



Luther Speight & Company, LLC
Certified Public Accountants and Consultants

CRIMINAL DISTRICT COURT
FOR THE PARISH OF ORLEANS
NEW ORLEANS, LOUISIANA

FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT AUDITOR'S REPORT

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2025

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CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025

Our discussion and analysis of Criminal District Court for the Parish of Orleans financial performance provides an overview of the financial activities for the year. Please read it in conjunction with the basic financial statements and the accompanying notes to the financial statements.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. The Government Financial Statements – The Statement of Net Position and the Statement of Activities provide information about the financial activities as a whole and present a longer-term view of the finances. Fund Financial Statements (FFS) – The Balance Sheet and the Statements of Revenues, Expenditures and Changes in Fund Balances tell how these services were financed in the short term as well as what remains for future spending. Fund Financial Statements also report the operations in more detail than Government Statements by providing information about the most significant funds.

Our auditor has provided assurance in his independent auditor's report, located immediately following this MD&A, that the Basic Financial Statements are fairly stated. The auditor regarding the Required Supplemental Information is providing varying degrees of assurance. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Financial Section.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

FUND FINANCIAL STATEMENTS

The Fund Financial Statements provide detailed information about the most significant funds not the operations as a whole. Some funds are required to be established by State laws. Other funds are established to help control and manage money for a particular purpose while others are to show that it is meeting legal responsibilities for using certain appropriations, grants, and other money.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Continued.

The Criminal District Court utilizes the governmental type of funds with the following accounting approach. Most of the basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. We describe the relationships (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in the reconciliation following the fund financial statements.

FINANCIAL HIGHLIGHTS

Our financial statements provide these insights into the results of this year's operations:

- As a result of this year's operations, total net position for the Court was (\$4,579,539). Net position reflected an increase of \$1,779,465 representing a decrease in the deficit as compared to the previous year's balance.
- Total Court program revenues increased by \$586,069, reporting \$10,752,541 in 2025 compared to \$10,166,472 in the previous year.

Total net position was comprised of the following:

- Invested in capital assets of \$76,730, the net book value of property and equipment.
- Restricted Net Position is recorded at \$0. During the year ended December 31, 2025, certain funds were transferred from the Restricted Funds to the Unrestricted Funds.
- Unrestricted net position is recorded at (\$4,656,269). This balance represents the net position balance available to maintain continuing obligations to citizens and creditors for the unrestricted fund. The deficit is primarily caused by pension obligations in accordance with GASB 68.

FINANCIAL ANALYSIS OF THE CRIMINAL DISTRICT COURT AS A WHOLE

The Statement of Net Position and the Statement of Activities reports only one type of government activity. Our analysis below focuses on the net position of the governmental-type activities:

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Condensed Statement of Net Position

ASSETS	2025	2024
Cash and Cash Equivalents	\$ 5,985,768	\$ 6,051,325
Grants Receivable	66,054	115,678
Due From Other Governments	121,216	132,238
Furniture, Fixtures and Equipment	76,730	108,393
Right-of-Use Asset	25,246	126,228
Total Assets	<u>6,275,014</u>	<u>6,533,862</u>
Deferred Outflows:		
Pension Related	<u>122,451</u>	<u>16,272</u>
Total Assets and Deferred Outflows	<u>6,397,465</u>	<u>6,550,134</u>
 LIABILITIES		
Accounts Payables	130,213	151,859
Benefits Payable	442,560	414,673
Compensated Abscences	174,271	120,633
Lease Liability	26,817	130,965
Due to Other Governments	156,329	521,042
Net Pension Liability	<u>8,577,821</u>	<u>10,082,351</u>
Total Liabilities	<u>9,508,011</u>	<u>11,421,523</u>
Deferred Inflows:		
Pension Related	<u>1,468,993</u>	<u>1,246,701</u>
Total Liabilities and Deferred Inflows	<u>10,977,004</u>	<u>12,668,224</u>
 NET POSITION		
Investment in Capital Assets, Net	76,730	108,393
Restricted Net Position	<u>-</u>	<u>5,091,034</u>
Total Restricted Net Position	<u>76,730</u>	<u>5,199,427</u>
 Unrestricted Net Position	<u>(4,656,269)</u>	<u>(11,317,517)</u>
Total Unrestricted Net Position	<u>(4,656,269)</u>	<u>(11,317,517)</u>
Total Net Position	<u>\$ (4,579,539)</u>	<u>\$ (6,118,090)</u>

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Continued,

As a result of this year's operations, net position increased by \$1,779,465. The total balance in net position, (4,579,539) represents the accumulated results of the current and all past years' operations as of December 31, 2025.

Our analysis below focuses on the changes in net position of the governmental – type activities:

Condensed Statement of Activities

	2025	2024	Change
Total Program Revenues	\$ 10,752,541	\$ 10,166,472	\$ 586,069
Total Program Expenses	(8,987,040)	(10,961,547)	1,974,507
Net Program Income	1,765,501	(795,075)	2,560,576
 Total General Revenues	 13,964	 12,863	 1,101
Change in Net Position	\$ 1,779,465	\$ (782,212)	\$ 2,561,677

The total program revenues for the year in governmental activities were \$10,752,541. The components of the revenues were \$481,897 in charges for services and \$10,270,644 in operating and grant revenues. Total program expenses reflected a decrease of \$1,974,507 primarily due to a significant decrease in pension-related expense and professional and contractual expenses. The resulting change in net position for the year ended December 31, 2025 was \$2,561,677.

BUDGETARY HIGHLIGHTS

The total of unrestricted fund budgeted revenues was \$7,064,626 with actual revenues reported at \$7,350,675. The total of restricted fund budgeted revenues was \$3,867,771 with actual revenues reported at \$3,415,830. Total unrestricted fund budgeted expenses were \$7,064,626 with actual expenses reported at \$6,958,025. Total restricted fund budgeted expenses were \$3,867,771 with actual expenses reported at \$3,382,208. Salaries and benefits accounted for a substantial portion of the budgeted and actual expenses for both unrestricted and restricted funds. Budgeted salaries and benefits totaled \$7,852,398 while actual salaries and benefits expense totaled \$8,019,710.

CAPITAL ASSETS

The investment in capital assets, net of accumulated depreciation, for governmental activities as of December 31, 2025 and 2024 was \$76,730 and \$108,393, respectively. The decrease in capital assets was primarily due to current year depreciation expense.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2025**

This financial report is designed to provide a general overview of the Criminal District Court finances and to show the Criminal District Court accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

Mr. Robert Kazik , Judicial Administrator
Criminal District Court For the Parish of Orleans
2700 Tulane Avenue Room 201
New Orleans, LA 70119
Phone (504) 658-9100



Luther Speight & Company, LLC
Certified Public Accountants and Consultants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Juana Marine-Lombard, Chief Judge
Criminal District Court for the Parish of Orleans

Report on the Audit of the Financial Statements

Opinion

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Court 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 Opinion

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 Court and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's 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 Court'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 Court'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, the Budget Comparison Schedules, the schedule of proportionate share of the net pension liability, the schedule of contributions and the related notes to required supplemental information 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 opinions on the financial statements that collectively comprise the Court's basic financial statements. The schedule of compensation, benefits, and other payments to agency head as required by Act 706 of the 2014 Louisiana Legislative Session, and the Justice System Funding Schedule – Collecting/Disbursing Schedule (Cash Basis Presentation) as required by Act 87 of the 2020 Louisiana Legislative Session, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedules are the responsibility of management and was derived from and relate 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, the supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2025, on our consideration of the Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Court's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Court's internal control over financial reporting and compliance.

A handwritten signature in blue ink, appearing to read "Luther Speight", is positioned above the printed name.

Luther Speight & Company CPAs
New Orleans, Louisiana
June 30, 2026

BASIC FINANCIAL STATEMENTS

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2025**

ASSETS

Cash and Cash Equivalents	\$ 5,985,768
Due From Other Governments	121,216
Grants Receivable	66,054
Furniture, Fixtures, and Equipment	76,730
Righ-of-Use Asset	25,246
Deferred Outflows:	
Pension Related	<u>122,451</u>
Total Assets and Deferred Outflows	<u><u>6,397,465</u></u>

LIABILITIES

Accounts Payable	130,213
Benefits Payable	442,560
Compensated Absences	174,271
Due To Other Governments	156,329
Lease Liability	26,817
Net Pension Liability	8,577,821
Deferred Inflows:	
Pension Related	<u>1,468,993</u>
Total Liabilities and Deferred Inflows	<u><u>10,977,004</u></u>

NET POSITION

Investment in Capital Assets	76,730
Restricted Net Position	<u>-</u>
Total Restricted Net Position	<u><u>76,730</u></u>
Unrestricted Net Position	<u>(4,656,269)</u>
TOTAL NET POSITION	<u><u>\$ (4,579,539)</u></u>

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

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

		Program Revenues		
	Expenses	Charges for Services	Grants & Intergovernmental Support	Net (Expenses)/Revenues
Governmental Activities:				
General Government	\$ 8,987,040	\$ 481,897	\$ 10,270,644	\$ 1,765,501
Total Governmental Activities:				<u>1,765,501</u>
General Revenues:				
Interest Income				<u>13,964</u>
Total General Revenues				<u>13,964</u>
Changes in Net Position				<u>1,779,465</u>
Net Position - Beginning				(6,118,090)
Net Position Adjustment				<u>(240,914)</u>
Net Position - Ending				<u>\$ (4,579,539)</u>

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

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
BALANCE SHEET - GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2025

	Unrestricted Fund	Restricted Fund	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	\$ 3,534,979	\$ 2,450,789	\$ 5,985,768
Due From Other Governments	5,805	115,411	121,216
Grants Receivable	-	66,054	66,054
Due From Other Funds	2,432,986	-	2,432,986
Total Assets	<u>5,973,770</u>	<u>2,632,254</u>	<u>8,606,024</u>
LIABILITIES			
Accounts Payable	87,168	42,939	130,107
Benefits Payable	442,560	-	442,560
Due to Other Governments	-	156,329	156,329
Due to Other Funds	-	2,432,986	2,432,986
Total Liabilities	<u>529,728</u>	<u>2,632,254</u>	<u>3,161,982</u>
FUND BALANCE			
Assigned:			
Restricted Funds	<u>-</u>	<u>-</u>	<u>-</u>
Total Assigned Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>
Unassigned:			
General Fund	<u>5,444,042</u>	<u>-</u>	<u>5,444,042</u>
Total Fund Balances	<u>5,444,042</u>	<u>-</u>	<u>5,444,042</u>
Total Liabilities and Fund Balances	<u>\$ 5,973,770</u>	<u>\$ 2,632,254</u>	<u>\$ 8,606,024</u>

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

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Unrestricted Fund	Restricted Fund	Total Governmental Funds
REVENUES			
Charges for Services	\$ 395,535	\$ 86,362	\$ 481,897
Grants and Intergovernmental Funds	6,945,059	3,325,585	10,270,644
Interest	10,081	3,883	13,964
Total Revenues	<u>7,350,675</u>	<u>3,415,830</u>	<u>10,766,505</u>
EXPENDITURES			
Salaries & Benefits	6,103,445	1,916,265	8,019,710
Advertising	6,690	-	6,690
Bottle Water & Coffee	377	19,291	19,668
Capital Outlay	5,377	14,784	20,161
Conferences and Legal Education	40,761	26,651	67,412
Department of Corrections	-	46,084	46,084
Drug Testing Supplies	152,401	-	152,401
Dues and Subscriptions	18,524	-	18,524
Insurance - Professional Liability	58,794	-	58,794
Jury Expenses	-	215,029	215,029
Law Books	110,716	-	110,716
Lease Payments	11,269	108,570	119,839
Maintenance & Repairs	7,310	-	7,310
Meetings - Internal/Local	21,594	722	22,316
Miscellaneous	6,291	1,894	8,185
Office Supplies	61,363	9,576	70,939
Paper Supplies	25,267	15,058	40,325
Postage	2,542	35,154	37,696
Professional & Contractual	215,508	957,533	1,173,041
Telecommunications	51,339	520	51,859
Travel	58,457	15,077	73,534
Total Expenditures	<u>6,958,025</u>	<u>3,382,208</u>	<u>10,340,233</u>
Net Change in Fund Balances	<u>392,650</u>	<u>33,622</u>	<u>426,272</u>
 Fund Transfers (In/(Out))	 2,089,949	 (2,089,949)	 -
 Fund Balance - Beginning of Year	 2,961,443	 2,250,742	 5,212,185
Fund Balance Adjustments	-	(194,415)	(194,415)
Fund Balance - End of Year	<u><u>\$ 5,444,042</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 5,444,042</u></u>

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

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS TO THE STATEMENT OF
ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

Total Governmental Fund Balance	\$ 5,444,042
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Amounts reported in governmental activities in
the statement of net position are different because:

Deferred Outflows - Pension Related	122,451
Deferred Inflows - Pension Related	(1,468,993)

Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.	76,730
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GASB 87 Lease Asset, Net of Liability	(1,571)
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Long-term liabilities are not due and payable in the current
period and therefore are not reported in Governmental
Fund Balance Sheet

Net Pension Liability	(8,577,821)
Compensated Abscenses Liability	(174,271)
Lease Interest Payable	(106)
Net Position of Governmental Activities	\$ (4,579,539)

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

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
RECONCILIATION OF CHANGE IN GOVERNMENTAL FUND BALANCE AND
CHANGE IN GOVERNMENTAL NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2025**

Net Change in Fund Balances - Total Governmental Funds (Fund Financial Statements)	\$ 426,272
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Amount reported for governmental activities in the statement of activities
are different because:

Governmental funds report capital outlays as expenditures in the
individual fund.

Governmental activities report depreciation expense to allocate
the cost of those capital assets over the estimated
useful lives of the asset.

Depreciation Expense	37,040	
Capital Outlay	(5,377)	
	31,663	

Long-term liabilities do not require the use of current financial
resources and therefore are not reported as expenditures
in the Governmental Funds.

Change in Compensated Absence Expense	(53,638)	
Interest Expense (GASB 87)	3,561	
Pension Expense and Related Adjustments	1,371,607	
Change in Net Position of Governmental Activities	\$ 1,779,465	

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

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS
AS OF DECEMBER 31, 2025

ASSETS

Cash and Cash Equivalents	\$	822,524
Accounts Receivable		6,605
Due From Defendants		<u>1,300</u>
Total Assets		<u><u>830,429</u></u>

LIABILITIES

Accounts Payable		34,171
Due to Victims		<u>796,258</u>
Total Liabilities	\$	<u><u>830,429</u></u>

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

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
STATEMENT OF CHANGES IN FIDUCIARY FUND BALANCE
FOR THE YEAR ENDED DECEMBER 31, 2025**

ADDITIONS

Deposits on Behalf of Victims	\$ 286,588
Total Additions	<u>286,588</u>

DEDUCTIONS

Disbursements to Victims	<u>232,041</u>
Total Deductions	<u>232,041</u>
Change in Fiduciary Fund Balance	<u>54,547</u>

FIDUCIARY FUND BALANCE

Beginning of Year	<u>741,711</u>
End of Year	<u>\$ 796,258</u>

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

NOTES TO THE FINANCIAL STATEMENTS

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Louisiana Revised Statute 13:1335 established the Criminal District Court for the Parish of Orleans (Criminal Court). The Criminal Court is composed of judges serving six-year terms. The Criminal Court has exclusive jurisdiction over the trial and punishment of all crimes, misdemeanors, and offenses committed within the Parish of Orleans. The Criminal Court has appellate jurisdictions for all cases tried before the Municipal Court of New Orleans and the Traffic Court of New Orleans.

In addition, Louisiana Revised Statute 13:1346 established the Magistrate Section of the Criminal District Court for the Parish of Orleans. The Magistrate Section is composed of one elected judge and four commissioners who are appointed by the judges sitting en banc, each serving six-year terms. The Magistrate Section has jurisdiction to act as committing magistrate in felony and misdemeanor charges and to hold preliminary examinations, with the authority to bail or discharge, or to hold for trial, in all cases before the Criminal District Court for the Parish of Orleans.

The Criminal District Court for the Parish of Orleans includes all funds that are controlled by the judges en banc as independently elected officials with oversight responsibility. Oversight responsibility is determined on the basis of the following criteria:

1. Appointment of governing boards
2. Designation of management
3. Ability to significantly influence operations
4. Accountability for fiscal matters
5. Scope of public service

A. FUND ACCOUNTING

The accounts of the Criminal Court are organized on the basis of funds, 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 comprises its assets, liabilities, fund balance, revenues, and expenditures. Revenues are accounted for in these individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The funds presented in the general-purpose financial statements are described as follows:

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

GOVERNMENTAL FUNDS

Unrestricted Fund

The General Fund is the general operating fund of the Criminal Court. It accounts for all financial resources, except those that are required to be accounted for in other funds.

Restricted Fund

Grant Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. In addition, the Board of Jury Commissioners is reported as a specific program within the Restricted Fund.

FIDUCIARY FUNDS

Probation Assessment, Restitution and Court Cost Agency Funds

The Probation Assessment, Restitution and Court Cost Agency Funds account for assets held as an agent for others. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operation.

B. BASIC FINANCIAL STATEMENTS – BASIS OF PRESENTATION

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The basic financial statements include both government-wide (reporting as a whole) and fund financial statements (reporting the major funds). All of the judicial and administrative services are classified as governmental activities.

In the government-wide Statement of Net Position, the governmental activities are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The net positions are reported in three parts: 1) invested in capital assets, net of related debt; 2) restricted net position; and 3) unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the functions and activities. These functions are also supported by general government revenues (interest earned and other miscellaneous revenues). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and grants.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The net costs (by function) are normally covered by general revenue (interest earned, etc.). This government-wide focus is more on the sustainability as an entity and the change in the net assets resulting from the current year's activities.

FUND FINANCIAL STATEMENTS

The financial transactions are reported within individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund balance, revenues, and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The governmental fund type is the only type reported. The focus of the governmental funds measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Accrual Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures are recognized in the accounts and reported on the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenue, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Program revenue included in the Statement of Activities is derived directly from the program itself and reduce the cost of the function to be financed from the general revenues.

Modified Accrual Basis of Accounting

The fund financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period or within 60 days after year-end. Expenditures are generally recorded when the related fund liability is incurred. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses). Fines, fees, and other revenues are recorded when collected and are considered susceptible to accrual.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. BUDGETS

The Criminal District Court adopts an annual budget for the Unrestricted Fund and the Restricted Funds on a modified accrual basis of accounting. The original proposed budget is made available for public inspection and adopted no later than December of the previous year.

E. SALARIES, OFFICE SUPPLIES AND TRAVEL OF JUDGES

Salaries, office supplies, and travel of the judges that are paid directly by warrants drawn on the Louisiana Supreme Court are not included in the expenditures on the accompanying financial statements.

F. COMPENSATED ABSENCES

Employees of the Criminal District Court for the Parish of Orleans and the Board of Jury Commissioners earn from one to four weeks of vacation leave each year, depending upon their years of service. This vacation leave does not accumulate or vest. Sick leave is not earned, but is granted as needed. Paternity leave is granted for up to five days paid. Additionally, maternity leave is provided for as follows:

Number of weeks absent	Percent of compensation paid
6 or less	100%
7	75%
8	50%
9	25%
10 or more	0%

The liability for unused vacation leave payable at December 31, 2025 was \$174,271.

G. RISK MANAGEMENT

The Criminal District Court for the Parish of Orleans participates in an insurance risk pool sponsored by the State of Louisiana, Office of Risk Management. Annual premiums are paid to the Office of Risk Management to obtain coverage for comprehensive general liability, worker's compensation, faithful performance blanket bond, building and property, automobile liability, automobile physical damage, crime, and miscellaneous tort. Premiums are based on two factors: The exposure of the agency to various kinds of claims, and the amount of those claims. Additionally, the risk pool through commercial insurance carriers provides excess coverage.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. NET POSITION AND FUND BALANCE ADJUSTMENTS

The Court recorded a fund balance adjustment as a result of internal Due From and Due To balances being out of balance at December 31, 2025. Additionally, the Court recorded \$227,328 in furniture and equipment in the fund financial statements in the prior year, which should not be included. The adjustment totaling (\$194,415) to fund balances is the cumulative effect of prior year balances that were not eliminated and the adjustment for furniture and equipment. Additionally, a net position adjustment totaling (\$240,914) was needed to properly state the beginning net position for Governmental Activities.

I. TOTAL COLUMNS OF GENERAL-PURPOSE FINANCIAL STATEMENTS

The total columns on the general-purpose financial statements are presented only to facilitate financial analysis. Data in these columns do not present financial position or results of operations in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of this data.

J. 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.

K. INCOME TAXES

Criminal Court is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

L. RECENT ACCOUNTING PRONOUNCEMENTS

The Court adopted GASB Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave. See section F of Note 1.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In December 2023, the Governmental Accounting Standards Board (GASB) issued Statement No. 102, *Certain Risk Disclosures*. This Statement requires governments to disclose certain risks related to vulnerabilities arising from concentrations or constraints that may affect their ability to acquire resources or control spending. The Statement requires governments to evaluate whether such concentrations or constraints make them vulnerable to a substantial impact and whether associated events have occurred or are more likely than not to occur within 12 months of the financial statement issuance date. If these criteria are met, the government is required to provide disclosures in the notes to the financial statements. This Statement is effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. Management evaluated the requirements of this Statement and determined that no concentrations or constraints met the criteria for disclosure in the accompanying financial statements.

M. GASB 87, *LEASES*

With the adoption of GASB 87, the Court established a materiality policy for its leases and other long-term contracts. Individual leases or contracts with total lease payments or contract value under \$100,000 will require no evaluation for lease reporting under GASB 87. Any contract identified as a lease or as having a lease component that is below the \$100,000 threshold may be recorded in the same manner as a short-term lease with rent payments reported as expense (lessee) or revenue (lessor) on the income statement as those payments become due based on the terms of lease. Leases below the \$100,000 threshold will not be reported on the balance sheet or subject to GASB 87 disclosure requirements.

N. GASB 96, *SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS*

The Court recognizes subscription-based information technology arrangements (SBITAs) in accordance with GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. A SBITA is defined as a contract that conveys control of the right to use another party's information technology software, alone or in combination with tangible capital assets, as specified in the contract for a period of time in an exchange or exchange-like transaction.

At the commencement of a SBITA term, the Government recognizes a subscription liability and an intangible right-to-use subscription asset, except as discussed below. The subscription liability is initially measured at the present value of subscription payments expected to be made during the subscription term. The subscription asset is initially measured as the sum of the initial subscription liability amount, payments made to the vendor before the commencement of the subscription term, and capitalizable implementation costs, less any incentives received from the vendor.

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The subscription asset is amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying information technology asset. The subscription liability is subsequently reduced by subscription payments made, with interest expense recognized using the effective interest method.

The Court has elected to apply the exception for short-term SBITAs. Arrangements with a maximum possible term of 12 months or less, including any options to extend regardless of the likelihood of exercise, are not recognized as subscription liabilities or subscription assets. Subscription payments related to these arrangements are recognized as outflows of resources (expense/expenditure) based on the payment provisions of the contract. The Court also applies a materiality threshold in evaluating whether individual SBITAs or groups of similar SBITAs should be recognized. Agreements that are individually or in the aggregate immaterial to the financial statements are not capitalized and are instead recognized as outflows of resources as incurred. Management periodically reviews SBITA arrangements to ensure that material contracts are appropriately recognized and reported in accordance with GASB 96.

NOTE 2: CHANGES IN CAPITAL ASSET BALANCES

During the year ended December 31, 2023, the Court performed a physical inventory count, which resulted in a physical inventory adjustment totaling \$459,201. During the year ended December 31, 2025, a physical inventory adjustment was not considered necessary. A summary of changes in property and equipment is detailed below:

CAPITAL ASSET ACTIVITY	<u>Amount</u>
Beginning Balance - January 1, 2025	\$ 108,393
Additions	<u>5,377</u>
Subtotal	113,770
Less: Current Year Depreciation	<u>(37,040)</u>
Ending Balance - December 31, 2025	<u><u>\$ 76,730</u></u>

Depreciation expense is computed on a straight-line basis and is recorded at \$37,040 for the year ended December 31, 2025.

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 3: LEASES

The Court adopted GASB 87, *Leases*, during the year ended December 31, 2022, which improves accounting and financial reporting for leases by governments. The Court leases office space at 139 South Broad Street. The lease commenced in April 2020 and expired in March 2023. The lease was renewed for an additional 3 years.

To calculate the right-of-use asset and lease liability, the Court used a discount rate of 4.75%, which is the Court's incremental borrowing rate, and calculated the present value of future lease payments. Each year, the asset value is amortized over the life of the lease.

As of December 31, 2025, the lease asset balance was \$25,246, which is net of accumulated amortization of \$277,702. The lease liability is reduced each year by the lease payment less calculated interest expense. As of December 31, 2025, the lease liability was \$26,817. Interest expense recorded during the year ended December 31, 2025 was \$3,561. The following is a summary of the Court's lease balances as of December 31, 2025:

	Beginning of Year	Additions	Subtractions	End of Year	Amounts Due Within One Year
Lease Assets					
Building	\$ 302,948	\$ -	\$ -	\$ 302,948	
	302,948	-	-	302,948	
Less: Accumulated Amortization					
Building	(176,720)	(100,982)	-	(277,702)	
	(176,720)	(100,982)	-	(277,702)	
Total Lease Assets, net	<u>\$ 126,228</u>	<u>\$ (100,982)</u>	<u>\$ -</u>	<u>\$ 25,246</u>	
Lease Liabilities	<u>\$ 130,965</u>	<u>\$ -</u>	<u>\$ (104,148)</u>	<u>\$ 26,817</u>	<u>\$ 26,817</u>

Annual requirements to amortize long-term lease obligations and related interest are as follows:

Maturity Analysis	Principal	Interest	Total Payments
Year Ending 2026-12	\$ 26,817	\$ 213	\$ 27,030
Year Ending 2027-12	-	-	-
Year Ending 2028-12	-	-	-
Year Ending 2029-12	-	-	-
Year Ending 2030-12	-	-	-
Total Future Payments	<u>\$ 26,817</u>	<u>\$ 213</u>	<u>\$ 27,030</u>

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 4: COLLATERALIZATION OF DEPOSITS

At December 31, 2025, the Criminal Court had cash deposits totaling \$6,860,786. These deposits were secured from risk by federal deposit insurance at two financial institutions. Balances in excess of FDIC insurance limits were collateralized by the depository institution with pledged securities of the respective depository institutions. The pledged securities are held by the depository institution, in the name of the Criminal District Court.

NOTE 5: CHANGES IN AMOUNTS DUE TO VICTIM CASH BALANCE

A summary of changes in amounts Due to Victims cash balance are as follows:

ADDITIONS:

Deposits on behalf of Victims	\$ 286,588
Total Additions	<u>286,588</u>

DEDUCTIONS:

Disbursements to Victims	<u>232,041</u>
Total Deductions	<u>232,041</u>
Change in Fiduciary Fund Balance	<u>54,547</u>

FIDUCIARY FUND BALANCE:

Beginning of Year	<u>741,711</u>
Ending of Year	<u><u>\$ 796,258</u></u>

NOTE 6: PROBATION ASSESSMENT, RESTITUTION, AND COURT COST

The Probation Assessment and Restitution Fund accounts for the amount a defendant is ordered to pay at the discretion of the court when the court has suspended the imposition or execution of a sentence and has placed the defendant on probation. Payments are made to victims for restitution of their losses as ordered by the court. Probation assessments are paid upon collection to the Criminal District Court for Orleans Parish as provided by Louisiana Revised Statute 15:571.11 (D). The Court Cost Fund collects all costs assessed against defendants pursuant to Louisiana Revised Statute 13:1377 (B) effective September 1, 1991. Payments are distributed monthly to other agencies, which participate in the amount of court costs assessed.

NOTE 7: PENSIONS

During the prior years, the Court adopted the requirements of GASB Statement 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date, an amendment to GASB 68*. Substantially all of the employees of the Court participate in the Louisiana State Employees' Retirement System (LASERS or the System).

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 7: PENSIONS (CONTINUED)

The Plan is a cost-sharing multiple-employer defined benefit pension plan established by Section 401 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401) to provide retirement allowances and other benefits to eligible state officers, employees, and their beneficiaries.

A. PLAN DESCRIPTION

The System was established for the purpose of providing retirement allowances and other benefits as stated under the provisions of La. R.S. 11:401, as amended, for eligible state officers, employees, and their beneficiaries. The projection of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the System in accordance with the benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

1. Retirement Benefits

The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date, employer, and job classification. Our rank-and-file members hired prior to July 1, 2006, may either retire with full benefits at any age upon completing 30 years of creditable service, at age 55 upon completing 25 years of creditable service, and at age 60 upon completing ten years of creditable service depending on their plan. Those members hired between July 1, 2006 and June 30, 2015, may retire at age 60 upon completing five years of creditable service and those hired on or after July 1, 2015, may retire at age 62 upon completing five years of creditable service. The basic annual retirement benefit for members is equal to 2.5% to 3.5% of average compensation multiplied by the number of years of creditable service. Additionally, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit.

Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006. For members hired July 1, 2006 or later, average compensation is based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation or a certain specified dollar amount of actuarially determined monetary limits, which vary depending upon the member's age at retirement. Judges, court officers, and certain elected officials receive an additional annual retirement benefit equal to 1.0% of average compensation multiplied by the number of years of creditable service in their respective capacity.

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 7: PENSIONS (CONTINUED)

As an alternative to the basic retirement benefits, a member may elect to receive their retirement throughout their life, with certain benefits being paid to their designated beneficiary after their death.

Act 992 of the 2010 Louisiana Regular Legislative Session changed the benefit structure for LASERS members hired on or after January 1, 2011. This resulted in three new plans: regular, hazardous duty, and judges. The new regular plan includes regular members and those members who were formerly eligible to participate in specialty plans, excluding hazardous duty and judges. Regular members and judges are eligible to retire at age 60 after five years of creditable service and may also retire at any age, with a reduced benefit, after 20 years of creditable service. Hazardous duty members are eligible to retire with twelve years of creditable service at age 55, 25 years of creditable service at any age or with a reduced benefit after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment for all three new plans. Members in the regular plan will receive a 2.5% accrual rate, hazardous duty plan a 3.33% accrual rate, and judges a 3.5% accrual rate.

The extra 1.0% accrual rate for each year of service for court officers, the governor, lieutenant governor, legislators, House clerk, sergeants at arms, or Senate secretary, employed after January 1, 2011, was eliminated by Act 992. Specialty plan and regular members hired prior to January 1, 2011, who are hazardous duty employees have the option to transition to the new hazardous duty plan.

Act 226 of the 2014 Louisiana Regular Legislative Session established new retirement eligibility for members of LASERS hired on or after July 1, 2015, excluding hazardous duty plan members. Regular members and judges under the new plan are eligible to retire at age 62 after five years of creditable service and may also retire at any age with a reduced benefit after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment. Members in the regular plan will receive a 2.5% accrual rate; and judges a 3.5% accrual rate, with the extra 1.0% accrual rate based on all years of service as a judge.

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 7: PENSIONS (CONTINUED)

A member leaving employment before attaining minimum retirement age, but after completing certain minimum service requirements, becomes eligible for a benefit provided the member lives to the minimum service retirement age, and does not withdraw their accumulated contributions. The minimum service requirement for benefits varies depending upon the member's employer and service classification.

2. Deferred Benefits

The State Legislature authorized LASERS to establish a Deferred Retirement Option Plan (DROP). When a member enters DROP, their status changes from active member to retiree even though they continue to work and draw their salary for a period of up to three years. The election is irrevocable once participation begins. During DROP participation, accumulated retirement benefits that would have been paid to each retiree are separately tracked. For members who entered DROP prior to January 1, 2004, interest at a rate of one-half percent less than the System's realized actuarial return on its portfolio (not to be less than zero) will be credited to the retiree after participation ends. At that time, the member must choose among available alternatives for the distribution of benefits that have accumulated in the DROP account. Members who enter DROP on or after January 1, 2004, are required to participate in LASERS Self-Directed Plan (SDP) which is administered by a third-party provider. The SDP allows DROP participants to choose from a menu of investment options for the allocation of their DROP balances. Participants may diversify their investments by choosing from an approved list of mutual funds with different holdings, management styles, and risk factors.

Members eligible to retire and who do not choose to participate in DROP may elect to receive at the time of retirement an initial benefit option (IBO) in an amount up to 36 months of benefits with an actuarial reduction of their future benefits. For members who selected the IBO option prior to January 1, 2004, such amount may be withdrawn or remain in the IBO account earning interest at a rate of one-half percent less than the System's realized return on its portfolio (not to be less than zero). Those members who select the IBO on or after January 1, 2004, are required to enter the SDP as described above.

3. Disability Benefits

Generally, active members with ten or more years of credited service who become disabled may receive a maximum disability retirement benefit equivalent to the regular retirement formula without reduction by reason of age. Upon reaching retirement age, the disability retiree may receive a regular retirement benefit by making application to the Board of Trustees.

For injuries sustained in the line of duty, hazardous duty personnel in the Hazardous Duty Services Plan will receive a disability benefit equal to 75% of final average compensation or 100% of final average compensation if the injury was the result of an intentional act of violence.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 7: PENSIONS (CONTINUED)

4. Survivor's Benefits

Certain eligible surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased. The deceased regular member hired before January 1, 2011, who was in state service at the time of death must have a minimum of five years of service credit, at least two of which were earned immediately prior to death, or who had a minimum of twenty years of service credit regardless of when earned in order for a benefit to be paid to a minor or handicapped child. Benefits are payable to an unmarried child until age 18, or age 23, if the child remains a full-time student. The aforementioned minimum service credit requirement is ten years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or qualified handicapped child.

The deceased regular member hired on or after January 1, 2011, must have a minimum of five years of service credit regardless of when earned in order for a benefit to be paid to a minor child. The aforementioned minimum service credit requirements for a surviving spouse are 10 years, 2 years being earned immediately prior to death, and active state service at the time of death, or a minimum of 20 years of service credit regardless of when earned. A deceased member's spouse must have been married for at least one year before death.

A Hazardous Duty Services Plan member's surviving spouse and minor or handicapped or mentally incapacitated child or children are entitled to survivor benefits of 80% of the member's final average compensation if the member was killed in the line of duty. If the member dies in the line of duty as a result of an intentional act of violence, survivor benefits may be increased to 100% of the member's final average compensation.

5. Permanent Benefit Increases/Cost-of-Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, the System allows for the payment of cost-of-living adjustments (COLAs), that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

The Experience Account Reserve is used to fund COLAs. The COLA granted must be funded at 100% of the actuarial cost. The account accumulates 50% of the excess investment gain relative to the actuarial valuation rate of 7.25% after such excess return exceeds \$100,000,000 (indexed to positive changes in the actuarial value of assets beginning June 30, 2015).

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 7: PENSIONS (CONTINUED)

If the System is at least 80% funded, the balance of the Experience Account maintains a reserve for two COLAs. However, if the System is less than 80% funded, the reserve is restricted to one COLA, based on the current allowable percentage granted for the COLA. Excess investment gains that would have otherwise gone to the Experience Account, if not for the restrictions, will be applied to the System's net pension liability. Beginning June 30, 2016, allocations to the Experience Account will be amortized over ten years. At June 30, 2025 and 2024, the balance of the Experience Account Reserve was \$23,460,897 and \$26,579,194, respectively.

Act 656 of the 2022 Regular Session of the Louisiana Legislature provided a one-time supplemental payment equal to the lesser of the retiree's or beneficiary's monthly benefit, or \$2,000. Eligibility was based on the current statutory COLA eligibility requirements. The increase in accrued liability includes the present value of the payment and is offset by funds disbursed from the Experience Account.

Effective July 1, 2023, Act 184 of the 2023 Louisiana Regular Legislative Session provides for the phasing out and termination of the Experience Account and of the diversion of the investment earnings into the account and creates a new account for accumulation of funds to pay COLAs (the COLA account). The Act establishes an additional component of the required employer contribution rate called the COLA account funding contribution or AFC rate and sets the AFC rate for Fiscal Year 2023-2024 at zero. Beginning in Fiscal Year 2024-2025, when the employer rate is scheduled to drop, half of the decrease will be added to the maximum possible AFC rate until that maximum equals 2.5%. However, for Fiscal Years 2024-2025 through 2027-2028, in the event the projected aggregate employer contribution rate is more than three percentage points lower than the aggregate employer contribution rate for Fiscal Year 2023-2024, the AFC rate will be limited by a rate schedule provided in Act 184. The rate schedule provides for a limited AFC rate of 1.5% in Fiscal Year 2024-2025 increasing by a quarter percentage point annually up to 2.5% in Fiscal Year 2028-2029 if this contingency is met. The balance in the COLA account is capped at the amount needed to fund two increases.

B. OPTIONAL RETIREMENT PLAN

In 1999, an Optional Retirement Plan (ORP) was established as a defined contribution component of LASERS for certain unclassified employees who otherwise would have been eligible to become members of the defined benefit plan. The ORP provides portability of assets and full and immediate vesting of all contributions submitted on behalf of members. The ORP is administered by a third-party provider with oversight from LASERS Board of Trustees. Monthly employer and employee contributions are invested as directed by the member to provide the member with future retirement benefits. The amount of these benefits is entirely dependent upon the total contributions and investment returns accumulated during the member's working lifetime.

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 7: PENSIONS (CONTINUED)

ORP balances are held by the provider in each participant's name. These balances are included in LASERS total investments on the Statements of Fiduciary Net Position. The ORP was closed to new members on December 7, 2007. However, members in the ORP as of December 31, 2007, were granted the option by Act 718 of the 2012 Louisiana Regular Legislative Session to regain membership in the defined benefit plan.

At June 30, 2025, and 2024, membership consisted of:

	<u>2025</u>	<u>2024</u>
Number of Members	33	36
Employee Contributions	\$38,282	\$39,149
Employer Contributions	\$177,661	\$212,822

The ORP Reserve consists of reserves for all members who elected to participate in the ORP and is credited with contributions made by the employee and the normal employer matching contributions for services rendered. When a member terminates service, or upon death before qualifying for a benefit, the refund of contributions is made from this reserve. Also, when a member retires, benefits are paid from this reserve. The balance of the ORP Reserve as of June 30, 2025 and 2024 was \$4,335,060 and \$4,324,809, respectively.

C. CONTRIBUTIONS

1. Member Contributions

Member contribution rates for the System are established by La. R.S. 11:62. Member contributions are deducted from a member's salary and remitted to the System by participating employers. If a member leaves covered employment or dies before any benefits become payable on their behalf, the accumulated contributions may be refunded to the member or their designated beneficiary. Similarly, accumulated contributions in excess of any benefits paid to members or their survivors are refunded to the member's beneficiaries or their estates upon cessation of any survivor's benefits.

2. Employer Contributions

The employer contribution rate is established annually under La. R.S. 11:101-11:104 by the Public Retirement Systems' Actuarial Committee (PRSAC), taking into consideration the recommendation of the System's Actuary. Each plan pays a separate actuarially determined employer contribution rate. However, all assets of LASERS are used for the payment of benefits for all classes of members, regardless of their plan membership.

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 7: PENSIONS (CONTINUED)

The member and employer rates in effect during the year ended June 30, 2025 for the various plans are as follows:

Plan	Plan Status	Employer Contribution Rate	Employee Rate
Judges hired before 1/1/2011	Closed	40.17%	11.50%
Judges hired after 1/1/2011	Closed	38.31%	13.00%
Judges hired on or after 7/1/2015	Open	38.31%	13.00%
Optional Retirement Plan (ORP) before 7/1/2006	Closed	34.74%	7.50%
Optional Retirement Plan (ORP) on or after 7/1/2006	Closed	34.74%	8.00%
Regular employees hired before 7/1/2006	Closed	34.74%	7.50%
Regular employees hired on or after 7/1/2006	Closed	34.74%	8.00%
Regular employees hired on or after 1/1/2011	Closed	34.74%	8.00%
Regular employees hired on or after 7/1/2015	Open	34.74%	8.00%

For the year ended December 31, 2025 the Court reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 119,152	\$ -
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	1,468,993
Employer contributions subsequent to the measurement date in the Prior Year	(812,776)	-
Employer contributions subsequent to the measurement date in the Current Year	816,075	-
	<u>\$ 122,451</u>	<u>\$ 1,468,993</u>

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 7: PENSIONS (CONTINUED)

The deferred outflows related to employer contributions subsequent to the measurement date reported at \$816,075 will be recognized as a reduction of the net pension liability in the Court's fiscal year ended December 31, 2026 financial statements.

Other amounts reported as deferred outflows of resources and deferred inflows of resources, including the remaining Plan's amortization related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year</u> <u>Ended June 30</u>	<u>Amount of</u> <u>Amortization</u>
2026	\$ 186,983
2027	(726,430)
2028	(559,461)
2029	(250,933)
	<u>\$ (1,349,841)</u>

D. SCHEDULE OF EMPLOYER ALLOCATIONS

The schedule of employer allocations reports the required projected employer contributions in addition to the employer allocation percentage. The required projected employer contributions are the basis used to determine the proportionate relationship of each employer to all employers of Louisiana State Employees' Retirement System. The employer's proportion was determined on a basis that is consistent with the manner in which contributions to the pension plan are determined. The allocation percentages were used in calculating each employer's proportionate share of the pension amounts.

The allocation method used in determining each employer's proportion was based on the employer's projected contribution effort to the plan for 2026 as compared to the total of all employers' projected contribution effort to the plan for 2026.

The employers' projected contribution effort was calculated by multiplying the eligible base compensation of active members in the System on June 30, 2025, by 2026 employers' actuarially required contribution rates. Generally, eligible base compensation was based on the reported base salary from each employer's July contribution report multiplied by twelve.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 7: PENSIONS (CONTINUED)

For active members who did not have a July 2025 contribution report or where the July base salary was greater than 115% of the prior fiscal year's annualized earnings, the annualized earnings for the prior fiscal year were used. Annualized earnings are derived using the total earnings for the prior fiscal year and dividing by the portion of the year for which the member was employed by the employer. The portion of the year employed is determined by dividing the actual days employed in the fiscal year by the days in the fiscal year.

E. ACTUARIAL METHODS AND ASSUMPTIONS

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

Valuation Date	6/30/2025
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Expected Remaining Service Lives	2 Years
Rate of Investment Return	7.25% per annum, net of investment expense
Inflation Rate	2.4% per annum
Mortality	Non-disabled members - The PubG-2010 Healthy Retiree on a fully generational basis by Mortality Improvement Scale MP-2021. Disabled members - Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 7: PENSIONS (CONTINUED)

Termination, Disability and Retirement	Termination, disability, and retirement assumptions were projected based on a five-year (2019-2023) experience study of the System's members.
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Salary Increases	Salary increases were projected based on a 2019-2023 experience study of the System's numbers. The salary increase ranges for specific types of members are:
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	Lower	Upper
<u>Member Type</u>	<u>Range</u>	<u>Range</u>
Regular	3.3%	14.0%
Judges	2.4%	4.8%

F. COST OF LIVING ADJUSTMENTS

The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.

G. LONG-TERM EXPECTED RATE OF RETURN

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.40% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term nominal rate of return is 8.30% for 2025. Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2025 are summarized in the following table:

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 7: PENSIONS (CONTINUED)

Expected Long Term Real Rates of Return	
Asset Class	2025
Cash	0.85%
Domestic Equity	4.42%
International Equity	5.22%
Domestic Fixed Income	2.53%
International Fixed Income	5.37%
Alternative Investments	7.43%
Total Fund	5.75%

H. DISCOUNT RATE

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC, taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

I. SENSITIVITY TO CHANGES IN DISCOUNT RATE

The following presents the net pension liability of the participating employers calculated using the discount rate of 7.25%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower, or one percentage point higher than the current rate.

	Changes in Discount Rate		
	1% Decrease	Current	1% Increase
	6.25%	7.25%	8.25%
2025 Net Pension Liability	\$ 13,057,378	\$ 8,577,821	\$ 5,595,145

J. CHANGE IN NET PENSION LIABILITY

The changes in the net pension liability for the year ended December 31, 2025 were recognized as pension expense or benefit in the current reporting period except as follows:

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 7: PENSIONS (CONTINUED)

Differences between Expected and Actual Experience

Differences between expected and actual experience with regard to economic or demographic factors in the measurement of the total pension liability were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan. The difference between expected and actual experience resulted in a deferred outflow of resources as of December 31, 2025 of \$119,152.

Differences between Projected and Actual Investment Earnings

Differences between projected and actual investment earnings on pension plan investments were recognize in pension expense using the straight-line amortization method over a closed five-year period. The difference between projected and actual investment earnings on pension plan investments resulted in a deferred inflow of resources as of December 31, 2025 of \$1,468,993.

Changes in Actuarial Assumptions

Changes in actuarial assumptions related to inflation and salary factors in the measurement of the total pension liability were recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan. There were no deferred inflow or outflow of resources related to changes in actuarial assumptions as of December 31, 2025.

K. CONTRIBUTIONS – PROPORTIONATE SHARE/CHANGE IN PROPORTIONATE SHARE

Differences between contributions remitted to the System and the employer's proportionate share are recognized in pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with a pension through the pension plan. The resulting deferred inflow/outflow and amortization is not reflected in the Schedule of Pension Amounts by Employer due to differences that could arise between contributions reported by the System and contributions reported by the participating employer.

Changes in the employer's proportionate share of the collective net pension liability and collective deferred outflows of resources and deferred inflows of resources since the prior measurement date are recognized in employers' pension expense using the straight-line amortization method over a closed period equal to the average of the expected remaining service lives of all employees that are provided pensions through the pension plan. The resulting deferred inflow/outflow and amortization is not reflected in the Schedule of Pension Amounts by Employer.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

NOTE 8: FINES AND FEES RESTRICTIONS

During 2020, a federal appeals court ruled that certain fines and fees assessed and collected by the Court represented a conflict of interests and were accordingly unconstitutional. In anticipation of a final ruling, the Court restricted the bond fees in question that were collected by setting the funds aside in a restricted bank account.

These funds are segregated in a separate bank account and are not disbursed for any operations of the Court. During the year ended December 31, 2025, the Court paid \$376,296 to the City of New Orleans, which represented bail bond funds collected by the Court.

NOTE 9: FUND TRANSFERS

Management determined that resources that were accumulated in the restricted funds were applicable to fund transfers from the unrestricted fund in excess of restricted fund program expenditures. Operating transfers totaling \$2,089,949 were recorded to properly state the unrestricted fund balance.

NOTE 10: SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 30, 2026, which is the date the audit report was available to be issued and have advised that no reportable matters existed.

REQUIRED SUPPLEMENTARY INFORMATION

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
BUDGET COMPARISON SCHEDULE - UNRESTRICTED FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025**

	Original Budget	Final Budget	Actual	Variance - Favorable / (Unfavorable)
REVENUES				
Charges for Services	\$ 47,000	\$ 47,000	\$ 395,535	\$ 348,535
Grants and Intergovernmental Funds	7,003,383	7,003,383	6,945,059	(58,324)
Interest	14,243	14,243	10,081	(4,162)
Total Revenues	<u>7,064,626</u>	<u>7,064,626</u>	<u>7,350,675</u>	<u>286,049</u>
EXPENDITURES				
Salaries & Benefits	5,754,470	5,754,470	6,103,445	(348,975)
Advertising	7,500	7,500	6,690	810
Bank Fees	18,000	18,000	-	18,000
Bottle Water & Coffee	-	-	377	(377)
Capital Outlay	110,000	110,000	5,377	104,623
Conferences and Legal Education	75,000	75,000	40,761	34,239
Drug Testing Supplies	125,000	125,000	152,401	(27,401)
Dues and Subscriptions	19,276	19,276	18,524	752
Insurance - Professional Liability	58,000	58,000	58,794	(794)
Law Books	95,000	95,000	110,716	(15,716)
Lease Payments	10,000	10,000	11,269	(1,269)
Maintenance & Repairs	84,000	84,000	7,310	76,690
Meetings - Internal/Local	-	-	21,594	(21,594)
Miscellaneous	-	-	6,291	(6,291)
Office Supplies	86,880	86,880	61,363	25,517
Paper Supplies	-	-	25,267	(25,267)
Postage	28,000	28,000	2,542	25,458
Professional & Contractual	387,500	387,500	215,508	171,992
Telecommunications	56,000	56,000	51,339	4,661
Travel	150,000	150,000	58,457	91,543
Total Expenditures	<u>\$ 7,064,626</u>	<u>\$ 7,064,626</u>	<u>\$ 6,958,025</u>	<u>\$ 106,601</u>

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

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
BUDGET COMPARISON SCHEDULE - RESTRICTED FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance - Favorable / (Unfavorable)</u>
REVENUE	<u>\$ 3,867,771</u>	<u>\$ 3,867,771</u>	<u>\$ 3,415,830</u>	<u>\$ (451,941)</u>
EXPENDITURES				
Salaries & Benefits	2,097,928	2,097,928	1,916,265	181,663
Advertising	-	-	-	-
Bottle Water & Coffee	-	-	19,291	(19,291)
Capital Outlay	26,200	26,200	14,784	11,416
Conferences and Legal Education	75,000	75,000	26,651	48,349
COVID-19 Expenses	-	-	-	-
Department of Corrections	-	-	46,084	(46,084)
Jury Expenses	215,027	215,027	215,029	(2)
Law Books	-	-	-	-
Lease Payments	84,773	84,773	108,570	(23,797)
Maintenance & Repairs	10,500	10,500	-	10,500
Meetings - Internal/Local	-	-	722	(722)
Miscellaneous	-	-	1,894	(1,894)
Office Supplies	43,500	43,500	9,576	33,924
Paper Supplies	31,000	31,000	15,058	15,942
Pest Control	500	500	-	500
Postage	30,000	30,000	35,154	(5,154)
Professional & Contractual	1,241,343	1,241,343	957,533	283,810
Telecommunications	3,000	3,000	520	2,480
Travel	9,000	9,000	15,077	(6,077)
Total Expenditures	<u>\$ 3,867,771</u>	<u>\$ 3,867,771</u>	<u>\$ 3,382,208</u>	<u>\$ 485,563</u>

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

**CRIMINAL COURT FOR THE PARISH OF ORLEANS
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FOR THE YEAR ENDED DECEMBER 31, 2025**

	<u>12/31/2025</u>	<u>12/31/2024</u>	<u>12/31/2023</u>	<u>12/31/2022</u>	<u>12/31/2021</u>	<u>12/31/2020</u>	<u>12/31/2019</u>	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>12/31/2016</u>
Criminal Court's Proportion of the Net Pension Liability	0.19028%	0.18540%	0.17447%	0.18492%	0.18913%	0.18943%	0.17472%	0.15407%	0.168810%	0.141830%
Criminal Court's Proportionate Share of the Net Pension Liability	8,577,821	10,082,351	11,678,467	13,905,513	10,281,794	14,805,480	12,658,095	10,507,121	11,882,248	11,137,196
Criminal Court's Covered-Employee Payroll	5,831,448	5,515,774	5,077,458	4,711,325	4,318,802	5,138,283	4,883,722	4,181,282	5,054,157	5,099,260
Criminal Court's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	147%	183%	230%	295%	238%	288%	256%	251%	235%	218%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.26%	74.50%	68.42%	34.85%	54.48%	37.84%	50.23%	80.51%	64.79%	60.63%

Note: Schedule is intended to show information for 10 years

**CRIMINAL COURT FOR THE PARISH OF ORLEANS
SCHEDULE OF CONTRIBUTIONS - RETIREMENT PLAN
FOR THE YEAR ENDED DECEMBER 31, 2025**

	<u>12/31/2025</u>	<u>12/31/2024</u>	<u>12/31/2023</u>	<u>12/31/2022</u>	<u>12/31/2021</u>	<u>12/31/2020</u>	<u>12/31/2019</u>	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>12/31/2016</u>
Contractually Required Contribution	\$ 1,604,215	\$ 1,550,981	\$ 1,635,381	\$ 1,589,131	\$ 1,578,983	\$ 1,593,197	\$ 1,414,457	\$ 1,123,873	1,019,192	1,140,453
Contributions in Relation to the Contractually Required Contribution	1,637,091	1,733,495	1,677,163	1,584,566	1,596,920	1,719,014	1,490,975	1,181,347	1,072,833	1,200,476
Contribution Deficiency/(Excess)	(32,876)	(182,514)	(41,782)	4,565	(17,937)	(125,817)	(76,518)	(57,474)	(53,641)	(60,023)
Covered-Employee Payroll	5,831,448	5,515,774	5,077,458	4,711,325	4,318,802	5,138,283	4,833,722	4,181,282	5,054,157	5,099,260
Contributions as a Percentage of Covered-Employee Payroll	28.07%	31.43%	33.03%	33.63%	36.98%	33.46%	30.85%	28.25%	21.23%	23.54%

Note: Schedule is intended to show information for 10 years

SUPPLEMENTARY INFORMATION

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
SUMMARY OF AUDITOR'S RESULTS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Section I - Summary of Auditor's Results

Financial Statements

An unmodified opinion was issued on the financial statements of the auditee.

Internal control over financial reporting:

Material weakness(es) identified? X yes no

Significant deficiency(s) identified
not considered to be material weaknesses? yes X no

Noncompliance material to financial statements noted? yes X no

Federal Awards

The Court did not expend over \$1,000,000 in federal funds during the year ended December 31, 2025. Therefore, a Single Audit was not required.



Luther Speight & Company, LLC
Certified Public Accountants and Consultants

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

To the Honorable Juana Marine-Lombard, Chief Judge
Criminal District Court for the Parish of Orleans

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 the Criminal District Court for the Parish of Orleans (the Court), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Court's basic financial statements and have issued our report thereon dated June 30, 2026.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as Finding #2025-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The Court's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Court's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Court's response was not subjected to the other 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.

A handwritten signature in blue ink, appearing to read "Luther Speight", is written over the printed name.

Luther Speight & Company CPAs
New Orleans, Louisiana
June 30, 2026

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
SCHEDULE OF FINDINGS AND MANAGEMENT RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025**

FINDING #2025-001 AGING RESTITUTION FUNDS NOT RECONCILED AND UNABLE TO BE DISBURSED TO UNLOCATED VICTIMS – MATERIAL WEAKNESS (ORIGINATED IN 2015)

CRITERIA:

Fiduciary fund accounting requires that financial resources held by governmental entities for other parties be properly accounted for and identified by the party that the funds are due to.

CONDITION:

As of December 31, 2025, the Court reported cash on hand that represented amounts “Due to Victims” totaling \$796,258. The Court maintains a computerized database that includes the funds that have been ordered by the Judges as “Due to Victims.” The software program was outdated and did not have adequate capabilities to allow for proper reconciliation of the cash on hand to the total of the amounts due to victims.

In addition, we noted many instances where the victim was specifically identified, however updated address information was unavailable for the victim. We also noted numerous amounts, which were due to victims that were not individually identified to a specific victim. Due to the limitations of the database reporting, we were unable to accurately quantify the applicable total.

CAUSE:

The software, procedures and controls in effect were not adequate to identify and record the victims related to each deposit ordered by the Court.

EFFECT:

Funds remain on deposit and significantly age without return to the intended victims or other proper disposition.

RECOMMENDATION:

We recommend that the Court develop and implement a plan to identify the intended disbursement of funds as provided by the orders of the Court or seek approval for alternative disposition from the proper authority.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
SCHEDULE OF FINDINGS AND MANAGEMENT RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025**

MANAGEMENT RESPONSE:

Orleans Parish Criminal District Court relies solely upon information from several criminal justice agencies in identifying victims who are owed restitution. A large amount of the funds date back over two decades, and as such it has been a challenge and nearly impossible to identify the victims. The Court, on its own action, over the past several years has attempted to and continues to actively locate victims in an effort to disperse any and all funds available and due. The Court has engaged the services of an investigative research company to assist in identifying victims' current information, therefore reducing the "Unidentified Victims List."

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
SUMMARY OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2025**

Finding #	Description	Resolved/Unresolved
2024-001	Aging Restitution Funds Not Reconciled and Unable to be Disbursed to Unlocated Victims	Unresolved

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
FOR THE YEAR ENDED DECEMBER 31, 2025

Purpose	Judge Levine	Judge Flemings- Davillier	Judge Willard	Judge Holmes	Judge Goode- Douglas	Judge Pittman	Judge Campbell	Judge Buras	Judge Roche	Judge Derbigny	Judge DeLarge	Judge Harris	Judge Lombard
Salary	\$ 183,724	\$ 183,724	\$ 183,724	\$ 183,724	\$ 183,724	\$ 183,724	\$ 183,724	\$ 183,724	\$ 183,724	\$ 103,301	\$ 183,724	\$ 183,724	\$ 183,724
Benefits - Medical	9,655	15,384	14,733	10,087	72	15,384	15,167	15,600	7,174	7,725	15,420	8,791	8,542
Benefits - Life (OGB)	-	-	-	-	-	-	-	-	-	-	-	-	-
Benefits - Retirement	67,430	70,443	70,443	67,430	67,430	70,443	67,430	70,443	67,430	40,944	67,430	67,430	70,443
Benefits - Liability Ins	3,270	4,415	3,270	3,270	3,270	4,674	3,925	3,270	3,270	3,270	3,270	3,270	3,925
Medicare	2,605	2,522	2,532	2,584	2,610	2,500	2,625	2,490	2,621	1,456	2,503	2,613	2,578
Travel	-	-	-	-	-	-	-	-	-	-	-	-	-
Car Allowance	-	-	-	-	-	-	-	-	-	-	-	-	-
Reimbursements	-	-	-	-	-	-	-	-	-	-	-	-	-
Registration Fees & Continuing Education Travel	650	1,449	650	2,699	2,325	8,819	1,024	1,450	1,200	650	1,375	7,474	2,349
Cell Phones	520	940	-	520	520	1,970	520	-	520	1,561	1,270	520	1,950
Special Meals	-	-	-	-	-	-	-	-	-	-	-	-	-
Dues	550	1,575	570	950	1,550	1,545	1,580	550	1,150	650	850	550	1,145
	\$ 268,404	\$ 280,452	\$ 275,922	\$ 271,264	\$ 261,501	\$ 289,059	\$ 275,995	\$ 277,527	\$ 267,089	\$ 159,557	\$ 275,842	\$ 274,372	\$ 274,656

Judge are elected officials and are employees of the Louisiana Supreme Court. The salaries and benefits reported on this schedule are paid directly by the Louisiana Supreme Court.

**CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS
JUSTICE SYSTEM FUNDING SCHEDULE - COLLECTING/DISBURSING SCHEDULE
CASH BASIS PRESENTATION
FOR THE YEAR ENDED DECEMBER 31, 2025**

	First Six Month Period Ended 06/30/25	Second Six Month Period Ended 12/31/25
1. Cash Balance	1,311,072	1,297,501
2. Collections		
Criminal Court Costs/Fees	5,807	11,669
Criminal Fines - Other/Non-Contempt	10,842	21,061
Restitution	94,180	102,570
Total Collected	110,829	135,300
3. Deductions: Collections Retained by the Orleans Parish Criminal District Court Fund		
	-	-
Total Collections Retained by the Orleans Parish Criminal District Court Fund	-	-
4. Deductions: Amounts Disbursed to Individuals and Entities, Excluding Governments and Nonprofits		
Collection/Processing Fees Paid to Third Party Entities	103,477	120,959
Total Amounts Disbursed to Individuals and Entities, Excluding Governments and Nonprofits	103,477	120,959
5. Deductions: Total Disbursements to Other Governments & Nonprofits	20,923	47,200
6. Total Amounts Disbursed/Retained	124,400	168,159
7. Ending Cash Balance	1,297,501	1,264,642
8. Ending Balance of "Partial Payments" Collected but not Disbursed	-	-
9. Other Information:		
Ending Balance of Total Amounts Assessed but not yet Collected (<i>i.e. receivable balance</i>)	-	-
Total Waivers During the Fiscal Period	-	-

See independent auditor's report



Luther Speight & Company, LLC
Certified Public Accountants and Consultants

CRIMINAL DISTRICT COURT FOR THE PARISH OF ORLEANS

AGREED-UPON PROCEDURES REPORT

FOR THE YEAR ENDED DECEMBER 31, 2025



Luther Speight & Company, LLC
Certified Public Accountants and Consultants

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Criminal District Court for the Parish of Orleans
and the Louisiana Legislative Auditor:

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

Criminal District Court for the Parish of Orleans 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, the 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:

Written Policies and Procedures

1. Obtain and inspect the entity's written policies and procedures and observe that they address each of the following categories and subcategories (if applicable to public funds and the entity's operations):

- a) ***Budgeting***, including preparing, adopting, monitoring, and amending the budget.

Results: *We performed the above procedures and noted no exceptions.*

- b) ***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.

Results: *We performed the above procedures and noted no exceptions.*

- c) **Disbursements**, including processing, reviewing, and approving.

Results: We performed the above procedures and noted no exceptions.

- d) **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).

Results: We performed the above procedures and noted no exceptions.

- e) **Payroll/Personnel**, including (1) payroll processing, and (2) reviewing and approving time and attendance records, including leave and overtime worked.

Results: We performed the above procedures and noted no exceptions.

- f) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process

Results: We performed the above procedures and noted no exceptions.

- g) **Credit Cards (and debit cards, fuel cards, P-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)

Results: We performed the above procedures and noted no exceptions.

- h) **Travel and expense reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.

Results: We performed the above procedures and noted no exceptions.

- i) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) requirement that all employees, including elected officials, annually attest through signature verification that they have read the entity's ethics policy.

Results: We performed the above procedures and noted no exceptions.

- j) **Debt Service**, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.

Results: *We performed the above procedures and noted no exceptions.*

- k) 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.

Results: *We performed the above procedures and noted no exceptions.*

- l) 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.

Results: *We performed the above procedures and noted no exceptions.*

Board or Finance Committee

2. 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:
- a) 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.

Results: *We performed the above procedures and noted no exceptions.*

- b) For those entities reporting on the governmental accounting model, observe whether the minutes referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual, at a minimum, on proprietary funds, and semi-annual budget-to-actual, at a minimum, on all special revenue funds. Alternately, for those entities reporting on the nonprofit 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.

Results: *We performed the above procedures and noted no exceptions.*

- c) 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.

Results: *We performed the above procedures and noted no exceptions.*

- d) 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.

Results: *Not applicable, there were no audit findings for the prior year, and the Entity's 2024 audit was accepted by the LLA.*

Bank Reconciliations

- 3. Obtain a listing of client 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 selected each account, and observe that:

- a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);

Results: *We noted that all bank account reconciliations were prepared and electronically signed within 2 months of the closing date.*

- b) Bank reconciliations include written evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each within 1 month of the date the reconciliation was prepared (e.g., initialed and dated or electronically logged); and

Results: *We performed the above procedures and noted no exceptions.*

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

Results: *We noted no reconciling items were outstanding for more than 12 months from year-end.*

Collections (excluding electronic fund transfers)

4. 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).

Results: *We performed the above procedures and noted no exceptions.*

5. 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 (i.e., 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, 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:

Results: *We performed the above procedures and noted no exceptions.*

- a) Employees responsible for cash collections do not share cash drawers/registers.

Results: *No Exceptions noted.*

- b) Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit.

Results: *No Exceptions noted.*

- c) Each employee responsible for collecting cash is not 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.

Results: *No Exceptions noted.*

- d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, are not responsible for collecting cash, unless another employee/official verifies the reconciliation.

Results: *No Exceptions noted.*

6. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe the bond or insurance policy for theft was enforced during the fiscal period.

Results: *We performed the above procedures and noted no exceptions.*

7. Randomly select two deposit dates for each of the 5 bank accounts selected for procedure #3 under “Bank Reconciliations” above (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). Alternately, 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:

- a) Observe that receipts are sequentially pre-numbered.

Results: *No Exceptions noted.*

- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

Results: *No Exceptions noted.*

- c) Trace the deposit slip total to the actual deposit per the bank statement.

Results: *No Exceptions noted.*

- d) Observe 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).

Results: *No Exceptions noted.*

- e) Trace the actual deposit per the bank statement to the general ledger.

Results: *We performed the above procedures and noted no exceptions.*

Non-Payroll Disbursements (excluding card purchases/payments, travel reimbursements, and petty cash purchases)

8. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select all locations (or all locations if less than 5).

Results: We performed the above procedures and noted no exceptions.

9. For each location selected under #8 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, inquire of employees about their job duties), and observe that job duties are properly segregated such that:

Results: We performed the above procedures and noted no exceptions.

- a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.

Results: No exceptions noted.

- b) At least two employees are involved in processing and approving payments to vendors.

Results: No exceptions noted.

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.

Results: No exceptions noted.

- c) 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.

Results: No exceptions noted.

- d) 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.

Results: No exceptions noted.

10. For each location selected under #8 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:

Results: *We performed the above procedures and noted no exceptions.*

- a) Observe whether the disbursement matched the related original itemized invoice and supporting documentation indicates deliverables included on the invoice were received by the entity.

Results: *We performed the above procedures and noted no exceptions.*

- b) Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.

Results: *We performed the above procedures and noted no exceptions.*

11. 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.

Results: *We performed the above procedures and noted no exceptions.*

Credit Cards/Debit Cards/Fuel Cards/P-Cards

12. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-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.

Results: *We performed the above procedures and noted no exceptions.*

13. 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:

Results: *We performed the above procedures and noted no exceptions.*

- a) 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. [Note:

Requiring such approval may constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality); these instances should not be reported.]

Results: We performed the above procedures and noted no exceptions.

- b) Observe that finance charges and late fees were not assessed on the selected statements.

Results: We performed the above procedures and noted no exceptions.

14. Using the monthly statements or combined statements selected under #12 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 (i.e., each card should have 10 transactions subject to testing). For each transaction, observe 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 note whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

Results: We performed the above procedures and noted no exceptions.

15. Using the list of terminated employees obtained in Payroll and Personnel procedure 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.

Results: We performed the above procedures and noted no exceptions.

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

16. 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, 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:

- a) If reimbursed using a per diem, observe the approved reimbursement rate is no more than those rates established by the State of Louisiana or U.S. General Services Administration (www.gsa.gov).

- b) If reimbursed using actual costs, observe the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.
- c) Observe 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 policy (procedure #1h).
- d) Observe each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Results: *We performed the above procedures and noted no exceptions.*

Contracts

17. 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. *Alternately, 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:

Results: *We performed the above procedures and noted no exceptions.*

- a) 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.

Results: *We performed the above procedures and noted no exceptions.*

- b) Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g., Lawrason Act, Home Rule Charter).

Results: *We performed the above procedures and noted no exceptions.*

- c) If the contract was amended (e.g., change order), observe 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, was approval documented).

Results: *We performed the above procedures and noted no exceptions.*

- d) 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 the invoice and related payment agreed to the terms and conditions of the contract.

Results: *We performed the above procedures and noted no exceptions.*

Payroll and Personnel

18. 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.

Results: *Per review of the payroll and personnel section, we only obtained two out of the five personnel files.*

Management's Response: *Management will ensure that all documentation pertaining to new employees' salaries is properly maintained within their personnel files. Furthermore, management will ensure that any salary adjustments are duly authorized and that all supporting documentation for such changes is retained in the employee's active file.*

19. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under #16 above, obtain attendance records and leave documentation for the pay period, and:

Results: *We performed the above procedures and noted no exceptions.*

- a) Observe all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, officials are not eligible to earn leave and do not document their attendance and leave. However, if the official is earning leave according to a policy and/or contract, the official should document his/her daily attendance and leave.)

Results: *Not exceptions noted.*

- b) Observe whether supervisors approved the attendance and leave of the selected employees or officials.

Results: *Not exceptions noted.*

- c) Observe any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.

Results: *Not exceptions noted.*

- d) Observe the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.

Results: *Not exceptions noted.*

20. 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, 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 or officials' cumulative leave records, agree the pay rates to the employee or officials authorized pay rates in the employee or officials' personnel files, and agree the termination payment to entity policy.

Results: No exceptions noted.

21. 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.

Results: No exceptions noted.

Ethics

22. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure, obtain ethics documentation from management, and:

Results: No exceptions noted.

- a) 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

Results: No exceptions noted.

- b) 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.

Results: No exceptions noted.

23. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

Results: No exceptions noted.

Debt Service

24. 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.

Results: Not applicable, as the Entity does not have any outstanding debt.

25. 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).

Results: Not applicable, as the Entity does not have any outstanding debt.

Fraud Notice

26. 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.

Results: We performed the above procedures and noted no exceptions.

27. 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.

Results: We performed the above procedures and noted no exceptions.

Information Technology Disaster Recovery/Business Continuity

28. 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 no written documentation, inquire of personnel responsible for backing up critical data) and observe that such backup occurred within the past week. If backups are stored on a physical medium (e.g., tapes, CDs), observe evidence that backups are encrypted before being transported.

Results: *We performed the above procedures and discussed the results with management.*

- b) Obtain and inspect the entity's most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.

Results: *We performed the above procedures and discussed the results with management.*

- 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.

Results: *We performed the above procedures and discussed the results with management.*

29. 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.

Results: *We performed the above procedures and discussed the results with management.*

30. 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.*

Results: *Criminal District Court for the Parish of Orleans provided documentation for cybersecurity training for 2026 year, but not the FY 2025 year.*

Management's Response: *The Criminal District Court shall ensure, on a going-forward basis, that all employees receive cybersecurity training in accordance with state law. The Court shall also ensure that all related training documentation is maintained for each employee in compliance with its record retention policy.*

Prevention of Sexual Harassment

31. 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.

Results: *We performed the above procedures and noted no exceptions.*

32. 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).

Results: *No exceptions noted.*

33. 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:

Results: *No exceptions noted.*

- a) Number and percentage of public servants in the agency who have completed the training requirements;

Results: *No exceptions noted.*

- b) Number of sexual harassment complaints received by the agency;

Results: *No exceptions noted.*

- c) Number of complaints which resulted in a finding that sexual harassment occurred:

Results: *No exceptions noted.*

- d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and

Results: *No exceptions noted.*

- e) Amount of time it took to resolve each complaint.

We were engaged by Criminal District Court for the Parish of Orleans 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 Criminal District Court for the Parish of Orleans 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.



Luther Speight & Company CPAs
New Orleans, Louisiana
June 30, 2026