

**EAST BATON ROUGE PARISH  
JUVENILE COURT**

**BATON ROUGE, LOUISIANA**

**DECEMBER 31, 2020**



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**L.A. CHAMPAGNE & CO.**

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

Honorable Judges of the  
East Baton Rouge Parish Juvenile Court

We have audited the accompanying financial statements of the governmental activities, each major fund, and the fiduciary fund of the East Baton Rouge Parish Juvenile Court, a component unit of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Court's basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

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

### *Auditor's Responsibility*

Our responsibility is to express an opinion 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 Court'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 Court'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.



## *Opinion*

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the East Baton Rouge Parish Juvenile Court as of December 31, 2020, 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.

## *Other Matters*

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, on pages 1-8, the budgetary comparison information on pages 37 - 41, the Schedule of Changes in Total OPEB Liability and Related Ratios on page 42, the Schedule of Proportionate Share of the Net Pension Liability, and the Schedule of Pension Contributions, on pages 43 and 44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Government Auditing Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise East Baton Rouge Parish Juvenile Court's basic financial statements. The supplementary schedule of compensation, benefits, and other payments to agency heads, as well as the schedules for justice system funding as a receiving and collecting/disbursing entity is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary schedule of compensation, benefits, and other payments to agency heads on page 46 and the schedules for justice system funding as a receiving and collecting/disbursing entity on pages 47-49 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subject 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 supplementary schedule of compensation, benefits, and other

payments to agency heads and the schedules for justice system funding as a receiving and collecting/disbursing entity are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2021, on our consideration of the East Baton Rouge Parish Juvenile Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering East Baton Rouge Parish Juvenile Court's internal control over financial reporting and compliance.

*S. A. Champagne & Co, LLP*

*June 24, 2021*  
*Baton Rouge, Louisiana*



**Adam J. Haney**  
*Judge, Division A*

**Gail Grover**  
*Judge, Division B*

## JUVENILE COURT

PARISH OF EAST BATON ROUGE

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**Donna T. Carter**  
*Judicial Administrator*

**Darlene Munson**  
*Deputy Judicial Administrator*

### MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the East Baton Rouge Parish Juvenile Court (the Court) provides an overview of the Court's activities for the year ended December 31, 2020. Please read it in conjunction with the Court's financial statements that begin on page 9.

#### FINANCIAL HIGHLIGHTS

- The Court's total net position deficit increased by approximately \$195,000 or 3 percent.
- During the year, Court expenses exceeded Court revenues of \$1,717,959 generated for governmental operations by approximately \$195,000. Last year Court expenses exceeded Court revenues by approximately \$946,000.
- The total cost of overall Court operations decreased by approximately \$720,000 or 27 percent.
- The general fund reported revenues exceeding expenses this year by approximately \$57,000. Last year revenues exceeded expenses by approximately \$16,000.
- The resources available for appropriation were approximately \$92,000 more than amounts originally budgeted for the general fund. Expenditures were more than original budgetary limits by approximately \$19,000.

#### USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 9 and 10) provide information about the activities of the Court as a whole and present a longer-term view of the Court's finances. Fund financial statements (on pages 11 – 15) tell how governmental activities were financed in the short term as well as what remains for future spending. Fund financial statements also report the Court's operations in more detail than the government-wide statements.

## **REPORTING THE COURT AS A WHOLE**

Our analysis of the Court as a whole begins on page 9. One of the most important questions asked about the Court's finances is, "Is the Court as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the Court as a whole and about its activities in a way that helps answer this question. These statements include *all* assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Court's net position and changes in them. You can think of the Court's net position—the difference between assets and liabilities—as one way to measure the Court's financial health, or financial position. Over time, increases or decreases in the Court's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as number of cases handled by Juvenile Court as well as the State's economic condition to assess the overall health of the Court.

Currently, the Court has only governmental activities that provide for personnel, equipment, supplies and other costs related to the proper administration of Juvenile Court.

## **REPORTING THE COURT'S FUNDS**

Our analysis of the Court's funds begins on page 11. The fund financial statements provide detailed information about the Court's funds—not the Court as a whole. All amounts received through the Victims of Juvenile Crime Compensation Fund are reported in a separate special revenue fund, while the fees for court costs and other revenues that finance activities of Juvenile Court are reported in the General Fund. These are governmental funds that focus on how money flows into and out of a fund and the balance left at year-end that is available for spending. These funds are reported using an accounting method called modified accrual basis of accounting, which measures only cash and other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Court's operations and the services it provides. Governmental fund information helps you determine the number of financial resources available to be spent in the near future to finance the Court's operations. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation following the fund financial statements.

## **THE COURT AS A WHOLE**

The Court's total net position deficit increased by approximately \$195,000 from \$6,873,051 in 2019 to \$7,068,058 in 2020 due principally to an increase in the Court's net *Other Post Employee Benefits (OPEB)* obligation and net pension liability.

Our analysis below focuses on the net position (Table 1) and changes in net position (Table 2) of the Court's governmental activities.

For the year ended December 31, 2020, net position changed as follows:

**Table 1**  
**Net Position**

	2020	2019	Increase (Decrease)	
			Amount	Percent
Current and other assets	\$ 461,549	\$ 457,491	\$ 4,058	1 %
Capital assets	120,502	107,787	13,300	12 %
Deferred outflows of resources	1,174,287	1,672,125	(497,838)	(30) %
Total assets and deferred outflows	1,756,338	2,237,403	(480,480)	(21) %
Current liabilities	42,273	66,634	(24,361)	(37) %
Noncurrent liabilities	7,466,514	8,521,377	(1,054,863)	(12) %
Deferred inflows of resources	1,315,609	522,443	793,166	152 %
Total liabilities and deferred inflows	8,824,396	9,110,454	(286,058)	(3) %
Net position				
Invested in capital assets	120,502	107,787	13,300	12 %
Restricted	62,219	61,924	295	0 %
Unrestricted deficit	(7,250,779)	(7,042,762)	(208,602)	3 %
Total net position deficit	\$ (7,068,058)	\$ (6,873,051)	\$ (195,007)	3 %

Unrestricted net position deficit – from which day-to-day operations are funded without constraints established by other legal restrictions – increased by approximately \$209,000 from approximately \$7,043,000 in 2019 to approximately \$7,068,000 at the end of 2020.

The Court’s expenses in 2020 were approximately \$720,000 or 27 percent less than 2019 primarily due to an increase in the Court’s *Other Post Employment Benefits (OPEB)* obligation, net pension liability, and increases in personal services and employee benefits.

Approximately 86 percent of the Court’s revenues in 2020 were from City-Parish funds appropriated for Court operations. The other 14 percent of the Court’s 2020 revenues were from the *Louisiana Supreme Court’s Children and Families Division* for the *Families in Need of Services Assistance Program (FINSAP)*, and the *Louisiana Supreme Court Drug & Specialty Courts Division* for the *Family Preservation Court (FPC)*. Additionally, various grant awards were made to the Court in late 2020 from the following federal and state agencies: The *Louisiana Commission on Law Enforcement (LCLE)* for the *High School Truancy Initiative*; the *Louisiana Children’s Trust Fund (LCTF)* for the Court’s *Family Strengthening Program*; and from the *Office of Juvenile Justice and Delinquency Prevention (OJJDP)* to expand the *Family Preservation Court Program*. In spite of receiving these new grant awards in 2020, very minimal grant funds were expended in 2020 because the fiscal years designated for expenditure of these funds were postponed to begin in late 2020 through mid to late 2021 due to COVID-19 related delays.



## Governmental Activities

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

**Table 2**  
**Changes in Net Position**

	2020	2019	Increase (Decrease)	
			Amount	Percent
<b>Revenues</b>				
Fees and fines	\$ 38,962	\$ 45,181	\$ (6,219)	(14) %
Intergovernmental	1,676,337	1,635,410	40,927	3 %
Charges for services	-	212	(212)	(100) %
Investment earnings	192	193	(1)	(1) %
Other	2,468	5,392	(2,924)	(54) %
Total revenues	<u>1,717,959</u>	<u>1,686,388</u>	<u>31,571</u>	2 %
<b>Program expenses</b>				
<b>Juvenile Court</b>				
Court operations	1,713,306	2,454,526	(741,220)	(30) %
FINSAP	63,468	63,468	-	- %
SCDCO - FPC program	124,890	109,118	15,772	14 %
LCLE Truancy	6,360	-	6,360	- %
LA Children's Trust Fund	1,800	-	1,800	- %
Reparations to crime victims	3,142	5,481	(2,339)	(43) %
Total expenses	<u>1,912,966</u>	<u>2,632,593</u>	<u>(719,627)</u>	(27) %
Change in net position	<u>\$ (195,007)</u>	<u>\$ (946,205)</u>	<u>\$ 751,198</u>	(79) %

## THE COURT'S FUNDS

As the Court completed the year, its general fund (as presented in the balance sheet on page 11 reported a fund balance of approximately \$225,000 which is approximately \$57,000 more than last year's total of approximately \$168,000.

The following schedule (Table 3) presents a summary of the general fund revenues and expenditures for the fiscal year ended December 31, 2020, and the amount and percentage of increases and decreases in relation to the prior year.



**Table 3  
General Fund Revenues and Expenditures**

	2020		2019	
	Amount	Percent of Total	Amount	Percent of Total
<b>Revenues</b>				
Intergovernmental	\$ 1,671,620	100 %	\$ 1,631,670	100 %
Investment earnings	93	-	86	-
Other	2,119	-	4,222	-
Total revenues	<u>1,673,832</u>	<u>100</u>	<u>1,635,978</u>	<u>100</u>
<b>Expenditures</b>				
Juvenile Court				
Court operations	1,406,470	84	1,406,746	86
FINSAP	63,468	4	63,468	4
SCDCO/FPC program	124,890	8	109,118	7
LACLE Truancy	6,360	-	-	-
LA Children's Trust Fund	1,800	-	-	-
	<u>1,602,988</u>	<u>96</u>	<u>1,579,332</u>	<u>97</u>
Capital outlay	13,642	-	40,217	2
Total expenditures	<u>1,616,630</u>	<u>104</u>	<u>1,619,549</u>	<u>104</u>
Deficiency of revenues over expenditures	<u>\$ 57,202</u>	<u>4 %</u>	<u>\$ 16,429</u>	<u>1 %</u>

Juvenile Court general fund expenditures decreased by approximately \$2,900 or less than 1 percent primarily due to decreases in court operations.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

Over the course of the year, the General Fund budget was revised one time. When comparing original budgeted revenues to the amended budget and to actual revenues at year end, there were significant change in original budgeted revenues and amended budgeted revenues for 2020, primarily due to new grant programs that either were not initiated or had funds only partially received during the year. However, actual Juvenile Court General Fund revenues at year-end were \$92,300 less than projected. The large discrepancy in the originally budgeted revenues can be attributed to the Court's anticipation of receiving grant awards in early 2020 for 100% of the total funds applied for from various State and Federal Agencies. However, COVID-19 related events from March 2020 through May 2020 (and even later) delayed receipt of grant awards, causing the fiscal years initially designated for expenditure of grant funds to also be delayed until mid to late 2020 on all grant applications

General Fund expense projections were originally budgeted in the sum of \$1,554,700. Actual overall expenses in 2020 totaled \$1,573,600 or \$18,900 more than originally budgeted. The additional expense is accounted for in minimal additional expenses in salaries, office supplies and FPC expenditures within the parameters of the FPC annual allocation.

Juvenile Court operating expenses are primarily paid by City-Parish from the *Juvenile Court's Annual City-Parish Operating Budget*. At year-end, any Juvenile Court operating expenses in excess of the Court's annual City-Parish appropriation must be refunded to City-Parish from the *Juvenile Court General Fund*. Any surplus funds at year-end are routinely carried forward into next year's *City-Parish Operating Budget* or the surplus funds may be used to purchase capital items needed by the Court prior to year's end. As of mid-December 2020, the Court's *City-Parish Operating Budget* projected an estimated year-end surplus of approximately \$13,000. Accordingly, the *Juvenile Court General Fund* purchased 7 *Dell OptiPlex* desktop computers and 2 *Dell Latitude* laptop computers inclusive of all accessories and software for all 9 computers. All computer purchases were made via the City's contract with *Dell*. The combined total cost for all year-end purchases was \$12,200. City-Parish reimbursed the *Juvenile Court General Fund* for the total amount from the Court's *2020 City-Parish Operating Budget* thus exhausting the year-end surplus.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

At the end of December 31, 2020, the Court had \$480,125 invested in capital assets including computer equipment. (See Table 4 below.)

**Table 4**  
**Capital Assets at Year-end**

	<u>2020</u>	<u>2019</u>
Computer equipment, including software	\$ 322,050	\$ 302,194
Other office equipment	133,279	106,498
Furniture and fixtures	24,796	21,398
Totals	<u>\$ 480,125</u>	<u>\$ 430,090</u>

### Long Term Liabilities

At year-end, December 31, 2020, the Court had a total of \$74,333 estimated for accrued compensated absences that represent the future liability for vacation earned but not used by Juvenile Court employees. That is a 44 percent decrease from 2019 as shown in the following table:

**Table 5**  
**Outstanding Compensated Absences at Year-end**

	<b>2020</b>	<b>2019</b>
Accrued compensated absences	\$ 74,333	\$ 131,777

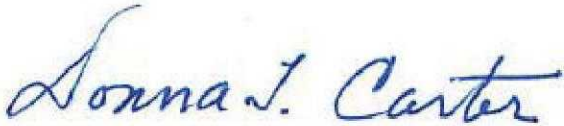
**ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES**

In January 2021, all Juvenile Court full time regular employees received 3 percent pay increases with the exception of those employees who had previously attained the maximum pay rate within the salary range established for their class within the Court’s pay plan. The Court as a whole is dependent on its *City-Parish Annual Operating Budget* for approximately 79% of all Court operating expenses. The 21% of revenues are from various grant funds received from the *Louisiana Supreme Court’s Children and Families Division* for the *Families in Need of Services Assistance Program (FINSAP)* and the *Louisiana Supreme Court’s Drug & Specialty Court Office* for the *Family Preservation Court Program (FPC)*; and from the Court’s *Judicial Expense Fund* revenues generated from *Clerk of Court* filing fees; traffic fines; delinquency court costs; vending and bail bond revenues. *Judicial Expense Fund* revenues are used to supplement the Court’s *City-Parish Operating Budget* for *law clerk’s salaries, supplies, contractual services* and *capital outlay* expenses. *Judicial Expense Fund* revenues in 2020 totaled \$40,500 as opposed to \$46,700 in 2019, a 13 percent decrease primarily due to complications brought about by COVID-19 related obstacles causing the Court to physically close its doors from March 13, 2020 through May 18, 2020. During the court closure and months following it’s reopening, most juvenile matters were conducted virtually (rather than live), making it difficult to collect fines and costs. Additionally, most of the court’s clientele had minimal to no income during these unprecedented times.

The Juvenile Court’s *2021 City-Parish Annual Operating Budget* appropriation remained at \$1,362,790 which is exactly the same as its 2020 appropriation. However, percentages of appropriations within each subaccount were reallocated. The 2021 appropriation provided for a less than 1 percent increase in *salaries* totaling approximately \$2,300. Appropriations for *employee benefits* decreased by 2 percent or approximately \$8,400. Appropriations in *Supplies* increased by 69 percent or \$23,780 and 2021 appropriations for *contractual services* increased by 20 percent or \$17,600.

## **CONTACTING THE COURT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the Court's finances and to show the Court's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Judicial Administrator's Office at 8333 Veterans Memorial Boulevard, Baton Rouge, Louisiana.

A handwritten signature in blue ink that reads "Donna T. Carter". The signature is written in a cursive style with a large initial 'D'.

Donna T. Carter  
Judicial Administrator

**BASIC FINANCIAL STATEMENTS**

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**STATEMENT OF NET POSITION**  
*December 31, 2020*

	Governmental Activities
<b>ASSETS</b>	
Current assets:	
Cash and cash equivalents	\$ 310,073
Accounts receivable	1,566
Receivable from other governments	145,557
Due from agency fund	1,353
Prepaid expense	3,000
Total current assets	461,549
Noncurrent assets:	
Capital assets, net of depreciation	120,502
Total assets	\$ 582,051
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred outflows for pensions	\$ 717,089
Deferred outflows for OPEB	457,198
Total deferred outflows of resources	\$ 1,174,287
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	\$ 11,618
Due to other governments	603
Accrued salaries	30,052
Total current liabilities	42,273
Noncurrent liabilities:	
Accrued compensated absences	74,333
Net OPEB liability	5,010,594
Net pension liability	2,381,587
Total liabilities	\$ 7,508,787
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows for pensions	\$ 1,096,434
Deferred inflows for OPEB	219,175
Total deferred inflows of resources	\$ 1,315,609
<b>NET POSITION</b>	
Net investment in capital assets	120,502
Restricted for:	
Reparations to crime victims	62,219
Unrestricted deficit	(7,250,779)
Total net position deficit	\$ (7,068,058)

*See accompanying notes to the basic financial statements.*



**EAST BATON ROUGE PARISH JUVENILE COURT**  
**STATEMENT OF ACTIVITIES**

*Year ended December 31, 2020*

	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net Revenue (Expense)
<b>Functions/Programs</b>					
Governmental activities:					
Juvenile Court:					
Court operations	\$ 1,713,306	\$ 32,531	\$ -	\$ -	\$ (1,680,775)
FINSAP program	63,468	-	63,468	-	-
SCDCO - FPC program	124,890	-	124,890	-	-
LCLE Truancy	6,360	-	6,360	-	-
LA Children's Trust Fund	1,800	-	1,800	-	-
Reparations to crime victims	3,142	6,431	-	-	3,289
<b>Total governmental activities</b>	<b>\$ 1,912,966</b>	<b>\$ 38,962</b>	<b>\$ 196,518</b>	<b>\$ -</b>	<b>\$ (1,677,486)</b>
General revenues:					
Intergovernmental					1,479,819
Interest					192
Other					2,468
<b>Total general revenues</b>					<b>1,482,479</b>
<b>Change in net position</b>					<b>(195,007)</b>
<b>Net position deficit - beginning of year</b>					<b>(6,873,051)</b>
<b>Net position deficit - end of the year</b>					<b>\$ (7,068,058)</b>

*See accompanying notes to the basic financial statements.*

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**

*December 31, 2020*

	General Fund	Judicial Expense Fund	Victims of Juvenile Crime Compensation Fund	Total Governmental Funds
<b>ASSETS</b>				
Cash and cash equivalents	\$ 125,459	\$ 122,395	\$ 62,219	\$ 310,073
Accounts receivable	-	1,566	-	1,566
Due from other governments	145,182	375	-	145,557
Due from other funds	-	4,217	211	4,428
Total assets and other debits	<u>\$ 270,641</u>	<u>\$ 128,553</u>	<u>\$ 62,430</u>	<u>\$ 461,624</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 11,618	\$ -	\$ -	\$ 11,618
Due to other governments	603	-	-	603
Due to other funds	3,075	-	-	3,075
Accrued salaries and taxes	30,052	-	-	30,052
Total liabilities	<u>45,348</u>	<u>-</u>	<u>-</u>	<u>45,348</u>
<b>FUND BALANCES</b>				
Restricted for:				
Reparations to crime victims	-	-	62,430	62,430
Unassigned	225,293	128,553	-	353,846
Total fund balances	<u>225,293</u>	<u>128,553</u>	<u>62,430</u>	<u>416,276</u>
Total liabilities and fund balances	<u>\$ 270,641</u>	<u>\$ 128,553</u>	<u>\$ 62,430</u>	<u>\$ 461,624</u>

*See accompanying notes to the basic financial statements.*

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES**  
**TO NET POSITION OF GOVERNMENTAL ACTIVITIES**

Total governmental fund balances		\$ 416,276
Amounts reported for governmental activities in the Statement of Net Assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund.		120,502
Some expenditures reported in the funds benefit a future period and are not reported as governmental activities of the current period.		3,000
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Accrued compensated absences		(74,333)
Net pension obligation balances in accordance with GASB 68:		
Deferred outflow of resources - deferred pension contributions	\$ 717,089	
Net pension liability	(2,381,587)	
Deferred inflow of resources - related to net pension liability	<u>(1,096,434)</u>	<u>(2,760,932)</u>
Net OPEB balances in accordance with GASB 75:		
Deferred outflow of resources - related to net OPEB liability	\$ 457,198	
Net OPEB liability	(5,010,594)	
Deferred inflow of resources - related to net OPEB liability	<u>(219,175)</u>	<u>(4,772,571)</u>
Net position of governmental activities		<u>\$ (7,068,058)</u>

*See accompanying notes to the basic financial statements.*

**EAST BATON ROUGE PARISH JUVENILE COURT  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**

*Year ended December 31, 2020*

	General Fund	Judicial Expense Fund	Victims of Juvenile Crime Compensation Fund	Total Governmental Funds
<b>REVENUES</b>				
Fees and fines	\$ -	\$ 35,395	\$ 3,566	\$ 38,961
Intergovernmental	1,671,620	4,717	-	1,676,337
Charges for service	-	-	-	-
Interest	93	67	32	192
Other	2,119	349	-	2,468
Total revenues	<u>1,673,832</u>	<u>40,528</u>	<u>3,598</u>	<u>1,717,958</u>
<b>EXPENDITURES</b>				
Current operations:				
Juvenile Court				
Court operations	1,406,470	33,163	-	1,439,633
FINSAP program	63,468	-	-	63,468
SCDCO/FPC program	124,890	-	-	124,890
LCLE Truancy	6,360	-	-	6,360
LA Children's Trust Fund	1,800	-	-	1,800
Reparations to crime victims	-	-	3,142	3,142
Capital expenditures	<u>13,642</u>	<u>36,979</u>	<u>-</u>	<u>50,621</u>
Total expenditures	<u>1,616,630</u>	<u>70,142</u>	<u>3,142</u>	<u>1,689,914</u>
<b>OTHER FINANCING SOURCES</b>				
Operating transfers in	-	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>				
	57,202	(29,614)	456	28,044
Fund balances - beginning of year	<u>168,091</u>	<u>158,167</u>	<u>61,974</u>	<u>388,232</u>
Fund balances - end of year	<u>\$ 225,293</u>	<u>\$ 128,553</u>	<u>\$ 62,430</u>	<u>\$ 416,276</u>

*See accompanying notes to the basic financial statements.*

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

Net change in fund balances - total governmental funds	\$	28,044
Amounts reported for governmental activities in the statement of activities are 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 as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		12,715
Some expenditures reported in the funds benefit a future period and are not reported as governmental activities of the current period.		3,000
Some expenditures reported in the funds in a prior period are reported in governmental activities in the current period.		(2,625)
Some expenditures reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Compensated absences		57,444
Change in net pension liability and deferred inflows and outflows in accordance with GASB 68		(80,155)
Change in net OPEB liability and deferred outflows and inflows in accordance with GASB 75		(213,430)
		(195,007)
Change in net assets of governmental activities	\$	(195,007)

*See accompanying notes to the basic financial statements.*

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**STATEMENT OF FIDUCIARY NET POSITION -**  
**FIDUCIARY FUND**

*December 31, 2020*

	<u>Agency Fund</u>
<b>ASSETS</b>	
Cash	\$ 154,626
Total assets and other debits	<u>\$ 154,626</u>
<b>LIABILITIES</b>	
Accounts payable	\$ 487
Bail bond deposits	152,786
Due to JEF	<u>1,353</u>
Total liabilities	<u>\$ 154,626</u>

*See accompanying notes to the basic financial statements.*



# EAST BATON ROUGE PARISH JUVENILE COURT NOTES TO FINANCIAL STATEMENTS

December 31, 2020

## A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### *Financial reporting entity*

The East Baton Rouge Parish Juvenile Court was established by a 1990 legislative act and is provided for under Louisiana Revised Statutes Sections 13:1621 through 13:1630. The Juvenile Court has jurisdiction regarding the interest of children alleged to be delinquent, abandoned, neglected, or otherwise in need of supervision or care.

The East Baton Rouge Parish Juvenile Court - Judicial Expense Fund was established by a legislative act effective July 2, 1991. The act provides for the collection of fees in the form of court costs and fines, and provides for court reporters and such secretarial, clerical, research, administrative or other personnel as are deemed necessary to expedite the business and functions of the court. The Fund may also be used to pay for establishing and maintaining a law library, equipment, supplies and any other costs or expenses related to the proper administration of the court, except for the payment of judges' salaries.

The Court also carries on certain ancillary activities including those related to the maintenance of a victim of juvenile crime compensation fund under RS 13:1561 and the maintenance of a court registry for appearance bond deposits under Article 825 of the Louisiana Children's Code.

As the governing authority of the consolidated government, the City of Baton Rouge, Parish of East Baton Rouge (City-Parish) is the financial reporting entity for the consolidated government. In compliance with the provisions of GASB No. 14, *The Financial Reporting Entity*, the financial reporting entity consists of the primary government (City-Parish), and includes all component units of which the City-Parish appoints a voting majority of the units' board; the City-Parish is either able to impose its will on the unit or a financial benefit or burden relationship exists.

The Court is part of the operations of the juvenile court system that is fiscally dependent on the City-Parish. The City-Parish provides the facilities for court operations and appropriates funds for personal services, and other supplies and services in its annual budget. The nature of the relationship between the Court and the City-Parish is significant. Therefore, the Court was determined to be a component unit of the City of Baton Rouge, Parish of East Baton Rouge, the financial reporting entity. The accompanying financial statements present information only on the East Baton Rouge Parish Juvenile Court as noted below and do not present any other information on the City-Parish, the general government services provided by that governmental unit, or on the other governmental units that comprise the financial reporting entity.

### *Basis of presentation*

The accompanying financial statements have been prepared in accordance with accounting principles general accepted in the United States of America as prescribed by the Governmental

**A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Accounting Standards Board (GASB). These principles are found in the *Codification of Governmental Accounting and Financial Reporting Standards*, published by the GASB. GASB is the accepted standard setting body for establishing governmental accounting principles and reporting standards.

The East Baton Rouge Parish Juvenile Court's (Court) basic financial statements consist of the government-wide statements and the fund financial statements. The statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units and promulgated by the GASB *Codification of Governmental Accounting and Financial Reporting Standards*. The entity-wide financial statements follow the guidance included in GASB Statement No. 62 – *Codification of Accounting and Financial Reporting Guidance Contained In Pre-November 30, 1989 FASB and AICPA Pronouncements*.

The East Baton Rouge Parish Juvenile Court adopted Governmental Accounting Standards Board Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. This statement changed the government-wide statement of net assets from three elements to five, adding deferred outflows and deferred inflows and renamed it the statement of net position.

*Government-wide financial statements* – 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. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

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

The Court uses the governmental and fiduciary fund types. The focus of the governmental funds' measurement is based upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The fiduciary fund type is custodial in nature and does not involve the measurement of results of operations.

The funds of the Court are described below:

*Governmental funds*

*General fund* – The General fund is the primary operating fund of the Court. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

*Special Revenue funds* – Special Revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for certain purposes.

*Fiduciary fund*

*Agency fund* – The Agency fund accounts for assets held by the Court in a purely custodial capacity.

**A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Measurement focus and basis of accounting*

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

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

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

*Financial statement amounts*

*Cash and cash equivalents* – “Cash and cash equivalents” includes all demand deposits, money market accounts, and certificates of deposit held by the Court.

*Interfund receivables and payables*

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as “due to and from other funds.” Interfund receivables and payables between governmental funds are eliminated in the Statement of Net Assets. Details of interfund receivables and payables at year end are found in Note I.

*Receivables*

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. All amounts are deemed collectible in full and no allowance for uncollectible accounts receivable has been recorded.

**A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Interest earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available.

*Capital assets*

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

Computer equipment, including software	3 – 10 years
Other office equipment	5 – 10 years
Furniture and fixtures	10 – 20 years

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

*Revenues*

Substantially all government fund revenues are accrued. Those revenues include amounts due under grant contracts, as well as fees earned and interest revenue.

*Expenditures*

Expenditures are recognized when the related fund liability is incurred.

*Compensated absences*

Annual vacation leave accrues on a scale related to an employee's length of service. Annual leave may accumulate up to the number of days that can be earned during the five most recent years of employment limited to a maximum total accumulation of one hundred twenty (120) days. Annual leave is payable for actual vacation days and accumulations are payable upon termination, retirement or death.

Certain employees may accrue compensatory time in lieu of overtime payment for up to thirty (30) days. The compensatory leave is payable upon termination, retirement or death.

Sick leave accrues on the same basis as does annual vacation leave and may accumulate without limit. However, sick leave is payable only upon absence from work for designated medical reasons. Accumulated sick leave is not payable upon termination, retirement, or death.

In accordance with GASB Statement No. 16, which requires the accrual for vacation leave and compensatory time to the extent it is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement, the Court has recorded a liability as of December 31, 2020 for 100% of the accrued vacation for each employee up to a maximum of 120 days and accrued compensatory time up to a maximum of 30 days at the employee's current rate of pay. Additionally, applicable percentages of social security and Medicare taxes have been added to the above accruals.



**A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

GASB Statement No. 16 requires the accrual for accumulated sick leave only if it is probable that the employer will compensate the employees for the benefits through cash payments conditioned on the employees' termination or retirement. Since payments are not made for accumulated sick leave in any case, no amount has been accrued.

The amounts shown for fiscal year 2020 in the accompanying financial statements for accrued compensated absences represent a liability of the Court for all its employees except the judges and hearing officer because such compensation in excess of the City-Parish annual budget allowance would be paid out of Court funds. Management has determined that payments for accrued compensated absences will likely be paid from future years' resources. Since this amount will not be paid from current funds, it is maintained separately and represents a reconciling item between the fund and government-wide presentations.

*Accounting estimates*

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and assumptions. Those estimates 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 and expenditures during the reporting period. Actual results could differ from those estimates.

*Other Post-Employment Benefits (OPEBs)*

Government accounting principles establish standards for the measurement, recognition, and display of OPEB costs and related liabilities (assets), note disclosures, and, if applicable, required supplementary information in the financial reports of state and local governmental employers. OPEB includes post-employment healthcare, as well as other forms of post-employment benefits (e.g., life insurance) when provided separately from a pension plan.

*Fund Equity of Fund Financial Statements*

Accounting standards require governmental fund balances to be reported in as many as five classifications as listed below in accordance with Governmental Accounting Standards Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*:

*Nonspendable* – represent permanently nonspendable balances that are not expected to be converted to cash.

*Restricted* – represent balances where constraints have been established by parties outside of the Court or by enabling legislation.

*Committed* – represent balances where constraints have been established by formal action of the Court.

**A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Assigned* – represent balances where informal constraints have been established by the Court, but are not restricted nor committed.

*Unassigned* – represent balances for which there are no constraints.

When expenditures are incurred for purposes for which both restricted and unrestricted amounts are available, the Court reduces restricted amounts first, followed by unrestricted amounts.

*Pension Plans*

The Court is a participating employer in a defined benefit pension plan (plan) as described in Note H. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the plan, and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as reported by the plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments have been reported at fair value within the plan.

**B: CASH AND INVESTMENTS**

Cash includes amounts in demand deposits and time deposits. Under state law, the Court may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Custodial credit risk is the risk, that in the event of a bank failure, the Judicial Expense Fund's deposits may not be returned. The Judicial Expense Fund does not have a deposit policy for custodial credit risk.

At December 31, 2020, the Court had demand deposits (book balances) as follows:

Interest bearing demand deposits	\$ 310,073
Other demand deposits	154,626
	<u>\$ 464,699</u>

These deposits are stated at cost, which approximates market.

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



**B: CASH AND INVESTMENTS (Continued)**

deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At December 31, 2020, Juvenile Court has \$480,111 in deposits (collected bank balances).

These deposits are secured from risk by \$250,000 of federal deposit insurance and \$230,111 of pledged securities held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the court that the fiscal agent has failed to pay deposited funds upon demand.

**C: INTERGOVERNMENTAL RECEIVABLES**

Intergovernmental receivables due at December 31, 2020, are as follows:

	General Fund	Judicial Expense Fund	Total
City of Baton Rouge - Parish of East Baton Rouge	\$ 126,583	\$ -	\$ 126,583
Other	18,599	375	18,974
	<u>\$ 145,182</u>	<u>\$ 375</u>	<u>\$ 145,557</u>

**D: CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2020, is as follows:

	Balance December 31, 2019	Additions	Deletions	Balance December 31, 2020
Computer equipment, including software	\$ 302,194	\$ 19,856	\$ -	\$ 322,050
Other office equipment	106,498	26,782	-	133,280
Furniture and fixtures	21,398	3,398	-	24,796
Totals at historical cost	<u>430,090</u>	<u>50,036</u>	<u>-</u>	<u>480,126</u>
	Balance December 31, 2019	Additions	Deletions	Balance December 31, 2020
Less accumulated depreciation				
Computer equipment, including software	212,593	25,187	-	237,779
Other office equipment	91,658	10,678	-	102,336
Furniture and fixtures	18,052	1,457	-	19,509
Totals at historical cost	<u>322,303</u>	<u>37,322</u>	<u>-</u>	<u>359,624</u>
Capital assets, net	<u>\$ 107,787</u>	<u>\$ 12,714</u>	<u>\$ -</u>	<u>\$ 120,502</u>

Depreciation expense of \$37,322 was charged to governmental activities for Juvenile Court – Court operations.

**E: LONG-TERM LIABILITIES**

As of December 31, 2020, the governmental long-term liabilities consisted of the following:

Accrued compensated absences - noncurrent portion	\$ <u>74,333</u>
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The following is a summary of changes in long-term liabilities for the year ended December 31, 2020:

**E: LONG-TERM LIABILITIES (Continued)**

	Balance December 31, 2019	Additions	Deductions	Balance December 31, 2020	Amounts Due within One Year
Accrued Compensated Absences	\$ 131,777	\$ 30,028	\$ 87,472	\$ 74,333	\$ -

**F: SALARY EXPENDITURES**

The Court administers the payroll for all Juvenile Court employees excluding the judges. The City-Parish reimburses the Court for those salaries appropriated in its budget.

**G: PENSION PLANS**

The Court is a participating employer in a cost-sharing defined benefit pension plan. This plan is administered by a public employee retirement system, the City of Baton Rouge and Parish of East Baton Rouge Employees’ Retirement System (CPERS). The Metropolitan Council of the City of Baton Rouge and Parish of East Baton Rouge maintains the authority to establish and amend plan benefits for the CPERS plan. The CPERS plan is a component unit of the City-Parish and is administered by a separate board of trustees.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the system. These reports may be obtained by writing, calling or downloading the reports as follows:

CPERS:  
209 Saint Ferdinand St.  
Baton Rouge, Louisiana 70802  
(225) 389-3272  
[www.brgov.com/dept/ers](http://www.brgov.com/dept/ers)

Effective January 1, 2015, the Court implemented the provisions of Government Accounting Standards Board (GASB) Statement 68 on Accounting and Financial Reporting for Pensions and Statement 71 on Pension Transition for Contributions Made Subsequent to the Measurement Date – an Amendment of GASB 68. These standards require the Court to record its proportional share of the pension plan’s Net Pension Liability and report the following disclosures:

*Plan Description*

CPERS is considered a component unit of the financial reporting entity of the City of Baton Rouge and Parish of East Baton Rouge (City-Parish) and is included as a pension trust fund in the City-Parish Comprehensive Annual Financial Report and Annual Operating Budget.

The Retirement System was created by The Plan of Government and is governed by a seven-

**G: PENSION PLANS (Continued)**

member Board of Trustees (the Board). The Board is responsible for administering the assets of the Retirement System and for making policy decisions regarding investments. Four of the trustees are elected members of the Retirement System. Two are elected by non-police and non-fire department employees, and one trustee each is elected by the police and fire department employees. The remaining membership of the Board consists of one member appointed by the Mayor-President, and two members appointed by the Metropolitan Council. The Metropolitan Council maintains the authority to establish and amend plan benefits.

The following is a description of the plan and its benefits, and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Any person who becomes a regular full-time employee of one of the member employers becomes a member of the Retirement System as a condition of employment, except in the case of newly hired employees of certain participating employers who are mandated to enroll in a statewide retirement system, or those covered under a collective bargaining agreement. Contractual employees may or may not become members, depending upon the provisions of their respective contracts.

Substantially all full-time non-police employees of the City-Parish and other member employers are covered by the Retirement System. The Retirement System actuarially determines the contributions required to fund the plan and collects the contributions as a percentage of payroll each payroll period. The Retirement System exists for the sole benefit of current and former employees of the member employers.

*Benefits*

*Normal Retirement*

An employee's benefit rights vest after the employee has been a member of the Retirement System for 10 years. Benefit payments are classified into two distinct categories: 1) full retirement benefits and 2) minimum eligibility benefits. The service requirements and benefits granted for each category are:

**G: PENSION PLANS (Continued)**

	Members hired before 9/1/2015	Members hired on or after 9/1/2015
Full retirement benefits	25 years' service, any age	25 years' service, age 55 NPS or age 50 PS
Formula	3% of avg. comp. times number of years of service	3% of avg. comp. times number of years of service
Minimum eligibility benefits	20 years' service, any age, or 10 years at age 55	20 years' service, any age, or 10 years at age 60 NPS, or age 55 PS
Formula	2.5% of avg. comp. times number of years of service	2.5% of avg. comp. times number of years of service
Average compensation	Highest successive 36 months	Highest successive 60 months
Early retirement	20 years' service, 3% penalty for each year below age 55	20 years' service, actuarially reduced benefit below age 55 NPS, or age 50 PS
Disability retirement:		
Service connected	50% of avg. comp. plus 1.5% for each service year above 10 years	50% of avg. comp. plus 1.5% for each service year above 10 years
Ordinary	10 years' service, 50% of avg. comp, or 2.5% times number of years of service, whichever is greater	10 years' service, 50% of avg. comp, or 2.5% times number of years of service, whichever is greater
Survivor benefits:		
Service allowance	Automatic 50% J&S benefit, or member can purchase additional survivor benefits by actuarial benefit reduction	All survivor benefits must be purchased by actuarial benefit reduction
Service-connected disability	Automatic 50% J&S benefit	All survivor benefits must be purchased by actuarial benefit reduction
Ordinary disability	No survivor benefits provided	No survivor benefits provided
Member with 20 or more years of service	100% J&S benefit, based on member's benefit	100% J&S benefit, based on member's benefit
Member with less than 20 years of service, not retirement eligible	\$600/month benefit until earlier of death or remarriage, plus \$150/month per child under age 18 (limit \$300/month)	\$600/month benefit until earlier of death or remarriage, plus \$150/month per child under age 18 (limit \$300/month)

*Deferred Retirement Option Program (DROP)*

Deferred retirees (participants in the Deferred Retirement Option Plan (DROP) are employees who are eligible for retirement, but have chosen to continue employment for a maximum of five years if the member has 25 years of creditable service, or three years if the member has at least 10 but less than 25 years and is age 55 or older. Pension annuities are fixed for these employees and can never be increased, and neither employee nor employer contributions are contributed to the Retirement System on their earnings. DROP deposits for the amount of the participant's monthly benefits are placed in a deferred reserve account until the deferred retirement option period elapses, or until the employee discontinues employment, whichever comes first. These accounts bear interest beginning with the date of the initial deposit for employees who fulfill the provisions of their DROP contract. Failure to fulfill these provisions, specifically to terminate employment at the end of the maximum DROP participation period, results in the enforcement of certain penalty provisions, such as forfeiture of interest and disbursement of the balance of the



**G: PENSION PLANS (Continued)**

DROP account to the member or to another qualifying pension plan. Five-year participation in the DROP after 25 years of service is also a guaranteed benefit available to members who transferred membership to the Municipal Police Employees' Retirement System (MPERS). Because MPERS provides for only a three-year DROP, CPERS guarantees the balance of DROP participation, not to exceed the five-year maximum. Penalty provisions remain in place for these members as well.

*Funding Policy*

CPERS plan members contribute a percentage of their annual covered salary, which is stipulated in Part IV, Subpart 2, Sec. 1:264(A) 1 (b) of the City-Parish Code of Ordinances. Participating employers are required to contribute the remaining amounts necessary to finance the coverage of their employees through periodic contributions at rates annually determined by the CPERS's actuary. The Metropolitan Council of the City of Baton Rouge and Parish of East Baton Rouge has the authority to determine employee contributions to CPERS.

Contributions to the plan are required and determined by City/Parish Ordinance (which may be amended) and are expressed as a percentage of covered payroll. The contribution rates in effect for the year ended December 31, 2020, for the Court and covered employees were as follows:

	<u>Court</u>	<u>Employees</u>
Contribution Rates	32.61%	9.50%
	Blended Rate	

The contributions made to the System for the past three years ending on December 31, which equaled the required contributions for each of these years, are as follows:

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Employer contributions	\$ 149,110	\$ 154,741	\$ 156,233

*Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions*

The following schedule lists the Court's proportionate share of the Net Pension Liability allocated by the pension plan as of the respective measurement dates. The Court uses this measurement to record its Net Pension Liability and associated amounts as of December 31, 2020 in accordance with GASB Statement 68. The schedule also includes the proportionate share allocation rate used as of the respective measurement dates along with the change compared to the immediately prior measurement date. The Court's proportion of the Net Pension Liability was based on a projection of the Court's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

**G: PENSION PLANS (Continued)**

	Net Pension Liability at December 31, 2019	Rate at December 31, 2019	Increase (Decrease) on December 31, 2018 Rate
Proportionate share data	\$ 2,381,587	0.37844%	-0.17325%

The Court's proportionate share of the pension plan's recognized pension expense was \$80,155 for the year ended December 31, 2020.

At December 31, 2020, the Court 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
Differences between expected and actual experience	\$ 102,036	\$ -
Changes of assumptions	59,900	-
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in proportion and differences between Employer contributions and proportionate share of contributions	406,043	(1,096,434)
Employer contributions subsequent to the measurement date	149,110	-
Total	<u>\$ 717,089</u>	<u>\$ (1,096,434)</u>

The Court reported a total of \$149,110 as deferred outflow of resources related to pension contributions made subsequent to the measurement period of December 31, 2019 which will be recognized as a reduction in Net Pension Liability in the year ended December 31, 2020.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>YEAR</u>	
2021	\$ (10,575)
2022	(36,533)
2023	(185,952)
2024	(295,396)

**G: PENSION PLANS (Continued)**

*Actuarial Assumptions*

A summary of the actuarial methods and assumptions used in determining the total pension liability for the pension plan as of December 31, 2019 are as follows:

Valuation Date	December 31, 2019 on a valuation date of January 1, 2020
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Expected Remaining Service Lives	5 years
Investment Rate of Return	7.00% per year, compounded annually, net of investment expenses
Inflation Rate	2.25%
Discount Rate	7.00%
Mortality	Healthy - RP - 2006 Blue Collar (employee for active and annuitant for inactives) Projected back to 2001, Generational with MP 2018 (2016 base year) Disabled - RP-2006 Disability Table Projected back to 2001, Generational with MP-2018 (2016 base year)
Salary Increases	Aged based

The following methods were used by CPERS in determining the long-term rate of return on pension plan investments. The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These expected future real rates of return are 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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation are included in the following table.

The following table provides a summary of the best estimates of arithmetic/geometric real rates of return for each major asset class included in the Retirement System target asset allocations as of December 31, 2019:

**G: PENSION PLANS (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	22.5%	7.50%
International Equity	17.5%	8.50%
Domestic Bonds	25.0%	2.50%
International Bonds	5.0%	3.50%
Real Estate	10.0%	4.50%
Alternative Assets	20.0%	5.70%
Total	<u>100.00%</u>	

*Discount Rate*

The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan'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. The discount rate used to measure the total pension liability for CPERS was 7.0% for the measurement period ending December 31, 2019.

*Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate*

The following table presents the Court's proportionate share of the Net Pension Liability (NPL) using the discount rate of the Retirement System as well as what the District's proportionate share of the NPL would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate used by the Retirement System:

	<u>1.0% Decrease</u>	<u>Current Discount Rate</u>	<u>1.0% Increase</u>
CPERS Rates	6.00%	7.00%	8.00%
Net Pension Liability Calculation	\$ 3,007,024	\$ 2,381,587	\$ 1,857,481

## H: OTHER POST-EMPLOYMENT BENEFITS

### *Plan Description*

The Court is a component unit of the City-Parish and its employees participate in the City-Parish health benefits program. The City-Parish's other post-employment benefits plan (OPEB) is a single-employer defined benefit "substantive plan" as understood by past practices of the employer and its employees. Although no written plan or trust currently exists or is sanctioned by law, the OPEB plan is reported based on communications to plan members.

### *Benefits provided*

The plan provides postemployment healthcare, vision and dental benefits to the qualified retirees of the Court with 20 years or more years of service who have attained age 50 or employees who have 12 years of service who have attained age 55 or 25 years of service at any age.

Retirees may continue their coverage under the City-Parish's health plans in accordance with Parish Resolution 10179 adopted by the Parish Council on December 13, 1972 and amended by Metropolitan Council Resolution 42912 adopted November 12, 2003. Based on current practices, upon retirement, a totally vested employee may continue his coverage paying the same premiums and receiving the same benefits as active employees. If the participant meets the criteria for retirement, the government pays the following percentages of scheduled premiums:

<u>Years of Service</u>	<u>Vested Percentage</u>
Fewer than 10	25%
10 – 15 years	50%
15 – 20 years	75%
Over 20 years	100%

Employees covered by benefit terms:

Active Employees	15
Retirees	13
Spouses of current retirees	<u>7</u>
	<u><u>35</u></u>

### *Funding policy*

The Court does not pre-fund benefits. The current funding policy is to pay benefits directly from general assets on a pay-as-you-go basis and there is not a trust for accumulating plan assets. The contribution requirements of the employees/retirees and the City-Parish and participating City-Parish employers are established in the annual City-Parish operating budget and may be amended in subsequent years. During 2018, the health/dental plan was funded with employees and retirees contributing from 8% to 38% of the health and dental premium and the City-Parish contributing from 60% to 92% of the health and dental premiums, dependent upon the number of family members covered. Effective January 1, 2003, the employer portion of pay-as-you-go OPEB insurance premiums are allocated over all employers and funds that participate in the OPEB plan.



**H: OTHER POST-EMPLOYMENT BENEFITS (Continued)**

*Total OPEB liability*

The Court's total OPEB liability of \$5,010,594 was measured as of December 31, 2020, and was determined by an actuarial valuation date as of January 1, 2019.

The total OPEB liability in the January 1, 2019 actuarial valuation was determined using the following actuarial assumptions:

Measurement Date	December 31, 2019
Valuation Date	December 31, 2018
Inflation	2.30%
Salary Increases	3.00%
Discount Rate	2.74%
Healthcare cost trend rates	
Medical Medicare Eligible	0% for 2019-2020, 5.6% for 2021, gradually decreasing to an ultimate rate of 3.7% for 2074 and beyond.
Non-Medicare Eligible	0% for 2019-2020, 6.1% for 2021, gradually decreasing to an ultimate rate of 3.7% for 2074 and beyond.
Medicare Advantage	0% for 2019-2020, 5.3% for 2021, gradually decreasing to an ultimate rate of 3.7% for 2074 and beyond.
Dental	0% for 2019-2020, 3.84% for 2021, gradually decreasing to an ultimate rate of 3.62% for 2075 and beyond.
Actuarial cost method	Entry age normal
Mortality	Pub-2010 general mortality with generational projection per Scale MP-2020

**H: OTHER POST-EMPLOYMENT BENEFITS (Continued)**

Changes in the total OPEB liability were as follows:

	<u>OPEB liability</u>
Balance as of December 31, 2019	\$ 4,343,307
Changes for the year:	
Service cost	116,829
Interest on total OPEB liability	179,478
Effect of plan changes	-
Effect of economic/demographic gains or losses	-
Effect of assumptions changes or inputs	514,122
Change in proportion	(23,309)
Benefit payments	(119,833)
Balance as of December 31, 2020	<u>\$ 5,010,594</u>

The following presents the total OPEB liability of the Court, calculated using the discount rate of 2.74%, as well as what the Court's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.74%) or 1 percentage point higher (3.74%) than the current rate.

<u>1% Decrease</u>	<u>Discount Rate</u>	<u>1% Increase</u>
1.74%	2.74%	3.74%
6,088,366	5,010,594	4,149,077

The following presents the total OPEB liability of the Court, calculated using the current healthcare cost trend rates as well as what the Court's total OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rates.

<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
	Trend Rate	
4,092,287	5,010,594	6,172,194

**H: OTHER POST-EMPLOYMENT BENEFITS (Continued)**

The following table shows the components of the Court's annual OPEB expense:

	<u>January 1, 2020 to December 31, 2020</u>
Service cost	116,829
Interest on total OPEB liability	179,478
Effect of plan changes	-
Recognition of deferred inflows/outflows of resources	
Effect of economic/demographic gains or losses	49,744
Effect of assumptions changes or inputs	<u>8,022</u>
OPEB expense	<u><u>\$ 354,073</u></u>

As of December 31, 2020, the deferred inflows and outflows of resources are as follows:

	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 80,156
Changes of assumption	(219,175)	377,042
Total	<u><u>\$ (219,175)</u></u>	<u><u>\$ 457,198</u></u>

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to other postemployment benefits will be recognized in OPEB expense as follow:

Year ended December 31:	
2020	\$ 57,449
2021	92,671
2022	87,903
2023	-
2024	-
Thereafter	-

*Life insurance benefits*

In accordance with City Resolution 5942 and Parish Resolution 12478 adopted by the respective councils on April 14, 1976, all employees who retire after May 1, 1976 have \$5,000 of term life insurance coverage. The cost of this insurance is paid by the City-Parish through an actuarially

**H: OTHER POST-EMPLOYMENT BENEFITS (Continued)**

determined monthly assessment of 70 cents per active employee. The premium is paid into an Insurance Continuance Fund Account. The Court does not recognize expenditures for these life insurance benefits since they are provided by the City-Parish.

**I: INTERFUND TRANSACTIONS**

The following is a summary of amounts due from and due to other funds at December 31, 2020:

	<u>Due From</u>	<u>Due To</u>
General fund		
Judicial Expense fund	\$ -	\$ 2,864
Victims of Juvenile Crime Compensation fund	-	211
Judicial Expense fund		
Fiduciary fund	1,353	-
General fund	2,864	-
Victims of Juvenile Crime Compensation fund		
General fund	211	-
Fiduciary fund		
Judicial Expense fund	-	1,353
	<u>\$ 4,428</u>	<u>\$ 4,428</u>

**J: CONCENTRATIONS OF CREDIT RISK**

Intergovernmental receivables represent amounts due from other East Baton Rouge Parish governmental agencies and the State of Louisiana. Payment of these amounts is partly dependent upon the economic and financial conditions within East Baton Rouge Parish and the State of Louisiana.

**K: OTHER EXPENDITURES OF THE JUVENILE COURT**

Certain operating expenditures of the Court are paid directly or reimbursed by the City-Parish. The City-Parish expenditures for the operation of the Juvenile Court for the year ended December 31, 2020, are summarized below:

		<u>City-Parish</u>
Personal services	\$	823,910
Group benefits		388,560
Supplies		62,225
Contractual services		84,337
	\$	<u>1,359,032</u>

**L: SUBSEQUENT EVENTS**

The World Health Organization has declared the outbreak to constitute a “Public Health Emergency of International Concern.” The COVID-19 outbreak is disrupting supply chains and affecting production and sales across a range of industries. The extent of the impact of COVID-19 on our operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on employees and vendors all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact our financial condition or results of operations is uncertain.

Subsequent events were evaluated through June 24, 2021, which is the date the financial statements were available to be issued.



**REQUIRED SUPPLEMENTARY INFORMATION**

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**

*Year ended December 31, 2020*

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary fund balance - December 31, 2019	\$ 142,811	\$ 172,800	\$ 168,091	\$ (12,995)
Resources (inflows):				
Intergovernmental:				
Court operations	1,362,790	1,362,790	1,432,072	69,282
Families in Need of Services Assistance Program	63,468	63,468	63,468	-
LCLE High School Truancy Initiative	-	52,270	6,360	(45,910)
Louisiana Children's Trust Fund	-	22,000	1,800	(20,200)
SCDCO/FPC program	150,000	150,000	124,890	(25,110)
OJJDP - FPC Expansion Grant: Year One	-	70,317	-	(70,317)
Miscellaneous revenue	4,000	2,120	2,119	(1)
Interest	80	90	93	3
Amounts available for appropriation	<u>1,580,338</u>	<u>1,723,055</u>	<u>1,630,802</u>	<u>(92,253)</u>
Charges to appropriations (outflows):				
Current:				
Juvenile Court:				
Personal services:				
Salaries	811,860	824,626	829,234	(4,608)
Group benefits:				
Payroll taxes				
Retirement				
Post-Employment benefit Insurance				
Group benefits	429,170	388,764	389,478	(714)
Supplies:				
Office supplies	34,230	51,219	60,201	(8,982)
Contract services	87,530	84,926	84,527	399
FINSAP program				
Contractual services:				
Programmatic services	63,468	63,468	63,468	-
Louisiana Commission on Law Enforcement High School Truancy Initiative:				
Programmatic services	-	7,090	6,360	730

	<b>Exhibit 1 (Continued)</b>			
Louisiana Children's Trust Fund				
Programmatic services	-	1,800	1,800	-
SCDCO - Family Preservation Court	150,000	119,567	124,890	(5,323)
OJJDP - FPC Expansion Grant - Year One	-	-	-	-
Total current	1,576,258	1,541,460	1,559,958	(18,498)
Capital outlay:				
Capital outlay	-	13,255	13,642	(387)
Total charges to appropriations	1,576,258	1,554,715	1,573,600	(18,885)
Budgetary fund balance - December 31, 2020	<u>\$ 146,891</u>	<u>\$ 341,140</u>	<u>\$ 225,293</u>	<u>\$ (124,133)</u>

*See accompanying notes to budgetary comparison schedules.*

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**BUDGETARY COMPARISON SCHEDULE -**  
**JUDICIAL EXPENSE FUND**

*Year ended December 31, 2020*

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary fund balance - December 31, 2019	\$ 157,177	\$ 166,341	\$ 158,167	\$ (12,312)
Resources (inflows):				
Fees and fines	52,000	34,940	33,662	(1,278)
Intergovernmental:				
Court fees	4,000	3,000	4,716	1,716
Court operations	2,500	1,675	1,733	58
Charges for service	212	-	-	-
Vending machine revenue	1,320	300	349	49
Interest	80	75	67	(8)
Other	-	-	-	-
Amounts available for appropriation	<u>60,112</u>	<u>39,990</u>	<u>40,527</u>	<u>537</u>
Charges to appropriations (outflows):				
Current:				
Salaries and employee benefits	4,375	4,375	4,425	(50)
Supplies	7,000	6,551	6,549	2
Contract services	34,513	24,489	22,188	2,301
Special programs	1,500	900	-	900
Net supplies	<u>47,388</u>	<u>36,315</u>	<u>33,162</u>	<u>3,153</u>
Total current	47,388	36,315	33,162	3,153
Capital outlay:				
Capital outlay	<u>3,500</u>	<u>7,743</u>	<u>36,979</u>	<u>(29,236)</u>
Total charges to appropriations	<u>50,888</u>	<u>44,058</u>	<u>70,141</u>	<u>(26,083)</u>
Budgetary fund balance - December 31, 2020	<u>\$ 166,401</u>	<u>\$ 162,273</u>	<u>\$ 128,553</u>	<u>\$ (37,858)</u>

*See accompanying notes to budgetary comparison schedules.*

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**BUDGETARY COMPARISON SCHEDULE -**  
**VICTIMS OF JUVENILE CRIMES COMPENSATION FUND**

*Year ended December 31, 2020*

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget - Positive (Negative)
	Original	Final		
Budgetary fund balance - December 31, 2019	\$ 60,613	\$ 61,659	\$ 61,974	\$ 315
Resources (inflows):				
Juvenile traffic/crime fines	3,500	3,500	3,566	66
Interest	30	30	32	2
Amounts available for appropriation	<u>3,530</u>	<u>3,530</u>	<u>3,598</u>	<u>68</u>
Charges to appropriations (outflows):				
Reparations to crime victims	<u>5,000</u>	<u>3,338</u>	<u>3,142</u>	<u>196</u>
Total charges to appropriations	<u>5,000</u>	<u>3,338</u>	<u>3,142</u>	<u>196</u>
Budgetary fund balance - December 31, 2020	<u>\$ 59,143</u>	<u>\$ 61,851</u>	<u>\$ 62,430</u>	<u>\$ 579</u>

*See accompanying notes to budgetary comparison schedules.*



**EAST BATON ROUGE PARISH JUVENILE COURT**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**ON BUDGETARY ACCOUNTING AND CONTROL**

*December 31, 2020*

*Budgetary accounting and control*

*Budget law*

The Court prepares its annual operating budget under the provisions of the Louisiana Municipal Budget Act. In accordance with those provisions, the following procedures are used in adopting the annual budget for the general fund:

- (1) An operating budget is prepared for the general and special revenue funds at least fifteen days prior to the commencement of the budgetary fiscal year. The operating budget includes proposed expenditures and the means of financing them for the upcoming year.
- (2) The budget is available for public inspection at least fifteen days prior to the beginning of the fiscal year.
- (3) The budget is adopted after consideration of public comment, if any, and authorized for implementation on the first day of the fiscal year.
- (4) The general and special revenue funds' budgets are prepared on a detailed line-item basis. Revenues are budgeted by source. Expenditures are budgeted by character (personal services, group benefits, supplies, contractual services and capital outlay). Total expenditures constitute the legal level of control. Expenditures may not exceed the sum of appropriations plus the unreserved prior year fund balance. The budget may be revised during the year as estimates regarding revenues and expenditures change.
- (5) Appropriations lapse at the end of each fiscal year.

*Budgetary accounting*

The annual operating budgets of the general and special revenue funds are prepared and presented on the modified accrual basis of accounting.

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS**  
*Year ended December 31, 2020*

<b>Total OPEB Liability</b>		
Service cost	\$	116,829
Interest on total OPEB liability		179,478
Effect of plan changes		-
Effect of economic/demographic gains or loss		-
Effect of assumptions changes or inputs		514,122
Change in proportion		(23,309)
Benefit payments		<u>(119,833)</u>
<b>Net change in total OPEB liability</b>		667,287
<b>Total OPEB liability - beginning</b>		<u>4,343,307</u>
<b>Total OPEB liability - ending</b>	\$	<u><u>5,010,594</u></u>
Covered-employee payroll	\$	726,168
Total OPEB liability as a percentage of covered-employee payroll		690%

**Notes to Schedule:**

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

*Changes of benefit terms:* There were no changes of benefits terms for the year ended December 31, 2020.

*Changes of assumptions:* There were no changes of assumptions for the year ended December 31, 2020.

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
*Year ended December 31, 2020*

<b>Fiscal Year</b>	Employer's Proportion of the Net Pension Liability (Asset)	Employer's Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered-Employee Payroll	Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
<b>CPERS</b>					
2020	0.3784%	\$ 2,381,587	\$ 555,656	428.6082%	65.4700%
2019	0.5517%	\$ 4,046,293	\$ 780,690	518.2970%	59.3600%
2018	0.4043%	\$ 2,164,884	\$ 564,526	383.4870%	68.8000%
2017	0.3927%	\$ 2,333,603	\$ 549,019	425.0496%	68.8000%
2016	0.4511%	\$ 2,602,048	\$ 615,046	423.0656%	64.0900%
2015	0.4367%	\$ 1,920,486	\$ 592,031	324.3894%	63.9500%

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

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

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**SCHEDULE OF PENSION CONTRIBUTIONS**  
*Year ended December 31, 2020*

<b>Fiscal Year</b>	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency	Employer's Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
CPERS					
2020	\$ 149,110	\$ 149,110	\$ -	\$ 555,656	26.83%
2019	\$ 154,741	\$ 154,741	\$ -	\$ 780,690	19.82%
2018	\$ 156,233	\$ 156,233	\$ -	\$ 564,526	27.68%
2017	\$ 155,067	\$ 155,067	\$ -	\$ 549,019	28.24%
2016	\$ 147,447	\$ 147,447	\$ -	\$ 615,046	24.00%
2015	\$ 152,571	\$ 152,571	\$ -	\$ 592,031	25.77%

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

Amounts presented were determined as of the end of the fiscal year.

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**ON PENSIONS**

*December 31, 2020*

*Plan Changes*

There have been no changes in benefits since the prior valuation.

*Actuarial Assumption/Method Changes*

The Actuarial Asset Valuation Method changed to uniformly spread actuarial investment gains and losses over a five-year period. This change is effective January 1, 2020, commencing with a “fresh start” to set this year’s Actuarial Value of Assets equal to the Market Value of Assets. The new method, as adopted by the Board of Trustees in April 2020, ensures that the Actuarial Value of Assets converge to the Market Value of Assets within a reasonable period of time if the investment rate of return is realized.

**OTHER SUPPLEMENTARY INFORMATION**



**EAST BATON ROUGE PARISH JUVENILE COURT  
 SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS  
 TO AGENCY HEADS**

*December 31, 2020*

Agency Head Name: *Adam J. Haney, Chief Judge*

Purpose	Amount
Benefits - insurance	\$ 110
Office furniture	1,225
Travel reimbursement	125

Note: Judges are not required to include compensation, reimbursements and benefits received directly from the Louisiana Supreme Court. Amounts reported above were paid from funds the court administers.

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**JUDICIAL EXPENSE FUND**  
**JUSTICE SYSTEM FUNDING SCHEDULE - RECEIVING ENTITY**  
*As Required by Act 87 of the 2020 Regular Legislative Session*  
 Year Ended December 31, 2020

*Identifying Information:*

<b>Entity Name</b>	East Baton Rouge Parish Juvenile Court
<b>LLA Entity ID#</b>	9529
<b>Date that reporting period ended</b>	12/31/2020

	<b>First Six Month Period Ended 6/30/2020</b>	<b>Second Six Month Period Ended 12/31/2020</b>
<b>Cash Basis Presentation</b>		
<i>Receipts From:</i>		
19th JDC Clerk of Court, Juvenile Filing Fees	\$ 1,335	\$ 1,548
<b>Subtotal Receipts</b>	<b>\$ 1,335</b>	<b>\$ 1,548</b>
<b>Ending Balance of Amounts Assessed but Not Received</b>	<b>\$ -</b>	<b>\$ -</b>

*See accompanying notes to financial statements*

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**JUDICIAL EXPENSE FUND**  
**JUSTICE SYSTEM FUNDING SCHEDULE - COLLECTING/DISBURSING ENTITY**  
*As Required by Act 87 of the 2020 Regular Legislative Session*  
Year Ended December 31, 2020

*Identifying Information:*

<b>Entity Name</b>	East Baton Rouge Parish Juvenile Court
<b>LLA Entity ID#</b>	9529
<b>Date that reporting period ended</b>	12/31/2020

<b>Cash Basis Presentation</b>	<b>First Six Month Period Ended 6/30/2020</b>	<b>Second Six Month Period Ended 12/31/2020</b>
<b>Beginning Balance of Amounts Collected</b>	\$ -	\$ 2,119
<i>Add: Collections</i>		
Bond Fees	\$ 13,210	\$ 15,300
Criminal Court Costs/Fees	14,597	14,079
Criminal Fines - Other	6,740	8,993
Restitution	3,642	4,160
<b>Subtotal Collections</b>	<u>\$ 38,189</u>	<u>\$ 42,532</u>
<i>Less: Disbursements to Governments &amp; Nonprofits</i>		
East Baton Rouge Parish Public Defender's Office (Criminal Court Costs/Fees)	\$ 4,671	\$ 3,280
LRS-HSCI Trust Fund (Criminal Court Costs/Fees)	310	500
Treasurer, State of Louisiana-CMIS (Criminal Court Costs/Fees)	494	498
Louisiana Supreme Court-Louisiana Judicial College Collections (Criminal Court Costs/	82	83
<i>Less: Amounts Retained by Collecting Agency</i>		
Amounts "Self-Disbursed" to EBRP Juvenile Judicial Expense Fund (Court Costs/Fees)	10,076	9,353
Amounts "Self-Disbursed" to EBRP Juvenile Judicial Expense Fund (Fines)	7,465	8,666
Amounts "Self-Disbursed" to EBRP Juvenile Judicial Expense Fund (Bond Fees)	-	2,240
<i>Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies</i>		
Restitution Payments to Individuals	3,981	6,011
Other Disbursements to Individuals	8,991	8,740
<b>Subtotal Disbursements/Retainage</b>	<u>\$ 36,070</u>	<u>\$ 39,371</u>
<b>Total: Ending Balance of Amounts Collected but not Disbursed/Retained</b>	<u>\$ 2,119</u>	<u>\$ 5,280</u>
<b>Ending Balance of "Partial Payments" Collected but not Disbursed</b>	-	-
<b>Other Information:</b>		
Ending Balance of Total Amounts Assessed but not yet Collected	\$ -	\$ -
Total Waivers During the Fiscal Period	3,061	1,619

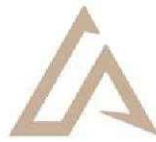
See accompanying notes to financial statements

**EAST BATON ROUGE PARISH JUVENILE COURT**  
**VICTIMS OF JUVENILE CRIMES COMPENSATION FUND**  
**JUSTICE SYSTEM FUNDING SCHEDULE - COLLECTING/DISBURSING ENTITY**  
*As Required by Act 87 of the 2020 Regular Legislative Session*  
Year Ended December 31, 2020

*Identifying Information:*

<b>Entity Name</b>	East Baton Rouge Parish Juvenile Court	
<b>LLA Entity ID#</b>	9529	
<b>Date that reporting period ended</b>	12/31/2020	
	<b>First Six Month Period Ended 6/30/2020</b>	<b>Second Six Month Period Ended 12/31/2020</b>
<b>Cash Basis Presentation</b>		
<b>Beginning Balance of Amounts Collected</b>	\$ -	\$ (825)
<i>Add: Collections</i>		
Criminal Fines - Other	\$ 2,118	\$ 1,450
<b>Subtotal Collections</b>	<u>\$ 2,118</u>	<u>\$ 1,450</u>
<i>Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies</i>		
Other Disbursements to Individuals	\$ 2,942	\$ 6,142
<b>Subtotal Disbursements/Retainage</b>	<u>\$ 2,942</u>	<u>\$ 6,142</u>
<b>Total: Ending Balance of Amounts Collected but not Disbursed/Retained</b>	<u>\$ (824)</u>	<u>\$ (5,517)</u>
<b>Ending Balance of "Partial Payments" Collected but not Disbursed</b>	-	-
<b>Other Information:</b>		
Ending Balance of Total Amounts Assessed but not yet Collected	\$ -	\$ -
Total Waivers During the Fiscal Period	-	-

*See accompanying notes to financial statements*



**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***

Honorable Judges of the  
East Baton Rouge Parish Juvenile Court

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the fiduciary fund of East Baton Rouge Parish Juvenile Court, a component unit of the City of Baton Rouge, Parish of East Baton Rouge, Louisiana, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the East Baton Rouge Parish Juvenile Court's basic financial statements and have issued our report thereon dated June 24, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the East Baton Rouge Parish Juvenile Court's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the East Baton Rouge Parish Juvenile Court's internal control. Accordingly, we do not express an opinion on the effectiveness of the East Baton Rouge Parish Juvenile 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 East Baton Rouge Parish Juvenile Court's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies and therefore, material weakness or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a deficiency in internal control described in the accompanying schedule of findings and responses that we consider to be a significant deficiency as items 2020-01.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether the East Baton Rouge Parish Juvenile Court's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### East Baton Rouge Parish Juvenile Court's Response to Findings

East Baton Rouge Parish Juvenile Court's response to the findings identified in our audit is described in the accompanying schedule of findings and responses and the corrective action plan. East Baton Rouge Parish Juvenile 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 Court'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 Court's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*L. A. Champagne & Co, LLP*

*June 24, 2021  
Baton Rouge, Louisiana*



**EAST BATON ROUGE PARISH JUVENILE COURT**  
**SCHEDULE OF FINDINGS AND RESPONSES**

*Year Ended December 31, 2020*

**A: SUMMARY OF AUDIT RESULTS**

1. The auditor expresses an unmodified opinion on the financial statements of the East Baton Rouge Parish Juvenile Court.
2. One significant deficiency in the internal controls relating to the audit of the financial statements is reported in the “Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Governmental Auditing Standards*.”
3. No instances of noncompliance material to the financial statements of the East Baton Rouge Parish Juvenile Court were disclosed during the audit.
4. A management letter was not issued in conjunction with this engagement.

**B: FINDINGS – FINANCIAL STATEMENT AUDIT**

2020-01 Internal Control over Financial Reporting

*Condition:* We assisted management in the analysis and reclassification of various accounts in order to close the books at year end and in drafting the financial statements and related notes as part of our year-end audit process.

*Effect:* Because our involvement is so key to that process there is an indication that this deficiency in internal control over financial reporting of the Court meets the definition of a significant deficiency as defined below.

*Criteria:* Internal controls over financial reporting are those policies and procedures that exist to assure an entity’s ability to initiate, record, process, and report financial data consistent with assertions embodied in the annual financial statements, and that financial statements are prepared in accordance with generally accepted accounting principles (GAAP).

*Auditor’s Recommendation:* At this time, it is not feasible for the Court to acquire the expertise necessary to actually draft the year-end financial statements in accordance with GAAP. Therefore, we propose to continue to assist management in the drafting of those financial statements.

**B: FINDINGS – FINANCIAL STATEMENT AUDIT (Continued)**

*Management Response:* Management acknowledges the condition as described above. Although Juvenile Court management does not actually prepare and draft the financial statements, they have the capacity and experience to oversee the drafting of financial statements prepared in accordance with generally accepted accounting principles; they provide all of the information to be included in the financial statements and they understand the financial statements presentation. However, at this time it is not feasible for the Juvenile Court to acquire the expertise necessary to actually draft the year-end financial statements.

**EAST BATON ROUGE PARISH JUVENILE COURT  
SCHEDULE OF CORRECTIVE ACTION TAKEN  
ON PRIOR YEAR FINDINGS**

*Year Ended December 31, 2020*

**2019-01 Internal Control over Financial Reporting**

Repeated in current year findings as finding 2020-01.



**Adam J. Haney**  
Judge, Division A

**Gail Grover**  
Judge, Division B

## JUVENILE COURT

PARISH OF EAST BATON ROUGE

8333 Veterans Memorial Boulevard  
Baton Rouge, Louisiana 70807

TELEPHONE (225) 354-1250  
FAX (225) 357-7876

**Donna T. Carter**  
Judicial Administrator

**Darlene Munson**  
Deputy Judicial Administrator

The East Baton Rouge Parish Juvenile Court respectfully submits the following corrective action plan for the year ended December 31, 2020.

Name and address of independent public accounting firm:

L.A. Champagne & Co., L.L.P.  
4911 Bennington Avenue  
Baton Rouge, LA 70808

Audit period: Year ended December 31, 2020

The findings for the *2020 Schedule of Findings and Responses* are discussed below. The findings are numbered consistently with the number assigned to the schedule.

2020-01

Condition: We assisted management in the analysis and reclassification of various accounts in order to close the books at year end and in drafting the financial statements and related notes as part of our year-end audit process.

Action Taken: Management acknowledges the condition as described above. Although Juvenile Court management does not actually prepare and draft the financial statements, they have the capacity and experience to oversee the drafting of financial statements prepared in accordance with generally accepted accounting principles; they provide all of the information to be included in the financial statements and they understand the financial statements presentation. However, at this time it is not feasible for the Juvenile Court to acquire the expertise necessary to actually draft the year-end financial statements.

If there are any questions regarding this plan, please call me at 225-354-1215.

Sincerely yours,

Donna T. Carter  
Judicial Administrator