

**FORTY-SECOND JUDICIAL DISTRICT COURT
JUDICIAL EXPENSE FUND
DeSoto Parish, Louisiana**

Annual Financial Report

For the year ended June 30, 2025

FORTY-SECOND JUDICIAL DISTRICT COURT – JUDICIAL EXPENSE FUND

DeSoto Parish, Louisiana

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As of and for the year ended June 30, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Amy B. McCartney, Chief District Judge
Forty-second Judicial District Court Judicial Expense Fund
DeSoto Parish, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities and the major fund of the Forty-second Judicial District Court Judicial Expense Fund (the JEF), DeSoto Parish, Louisiana, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the JEF's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of the JEF, as of June 30, 2025, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Louisiana Governmental Audit Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the JEF and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the JEF's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 JEF's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the JEF's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the information listed in the table of contents as Required Supplementary Information Part I and Part II be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consist 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the JEF's basic financial statements. The information, listed in the table of contents as Supplementary Information, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the 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 December 30, 2025, on our consideration of the JEF's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the JEF's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and in considering the JEF's internal control over financial reporting and compliance.

Dees Gardner, Certified Public Accountants, LLC

Mansfield, Louisiana
December 30, 2025

REQUIRED SUPPLEMENTARY INFORMATION (PART I)

FORTY-SECOND JUDICIAL DISTRICT COURT - JUDICIAL EXPENSE FUND

DeSoto Parish, Louisiana

Management's Discussion and Analysis

For the year ending June 30, 2025

This section of the Forty-second Judicial District Court - Judicial Expense Fund's (the JEF) annual financial report presents our discussion and analysis of the Fund's financial performance during the year ending June 30, 2025. We encourage readers to consider the information presented here in conjunction with the JEF's basic financial statements and supplementary information in assessing the efficiency and effectiveness of our stewardship of public resources.

FINANCIAL HIGHLIGHTS

The JEF's net position increased by \$204,358 or 29.45% during the year ended June 30, 2025. This continues a trend of increases of over 25% with 29.15%, 27.50%, and 26.35% increases reported for the years ending June 30, 2024, 2023, and 2022 respectively. This increase is due in part to a new District Attorney that is prosecuting more cases.

The JEF's revenues of \$1,065,007 for the year ending June 30, 2025, are a 32.24% increase from \$805,378 for the year ended June 30, 2024. Again, this increase is due in large part to a new District Attorney that is prosecuting more cases.

During the year ended June 30, 2025, the JEF had expenses of \$860,649, including depreciation, compared to \$649,203 in the year ended June 30, 2024. This reflects an increase of 32.57% during the year ended June 30, 2025.

OVERVIEW OF FINANCIAL STATEMENTS

This Management Discussion and Analysis document introduces the basic financial statements which include 1) government fund financial statements, 2) government-wide financial statements and 3) notes to the financial statements. The two types of financial statements present the JEF's financial position and results of operations from differing perspectives. A reconciliation is provided to facilitate the comparison between the governmental fund statements and the government-wide statements. The components of the financial statements are described below:

Fund Financial Statements

Fund financial statements provide detailed information regarding the JEF's most significant activities and are not intended to provide information for the JEF as a whole. Funds are accounting devices that are used to account for specific sources of revenues. The JEF, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Our funds are limited to its *general fund*, which is classified as a Governmental Fund. The *general fund* uses a modified accrual basis of accounting that focuses on near-term inflows, outflows, and balances of spendable resources. Assets reported by the *general fund* are limited to amounts that are available for current needs. In addition, liabilities are limited to amounts that are expected to be paid from currently available assets. Unassigned fund balance may serve as a useful measure of a government's net resources at the end of the fiscal year.

Government-Wide Financial Statements

The *government-wide financial statements* report information about the JEF as a whole using accounting methods similar to those used by private-sector companies. These report all revenues and expenses regardless of when cash is received or paid. The *statement of net position* presents information of all the JEF's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the JEF is improving or deteriorating. The *statement of activities* presents information showing how the net position changed during the most recent period. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows.

Notes to the Financial Statements

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

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. The JEF adopts an annual budget for the general fund. A budgetary comparison statement is provided to demonstrate budgetary compliance.

Supplementary Information

The schedule of compensation, benefits and other payments to agency head or chief executive officer is presented to fulfil the requirements of Louisiana Revised Statute 24:513(A)(3). The justice system funding reporting schedules are presented to fulfill the requirements of Louisiana Revised Statute 24:515.2.

FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE FINANCIAL STATEMENTS

Net position may serve over time as a useful indicator of the JEF's financial position. The JEF's total net position changed from a year ago, increasing from \$691,853 to \$896,459. The largest portion of the JEF's net position, \$895,459 (99.92%) as of June 30, 2025, is unrestricted and may be used to meet the ongoing obligations to the citizens of DeSoto Parish.

The JEF continues to maintain a high level of liquidity with \$884,180 (98.7%) of the JEF's unrestricted net position invested in demand deposits with various financial institutions as of June 30, 2025. Accounts receivable increased 40.77% from \$19,366 to \$13,757. Accounts payable decreased 60.69% from \$37,850 to \$14,879. At June 30, 2025, \$752 (0.08%) of the JEF's net position reflects capital assets with a historical cost of \$136,420 and accumulated depreciation of \$135,668.

A summary of the Statement of Net Position is below:

| ASSETS | Governmental Activities | |
|----------------------------------|-------------------------|-------------------|
| | June 30, 2025 | June 30, 2024 |
| Cash and cash equivalents | \$ 884,180 | \$ 705,973 |
| Accounts receivable | 19,366 | 13,757 |
| Prepaid expenses | 6,792 | 7,343 |
| Capital assets, net | 752 | 2,630 |
| Total assets | <u>\$ 911,090</u> | <u>\$ 729,703</u> |
| | | |
| LIABILITIES | | |
| Accounts payable | \$ 14,879 | \$ 37,850 |
| Total liabilities | <u>14,879</u> | <u>37,850</u> |
| | | |
| NET POSITION | | |
| Net investment in capital assets | 752 | 2,630 |
| Unrestricted | 895,459 | 689,223 |
| Total net position | <u>\$ 896,211</u> | <u>\$ 691,853</u> |

An analysis of the government-wide Statement of Activities is presented as follows:

| | For the year ended June 30, 2025 | For the year ended June 30, 2024 |
|-------------------------------------|-------------------------------------|-------------------------------------|
| Program revenues | \$ 1,029,589 | \$ 768,441 |
| General revenues | 35,418 | 36,937 |
| Total revenues | <u>1,065,007</u> | <u>805,378</u> |
| Expenses: | | |
| Judicial: Administrative | 558,629 | 304,130 |
| FINS | 35,092 | 52,259 |
| Probation | 259,993 | 280,770 |
| Restitution | 6,935 | 12,044 |
| Total expenses | <u>860,649</u> | <u>649,203</u> |
| Increase/(decrease) in net position | 204,358 | 156,175 |
| Net position beginning | 691,853 | 535,678 |
| Net position ending | <u>\$ 896,211</u> | <u>\$ 691,853</u> |

As the accompanying presentation demonstrates, the JEF has increased its reserves by \$204,358 or 29.54% at June 30, 2025.

Approximately, 96.67% (\$1,029,590) of the JEF's total revenues were program revenues for the year ended June 30, 2025, compared to 95.41% (\$768,442) in the year ended June 30, 2024. Program revenues were comprised of \$446,684 in charges for services and \$582,906 in operating grants and contributions for the year ended June 30, 2025.

Beginning in July of 2014, the DeSoto Parish Police Jury Criminal Court fund began reimbursing the JEF for the juvenile probation officer's salary that they pay to the DeSoto Parish Sheriff.

The JEF received \$59,316 (5.57%) and \$47,316 (5.88%) of its total revenues from a Louisiana state FINS grant during the years ended June 30, 2025, and June 30, 2024, respectively.

Local government expense reimbursements and recognized on-behalf of payments account for \$512,726 or 48.14% of total revenues for the year ended June 30, 2025 compared to \$264,108 or 32.79% for the prior year.

FINANCIAL ANALYSIS OF THE JEF'S GOVERNMENTAL FUNDS

The focus of the JEF's only governmental fund, the general fund, is to provide information on the near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the JEF's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the JEF's net resources available for spending at the end of the year. As of the end of the year, the JEF's general fund reported an ending fund balance of \$895,459 an increase of \$206,236 (29.92%) compared to the prior year. The total fund balance is comprised of \$259,575 (37.66%) assigned to Probation, \$192,480 (27.93%) assigned to Custody Nonsecure FINS (CNF), \$24,631 (3.57%) assigned to FINS, \$6,792 (0.99%) nonspendable, leaving \$411,981 (59.77%) unassigned and available for spending in the coming year.

BUDGETARY HIGHLIGHTS

Formal budgetary integration is employed as a management control device during the fiscal year. The budget policy of the Fund complies with state law, as amended, and as set forth in Louisiana Revised Statutes Title 39, Chapter 9, Louisiana Local Government Budget Act (LSA-RS 39:1301 et seq.). The Fund's budget was amended once during the year ended June 30, 2025. Actual adjusted revenues were \$124,299 more than the budgeted amounts and actual expenditures were \$20,262 less than the budgeted amounts.

CAPITAL ASSET ADMINISTRATION

The Fund acquired no new capital assets during the year ended June 30, 2025.

DEBT ADMINISTRATION

For the year ended June 30, 2025, there is no debt activity and no debts are outstanding at year-end.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

For the fiscal year ending June 30, 2026, the following factors were considered when the budget was prepared:

- General and program revenues will remain consistent with the prior year.
- Other expenditures are expected to remain steady with the prior year.

REQUEST FOR INFORMATION

This report is designed to provide a general overview of the Forty-second Judicial District – Judicial Expense Fund, DeSoto Parish, Louisiana, and seeks to demonstrate the Judicial Expense Fund's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Chief Judge Amy McCartney, P. O. Box 1299, Mansfield, Louisiana, 71052.

BASIC FINANCIAL STATEMENTS

FORTY-SECOND JUDICIAL DISTRICT COURT - JUDICIAL EXPENSE FUND

DeSoto Parish, Louisiana

GOVERNMENTAL FUND BALANCE SHEET / STATEMENT OF NET POSITION

June 30, 2025

| | Governmental Fund Financial Statements | | Government-wide Statements |
|--|---|--------------------|-------------------------------|
| | <u>Balance Sheet</u> | | <u>Statement of</u> |
| | <u>General Fund</u> | <u>Adjustments</u> | <u>Net Position</u> |
| ASSETS | | | |
| Current assets: | | | |
| Cash and cash equivalents | \$ 884,180 | \$ - | \$ 884,180 |
| Receivables, net | 19,366 | - | 19,366 |
| Prepaid expenses | 6,792 | - | 6,792 |
| Noncurrent assets: | | | |
| Capital assets, net | - | 752 | 752 |
| TOTAL ASSETS | <u>\$ 910,338</u> | <u>752</u> | <u>911,090</u> |
| LIABILITIES | | | |
| Current liabilities: | | | |
| Accounts, salaries, and other payables | \$ 898 | - | \$ 898 |
| Due to DeSoto Parish Sheriff | 13,981 | - | 13,981 |
| TOTAL LIABILITIES | <u>14,879</u> | <u>-</u> | <u>14,879</u> |
| FUND BALANCE/NET POSITION | | | |
| Fund Balances: | | | |
| Assigned | | | |
| FINS | 24,631 | (24,631) | - |
| Probation | 259,575 | (259,575) | - |
| CNF | 192,480 | (192,480) | - |
| Nonspendable | 6,792 | (6,792) | - |
| Unassigned | 411,981 | (411,981) | - |
| TOTAL FUND BALANCES | <u>895,459</u> | <u>(895,459)</u> | <u>-</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 910,338</u> | <u>-</u> | |
| Net Position: | | | |
| Net investment in capital assets | | 752 | 752 |
| Unrestricted | | 895,459 | 895,459 |
| TOTAL NET POSITION | | <u>\$ -</u> | <u>\$ 896,211</u> |

**Reconciliation of Fund Balance on the Governmental Fund
Balance Sheet to Net Position on the Statement of Net Position**

| | | |
|---|------------------|-------------------|
| Fund Balance - Governmental Fund | | \$ 895,459 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | | |
| Add - Capital assets | \$ 136,420 | |
| Deduct - Accumulated depreciation | <u>(135,668)</u> | 752 |
| Total Net Position of Government Activities | | <u>\$ 896,211</u> |

The notes to the financial statements are an integral part of this statement.
See the accompanying independent auditor's report.

FORTY-SECOND JUDICIAL DISTRICT COURT - JUDICIAL EXPENSE FUND
DeSoto Parish, Louisiana

**STATEMENT OF GOVERNMENTAL FUND REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE / STATEMENT OF ACTIVITIES**

For the year ended June 30, 2025

| | Governmental Fund Financial Statements | | | Government-wide Statements |
|---|---|--------------|----|------------------------------------|
| | <u>Statement of Revenues, Expenditures, and Changes in Fund Balance</u> | | | <u>Statement of Activities</u> |
| | General Fund | Adjustments | | |
| EXPENDITURES/EXPENSES | | | | |
| Judicial Administration: | | | | |
| Personnel services & related benefits | \$ 348,349 | \$ - | \$ | \$ 348,349 |
| Operating expenses | 208,402 | 1,878 | | 210,280 |
| Probation | 259,993 | - | | 259,993 |
| FINS | 35,092 | - | | 35,092 |
| Restitution paid to others | 6,935 | - | | 6,935 |
| TOTAL EXPENDITURES/EXPENSES | <u>858,771</u> | <u>1,878</u> | | <u>860,649</u> |
| PROGRAM REVENUES | | | | |
| Charges for service: | | | | |
| Bond fees, forfeitures, and court costs | 298,803 | - | | 298,803 |
| Probation | 140,825 | - | | 140,825 |
| Restitution | 7,055 | - | | 7,055 |
| Operating grants and contributions: | | | | |
| State sources | 70,180 | - | | 70,180 |
| Local government sources | 512,726 | - | | 512,726 |
| TOTAL PROGRAM REVENUES | <u>1,029,589</u> | <u>-</u> | | <u>1,029,589</u> |
| NET PROGRAM EXPENSE | <u>170,818</u> | | | <u>168,940</u> |
| GENERAL REVENUES | | | | |
| Miscellaneous income | 18,520 | - | | 18,520 |
| Use of money and property - interest | 16,898 | - | | 16,898 |
| TOTAL GENERAL REVENUES | <u>35,418</u> | <u>-</u> | | <u>35,418</u> |
| NET CHANGE IN FUND BALANCE/ CHANGE IN NET POSITION | 206,236 | - | | 204,358 |
| FUND BALANCE / NET POSITION | | | | |
| Beginning of the year | 689,223 | | | 691,853 |
| End of the year | \$ <u>895,459</u> | | \$ | <u>896,211</u> |

**Reconciliation of the Statement of Governmental Fund Revenues,
Expenditures, and Changes in Fund Balance to the Statement of Activities**

Net change in Fund Balance - Governmental Fund \$ 206,236

Governmental funds report capital outlays as expenditures. However, in the government-wide statements, the cost of assets are capitalized and depreciated over their useful lives. Therefore, capital expenditures are not recorded in the government-wide statements.

Depreciation \$ (1,878) (1,878)

Net change in Net Position \$ 204,358

FORTY-SECOND JUDICIAL DISTRICT COURT – JUDICIAL EXPENSE FUND

DeSoto Parish, Louisiana

Notes to the Financial Statements

June 30, 2025

INTRODUCTION

The Forty-second Judicial District Court – Judicial Expense Fund (the JEF) was created by LSA-RS 13:996.65. The purpose of the fund is to provide sufficient funding to expedite the efficient operation of the court. In general, the fund is established and may be used for any purpose or purposes connected with, incidental to or related to the proper administration of the court.

The Forty-second Judicial District Court (the District) was created by LSA-RS 13:477(42). The District is comprised of DeSoto Parish with the courthouse and judges' offices in Mansfield. The District's purpose is general jurisdiction judgeship for the approximately 27,114 people in the parish. The voters of the parish elect the two judges of the District to six-year terms. The two elected judges, who have all general trial jurisdiction throughout the District, are Judge Nicholas Gasper and Judge Amy McCartney.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF PRESENTATION

The accompanying basic financial statements of the JEF have been prepared in conformity with governmental accounting principles generally accepted (GAAP) in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Such accounting and reporting policies also conform to the requirements of Louisiana Revised Statutes 24:513 and to the guides set forth in the *Louisiana Governmental Audit Guide*.

The significant accounting policies established in GAAP and used by the JEF are discussed below.

B. REPORTING ENTITY

Governmental Accounting Standards Board Statement No. 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. The basic criterion for including a potential component unit within the reporting entity is financial accountability. Oversight responsibility is determined on the basis of appointment of governing body, ability to significantly influence operations, accountability for fiscal matters, and the nature and significance of an organization's relationship with the primary government. For financial reporting purposes, in conformance with GASB Statement No. 14, the JEF includes all funds that are within the oversight responsibility of the District. Based on consideration of the foregoing criteria, the JEF is deemed to be a separate reporting entity.

The JEF's basic financial statements consists of government-wide financial statements, including a statement of net position and a statement of activities, and fund financial statements.

C. FUND ACCOUNTING

The accounts of the JEF are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. These funds focus on the sources, uses and balances of current financial resources.

Governmental Funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations. Within the governmental fund category an emphasis is placed on major funds. A fund is considered a major fund if it is the primary operating fund of the entity. The JEF only has one fund, the general fund, which is the only major fund.

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues, expenditures, expenses, transfers of assets, deferred outflows of resources, liabilities, and deferred inflows of resources—are recognized in the accounts and reported in the financial statements.

FORTY-SECOND JUDICIAL DISTRICT COURT – JUDICIAL EXPENSE FUND

DeSoto Parish, Louisiana

Notes to the Financial Statements

June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING (continued)

Fund Financial Statements

In the fund financial statements, the “current financial resources” measurement focus is used. Only current financial assets and liabilities are generally included on its balance sheet. Their statement of revenues, expenditures, and changes in fund balance reports sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of available spendable financial resources during a given period. This approach is then reconciled, through adjustment, to a government-wide view of the operations.

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

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. These statements include all the financial activities of the JEF. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. In the government-wide Statement of Net Position and Statement of Activities columns, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

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

E. CASH AND CASH EQUIVALENTS

Cash and cash equivalents includes amounts in interest and non-interest bearing demand deposits. Cash equivalents includes amounts in time deposits, investments with original maturities of 90 days or less, and investments in the Louisiana Asset Management Pool, Inc (LAMP). Under state law (LSA R.S. 33:2955), the JEF may deposit funds with a fiscal agent organized under Louisiana law or any other state of the United States, or under the laws of the United States. In addition, local governments in Louisiana are authorized to invest in LAMP, a non-profit corporation formed by an initiative of the State Treasurer and organized under the laws of the State of Louisiana, which operates a local government investment pool.

F. RECEIVABLES AND PAYABLES

Receivables consist of all revenues earned at year-end and not yet received. Major receivables for the governmental activities include fines and bond forfeitures. All receivables are current and therefore due within one year. Allowances are reported when accounts are proven to be uncollectible. There are no allowances reported.

Payables consist of necessary and ordinary expenses of the JEF.

G. PREPAIDS

Payments made to vendors for insurance that will benefit periods beyond June 30, 2025, are recorded as prepaid expenses.

FORTY-SECOND JUDICIAL DISTRICT COURT – JUDICIAL EXPENSE FUND

DeSoto Parish, Louisiana

Notes to the Financial Statements

June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. CAPITAL ASSETS

Capital Assets which include computer and office equipment and furniture and fixtures are reported in the government-wide financial statements. All capital assets are depreciated using the straight-line method over their estimated useful lives, ranging from five to ten years depending upon the expected durability of the particular asset. Depreciation of all exhaustible capital assets is recorded as an expense in the statement of net position. The JEF maintains a threshold level of \$1,000 or more for capitalizing capital assets for reporting purposes. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset life are not capitalized. Capital assets and depreciation expenses are reported in the Statement of Net Position and Statement of Activities. In the fund financial statements, fixed assets are accounted for as capital outlay expenditures upon acquisition.

Assets purchased under the FINS Grant Program are currently being accounted for by the JEF. However, under the provisions of the Grant contracts the assets are the property of the State of Louisiana. The State of Louisiana has instructed the JEF to maintain control and ownership. The State of Louisiana, Office of Social Services retains reversion rights in those assets.

I. EQUITY CLASSIFICATIONS

Net Position

The JEF classifies net position in the government-wide financial statements, as follows:

- *Net investment in capital assets* – Consists of net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
- *Restricted net position* – net position is considered restricted if their use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws or buyers of the JEF's bonds. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets.
- *Unrestricted net position* – consists of all other net position that does not meet the definition of the above two components and is available for general use by the JEF.

The JEF's policy is to consider restricted net position to have been depleted before unrestricted net position is applied.

Fund Balances

In accordance with GASB 54, the JEF classifies fund balances in governmental funds as follows:

- *Nonspendable* – Amounts that are not in spendable form (such as prepaid expenses) because they are legally and contractually required to be maintained intact.
- *Restricted* – Amounts constrained to specific purposes by their providers (such as grantors or higher levels of government), through constitutional provisions, or by enabling legislation.
- *Committed* – Amounts constrained by the JEF itself. To be reported as committed, amounts cannot be used for any other purpose unless the Judges take the action to remove or change the constraint.
- *Assigned* – Amounts the JEF intends to use for a specific purpose. Intent can be expressed by an official or body to which the governing body delegates the authority.
- *Unassigned* – All other amounts that are available for any purpose.

The JEF would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

The General Fund, the JEF's only governmental fund, has an unassigned fund balance of \$411,981.

FORTY-SECOND JUDICIAL DISTRICT COURT – JUDICIAL EXPENSE FUND

DeSoto Parish, Louisiana

Notes to the Financial Statements

June 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. ESTIMATES

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

2. CASH AND CASH EQUIVALENTS

At June 30, 2025, the JEF has cash (book balances) totaling \$884,180.

| | | |
|--------------------------------------|----|----------------|
| Interest-bearing demand deposits | \$ | 120,734 |
| Non-interest bearing demand deposits | | 24,631 |
| LAMP | | 738,815 |
| | \$ | <u>884,180</u> |

The cash of the JEF is subject to the following risks:

Custodial Credit Risk: Custodial risk for deposits is the risk that, in the event of the failure of a depository financial institution, the government will not be able to recover its deposits. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal agent.

At June 30, 2025, the JEF has \$165,756 in deposits (collected bank balances). These deposits are secured from risk by \$250,000 of federal deposit insurance and \$84,244 in pledged marketable securities held by the custodial bank with a market value of \$271,523.

Cash equivalents held at June 30, 2025, include \$738,815 invested with the LAMP. The Louisiana Asset Management Pool is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high-quality investments. LAMP investments are highly liquid, allowing immediate access to funds on deposit. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955. LAMP, Inc. is not registered with the SEC as an investment company but is subject to the regulatory oversight of the state treasurer and the board of directors.

Interest Rate Risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value is to changes in market interest rates. The JEF does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, as a means of offsetting exposure to interest rate risk, the JEF diversifies its investments by security type and institution. The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances.

Credit Risk: Generally, credit risk is the risk that an issuer of a debt type investment will not fulfill its obligation to the holder of the investment. The JEF complies with Louisiana Statutes (LSA R. S. 33:2955). The investments are stated at fair value based upon quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares. LAMP is rated AAA by Standard and Poor's.

3. ACCOUNTS RECEIVABLE

Accounts Receivable at June 30, 2025, consists of the following:

| | | |
|-----------------------|----|--------|
| Fines and court costs | \$ | 19,366 |
|-----------------------|----|--------|

FORTY-SECOND JUDICIAL DISTRICT COURT – JUDICIAL EXPENSE FUND

DeSoto Parish, Louisiana

Notes to the Financial Statements

June 30, 2025

4. CAPITAL ASSETS

A summary of the JEF's capital assets at June 30, 2025, follows:

| <u>Governmental Activities:</u> | <u>Balance</u> <u>6/30/2024</u> | <u>Additions</u> | <u>Deletions/</u> <u>Reclassifications</u> | <u>Balance</u> <u>6/30/2024</u> |
|---|------------------------------------|------------------|---|------------------------------------|
| Capital assets, being depreciated | | | | |
| Computers | \$ 51,456 | \$ - | \$ - | \$ 51,456 |
| Furniture and fixtures | 84,964 | - | - | 84,964 |
| Total capital assets, being depreciated | <u>136,420</u> | <u>-</u> | <u>-</u> | <u>136,420</u> |
| Less accumulated depreciation for | | | | |
| Computers | 48,826 | 1,878 | - | 50,704 |
| Furniture and fixtures | 84,964 | - | - | 84,964 |
| Total accumulated depreciation | <u>133,790</u> | <u>1,878</u> | <u>-</u> | <u>135,668</u> |
| Total capital assets being depreciated, net | <u>\$ 2,630</u> | <u>\$ 1,878</u> | <u>\$ -</u> | <u>\$ 752</u> |

Depreciation expense of \$1,878 for the year ended June 30, 2025, was charged to the administrative function.

5. COOPERATIVE ENDEAVOR AGREEMENTS AND OTHER AGREEMENTS

The Misdemeanor Probation program entered into an agreement with the DeSoto Parish Sheriff to reimburse the salary, payroll taxes, group insurance, retirement, and workman's compensation of the probation officers. The JEF reimbursed the Sheriff's office \$72,965. Beginning July, 2014, the DeSoto Parish Police Jury Criminal Court Fund, in the form of a court order, began reimbursing the JEF for the juvenile probation officer's salary only.

6. LITIGATION

Management has advised that there is no litigation pending against the JEF at June 30, 2025.

7. ON-BEHALF PAYMENTS

For the year ending June 30, 2025, the JEF received on-behalf payments from the DeSoto Parish Police Jury in the amount of \$495,708 for certain salary or administrative expenditures of the JEF paid directly by the DeSoto Parish Police Jury. Such payments are recorded as intergovernmental revenue and judicial administration expenses/expenditures in the GAAP basis government-wide and general fund financial statements, but are not budgeted and therefore are not included in the general fund budgetary basis financial statements. On-behalf payments do not include any such amounts paid directly by the State of Louisiana.

8. SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 30, 2025, which is the date the financial statements were available to be issued, and has concluded that there are no significant events requiring recognition or disclosure through that date.

REQUIRED SUPPLEMENTARY INFORMATION (PART II)

FORTY-SECOND JUDICIAL DISTRICT COURT - JUDICIAL EXPENSE FUND
DeSoto Parish, Louisiana

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND

For the year ended June 30, 2025

| | Budgeted Amounts | | Actual | Budgetary basis adjust | Actual amounts budgetary basis | Variance with final budget positive (negative) |
|------------------------------------|-------------------|-------------------|-------------------|------------------------------|---|--|
| | Original | Final | | | | |
| REVENUES | | | | | | |
| Charges for service | \$ 335,400 | \$ 335,400 | \$ 446,683 | \$ - | \$ 446,683 | \$ 111,283 |
| Operating grants and contributions | 83,800 | 83,800 | 582,906 | (495,708) | 87,198 | 3,398 |
| Miscellaneous income | 16,200 | 16,200 | 18,520 | - | 18,520 | 2,320 |
| Interest | 9,600 | 9,600 | 16,898 | - | 16,898 | 7,298 |
| TOTAL REVENUES | <u>445,000</u> | <u>445,000</u> | <u>1,065,007</u> | <u>(495,708)</u> | <u>569,299</u> | <u>124,299</u> |
| EXPENDITURES | | | | | | |
| Judicial Administration: | | | | | | |
| Personnel & related benefits | - | 11,125 | 348,349 | (495,708) | (147,359) | 158,484 |
| Operating expenses | 79,400 | 79,400 | 208,402 | - | 208,402 | (129,002) |
| Probation | 237,000 | 237,000 | 259,993 | - | 259,993 | (22,993) |
| FINS | 40,800 | 40,800 | 35,092 | - | 35,092 | 5,708 |
| Restitution paid to others | 15,000 | 15,000 | 6,935 | - | 6,935 | 8,065 |
| Capital Outlays | - | - | - | - | - | - |
| TOTAL EXPENDITURES | <u>372,200</u> | <u>383,325</u> | <u>858,771</u> | <u>(495,708)</u> | <u>363,063</u> | <u>20,262</u> |
| NET CHANGE IN FUND BALANCE | 72,800 | 61,675 | 206,236 | - | 206,236 | 144,561 |
| FUND BALANCE | | | | | | |
| Beginning of the year | 689,223 | 689,223 | 689,223 | | 689,223 | - |
| End of the year | <u>\$ 762,023</u> | <u>\$ 750,898</u> | <u>\$ 895,459</u> | | <u>\$ 895,459</u> | <u>\$ 144,561</u> |

The adjustment to budgetary basis is for recognized on-behalf payments of salary and related benefit amounts that the JEF does not budget for. See Note 7 in the notes to the financial statements.

**FORTY-SECOND JUDICIAL DISTRICT COURT – JUDICIAL EXPENSE FUND
DeSoto Parish, Louisiana**

NOTE TO BUDGETARY COMPARISON SCHEDULE

As of and for the year ended June 30, 2025

Budgetary Information

The Forty-second Judicial District Court – Judicial Expense Fund's (the JEF) budget is prepared in accordance with accounting principles generally accepted in the United States of America.

The Louisiana Local Government Budget Act provides that "the total proposed expenditures shall not exceed the total of estimated funds available for the ensuing year." The "total estimated funds available" is the sum of the respective estimated fund balances at the beginning of the year and the anticipated revenues for the current year.

Expenditures may not legally exceed appropriations at the fund level. Appropriations that are not expended lapse at year-end. The budget comparison schedule presents the original budget and the final amended budget. The JEF did not amend the budget during the year.

Actual revenues adjusted to budgetary basis exceeded final budgeted revenues by \$124,299 (27.93%). Actual expenditures adjusted to budgetary basis were less than the budgeted amount by \$20,262 (5.29%). The JEF is in compliance with the Louisiana Local Government Budget Act.

The JEF follows these budget procedures:

The Chief Judge prepares a proposed budget for the fund on the modified accrual basis of accounting. Due to the uncertainties of the budgeting, at least one of the judges is involved in the transfer of funds from one program or function to another or for increased expenditures resulting from revenues exceeding amounts estimated. All budgetary appropriations lapse at the end of each fiscal year. If budgeted expenditures exceed \$500,000 or more, per R.S. 39:1307, the budget is to be made available for public inspection prior to the 15th day of the new fiscal year by a public hearing. At least ten days prior to the public hearing, a notice is published that a public meeting is to be held, including the date, time, and place of the hearing. If budgeted expenditures are less than \$500,000, the proposed budget shall be adopted prior to the beginning of the budgeted year. Budgeted expenditures were more than \$500,000 and actual expenditures were less than \$500,000 for the year ended June 30, 2025.

SUPPLEMENTARY INFORMATION

FORTY-SECOND JUDICIAL DISTRICT COURT - JUDICIAL EXPENSE FUND
DeSoto Parish, Louisiana

**Schedule of Compensation, Benefits and Other Payments
to Agency Head or Chief Executive Officer
For the year ended June 30, 2025**

Amy B. McCartney, Chief Judge

Purpose:

| | | |
|--|----|-------|
| Salary | \$ | - |
| Benefits- insurance | | - |
| Benefits- retirement | | - |
| Benefits- deferred compensation | | - |
| Benefits- other | | - |
| Vehicle provided by government | | - |
| Per diem | | 1,522 |
| Reimbursements | | - |
| Travel | | 1,989 |
| Meals | | 1,298 |
| Registration fees | | - |
| Conferences and seminars | | - |
| Continuing professional education fees | | - |
| Dues | | - |
| Cell phone | | - |
| Unvouchered expenses | | - |
| Special meals | | - |

The notes to the financial statements are an integral part of this statement.
See the accompanying independent auditor's report.

Forty-Second Judicial District Court - Judicial Expense Fund
DeSoto Parish, Louisiana
Justice System Funding Schedule - Receiving Entity
As Required by Act 87 of the 2020 Regular Legislative Session
For the year ended June 30, 2025

Schedule 3

| Cash Basis Presentation | First Six Month Period Ended 12/31/24 | Second Six Month Period Ended 6/30/25 |
|---|--|--|
| Receipts From: | | |
| <i>DeSoto Parish Sheriff's Office - Criminal Court Costs/Fees</i> | \$ 36,415 | \$ 40,414 |
| <i>DeSoto Parish Sheriff's Office - Bond Fees</i> | 11,752 | 11,197 |
| <i>DeSoto Parish Clerk of Court - Civil Fees</i> | 6,112 | 6,785 |
| Total Receipts | <u>\$ 54,279</u> | <u>\$ 58,396</u> |

Supplemental information.
See the accompanying independent auditor's report.

Forty-Second Judicial District Court - Judicial Expense Fund
DeSoto Parish, Louisiana
Justice System Funding Schedule - Collecting/Disbursing Entity
As Required by Act 87 of the 2020 Regular Legislative Session
For the year ended June 30, 2025

| Cash Basis Presentation | First six month period ended 12/31/24 | Second six month period ended 6/30/25 |
|---|--|--|
| Beginning Balance of Amounts Collected | \$ 24,040 | \$ 1,188 |
| Add: Collections | | |
| Criminal Court Costs/Fees | 92,758 | 98,698 |
| Restitution | 2,643 | 4,412 |
| Probation/Parole/Supervision Fees | 52,702 | 67,412 |
| Subtotal Collections | <u>148,103</u> | <u>170,522</u> |
| Less: Disbursements To Governments & Nonprofits: | | |
| DeSoto Parish Sheriff - Criminal Court Costs/Fees | 96,241 | 73,567 |
| 42nd Indigent Defender Board - Criminal Court Costs/Fees | 7,915 | 5,685 |
| 42nd Judicial District Attorney - Criminal Court Costs/Fees | 11,702 | 8,876 |
| Less: Amounts Retained by Collecting Agency | | |
| Amounts "Self-Disbursed" to Collecting Agency | | |
| Probation/Parole/Supervision Fees | 52,025 | 67,349 |
| Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies | | |
| Restitution Payments to Individuals | 2,395 | 4,540 |
| Payments to 3rd Party Collection/Processing Agencies | 677 | 65 |
| Subtotal Disbursements/Retainage | <u>170,955</u> | <u>160,082</u> |
| Total: Ending Balance of Amounts Collected but not Disbursed/Retained | <u>\$ 1,188</u> | <u>\$ 11,628</u> |

OTHER REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS



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

To the Honorable Amy B. McCartney, Chief District Judge
Forty-second Judicial District Court Judicial Expense Fund
DeSoto Parish, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standard* issued by the Comptroller General of the United States and the *Louisiana Governmental Audit Guide*, the financial statements of the governmental activities and the major fund of the Forty-second Judicial District Court Judicial Expense Fund, DeSoto Parish, Louisiana (the JEF), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the JEF's basic financial statements, and have issued our report thereon dated December 30, 2025.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Dees Gardner, Certified Public Accountants, LLC

Mansfield, Louisiana
December 30, 2025

Forty-second Judicial District Court Judicial Expense Fund

DeSoto Parish, Louisiana

Schedule of Findings

For the year ended June 30, 2025

Part I. Summary of Auditor's Results

INDEPENDENT AUDITOR'S REPORT:

We have audited the basic financial statements of the Forty-second Judicial District Court - Judicial Expense Fund as of and for the year ended June 30, 2025, and have issued our report thereon dated December 30, 2025. 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 and the *Louisiana Governmental Audit Guide*. Our audit of the financial statements as of June 30, 2025, resulted in an unmodified opinion.

REPORT ON COMPLIANCE AND INTERNAL CONTROL OVER THE FINANCIAL REPORTING:

Internal Control

Significant Deficiency Yes No

Material Weaknesses Yes No

Compliance

Compliance Material to Financial Statements Yes No

A management letter was not issued.

FEDERAL AWARDS: Not applicable

Part II. Findings relating to the Financial Statements which are required to be Reported under *Government Auditing Standards*.

FINDINGS RELATED TO INTERNAL CONTROL

None.

FINDINGS RELATED TO COMPLIANCE

None.

Forty-second Judicial District Court Judicial Expense Fund

DeSoto Parish, Louisiana

Schedule of Prior Year Findings

For the year ended June 30, 2025

FINDINGS RELATED TO COMPLIANCE

None

FINDINGS RELATED TO INTERNAL CONTROL

None