

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA**

FINANCIAL REPORT

DECEMBER 31, 2025

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
FINANCIAL STATEMENTS
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DECEMBER 31, 2025**

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(August 10, 1933 – August 31, 2024)

The Honorable Judge Michael Distefano
City Court of Plaquemine
Plaquemine, LA 70764

INDEPENDENT AUDITOR'S REPORT

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City Court of Plaquemine (a component unit of the City of Plaquemine, LA), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City Court of Plaquemine's basic financial statements as listed in the table of contents.

Summary of Opinion:

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Qualified
General Fund	Unmodified
Marshal Fund	Unmodified
Probation Fund	Unmodified
Pre Trial Diversion Fund	Unmodified
Other Governmental funds(non-major)	Unmodified
Fiduciary Funds	Unmodified
Aggregate Remaining fund Information	Unmodified

Qualified Opinion on Governmental Activities:

In our opinion, except for the effects of the matter described in the Basis for Qualified and Unmodified Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of the City Court of Plaquemine as of December 31, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinion on General Fund, Marshal Fund, Probation Fund, Pre Trial Diversion Fund, Other Governmental Funds, Fiduciary Funds, and Aggregate Remaining fund information.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the General Fund, Marshal Fund, Probation Fund, Pre Trial Diversion Fund, Other Governmental Funds, Fiduciary Funds, and Aggregate Remaining fund information of the City Court of Plaquemine as of December 31, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our 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 City Court of Plaquemine 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 qualified and unmodified audit opinions.

Matter Giving Rise to the Qualified Opinion on the Government Activities

Management has not adopted a methodology for the provision of GASB 68 as amended by GASB 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date-An Amendment of the GASB Statement 68" in the Governmental Activities financial statements. Accounting principles generally accepted in the United States of America require that the City Court recognize, within the governmental activities financial statement, net pension liability, deferred inflows of resources, and deferred outflows of resources related to its participation in the Municipal Employee's Retirement System of Louisiana, a cost-sharing multiple employer, defined benefit plan. The amount by which this departure would affect the deferred outflows, deferred inflows of resources, net position, and expenses of the Governmental activities has not been determined.

Responsibilities of Management 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, 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 City Court of Plaquemine 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 Responsibilities 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 generally accepted auditing standards 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 generally accepted auditing standards 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 City Court of Plaquemine'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 City Court of Plaquemine'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 management's discussion and analysis and budgetary comparison information, schedule of City Court of Plaquemine's proportionate share of the net pension liability, and schedule of City Court of Plaquemine's contributions on pages 4 through 8 and 37 through 43 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 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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City Court of Plaquemine's basic financial statements. The combining nonmajor special revenue fund financial statements, combining statement of fiduciary net position, combining statement of changes in fiduciary net position, the schedule of compensation, benefits and other payments to agency head and justice system funding schedules are presented for purposes of additional analysis and are 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 auditing standards generally accepted in the United States of America. In our opinion, this 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 June 22, 2026 on our consideration of City Court of Plaquemine'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 solely 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 City Court of Plaquemine's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City Court of Plaquemine's internal control over financial reporting and compliance.

Bailey & Associates, LLC

Plaquemine, Louisiana
June 22, 2026

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025**

As management of the City Court of Plaquemine, we are pleased to provide an overview of our financial activities for the year ended December 31, 2025. The intended purpose of the Management's Discussion and Analysis (MD&A) is to provide an objective and easy-to-read analysis of our financial activities based on currently known facts, decisions, and conditions. The MD&A provides an easily readable summary of operating results and reasons for changes that will help to determine if our financial position improved or deteriorated over the past year. This report addresses current operational activities, the sources, uses, and changes in resources, and adherence to budget. When referring to prior year's data in this analysis, we will be drawing upon information from last year's audited financial report.

FINANCIAL HIGHLIGHTS

- City Court's net position decreased by \$3,312 from \$120,137 in 2024 to \$116,825 in 2025.
- City Court's revenues decreased by \$26,063 from \$610,516 in 2024 to \$584,453 in 2025.
- City Court's expenses increased by \$41,711 from \$546,054 in 2024 to \$587,765 in 2025.

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City Court's basic financial statements which are comprised of four components: (1) government-wide financial statements, (2) fund financial statements, (3) notes to the financial statements, and (4) other required supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The City Court of Plaquemine's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the City Court of Plaquemine's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination of reclassification of activities between funds.

The first of these government-wide statements is the Statement of Net Position. This is the government-wide statement of position presenting information that includes all of the City Court of Plaquemine's assets and liabilities, with the difference 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 City Court of Plaquemine as a whole is improving or deteriorating. Evaluation of the overall health of the City Court of Plaquemine would extend to other non-financial factors, in addition to the financial information provided in this report.

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

OVERVIEW OF THE BASIC FINANCIAL STATEMENTS (CONTINUED)

The second government-wide statement is the Statement of Activities, which reports how the City Court of Plaquemine's net position changed during the current calendar year. All current year revenues and expenses are included regardless of when the City Court of Plaquemine receives or pays cash. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements are presented along with the fund financial statements on pages 10 and 11 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City Court of Plaquemine uses a general fund, special revenue funds, and custodial funds to ensure and demonstrate compliance with finance-related laws and regulations.

The Governmental funds are reported in the fund financial statements and encompass the same function reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the City Court of Plaquemine's governmental funds. These statements report on short-term calendar accountability focusing on the use of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental funds balance sheet and governmental funds operating statement provide a reconciliation to assist in understanding the difference between these two perspectives.

The basic governmental fund financial statements are presented on pages 12 and 13 of this report.

Notes to the Basic Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 17 of this report.

Other Required Supplementary Information

In addition to the basic financial statements and accompanying notes, the report also presents certain required supplementary information concerning the City Court of Plaquemine's budgetary control, on pages 38-41. Schedules of the City Court's Proportionate Share of the Net Pension Liability and City Court's Contributions can be found on page 42-43.

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

FINANCIAL ANALYSIS OF CITY COURT OF PLAQUEMINE AS A WHOLE

The City Court of Plaquemine's net position at fiscal year-end is \$116,825. The table that follows provides a summary of the City Court of Plaquemine's net position:

Summary of Net Position		
	Governmental Activities	
	2025	2024
Assets:		
Current assets	\$ 115,809	\$ 118,613
Capital assets, net of accumulated depreciation	1,016	1,524
Total Assets	<u>116,825</u>	<u>120,137</u>
Deferred outflows of resources - pension	<u>-</u>	<u>-</u>
Liabilities:		
Current liabilities	-	-
Long-term liabilities	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>
Deferred inflows of resources - pension	<u>-</u>	<u>-</u>
Net position:		
Unrestricted	<u>116,825</u>	<u>120,137</u>
Total Net Position	<u><u>\$ 116,825</u></u>	<u><u>\$ 120,137</u></u>

Current assets decreased by \$2,804. The custodial funds are not included on the Statement of Net Position.

The City Court of Plaquemine reported a positive balance in net position for its governmental activities. Net position at December 31, 2025, decreased from net position at December 31, 2024, by \$3,312.

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

**FINANCIAL ANALYSIS OF CITY COURT OF PLAQUEMINE AS A WHOLE
(continued)**

The following table provides a summary of the City Court of Plaquemine's change in net position:

	Changes in Net Position	
	Governmental Activities	
	2025	2024
Revenues:		
Program revenues:		
Court fees, fines, and costs	\$ 1,250	\$ 1,193
General revenues:		
Intergovernmental	515,083	513,157
Miscellaneous	68,095	96,131
Investment earnings	25	35
Transfers	-	-
Total Revenues	<u>584,453</u>	<u>610,516</u>
Expenses:		
Program expenses:		
General government - City Court	<u>587,765</u>	<u>546,054</u>
Total Expenses	<u>587,765</u>	<u>546,054</u>
Change in Net Position	<u>(3,312)</u>	<u>64,462</u>
Beginning net position	<u>120,137</u>	<u>55,675</u>
Ending net position	<u>\$ 116,825</u>	<u>\$ 120,137</u>

The revenues of the City Court of Plaquemine reflect the actual revenues as opposed to anticipated revenues. Each year's budget is based on city and parish funding and not on an accrual basis. The court's revenues consist of fees, fines, state and federal grants, and the balance being supported by the city and parish subsidiaries. Revenues decreased by more than 4% from 2024 to 2025.

The expenditure consists of court administration, personnel salaries and benefits, operating services, communication, maintenance of equipment, continuing education, travel, and court materials. Expenditures increased by more than 8% from 2024 to 2025.

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS**

BUDGETARY HIGHLIGHTS

The City Court of Plaquemine submits an annual budget to the city and adheres to the budget on the expense side, but the Court can only anticipate the revenues from fines and fees. The operations budget for the court maintains not only the traffic and misdemeanor court proceedings, but handles all small claims, civil suits, garnishments, and eviction services to the citizens of Plaquemine. Budgetary comparison statements can be found on pages 38-41. These statements compare the original adopted budget, the budget if amended throughout the year, and the actual revenues and expenditures prepared on a budgetary basis.

In the General fund, actual revenues exceeded budgeted revenues by \$177,344 and actual expenditures exceeded budgeted expenditures by \$230,341. In the Marshal's fund, actual revenues exceeded budgeted revenues by \$41,777 and actual expenditure exceeded budgeted expenditures by \$49,752. In the Probation fund, actual revenues exceeded budgeted revenues by \$93,330 and actual expenditures exceeded budgeted expenditures by \$ 92,880. In the Pre Trial Diversion fund, actual expenditure exceeded budgeted expenditures by \$ 28,110.

CAPITAL ASSETS

The City Court of Plaquemine's investment in capital assets, net of accumulated depreciation, for governmental activities as of December 31, 2025, was \$1,016. The net decrease in net investment in capital assets from 2024 to 2025 was \$ 508. No addition was made in 2025.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City Court of Plaquemine's finances and its operations for all those with an interest in the Court's finances. If you have questions about this report or need additional financial information, please contact Melissa Schnebelen at (225) 687-3661.

BASIC FINANCIAL STATEMENTS

CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
STATEMENT OF NET POSITION
DECEMBER 31, 2025

	<u>Governmental Activities</u>
ASSETS	
Cash and cash equivalents	\$ 99,304
Intergovernmental receivables	15,000
Accounts receivable	305
Prepaid expense	1,200
Capital assets, net of depreciation	<u>1,016</u>
TOTAL ASSETS	<u>116,825</u>
LIABILITIES	
	<u>\$ -</u>
TOTAL LIABILITIES	<u>-</u>
NET POSITION	
Unrestricted	<u>116,825</u>
TOTAL NET POSITION	<u><u>\$ 116,825</u></u>

The accompanying notes are an integral part of this statement.

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2025

		Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions	Net (Expenses) Revenues from Activities
Governmental Activities:				
City Court	\$ 587,765	\$ 1,250	\$ -	\$ (586,515)
Total Governmental Activities	<u>\$ 587,765</u>	<u>\$ 1,250</u>	<u>\$ -</u>	<u>\$ (586,515)</u>
General Revenues:				
Intergovernmental revenue				515,083
Investment earnings				25
Other general revenues				<u>68,095</u>
Total General Revenues				<u>583,203</u>
Change in Net Position				\$ (3,312)
Net Position at Beginning of the Year				<u>120,137</u>
Net Position at End of the Year				<u>\$ 116,825</u>

The accompanying notes are an integral part of this statement.

CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
COMBINED BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	General Fund	Marshal's Fund	Probation Fund	Pre-Trial Diversion Fund	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	\$ 32,115	\$ 43,166	\$ 7,400	\$ 11,943	\$ 4,680	\$ 99,304
Accounts receivable	-	-	-	-	305	305
Intergovernmental receivables	10,000	5,000	-	-	-	15,000
Prepaid expense	-	-	-	-	1,200	1,200
Interfund receivables	9,595	-	600	-	1,320	11,515
TOTAL ASSETS	\$ 51,710	\$ 48,166	\$ 8,000	\$ 11,943	\$ 7,505	\$ 127,324
LIABILITIES AND FUND BALANCES						
Liabilities						
Interfund payable	1,920	37	9,558	-	-	11,515
Total Liabilities	1,920	37	9,558	-	-	11,515
Fund Balance						
Nonspendable	-	-	-	-	1,200	1,200
Restricted	-	48,129	(1,558)	-	-	46,571
Unassigned	49,790	-	-	11,943	6,305	68,038
Total Fund Balance	49,790	48,129	(1,558)	11,943	7,505	115,809
TOTAL LIABILITIES AND FUND BALANCE	\$ 51,710	\$ 48,166	\$ 8,000	\$ 11,943	\$ 7,505	
Amounts reported for governmental activities in the statement of net position are different because:						
Capital assets, net						1,016
Net position of governmental activities						\$ 116,825

The accompanying notes are an integral part of this statement.

CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	General Fund	Marshal's Fund	Probation Fund	Pre-Trial Diversion Fund	Other Governmental Funds	Totals 2025
REVENUES						
Court fees, fines and costs	\$ -	\$ 1,250	\$ -	\$ -	\$ -	\$ 1,250
Intergovernmental	277,312	126,937	93,430	-	17,404	515,083
Interest	25	-	-	-	-	25
Miscellaneous revenue	37	1,590	-	-	-	1,627
TOTAL REVENUES	277,374	129,777	93,430	-	17,404	517,985
EXPENDITURES						
Auto and travel	-	14,400	-	-	-	14,400
Dues and seminars	5,092	6,798	-	-	-	11,890
Office supplies and expense	2,491	4,828	-	-	95	7,414
Professional fees	12,000	-	22,000	-	-	34,000
Personnel services and related benefits	211,402	111,976	93,430	28,110	31,804	476,722
Repairs and maintenance	1,988	-	-	-	-	1,988
Telephone	2,779	-	-	-	-	2,779
Miscellaneous	38,064	-	-	-	-	38,064
Capital Outlay	-	-	-	-	-	-
TOTAL EXPENDITURES	273,816	138,002	115,430	28,110	31,899	587,257
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	3,558	(8,225)	(22,000)	(28,110)	(14,495)	(69,272)
OTHER FINANCING SOURCES (USES)						
Operating transfers in	21,963	8,882	22,100	28,110	15,813	96,868
Operating transfers out	(30,400)	-	-	-	-	(30,400)
TOTAL OTHER FINANCING SOURCES (USES)	(8,437)	8,882	22,100	28,110	15,813	66,468
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(4,879)	657	100	-	1,318	(2,804)
FUND BALANCE (DEFICIT), Beginning	54,669	47,472	(1,658)	11,943	6,187	118,613
FUND BALANCE (DEFICIT), Ending	\$ 49,790	\$ 48,129	\$ (1,558)	\$ 11,943	\$ 7,505	\$ 115,809

The accompanying notes are an integral part of this statement.

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2025**

Amounts reported for governmental activities are different because:

Net Change in fund balances - total governmental funds (page 13)	\$ (2,804)
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Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period net of other reconciling items related to capital assets, which are also not recorded in governmental funds.

Expenditures for capital assets

Less:

Current year depreciation

(508)

Change in net position of governmental activities (page 11)

\$ (3,312)

The accompanying notes are an integral part of this statement.

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 STATEMENT OF FIDUCIARY NET POSITION
 DECEMBER 31, 2025

	<u>Custodial Funds</u>
ASSETS	
Cash	\$ 115,972
TOTAL ASSETS	<u>115,972</u>
NET POSITION	
Restricted for individuals and other governments	115,972
TOTAL NET POSITION	<u><u>\$ 115,972</u></u>

The accompanying notes are an integral part of this statement.

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Custodial Funds</u>
ADDITIONS:	
Contributions:	
Individuals for garnishments	\$ 165,311
Fines and fees collected for other agencies	107,483
Total Additions	<u>272,794</u>
DEDUCTIONS:	
Payments to City of Plaquemine	8,884
Payments to other governments	11,589
Transfer to other funds	39,948
Payments to individuals	204,495
Total Deductions	<u>264,916</u>
CHANGE IN NET POSITION	<u>7,878</u>
Net Position - Beginning of year	<u>108,094</u>
Net Position - End of year	<u>\$ 115,972</u>

The accompanying notes are an integral part of this statement.

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

The City Court of Plaquemine was created under the provisions of Louisiana Revised Statute 13:2488.61. The City Court judge and marshal are elected by the voters of the City of Plaquemine and serve a term of six years as provided by Louisiana Revised Statutes 13:1872 and 13:1879 respectively.

The financial statements of the City Court of Plaquemine have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standards setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of certain significant accounting policies and practices:

Financial Reporting Entity

Governmental Accounting Standards Board (GASB) Statement No. 61, codified into Section 2100 – *Defining the Financial Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. The City Court judge and marshal are independently elected officials. However, under the provisions of this statement, City Court is considered a component unit of the City of Plaquemine since it is fiscally dependent on the City of Plaquemine for office space, courtrooms, and related utility costs, as well as partial funding of salary costs.

As a component unit, the accompanying financial statements are to be included within the reporting of the City of Plaquemine, the primary government, either blended within those financial statements or separately reported as a discrete component unit. The financial statements present information only on the funds maintained by the City Court and do not present information on the City of Plaquemine, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity. Under the provisions of this statement, there are no component units of the City Court.

Fund Accounting

The accounts of the City Court of Plaquemine are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds are grouped in the financial statements in this report into three generic fund types as follows:

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES, continued

A. Governmental Funds

1. General Fund

The General Fund is the general operating fund of the City Court. It is used to account for all financial resources except those required to be accounted for in another fund.

2. Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, or major capital projects) that are legally restricted to expenditures for specific purposes.

B. Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others that cannot be used to support the entity's own programs. Custodial funds are purely custodial and do not involve measurement of results of operations. The Court maintains three custodial funds: Fines, Fees, and Costs Fund, Civil Fund, and Garnishment Fund.

During the course of operations, the Court has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and fiduciary funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the City Court of Plaquemine. For the most part, the effect of the interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES, continued

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

These financial statements are presented in accordance with GASB Statement No. 34, *Basic Financial Statements, Management's Discussion and Analysis, for State and Local Governments*, as amended by GASB statements described in the following paragraphs. Statement No. 34 established standards for financial reporting, with presentation requirements originally including a statement of net position (or balance sheet), a statement of activities, and statement of cash flows. The definition and composition of these statements, as originally defined in GASB statement No. 34, are as amended by GASB Statements included in the following paragraphs. The City Court has also adopted the provisions of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions* that require capital contributions to the City Court to be presented as a change in net position.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, effective for financial statement periods ending after December 15, 2012, provided guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. Concepts Statement No. 4, *Elements of Financial Statements*, introduced and defined *Deferred Outflows of Resources* as a consumption of net assets by the government that is applicable to a future reporting period, and *Deferred Inflows of Resources* as an acquisition of net assets by the government that is applicable to a future reporting period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. GASB Concepts Statement No. 4 identifies net position as a residual of all other elements presented in a statement of financial position. This Statement amended the net asset reporting requirement in Statement No. 34, *Basic Financial Statements, Management's Discussion and Analysis, for State and Local Governments*, and other pronouncements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as net position, rather than net assets. The definition and reporting of net position is further described in *Footnote I – Net Position and Fund Balance*. As required by the GASB, the City Court implemented GASB Statement No. 63 during the year ended December 31, 2012.

During the year ended December 31, 2012, the City Court also adopted GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. This Statement established accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES, continued

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead of general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are presented as separate columns in the fund financial statements. The City Court reports two funds: both governmental funds – the general fund and the capital projects fund.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as eligibility requirements imposed by the provider have been met.

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

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual accounting and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when the government receives cash.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES, continued

City Court of Plaquemine, Louisiana reports the following governmental funds:

Major Fund – General

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Major Special Revenue Funds

The *Marshal's Fund* is used to account for the activities of the Marshal's Office financed by revenue from court costs designated for that purpose.

The *Probation Fund* is used to account for probation fees collected by the City Court.

The *Pre-Trial Diversion Fund* is used to account for pre-trial diversion costs.

Non Major Special Revenue Funds

The *Public Defender Fund* was created in 1988 to account for the activities of the Public Defender financed by revenue from court costs designated for that purpose, as provided by R.S. 13:2488.61(c).

The *City Prosecutor Fund* is used to account for activities of the City Prosecutor's Office financed by revenue from court costs designated for that purpose.

Non Major - Fiduciary Funds-Custodial

The *Fines, Fees, and Costs Fund* is used to account for fines and costs collected for and payable to the City of Plaquemine, Court Expense General Fund, Marshal's Fund, Subpoena Fund, City Prosecutor Fund, Public Defender Fund, and various state agencies.

The *Civil Fund* is used to account for advance costs collected from plaintiffs filing civil suits. These costs are payable to the City Court of Plaquemine's Judge and Marshal and to the Judges' Supplemental Compensation Fund as costs are assessed. The difference between the costs advanced by the plaintiffs and the costs assessed against the advance is classified as receivable from or payable to the plaintiff.

The *Garnishment Fund* is used to account for collection and distribution of garnishments by the City Marshal. Garnishments are collected from garnishees by the Marshal on behalf of petitioners to be paid to petitioners less a fee paid to the Marshal. The Pre-Trial Diversion Fund is used to account for pre-trial diversion costs.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES, continued

Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when measurable and available. “Measurable” meaning the amount of the transaction can be determined, and “available” meaning collectible within the current period or soon enough thereafter to pay liabilities of the current period.

The City Court considers all revenue available if collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when obligations are expected to be liquidated with expendable available financial resources. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases and decreases in net current assets. The modified accrual funds use the following practices in recording revenues and expenditures:

A. Revenues

Substantially all revenues are recorded when received. Certain receipts, as advanced deposits on fines to be finalized on the next court session, are recorded as advance deposits on fines and are not allocated to individual funds until formalized by court action.

B. Expenditures

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

C. Other Financing Sources (Uses)

Transfers between funds, which are not expected to be repaid (and any other financing source/use) are accounted for as other financing sources (uses). Other financing sources (uses) are recorded when the City Judge determines a transfer will not be repaid.

Basis of Presentation

The accompanying financial statements of the City Court of Plaquemine have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES, continued

Assets, Liabilities, and Net Position or Equity

A. Cash and Cash Equivalents

Cash includes amounts in both interest bearing and noninterest-bearing demand deposits. Under state law, the City 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 office in Louisiana. Accounts with a maturity of three months or less are considered to be cash equivalents. These deposits are stated at cost which approximates market value.

B. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/due from" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

C. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$1,000 (amount not rounded) and estimated useful lives in excess of 1 year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES, continued

Property, plant, and equipment for the primary government is depreciated using the straight-line method using the following useful lives:

Asset Class	Governmental Funds
Buildings	40 Years
Furniture and Fixtures	5 -10 Years
Vehicles	5 Years

D. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *Deferred Outflows of Resources*, represents a consumption of net position that applies to a future period and so will not be recognized as an expense or expenditure until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *Deferred Inflows of Resources*, represents an acquisition of net position that applies to future periods and so will not be recognized as revenue until then.

E. Interest Cost

Interest costs are not capitalized.

F. Net Position / Fund Balances

In the government-wide financial statements, net position is classified in the following categories:

Net Invested In Capital Assets – The amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Position – This amount is restricted by external creditors, grantors, contributors, laws, or regulations of other governments.

Unrestricted Net Position – This amount is all net positions that do not meet the definition of “net invested in capital assets” or “restricted net position.”

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES, continued

In the fund financial statements, fund balance of the governmental funds is classified as follows:

Nonspendable – Amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for a specific purpose because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or regulations of other governments.

Committed – Amounts that can be used only for specific purposes determined by a formal action of the Court. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board.

Assigned – Amounts that do not meet the criteria be classified as restricted or committed that are intended to be used for specific purposes.

Unassigned – All other spendable amounts.

As of December 31, 2025, \$68,038 of the total fund balance was unassigned. Restricted funds are used first as appropriate. The total restricted fund balance was \$ 46,571. Nonspendable funds, \$1,200, are reduced to the extent that expenditure authority has been budgeted by the Court or the assignment has been changed by the Court. Decreases in fund balance first reduce Unassigned fund balance; in the event that Unassigned becomes zero, then Assigned and Committed fund balances are used in that order.

Budget and Budgetary Accounting

The proposed budget for the year ended December 31, 2025 was prepared and is available at the City Court's office for public inspection. The budget is legally adopted and amended, as necessary, by the City Court Judge. All appropriations lapse at year-end.

In preparing its budgets, the City Court does not include on-behalf payments made on its behalf by other governmental entities for salaries, benefits, and expenses. On-behalf payments are discussed in Note J.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES, continued

Operating Transfers

Advances between funds which are not expected to be repaid are accounted for as operating transfers. In the cases where repayment is expected, the transfers are accounted for through the various due from and due to accounts. These are eliminated in the government-wide statements.

Pension Plans

The City Court of Plaquemine is a participating employer in one multiple cost-sharing, multiple-employer defined benefit pension plan. See further detail as described in Note I.

New Accounting Pronouncements Implemented

GASB Statement No. 102 – Certain Risk Disclosures: This standard requires governments to disclose information about risks related to concentrations or constraints that make them vulnerable to substantial impacts. It provides users with essential information for decision-making and assessing accountability. Effective for fiscal years beginning after June 15, 2024. This Statement had no material impact on the financial statements at December 31, 2025.

NOTE B – COURT OPERATIONS

All fines collected by the court are required to be remitted to the City of Plaquemine. Court costs (both criminal & civil) assessed by the Judge in accordance with applicable schedules are used to pay the operational expenses of the court and other expenditures as approved by the Judge. The salaries of the City Marshal, City Court Clerk, City Court Prosecutor, and other City Court employees are to be paid by the City of Plaquemine. The Marshal receives supplementary pay from the state of Louisiana. The Judge's salary is paid by State Judiciary Department, City of Plaquemine, and the Iberville Parish Council. As required by Louisiana Revised Statutes, the City of Plaquemine is responsible for funding the operations of the City Court. The City pays all salaries and some expenses of the Court. The City Court reimburses the City for some of the salaries paid by the City on behalf of the Court and pays some of its own expenses if funds are available.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE B – COURT OPERATIONS, continued

In addition to a salary, the Judge is entitled to receive the same fees as are payable to the Justices of the Peace in all civil cases where the amount involved does not exceed \$100, exclusive of interest, and the same fees as are payable to the Clerk of District Court in all other civil cases. The Judge shall receive no fees in criminal matters. These fees are collected by and paid out of the Civil Fund, a fiduciary fund.

R.S. 13:1899 provides that the City Judge in all criminal cases may assess a sum not to exceed ten dollars as additional costs of court, the proceeds from which shall be deposited in a special account, subject to audit, and used to defray operational expenses of the office of the Marshal of the Court, all as may be useful and necessary for the proper conduct of the Marshal's office, and all as may be approved by said Marshal.

R.S. 13:2488.61 C. was amended in July, 1988 to include a public defender's salary that shall be fixed by the Judge and paid out of court costs assessed for the public defender.

R.S. 13:2488.62 C. (4) provides that the City Court Judge may assess court costs against every defendant who is convicted after trial or after he pleads guilty to a traffic violation or misdemeanor to defray the expenses of the City Prosecutor. Such court costs shall not exceed seventeen dollars and fifty cents per violation or misdemeanor.

In addition to paying the salaries noted above, the City of Plaquemine also provides services, insurance, and facilities to the City Court at no charge to the Court.

NOTE C – CHANGES IN CAPITAL ASSETS

The following is a summary of capital assets as of December 31, 2025:

	Balance 12/31/2024	Additions	Deletions	Balance 12/31/2025
Furniture and fixtures	\$ 145,443		\$ -	\$ 145,443
	<u>\$ 145,443</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 145,443</u>

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE C – CHANGES IN CAPITAL ASSETS, continued

	Accumulated Depreciation Balance 12/31/2024	Additions	Deletions	Accumulated Depreciation Balance 12/31/2025	Capital Assets Net of Accumulated Depreciation
Furniture and fixtures	\$ 143,919	\$ 508	\$ -	\$ 144,427	\$ 1,016
	<u>\$ 143,919</u>	<u>\$ 508</u>	<u>\$ -</u>	<u>\$ 144,427</u>	<u>\$ 1,016</u>

NOTE D – INTERFUND RECEIVABLES, PAYABLES, & TRANSFERS

	Interfund Receivables	Interfund Payables
General Fund:		
Court Expense Fund	\$ 9,595	\$ 1,920
Major Special Revenue Fund:		
Marshal's Fund	-	37
Probation	600	9,558
Non-Major Special Revenue Fund:		
Public Defender	1,320	-
	<u>\$ 11,515</u>	<u>\$ 11,515</u>
Interfund Transfers	Transfer In	Transfer Out
Major Governmental Funds:		
General	\$ 21,963	\$ 30,400
Marshal	10,472	-
Probation	22,100	-
Pre Trial Diversion		-
Non Major Special Revenue Fund		
Public Defender	14,593	-
Prosecutor	1,220	-
Custodial Funds	-	39,948
	<u>\$ 70,348</u>	<u>\$ 70,348</u>

The principal purpose of the above interfund transfers from the General Fund, Marshal Fund, Probation Fund, and Custodial Funds is to supplement revenues for ongoing operations and to supplement future capital outlay purchases.

NOTE E – DEPOSITS AND CASH EQUIVALENTS

At year end, the City Court of Plaquemine's carrying amount of deposits was \$227,220 and the bank balance was \$285,821. The entire bank balance was covered by federal depository insurance.

CITY COURT OF PLAQUEMINE NOTES TO FINANCIAL STATEMENTS

NOTE E – DEPOSITS AND CASH EQUIVALENTS, continued

Cash Equivalents (near cash investments) are categorized into these three categories of credit risk:

1. Insured or registered, or securities held by government or its agent in City Court's name.
2. Uninsured and unregistered, with securities held by the counter-party, or by its trust department or agent in City Court's name.
3. Uninsured and unregistered, with securities held by the counter-party, or by its trust department or agent but not in City Court's name.

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 fair value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging bank in a custodial bank that is mutually acceptable to both parties.

Even though the pledged securities are considered collateralized (Category 1) 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 City Court that the fiscal agent has failed to pay deposited funds upon demand.

NOTE F – RELATED PARTY TRANSACTIONS

Salaries and benefits of the City Marshal, City Court Clerk, City Prosecutor, and other City Court employees are paid by the City of Plaquemine. The City also pays expenses of the City Court as required by law. Retirement systems contributions and other benefits for eligible employees are paid by the City of Plaquemine. The Judge's salary is paid by the State Judiciary Department, the City of Plaquemine, and the Iberville Parish Council. The Probation Officer's and a portion of the Public Defender's salaries and/or benefits are paid by the City of Plaquemine. The City is reimbursed out of the various funds of the Court for a portion of the salaries paid.

The City of Plaquemine insures the fixed assets of the City Court against any loss or damage. In addition, the City provides facilities, liability insurance, audit, and other services to the Court at no cost to the Court.

NOTE G – RISK MANAGEMENT

The City Court is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. The City Court is covered by insurance provided by the City of Plaquemine at levels which management believes is adequate to protect the City Court. Settled claims resulting from these risks have not exceeded the commercial insurance coverage in any of the past three fiscal years.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE H – INTERGOVERNMENTAL REVENUE

Intergovernmental revenue for the year ended December 31, 2025 consisted of the following:

<u>General Fund</u>	<u>2025</u>
General support:	
Iberville Parish Council	\$ 67,910
City of Plaquemine	10,000
On-behalf payments of salaries and benefits:	
Iberville Parish Council through City of Plaquemine	25,030
City of Plaquemine	174,372
Total General Fund	<u>\$ 277,312</u>
 <u>Special Revenue Funds</u>	
<u>Marshal's Fund</u>	<u>2025</u>
General support:	
Iberville Parish Council	\$ 27,600
City of Plaquemine	38,400
On-behalf payments of salaries and benefits:	
Iberville Parish Council through City of Plaquemine	22,390
City of Plaquemine	38,547
Total Marshal's Fund	<u>\$ 126,937</u>
 <u>Probation Fund</u>	
On-behalf payments of salaries and benefits:	
Iberville Parish Council through City of Plaquemine	\$ 22,390
City of Plaquemine	71,040
Total Probation Fund	<u>\$ 93,430</u>
 <u>Public Defender Fund</u>	
On-behalf payments of salaries and benefits:	
City of Plaquemine	\$ 17,404
Total Public Defender Fund	<u>\$ 17,404</u>
 Total All Funds	 <u>\$ 515,083</u>

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE I – PENSION PLANS

Louisiana State Employees' Retirement System (LASERS)

As of December 31, 2025, there are no longer any employees covered under the Louisiana State Employees' Retirement System, as the one employee (the City Court's judge) that was covered has entered Deferred Retirement Option Plant (DROP). As a result, the pension liability, deferred inflows of resources, and deferred outflows of resources for LASERS are \$0. All prior year information will continue to be displayed as required supplementary information.

Municipal Employees' Retirement System of Louisiana (MERS)

Plan Description:

The City Marshal participates in the MERS, a multiple-employer, cost-sharing pension plan administered by a separate board of trustees. The Marshal receives compensation from the Marshal Fund on which retirement contributions are based. The System was originally established by Act 356 of the 1954 regular session of the Legislature of the State of Louisiana. The System provided retirement benefits to employees of all incorporated villages, towns and cities within the State which do not have their own retirement system and which elect to become members of the System. MERS has issued a stand-alone audit report on their financial statements for the year ended June 30, 2024. Access to the report can be found on the Louisiana Legislative Auditor's website, www.la.gov, or by contacting the Municipal Employees' Retirement System of Louisiana, 7937 Office Park Boulevard, Baton Rouge, Louisiana, 70809.

Retirement Benefits:

Any member of Plan A who commenced participation in the System prior to January 1, 2013 can retire providing the member meets one of the following criteria: (1) any age with twenty-five (25) or more years of creditable service, (2) age 60 with a minimum of ten (10) years of creditable service, (3) any age with five (5) years of creditable service eligible for disability benefits, (4) survivor's benefits require five (5) or more years creditable service with legal spouse at least last 12 months before death – 40% at age 60 or minimum of 20% immediately (actuarially calculated) or (5) any age with 20 years of creditable service, exclusive of military service with an actuarially reduced early benefit.

Generally, the monthly amount of the retirement allowance for any member of Plan A shall consist of an amount equal to three percent of the member's monthly average final compensation multiplied by his years of creditable service. Final average compensation is the average monthly earnings during the highest sixty consecutive months, or joined months if service was interrupted. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts. An additional regular retirement benefit can be received for any city marshal or deputy city marshal. See Plan Booklet for further details.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE I – PENSION PLANS, continued

Any member of Plan A Tier 2 can retire providing he or she meets one of the following requirements: (1) age 67 with seven years of creditable service; (2) age 62 with ten years of creditable service; (3) age 55 with thirty years of creditable service; (4) any age with twenty-five years of creditable service with an actuarially reduced early benefit; (5) survivor's benefits require five or more years of creditable service with legal spouse at least 12 months before death – 40% at age 60 or minimum of 20% immediately (actuarially calculated).

Generally, the monthly amount of retirement allowance for any member of Plan A Tier 2 shall consist of an amount equal to three percent of the member's final average compensation multiplied by his years of creditable service. Final average compensation is the average monthly earnings during the highest sixty consecutive months, or joined months if service was interrupted. However, under certain conditions as outline in the statutes, the benefits are limited to specified amounts. Any city marshal or deputy city marshal shall receive an additional regular benefit computed on supplemental marshal's earnings. See Plan booklet for further details.

Survivor Benefits:

Upon death of any member of Plan A with five (5) or more years of creditable service, not eligible for retirement, the plan provides for benefits for the surviving spouse and/or minor children as outlined in the statutes.

Any member of Plan A who is eligible for normal retirement at time of death and who leaves a surviving spouse will be deemed to have retired and selected Option 2 benefits on behalf of the surviving spouse on the date of death. Such benefits will begin only upon proper application and are paid in lieu of any other survivor benefits. Any member of Plan A who had not withdrawn their accumulated contributions and had at least twenty years of service credit at time of death, surviving spouse shall receive benefits for as long as he/she lives as outlined in the statutes.

DROP Benefits:

In lieu of terminating employment and accepting a service retirement allowance any member of Plan A who is eligible to retire may elect to participate in the deferred retirement option plan (DROP) for up to three years and defer the receipt of benefits. During participation in the plan, employer contributions are payable but employee contributions cease. The monthly retirement benefits would be payable, had the person elected to cease employment and received a service retirement allowance, are paid into the DROP fund. Interest is earned when the member has completed DROP participation. Interest earnings are based upon the actual rate of return on the investments identified as DROP funds for the period. In addition, no cost-of-living increases are payable to participants until employment which made them eligible to become members of the System has been terminated for at least one full year.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE I – PENSION PLANS, continued

Upon termination of employment prior to or at the end of the specified period of participation, a participant in the DROP may receive, at his option, a lump sum from the account equal to the payments into the account, a true annuity based upon his account balance in that fund, or any other method of payment if approved by the board of trustees. If a participant dies during participation in the DROP, a lump sum equal to the balance in his account shall be paid to his named beneficiary or, if none, to his estate. If employment is not terminated at the end of the three years, payments into the DROP fund cease and the person resumes active contributing membership in the System.

Disability Benefits:

For Plan A, a member shall be eligible to retire and receive a disability benefit if he has at least five years of creditable service, is not eligible for normal retirement and has been officially certified as disabled by the State Medical Disability Board. Upon retirement caused by disability, a member of Plan A shall be paid a disability benefit equal to the lesser of (1) an amount equal to three percent of his final compensation multiplied by his years of creditable service, but not less than forty-five percent of his final compensation, or (2) an amount equal to what the member's normal retirement benefit would be based on the member's current final compensation, but assuming the member remained in continuous service until his earliest normal retirement age and using those retirement benefit computation factors which would be applicable to the member's normal retirement.

Cost of Living Increases:

The System is authorized under state law to grant a cost of living increase to members who have been retired for at least one year. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. State law allows the System to grant an additional cost of living increase to all retirees and beneficiaries who are age sixty-five and above equal to 2% of the benefit being received on October 1, 1977, or the original benefit, if retirement commenced after that date.

Deferred Benefits:

Plan A provides for deferred benefits for members who terminate before becoming eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable. Benefits are based on statutes in effect at time of withdrawal.

Employer Contributions:

Contributions for all plan members are established by statute. Member contributions are at 10.00% of earnable compensation for Plan A. The contributions are deducted from the member's salary and remitted by the participating municipality. According to state statute, contribution requirements for all employers are actuarially determined each year. For the year ending June 30, 2024, the actual employer contribution rate was 29.50% for Plan A.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE I – PENSION PLANS, continued

According to state statute, the System also received one-fourth (1/4) of 1% of ad valorem taxes collected within the respective parishes, except for Orleans. Tax monies are apportioned between Plan A and Plan B in proportion to salaries of plan participants. Tax monies received from Iberville Parish are apportioned between the Municipal Employee's Retirement System and the Employee's Retirement System of The City of Plaquemine. The System also received revenue sharing funds each year as apportioned by the Legislature. These additional sources of income are used as additional employer contributions and considered support from non-employer contributing entities. Administrative costs of the System are financed through employer contributions.

Plan members are required by state statute to contribute 10.00 percent of their annual covered salary to the System, and the City Court is required to make contributions at an actuarially determined rate. The rate paid by the City during the past fiscal period was 28.00% from January 1, 2025 through June 30, 2025 of annual covered payroll and 27.00% from July 1, 2025 through December 31, 2025 of annual covered payroll. As provided by Louisiana Revised Statute 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Court's contributions to MERS for the years ended December 31, 2025, 2024, and 2023, were \$4,477, \$4,778, and \$4,732, respectively.

The adoption of GASB 68 as amended by GASB 71, "*Pension Transition for Contributions Made Subsequent to the Measurement Date – An Amendment of GASB 68*," requires the City Court of Plaquemine to recognize the difference between the actuarial total pension liability and the fair value of the legally restricted plan assets related to its participation in the Municipal Employees' Retirement System of Louisiana (MERS), a cost-sharing, multiple employer, defined benefit pension plan, as a net pension liability on the statement of net position. In addition, the City Court of Plaquemine is required to recognize its share of deferred outflows and deferred inflow associated with its participation in the plan. However, the City Court of Plaquemine's salaries, retirement contributions, share of the net pension liability, deferred inflows and outflows are included in the City of Plaquemine, Louisiana's governmental amounts. Information specific for the City Court of Plaquemine to implement the accounting changes for MERS was not readily available. As such, the City Court of Plaquemine did not adopt the provisions of this statement as of December 31, 2025. Information related to City Court's participation in these retirement plans can be found in the financial statements of City of Plaquemine, Louisiana as of October 31, 2025.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE J – ON-BEHALF PAYMENTS FOR FRINGE BENEFITS AND SALARIES

In accordance with GASB Statement 24, on-behalf payments made by the City of Plaquemine, the Iberville Parish Council, and the State of Louisiana are recognized as revenues and expenditures in these financial statements. The on-behalf payments are shown as intergovernmental revenue in these financial statements. The details of the amount recognized as revenue are disclosed in Note H. A summary for the year ending December 31, 2025 is as follows:

	<u>2025</u>
General Fund	\$ 199,402
Marshal's Fund	60,937
Probation Fund	93,430
Public Defender Fund	<u>17,404</u>
Total	<u><u>\$ 371,173</u></u>

NOTE K – PUBLIC DEFENDER REVENUES AND EXPENDITURES

For the year ended December 31, 2025, the major sources of governmental fund revenues and expenditures for the Public Defender were as follows:

Local government	
On behalf payments	\$ 17,404
Miscellaneous & Transfer in from other funds	<u>14,593</u>
Total Revenues	<u><u>\$ 31,997</u></u>
Personnel Services & Benefits	
Salaries	\$ 14,400
Miscellaneous	-
On behalf payments	<u>17,404</u>
Total Expenditures	<u><u>\$ 31,804</u></u>

NOTE L – DEFICIT FUND BALANCES

The Probation Special Revenue Fund had a deficit fund balance at December 31, 2025 of (\$1,558). This deficit will be financed through future revenues of the fund.

**CITY COURT OF PLAQUEMINE
NOTES TO FINANCIAL STATEMENTS**

NOTE M – NEW ACCOUNTING PRONOUNCEMENTS NOT YET IMPLEMENTED

The statements which might impact City Court are as follows:

GASB Statement No. 103 – Financial Reporting Model Improvements was released in April 2024, concluding an extensive review of financial reporting models. This statement introduces significant changes to the presentation of financial statements, aiming to enhance the clarity and usefulness of financial reporting. While effective for fiscal years beginning after June 15, 2025, its impact may be more pronounced in fiscal years ending after June 30, 2026.

GASB Statement No. 104- Disclosure of Certain Capital Assets was released in September 2024. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34, Lease assets recognized in accordance with Statement No. 87, *Leases* and intangible right to use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025.

GASB 105 – Subsequent Events – The Governmental Accounting Standards Board (GASB) has issued Statement No. 105, Subsequent Events, which is effective for fiscal years beginning after June 15, 2026. This statement establishes guidance for the reporting and disclosure of events that occur after the financial statement date but before issuance.

Management is currently assessing the impact that the implementation of these pronouncements will have on the basic financial statements, if any.

NOTE N – SUBSEQUENT EVENTS

The City Court has evaluated subsequent events through the date that the financial statements were available to be issued, June 22, 2026. No events occurring after this date have been evaluated for inclusion in these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2025

DECEMBER 31, 2025				
	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ 99,910	\$ 99,910	\$ 277,312	\$ 177,402
Miscellaneous	-	-	37	37
Interest	120	120	25	(95)
TOTAL REVENUES	100,030	100,030	277,374	177,344
EXPENDITURES				
Dues and subscriptions	5,000	5,000	5,092	(92)
Office supplies and expense	1,475	1,475	2,491	(1,016)
Professional fees	12,000	12,000	12,000	-
Personnel services and related benefits	12,000	12,000	211,402	(199,402)
Repairs and maintenance	4,000	4,000	1,987	2,013
Telephone	3,000	3,000	2,780	220
Miscellaneous	6,000	6,000	38,064	(32,064)
TOTAL EXPENDITURES	43,475	43,475	273,816	(230,341)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	56,555	56,555	3,558	(52,997)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	4,200	4,200	21,963	17,763
Operating transfers out	(60,110)	(60,110)	(30,400)	29,710
TOTAL OTHER FINANCING SOURCES (USES)	(55,910)	(55,910)	(8,437)	47,473
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	645	645	(4,879)	(5,524)
FUND BALANCES - BEGINNING	54,669	54,669	54,669	-
FUND BALANCES - ENDING	\$ 55,314	\$ 55,314	\$ 49,790	\$ (5,524)

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
 MARSHAL'S FUND
 FOR THE YEAR ENDED DECEMBER 31, 2025

DECEMBER 31, 2025				
	Original Budget	Final Budget	Actual	Variance
REVENUES				
Court fees, fines and costs	\$ 1,000	\$ 1,000	\$ 1,250	\$ 250
Intergovernmental	81,000	81,000	126,937	45,937
Miscellaneous	6,000	6,000	1,590	(4,410)
TOTAL REVENUES	88,000	88,000	129,777	41,777
EXPENDITURES				
Auto and travel	14,400	14,400	14,400	-
Dues and subscriptions	6,000	6,000	6,798	(798)
Office supplies and expense	4,200	4,200	4,828	(628)
Personnel services and related benefits	57,400	57,400	111,976	(54,576)
Miscellaneous	1,250	1,250	-	1,250
Capital outlay	5,000	5,000	-	5,000
TOTAL EXPENDITURES	88,250	88,250	138,002	(49,752)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(250)	(250)	(8,225)	(7,975)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	600	600	8,882	8,282
Operating transfers out	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	8,882	8,882
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	(250)	(250)	657	907
FUND BALANCES - BEGINNING	47,472	47,472	47,472	-
FUND BALANCES - ENDING	\$ 47,222	\$ 47,222	\$ 48,129	\$ 907

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
 PROBATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2025

DECEMBER 31, 2025				
	Original Budget	Final Budget	Actual	Variance
REVENUES				
Court fees, fines and costs	\$ 100	\$ 100	\$ -	\$ (100)
Intergovernmental	-	-	93,430	93,430
TOTAL REVENUES	100	100	93,430	93,330
EXPENDITURES				
Professional fees	22,000	22,000	22,000	-
Personnel services and related benefits	-	-	93,430	(93,430)
Miscellaneous	550	550	-	550
TOTAL EXPENDITURES	22,550	22,550	115,430	(92,880)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(22,450)	(22,450)	(22,000)	450
OTHER FINANCING SOURCES (USES)				
Operating transfers in	22,000	22,000	22,100	100
TOTAL OTHER FINANCING SOURCES (USES)	22,000	22,000	22,100	100
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	(450)	(450)	100	550
FUND BALANCES - BEGINNING	(1,658)	(1,658)	(1,658)	-
FUND BALANCES - ENDING	\$ (2,108)	\$ (2,108)	\$ (1,558)	\$ 550

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL
 PRE-TRIAL DIVERSION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2025

	DECEMBER 31, 2025			
	Original Budget	Final Budget	Actual	Variance
REVENUES				
Court fees, fines and costs	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Professional fees	-	-	-	-
Personnel services and related benefits	-	-	28,110	(28,110)
Miscellaneous	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>28,110</u>	<u>(28,110)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(28,110)	(28,110)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	-	28,110	28,110
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>28,110</u>	<u>28,110</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES	-	-	-	-
FUND BALANCES - BEGINNING	<u>11,943</u>	<u>11,943</u>	<u>11,943</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 11,943</u>	<u>\$ 11,943</u>	<u>\$ 11,943</u>	<u>\$ -</u>

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 SCHEDULE OF CITY COURT OF PLAQUEMINE'S PROPORTIONATE
 SHARE OF THE NET PENSION LIABILITY
 FOR THE YEAR ENDED DECEMBER 31, 2025

Retirement System	Year Ended December 31,	Employer Proportion of the Net Pension Liability (Asset)	Employer 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
Louisiana State Employees' Retirement System	2025	0.00000%	\$ -	\$ -	0.0000%	0.0000%
	2024	0.00000%	\$ -	\$ -	0.0000%	0.0000%
	2023	0.00071%	\$ 47,591	\$ 16,081	295.9455%	68.40%
	2022	0.00090%	\$ 67,660	\$ 17,991	376.0769%	63.70%
	2021	0.00099%	\$ 54,214	\$ 18,006	301.0885%	72.80%
	2020	0.00117%	\$ 96,519	\$ 32,676	295.3819%	58.00%
	2019	0.00201%	\$ 145,768	\$ 42,887	339.8885%	62.90%
	2018	0.00214%	\$ 146,151	\$ 45,997	317.7403%	64.30%
	2017	0.00018%	\$ 110,369	\$ 44,027	250.6848%	62.50%
	2016	0.00018%	\$ 137,498	\$ 56,419	243.7087%	57.70%

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 SCHEDULE OF CITY OF PLAQUEMINE, LOUISIANA'S CONTRIBUTIONS
 FOR THE YEAR ENDED DECEMBER 31, 2025

Retirement System	Year Ended December 31,	Contractually Required Contribution	Contributions in Relation to Contractual Required Contributions	Contribution Deficiency (Excess)	Employer's Covered Employee Payroll	Contributions as a % of Covered Employee Payroll
Louisiana State Employees' Retirement System	2025	\$ -	\$ -	\$ -	\$ -	0.0000%
	2024	\$ -	\$ -	\$ -	\$ -	0.0000%
	2023	\$ 7,868	\$ 7,868	\$ -	\$ 17,363	45.3147%
	2022	\$ 7,123	\$ 7,123	\$ -	\$ 16,081	44.2945%
	2021	\$ 7,740	\$ 7,740	\$ -	\$ 17,991	43.0215%
	2020	\$ 7,174	\$ 7,174	\$ -	\$ 18,006	39.8423%
	2019	\$ 17,061	\$ 17,061	\$ -	\$ 32,676	52.2126%
	2018	\$ 17,213	\$ 17,213	\$ -	\$ 42,887	40.1357%
	2017	\$ 14,814	\$ 14,814	\$ -	\$ 45,997	32.2064%
	2016	\$ 13,681	\$ 13,681	\$ -	\$ 44,027	31.0741%

OTHER SUPPLEMENTARY INFORMATION

NON MAJOR SPECIAL REVENUE FUNDS

Public Defender Fund

This fund was created in 1988 to account for the activities of the Public Defender financed by revenue from court costs designated for that purpose, as provided by R. S. 13:2488.61(c).

City Prosecutor Fund

This fund is used to account for activities of the City Prosecutor's office financed by revenue from court costs designated for that purpose.

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 NON MAJOR SPECIAL REVENUE FUNDS
 BALANCE SHEET
 DECEMBER 31, 2025

	Public Defender Fund	Prosecutor Fund	Total
ASSETS			
Cash	\$ 1,456	\$ 3,224	\$ 4,680
Accounts receivable	-	305	305
Prepaid expense	1,200	-	1,200
Interfund receivables	1,320	-	1,320
TOTAL ASSETS	\$ 3,976	\$ 3,529	\$ 7,505
LIABILITIES AND FUND BALANCES			
Interfund payables	\$ -	\$ -	\$ -
Fund balances	3,976	3,529	7,505
TOTAL LIABILITIES AND FUND BALANCES	\$ 3,976	\$ 3,529	\$ 7,505

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 NON MAJOR SPECIAL REVENUE FUNDS
 STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE
 FOR THE YEAR ENDED DECEMBER 31, 2025

	Public Defender Fund	Prosecutor Fund	Total
REVENUES			
Intergovernmental revenues	\$ 17,404	\$ -	\$ 17,404
Miscellaneous	-	-	-
TOTAL REVENUES	17,404	-	17,404
EXPENDITURES			
Personnel services and related benefits	31,804	-	31,804
Office supplies and expense	-	95	95
Miscellaneous	-	-	-
TOTAL EXPENDITURES	31,804	95	31,899
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(14,400)	(95)	(14,495)
OTHER FINANCING SOURCES (USES)			
Operating transfers in	14,593	1,220	15,813
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	193	1,125	1,318
FUND BALANCE, BEGINNING	3,783	2,404	6,187
FUND BALANCE, ENDING	\$ 3,976	\$ 3,529	\$ 7,505

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 DECEMBER 31, 2025

	Civil Fund	Fines, Fees, and Costs Fund	Garnishments Fund	Total Custodial Funds
ASSETS				
Cash	\$ 54,319	\$ 721	\$ 60,932	\$ 115,972
TOTAL ASSETS	<u>54,319</u>	<u>721</u>	<u>60,932</u>	<u>115,972</u>
NET POSITION				
Restricted for individuals and other governments	54,319	721	60,932	115,972
TOTAL NET POSITION	<u>\$ 54,319</u>	<u>\$ 721</u>	<u>\$ 60,932</u>	<u>\$ 115,972</u>

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FOR THE YEAR ENDED DECEMBER 31, 2025

	Civil Fund	Fines, Fees, and Costs Fund	Garnishments Fund	Total Custodial Funds
ADDITIONS:				
Contributions:				
Individuals for garnishments	\$ -	\$ -	\$ 165,311	\$ 165,311
Fines and fees collected for other agencies	57,946	49,537	-	107,483
Total Additions	57,946	49,537	165,311	272,794
DEDUCTIONS:				
Payments to City of Plaquemine	-	8,884	-	8,884
Payments to other governments	-	4,465	7,124	11,589
Transfers to other funds	3,590	36,358	-	39,948
Payments to individuals	45,493	-	159,002	204,495
Total Deductions	49,083	49,707	166,126	264,916
CHANGE IN NET POSITION	8,863	(170)	(815)	7,878
Net Position - Beginning of year	45,456	891	61,747	108,094
Net Position - End of year	\$ 54,319	\$ 721	\$ 60,932	\$ 115,972

CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
PAID TO AGENCY HEAD
DECEMBER 31, 2025

Agency Head Name: MICHAEL DISTEFANO

PURPOSE	AMOUNT
Salary	\$ 113,037
Benefits - insurance	16,783
Benefits- retirement	-
Benefits - other	-
Registration fees	1,050
Conference Travel	1,142
TOTAL	\$ 132,012

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 JUSTICE SYSTEM FUNDING SCHEDULE-RECEIVING ENTITY
 AS REQUIRED BY ACT 87 OF THE 2020 REGULAR LEGISLATIVE SESSION
 FOR THE YEAR ENDED DECEMBER 31, 2025

	First Six Month Period Ended 06/30/25	Second Six Month Period Ended 12/31/25
Receipts From:		
<i>Bond Fees from Plaquemine Police Department</i>	\$ 400	\$ 275
Subtotal Receipts	<u>400</u>	<u>275</u>

CITY COURT OF PLAQUEMINE
 PLAQUEMINE, LOUISIANA
 JUSTICE SYSTEM FUNDING SCHEDULE-COLLECTING/DISBURSING ENTITY
 AS REQUIRED BY ACT 87 OF THE 2020 REGULAR LEGISLATIVE SESSION
 FOR THE YEAR ENDED DECEMBER 31, 2025

	First Six Month Period Ended 06/30/25	Second Six Month Period Ended 12/31/25
Beginning Balance of Amounts Collected (i.e. cash on hand)	\$ 116,232	\$ 114,604
Add: Collections		
Civil Fees	114,523	113,080
Criminal Court Costs/Fees	29,465	19,868
Subtotal Collections	143,988	132,948
Less: Disbursements To Governments & Nonprofits:		
<i>Misdemeanor fines to City of Plaquemine</i>	5,264	3,619
<i>La Law Act 562</i>	178	134
<i>LCLE</i>	233	238
<i>LA Judicial College Collections</i>	69	53
<i>LRS5</i>	371	284
<i>Substance Abuse (Iberville Parish)</i>	85	100
<i>Treasurer, State of Louisiana</i>	267	214
<i>Subpoena fees to City of Plaquemine</i>	966	749
<i>Judges Supplemental Compensation Fund</i>	2,928	3,276
<i>LA Judicial College Collections - Civil</i>	48	52
Less: Amounts Retained by Collecting Agency		
Collection Fee for Collecting/Disbursing to Others Based on Percentage of Collection	3,817	3,305
Criminal fines/fees	25,108	17,152
Civil Fees	8,662	8,509
Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies		
Civil Fee Refunds	81,199	76,983
Other Disbursements to Individuals	16,421	16,455
Subtotal Disbursements/Retainage	145,616	131,123
Total: Ending Balance of Amounts Collected but not Disbursed/Retained (i.e. cash on hand)	\$ 114,604	\$ 116,429

Plaquemine City Court**Justice System Funding Schedule - Disbursements to Other Governments & Nonprofits Form**

Cash Basis Presentation

As Required by La. R.S. 24:515.2

5. Details of Disbursements To Other Governments & Nonprofits (Do not include amounts retained by your entity in this table.)

Agency Receiving Money	Disbursement Description [Fund, Program, etc.] (Optional)	Legal Authority to Disburse Money	Disbursement Type	Amount for 01/01/2025 - 06/30/2025	Amount for 07/01/2025 - 12/31/2025
City of Plaquemine	§571.11. Dispositions of fines and forfeitures	R.S. 15:571.11	f. Criminal Court Costs/Fees	6,230	4,368
LA Commission on Law Enforcement and Administration of Criminal Justice	§1816. Crime Victims Reparations Fund; creation; sources and use of funds	R.S. 46:1816(D)	f. Criminal Court Costs/Fees	233	238
LA Commission on Law Enforcement and Administration of Criminal Justice	§1816. Crime Victims Reparations Fund; creation; sources and use of funds	R.S. 46:1816(E)	f. Criminal Court Costs/Fees	178	134
Supreme Court	§86. Judicial College; education account; sources of funds	R.S. 13:86	f. Criminal Court Costs/Fees	69	53
Louisiana Department of Health	§2633. Traumatic Head and Spinal Cord Injury Trust Fund	R.S. 46:2633	f. Criminal Court Costs/Fees	371	284
Iberville Parish Government	§571.11. Dispositions of fines and forfeitures	R.S. 15:571.11	f. Criminal Court Costs/Fees	85	100
Department of the Treasury	Art. 887. Defendant's liability for costs; suspension of costs; no advance costs	CCRP 887 (F)(1)	f. Criminal Court Costs/Fees	267	214
Department of the Treasury	§10.3. Judges' Supplemental Compensation Fund; creation; sources of funds	R.S. 13:10.3	a. Civil Fees	2,928	3,776

**REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS**

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Hugh F. Baxley, CPA/CGMA
(August 10, 1933 – August 31, 2024)

SCHEDULE 1

The Honorable Judge Michael Distefano
City Court of Plaquemine, Louisiana

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

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 aggregate remaining fund information of City Court of Plaquemine, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City Court of Plaquemine's basic financial statements and have issued our report thereon dated May June 22, 2026.

Report on Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiencies described in the accompanying schedule of findings and responses as items 2025-1 and 2025-4 to be material weaknesses.

**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**

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. We consider the deficiency described in the accompanying schedule of findings and responses as items 2025-3 to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City Court's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and responses as item 2025-2.

City Court of Plaquemine's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures City Court of Plaquemine's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. City Court of Plaquemine's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

Barley & Associates. LLC

Plaquemine, Louisiana
June 22, 2026

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025**

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an qualified opinion on the financial statements of the City Court of Plaquemine.
2. There are two material weaknesses and one significant deficiency relating to the audit of the financial statements 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 Government Auditing Standards.
3. One instance of noncompliance material to the financial statements of the City Court of Plaquemine were disclosed during the audit.

B. FINDINGS

2025-1 LACK OF CONTROLS OVER FINANCIAL REPORTING IN ACCORDANCE WITH GAAP

Condition:

The City Court does not have employees with sufficient expertise and training to prepare financial statements in accordance with generally accepted accounting principles (GAAP). (This is a repeat finding.)

Criteria:

Year-end adjusting journal entries were not made to the financial statements to ensure that the statements were prepared in accordance with generally accepted accounting principles.

Effect:

As is common in small organizations, management has chosen to engage the auditor to propose certain year-end adjusting entries and to prepare the annual financial statements. This condition is intentional by management based upon the financial complexity, along with the cost effectiveness of acquiring the ability to prepare financial statements in accordance with generally accepted accounting principles. Consistent with this decision, internal controls over the preparation of year-end adjusting entries and annual financial statements, complete with notes, in accordance with generally accepted accounting principles, have not been established. Under generally accepted auditing standards, this condition represents a significant deficiency in internal controls. AU-C 265 requires that we report the above condition as a control deficiency. The AU-C 265 does not provide exceptions to reporting deficiencies that are adequately mitigated with non-audit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive or otherwise impractical.

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025**

Recommendation:

As mentioned above, whether or not it would be cost effective to cure a control deficiency is not a factor in applying AU-C 265's reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies in auditor reports under AU-C 265. In this case we do not believe the significant deficiency described above would be cost effective or practical, and accordingly, do not believe any corrective action is necessary.

Management's Response:

The City Court is aware of the condition and feels hiring an employee with requisite qualifications would be cost prohibitive. He feels that the most cost-effective solution is to have his external auditor assist in preparing year-end financial statements in accordance with GAAP.

2025-2 BUDGET

Condition:

The City Court did not comply with the budgeting requirement of the Local Government Budget Act. (This is a repeat finding.)

Criteria:

Budgets should be adopted timely for the General Fund and Special Revenue funds. The budgets should be made available for public inspections at least 15 days prior to the beginning of the budget year. Also, the following variances were noted: In each of the General Fund, Marshal's Fund, Probation Fund and Pre Trial Diversion Fund, actual expenditures exceeded budgeted expenditures by greater than 5%.

Effect:

Budgets were not prepared timely and monitored throughout the calendar year.

Recommendation:

Budgets should be prepared and monitored in accordance with the Local Government Budget Act.

Management's Response:

Management will obtain assistance from an outside CPA to help prepare budgets for each fund.

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025**

2025-3 LONG-TERM OUTSTANDING CHECKS

Condition:

The City Court has long-term outstanding checks on bank reconciliations that exceed one year. (This is a repeat finding.)

Criteria:

Government Auditing Standards, issued by the Comptroller General of the United States requires governmental units to appropriately reverse long-term outstanding checks and properly handle them in accordance with State escheat laws.

Effect:

The lack of appropriately reversing long-term outstanding checks and properly handling them in accordance with State escheat laws causes the bank reconciliations to be distorted.

Recommendation:

We recommend implementing a policy to void checks after a certain period of time but maintaining a report of checks voided in case the payee contacts the City Court of Plaquemine to claim their funds. We also recommend adhering to the State's escheat laws regarding unclaimed property.

Management's Response:

Management will implement a policy to correct long term outstanding checks. They will also contact other City Courts to determine their policies for correction of long-term outstanding checks.

2025-4 LACK OF SEGREGATION OF DUTIES

Condition:

There is a lack of segregation of duties within the City Court's office. (This is a repeat finding.)

Criteria:

An important element in designing an internal accounting control system that safeguards assets and reasonably ensures the reliability of the accounting records is the concept of segregation of responsibilities.

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025**

Effect:

No one person should be assigned duties that would allow that person to commit an error or perpetrate fraud and to conceal the error or fraud. For example, the same person should not be responsible for any two of the following functions: (1) authorization of a transaction, (2) recording of the transaction, or (3) custody of assets involved in the transaction.

Recommendation:

The entity should have a proper segregation of duties.

Management's Response:

At this time, management believes it is not practical or cost effective to correct this weakness.

SCHEDULE 3

CITY COURT OF PLAQUEMINE PLAQUEMINE, LOUISIANA SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS FOR THE YEAR ENDED DECEMBER 31, 2025

2024-1 LACK OF CONTROLS OVER FINANCIAL REPORTING IN ACCORDANCE WITH GAAP

Condition:

The City Court does not have employees with sufficient expertise and training to prepare financial statements in accordance with generally accepted accounting principles (GAAP).

Recommendation:

As mentioned above, whether or not it would be cost effective to cure a control deficiency is not a factor in applying SAS 112's reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies in auditor reports under SAS 112. In this case we do not believe the significant deficiency described above would be cost effective or practical, and accordingly, do not believe any corrective action is necessary.

Current Status:

This condition still exists in the current year.

2024-2 BUDGET

Condition:

The City Court did not comply with the budgeting requirement of the Local Government Budget Act.

Recommendation:

Budgets should be prepared in accordance with the Local Government Budget Act.

Current Status:

This finding still exists in the current year.

2024-3 LONG-TERM OUTSTANDING CHECKS

Condition:

The City Court has long-term outstanding checks on bank reconciliations that exceed one year.

Recommendation:

We recommend implementing a policy to void checks after a certain period of time but maintaining a report of checks voided in case the payee contacts the City Court of Plaquemine to claim their funds. We also recommend adhering to the State's escheat laws regarding unclaimed property.

**CITY COURT OF PLAQUEMINE
PLAQUEMINE, LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Current Status

The finding still exists in the current year.

2024-4 LACK OF SEGREGATION OF DUTIES

Condition:

There is a lack of segregation of duties within the City Court's office.

Recommendation:

The entity should have a proper segregation of duties.

Current Status:

The finding still exists in the current year.

**CITY COURT OF PLAQUEMINE
INDEPENDENT ACCOUNTANT'S REPORT ON
APPLYING AGREED-UPON PROCEDURES
FOR THE YEAR ENDED DECEMBER 31, 2025**

BAXLEY AND ASSOCIATES, LLC

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Margaret A. Pritchard, CPA/CGMA

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Hugh F. Baxley, CPA/CGMA
(August 10, 1933 – August 31, 2024)

To The Honorable Judge Michael Distefano
And the Louisiana Legislative Auditor's office
City Court of Plaquemine
Plaquemine, Louisiana

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA) Statewide Agreed Upon Procedures (SAUPs) for the fiscal period January 1, 2025 through December 31, 2025. The City Court of Plaquemine's management is responsible for those C/C areas identified in the SAUPs.

City Court of Plaquemine has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPS for the fiscal period January 1, 2025 through December 31, 2025. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

1) *Written Policies and Procedures*

- A. Obtain and inspect the entity's written policies and procedures and observe whether they address each of the following categories and subcategories if applicable to public funds and the entity's operations:
 - i. **Budgeting**, including preparing, adopting, monitoring, and amending the budget.
 - ii. **Purchasing**, including (1) how purchases are initiated, (2) how vendors are added to the vendor list, (3) the preparation and approval process of purchase requisitions and purchase orders, (4) controls to ensure compliance with the Public Bid Law, and (5) documentation required to be maintained for all bids and price quotes.
 - iii. **Disbursements**, including processing, reviewing, and approving.

- iv. **Receipts/Collections**, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).
- v. **Payroll/Personnel**, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee rates of pay or approval and maintenance of pay rate schedules.
- vi. **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
- vii. **Travel and Expense Reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- viii. **Credit Cards (and debit cards, fuel cards, purchase cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
- ix. **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
- x. **Debt Service**, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- xi. **Information Technology Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
- xii. **Prevention of Sexual Harassment**, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Exceptions: No exceptions were noted.

2) Board or Finance Committee

- A. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and
- i. Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
 - ii. For those entities reporting on the governmental accounting model, review the minutes from all regularly scheduled board/finance committee meetings held during the fiscal year and observe whether the minutes from at least one meeting each month referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual comparisons, at a minimum, on all proprietary funds, and semi-annual budget-to-actual comparisons, at a minimum, on all special revenue funds. Alternatively, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.
 - iii. For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.
 - iv. Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

Exceptions: No exceptions were noted.

3) Bank Reconciliations

- A. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:
- i. Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated or electronically logged);
 - ii. Bank reconciliations include written evidence that a member of management or a board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation within 1 month of the date the reconciliation was prepared (e.g., initialed and dated, electronically logged); and

- iii. Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Exceptions: Yes, no documentation on old outstanding checks greater than twelve months.

4) Collections (excluding electronic funds transfers)

- A. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).
- B. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (e.g., 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if there are no written policies or procedures, then inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that
 - i. Employees responsible for cash collections do not share cash drawers/registers;
 - ii. Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit;
 - iii. Each employee responsible for collecting cash is not also responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit; and
 - iv. The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, is (are) not also responsible for collecting cash, unless another employee/official verifies the reconciliation.
- C. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was in force during the fiscal period.
- D. Randomly select two deposit dates for each of the 5 bank accounts selected for Bank Reconciliations procedure #3A (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternatively, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:
 - i. Observe that receipts are sequentially pre-numbered.
 - ii. Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

- iii. Trace the deposit slip total to the actual deposit per the bank statement.
- iv. Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).
- v. Trace the actual deposit per the bank statement to the general ledger.

Exceptions: Yes, employees responsible for collecting cash may also be responsible for making /preparing bank deposits. A few deposits were not made within one day of collection.

5) *Non-Payroll Disbursements (excluding card purchases, travel reimbursements, and petty cash purchases)*

- A. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).
- B. For each location selected under procedure #5A above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, then inquire of employees about their job duties), and observe that job duties are properly segregated such that
 - i. At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order or making the purchase;
 - ii. At least two employees are involved in processing and approving payments to vendors;
 - iii. The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files;
 - iv. Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments; and
 - v. Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.
- C. For each location selected under procedure #5A above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction, and
 - i. Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice and supporting documentation indicates that deliverables included on the invoice were received by the entity, and

- ii. Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under procedure #5B above, as applicable.
- D. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3A, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy, and (b) approved by the required number of authorized signers per the entity's policy. Note: If no electronic payments were made from the main operating account during the month selected the practitioner should select an alternative month and/or account for testing that does include electronic disbursements.

Exceptions: Yes, due to the small size of the entity and lack of segregation of duties, the employee involved initiating a purchase request and placing an order may also be involved in processing payments, adding/modifying vendor files, approving payments, and mailing payments. On three of the five disbursements, there was no evidence that two employees initiated the purchase request, approved the purchase, processed and approved the payments.

6) Credit Cards/Debit Cards/Fuel Cards/Purchase Cards (Cards)

- A. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.
- B. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement). Obtain supporting documentation, and
 - i. Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved) by someone other than the authorized card holder (those instances requiring such approval that may constrain the legal authority of certain public officials, such as the mayor of a Lawrason Act municipality, should not be reported); and
 - ii. Observe that finance charges and late fees were not assessed on the selected statements.
- C. Using the monthly statements or combined statements selected under procedure #7B above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (e.g., each card should have 10 transactions subject to inspection). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and

observe whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

- D. Using the list of terminated employees obtained in Payroll and Personnel procedure #9C identify those individuals who had access to cards and randomly select 5 terminated employees (or all terminated employees with card access if less than 5) from this population. Observe evidence that the cards have been deactivated for these terminated employees. In cases where a card is shared by multiple users, obtain evidence that the terminated employees' authorization has been removed.

Exceptions: No exceptions were noted.

7) Travel and Travel-Related Expense Reimbursements (excluding card transactions)

- A. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements and obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected
 - i. If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration (www.gsa.gov);
 - ii. If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased;
 - iii. Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by Written Policies and Procedures procedure #1A(vii); and
 - iv. Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Exceptions: Yes, there were a few missing receipts (mileage documentation) and no proper review and approval of travel invoices.

8) Contracts

- A. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternatively, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and
 - i. Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law;

- ii. Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g., Lawrason Act, Home Rule Charter);
- iii. If the contract was amended (e.g., change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, the documented approval); and
- iv. Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Exceptions: No exceptions were noted.

9) Payroll and Personnel

- A. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.
- B. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under procedure #9A above, obtain attendance records and leave documentation for the pay period, and
 - i. Observe that all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory);
 - ii. Observe whether supervisors approved the attendance and leave of the selected employees or officials;
 - iii. Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records; and
 - iv. Observe the rate paid to the employees or officials agrees to the authorized salary/pay rate found within the personnel file.
- C. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials and obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee's or official's cumulative leave records, agree the pay rates to the employee's or official's authorized pay rates in the employee's or official's personnel files, and agree the termination payment to entity policy.
- D. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

Exceptions: No exceptions were noted.

10) Ethics

- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A obtain ethics documentation from management, and
 - i. Observe whether the documentation demonstrates that each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170; and
 - ii. Observe whether the entity maintains documentation which demonstrates that each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.
- B. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

Exceptions: No exceptions were noted.

11) Debt Service

- A. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each debt instrument issued as required by Article VII, Section 8 of the Louisiana Constitution.
- B. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

Exceptions: No exceptions were noted.

12) Fraud Notice

- A. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled as required by R.S. 24:523.
- B. Observe that the entity has posted, on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Exceptions: No exceptions were noted.

13) Information Technology Disaster Recovery/Business Continuity

Perform the following procedures, **verbally discuss the results with management, and report “We performed the procedure and discussed the results with management.”**:

- A. Obtain and inspect the entity’s most recent documentation that it has backed up its critical data (if there is no written documentation, then inquire of personnel responsible for backing up critical data) and observe evidence that such backup (a) occurred within the past week, (b) was not stored on the government’s local server or network, and (c) was encrypted.
- B. Obtain and inspect the entity’s most recent documentation that it has tested/verified that its backups can be restored (if there is no written documentation, then inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.
- C. Obtain a listing of the entity’s computers currently in use and their related locations, and management’s representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.
- D. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in procedure #9C. Observe evidence that the selected terminated employees have been removed or disabled from the network.
- E. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency’s information technology assets have completed cybersecurity training as required by R.S. 42:1267. The requirements are as follows: hired before June 9, 2020 - completed the training; and hired on or after June 9, 2020 - completed the training within 30 days of initial service or employment.

We performed the procedure and discussed the results with management.

14) Prevention of Sexual Harassment

- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.
- B. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity’s premises if the entity does not have a website).
- C. Obtain the entity’s annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that the report includes the applicable requirements of R.S. 42:344:

- i. Number and percentage of public servants in the agency who have completed the training requirements;
- ii. Number of sexual harassment complaints received by the agency;
- iii. Number of complaints which resulted in a finding that sexual harassment occurred;
- iv. Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
- v. Amount of time it took to resolve each complaint.

Exceptions: No exceptions were noted.

We were engaged by City Court of Plaquemine to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of City Court of Plaquemine and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Baxley & Associates, LLC

Plaquemine, Louisiana

June 22, 2026

CITY COURT OF PLAQUEMINE

Management's Response to Statewide Agreed-Upon Procedures For the Year Ended December 31, 2025

Management's Response to Items:

3. City Court has implemented a policy of reviewing outstanding checks and will provide documentation in the future.
4. Due to the small size of City Court, some employees must share duties. All employees will be reminded to make deposits on the same day money is being received.
5. Due to the small size of City Court, some employees must share duties. We will have two employees initiate/approve/process orders and payments in the future.
7. City Court will follow the City of Plaquemine's travel policy regarding receipts and reimbursements.