

**STATE BOARD OF ACCOUNTS  
302 West Washington Street  
Room E418  
INDIANAPOLIS, INDIANA 46204-2769**

FINANCIAL STATEMENT EXAMINATION REPORT

OF

INDIANA JUDGES AND LAWYERS

ASSISTANCE PROGRAM

July 1, 2011 to June 30, 2014



**FILED**  
08/20/2015



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## SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Executive Director	Terry Harrell	07-01-11 to 06-30-15
Chairperson of the Committee	Honorable Kimberly A. Jackson Honorable Marianne Vorhees	07-01-11 to 06-30-13 07-01-13 to 06-30-15
Chief Justice of the Supreme Court	Honorable Randall T. Shepard Honorable Randall T. Shepard (Interim) Honorable Brent E. Dickson (Interim) Honorable Brent E. Dickson Honorable Loretta H. Rush	03-04-07 to 03-04-12 03-05-12 to 03-23-12 03-24-12 to 05-14-12 05-15-12 to 08-17-14 08-18-14 to 12-31-15



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**INDEPENDENT ACCOUNTANT'S REPORT**

**TO: THE OFFICIALS OF THE JUDGES AND LAWYERS ASSISTANCE PROGRAM**

We have examined the accompanying financial statement of the Judges and Lawyers Assistance Program (JLAP) for the period of July 1, 2011 to June 30, 2014. The financial statement is the responsibility of the JLAP's management. Our responsibility is to express an opinion on the financial statement based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the financial statement and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

As discussed in Note 1, the JLAP prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the matter discussed in the preceding paragraph, the financial statement referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position and results of operations of the JLAP for the period of July 1, 2011 to June 30, 2014.

In our opinion, the financial statement referred to above present fairly, in all material respects, the financial position and results of operations of the JLAP for the period of July 1, 2011 to June 30, 2014, on the basis of accounting described in Note 1.

*Paul D. Joyce*  
Paul D. Joyce, CPA  
State Examiner

May 21, 2015

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#### FINANCIAL STATEMENT AND ACCOMPANYING NOTES

The financial statement and accompanying notes were approved by management of the JLAP. The financial statement and notes are presented as intended by the JLAP.

INDIANA JUDGES AND LAWYERS ASSISTANCE PROGRAM  
 STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH BALANCES -  
 REGULATORY BASIS

As of and for the Years Ended June 30, 2012, 2013, and 2014

	2012	2013	2014
Cash, July 1	\$ 317,864	\$ 352,944	\$ 462,398
<b>Receipts:</b>			
Registration Fees	450,982	587,375	503,431
Monitor Fees	15,620	16,820	14,780
Volunteer Training Fees	7,530	-	620
Friends of JLAP	2,709	1,853	199
Treatment Fund	739	89	-
Interest Income	1,030	1,035	926
Miscellaneous	224	-	-
<b>Total receipts</b>	<b>478,834</b>	<b>607,172</b>	<b>519,956</b>
<b>Disbursements:</b>			
Personnel services	347,143	370,400	488,000
Professional Services	12,665	13,125	10,793
Rent	25,037	25,697	30,199
Parking	6,055	7,124	8,075
Telecommunications	7,269	8,877	7,207
Office Supplies/Services	3,211	8,373	8,870
Equipment/Furnishings	1,997	7,420	2,722
Postage	332	461	346
Library	409	673	389
Marketing	4,284	17,466	2,223
Volunteer Training	5,474	2,073	2,068
Conference/Training	6,306	10,335	9,322
Dues	1,170	1,194	810
Travel	6,728	5,457	7,951
JLAP Committee	6,826	13,613	9,093
Database	8,848	4,706	3,525
Insurance	-	576	-
Friends of JLAP	-	148	-
Treatment Fund	-	-	662
Miscellaneous	-	-	500
<b>Total disbursements</b>	<b>443,754</b>	<b>497,718</b>	<b>592,755</b>
<b>Excess of receipts over disbursements</b>	<b>35,080</b>	<b>109,454</b>	<b>(72,799)</b>
Cash, June 30	\$ 352,944	\$ 462,398	\$ 389,599

The accompanying notes are an integral part of the financial information.

INDIANA JUDGES AND LAWYERS ASSISTANCE PROGRAM  
NOTES TO FINANCIAL STATEMENT

***Note 1. Summary of Significant Accounting Policies***

***A. Reporting Entity***

The Indiana Judges and Lawyers Assistance Program (JLAP) provides assistance to judges, lawyers, and law students who may experience physical or mental impairments that result from disease, chemical dependency, mental health problems, or age and that could impair their ability to practice in a competent and professional manner. The purpose of the JLAP is to assist the impaired in recovery; to educate the bench and bar; and to reduce the potential harm caused by impairment to the individual, the public, the profession, and the legal system.

The accompanying financial statement presents the financial information for the JLAP.

***B. Basis of Accounting***

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The regulatory basis differs from accounting principles generally accepted in the United States of America in that receipts are recognized when received in cash rather than when earned and disbursements are recognized when paid rather than when a liability is incurred.

***Note 2. Deposits***

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The JLAP does not have a deposit policy for custodial credit risk. The JLAP's deposits were insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund.

***Note 3. Friends of JLAP Fund and Treatment Fund***

The JLAP created a Friends of JLAP Fund and a Treatment Fund during state fiscal year 2010 and entered into an agreement with the Indiana Bar Foundation (IBF) for the IBF to administer and maintain these Funds'. The Funds' activities are included within the accompanying financial statement for the JLAP.