12/31/2020</u>	Second Six Month Period Ended <u>6/30/2021</u>
St. Bernard Parish Sheriff /Civil Fees	-	33
St. Charles Parish Sheriff /Civil Fees	791	-
St. Mary Parish Sheriff /Civil Fees	-	117
St. Charles Parish Sheriff /Civil Fees	-	422
St. John Parish Sheriff /Civil Fees	751	1,573
St. Tammany Parish Sheriff /Civil Fees	502	250
Tangipahoa Parish Sheriff /Civil Fees	209	160
Terrebone Parish Sheriff /Civil Fees	365	234
West Baton Rouge Parish Sheriff /Civil Fees	36	82
Winn Parish Sheriff /Civil Fees	34	-
Less: Amounts Retained by Collecting Agency		
Collection Fee for Collecting/Disbursing to Others Based on Fixed Amount	139,228	149,024
Less: Disbursements to Individuals/3rd Party Collection or		
Civil Fee Refunds	41,389	21,587
Other Disbursements to Individuals	<u>5,825</u>	<u>11,746</u>
Subtotal Disbursements/Retainage	<u>226,093</u>	<u>220,891</u>
Ending Balance of Amounts Collected but not Disbursed/Retained	<u>\$ 1,072,128</u>	<u>\$ 1,140,006</u>

**INTERNAL CONTROL, COMPLIANCE
AND
OTHER MATTERS**

KOLDER, SLAVEN & COMPANY, LLC

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INDEPENDENT AUDITOR'S 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 Shane Leblanc
St. James Parish Clerk of Court
Convent, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the St. James Parish Clerk of Court as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the St. James Parish Clerk of Court's basic financial statements and have issued our report thereon dated December 7, 2021.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan as item 2021-001 which we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the St. James Parish Clerk of Court's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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*.

St. James Parish Clerk of Court's Response to Findings

The St. James Parish Clerk of Court's response to the findings identified in our audit is described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan. The St. James Parish Clerk of Court's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document in accordance with Louisiana Revised Statute 44:6.

Kolder, Slaven & Company, LLC
Certified Public Accountants

Lafayette, Louisiana
December 7, 2021

ST. JAMES PARISH CLERK OF COURT
Convent, Louisiana

Summary Schedule of Current and Prior Year Audit Findings
and Management's Corrective Action Plan

Part I. Current Year Findings and Management's Corrective Action Plan

A. Compliance Findings-

There are no findings reported under this section.

B. Internal Control Findings-

2021-001 Inadequate Segregation of functions within the accounting system.

Fiscal year finding initially occurred: Unknown

CONDITION: The Clerk does not have adequate segregation of functions within the accounting system.

CRITERIA: The Clerk should have a control policy according to which no person should be given responsibility for more than one related function.

CAUSE: Due to the small number of employees available at the Clerk's office.

EFFECT: The Clerk has employees that are performing more than one related function.

RECOMMENDATION: The Clerk should establish and monitor mitigating controls over functions that are not completely segregated.

MANAGEMENT'S CORRECTION ACTION PLAN: Due to the size of the operations and cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

Part II. Prior Year Findings:

A. Internal Control Findings-

2020-001 Inadequate segregation of functions within the accounting system.

CONDITION: The Clerk had inadequate segregation of functions within the accounting system due the small number of employees.

RECOMMENDATION: The Clerk should establish and monitor mitigating controls over functions that are not completely segregated.

CURRENT STATUS: Unresolved. See 2021-001