

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Financial Statements and Schedules

December 31, 2012 and 2011

With Independent Auditors' Report Thereon



A Professional Accounting Corporation

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NEW ORLEANS POLICE AND JUSTICE FOUNDATION

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INDEPENDENT AUDITORS' REPORT

The Board of Directors
New Orleans Police and Justice Foundation:

Report on the Financial Statements

We have audited the accompanying financial statements of the New Orleans Police and Justice Foundation (a nonprofit organization) (the Foundation), which comprise the statements of financial position as of December 31, 2012 and 2011, and the related statements of activities and cash flows for the years then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of December 31, 2012 and 2011, and the changes in its net assets and its cash flows for the years then ended in conformity with auditing standards generally accepted in the United States of America.

Other Matters

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules 1 and 2, on pages 10 through 18, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2013, on our consideration of the Foundation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

PostHethwaite & Metterville

Metairie, Louisiana
June 21, 2013

NEW ORLEANS POLICE AND JUSTICE FOUNDATION
Statements of Financial Position
As of December 31, 2012 and 2011

	Assets	
	2012	2011
Current assets:		
Cash and cash equivalents	\$ 240,861	\$ 13,524
Cash restricted for specific use (note 2)	415,814	306,970
Other receivables	291,228	441,615
Promises to give (notes 2 and 4)	18,750	1,500
Other assets	5,020	4,544
Total current assets	971,673	768,153
Promises to give, long-term (notes 2 and 4)	22,000	32,000
Furniture and fixtures, net (note 3)	319	610
Total assets	\$ 993,992	\$ 800,763

Liabilities and Net Assets		
Accounts and other payables	\$ 146,040	\$ 130,854
Total liabilities	146,040	130,854
Net assets:		
Unrestricted	391,388	330,939
Temporarily restricted (note 2)	456,564	338,970
Total net assets	847,952	669,909
Total liabilities and net assets	\$ 993,992	\$ 800,763

See accompanying notes to financial statements.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Statements of Activities

For the years ended December 31, 2012 and 2011

	2012			2011		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
Revenues and support:						
Contributions, pledges, and grants	\$ 112,356	\$ 832,327	\$ 944,683	\$ 126,332	\$ 635,623	\$ 761,955
Special events (net of direct costs of \$83,493 and \$57,978, respectively)	224,237	-	224,237	210,472	-	210,472
Investment income	1,187	-	1,187	1,071	-	1,071
Net assets released from restrictions, net of transfers	714,733	(714,733)	-	661,865	(661,865)	-
Total revenues and support	<u>1,052,513</u>	<u>117,594</u>	<u>1,170,107</u>	<u>999,740</u>	<u>(26,242)</u>	<u>973,498</u>
Expenses:						
Program:						
ARRA - City of New Orleans	41,286	-	41,286	-	-	-
BCM CSI Grant	-	-	-	22,385	-	22,385
BCM Cease Fire Grant	-	-	-	39,744	-	39,744
BCM OPISIS Grant	138,071	-	138,071	-	-	-
Crime Action Summit	-	-	-	58,444	-	58,444
NOPD Canine Unit	22,001	-	22,001	17,537	-	17,537
NOPD Crime Coalition	31,652	-	31,652	-	-	-
NOPD Crime Prevention	1,500	-	1,500	-	-	-
NOPD COPS for Kids	91,394	-	91,394	86,178	-	86,178
NOPD Districts and Divisions - Various	58,480	-	58,480	92,083	-	92,083
NOPD MSB (ASBR)	1,717	-	1,717	7,106	-	7,106
NOPD Crisis Unit	4,570	-	4,570	11,932	-	11,932
NOPD General Support	5,383	-	5,383	9,055	-	9,055
NOPD Vests Quarter Master	13,996	-	13,996	-	-	-
NOPD Gym Account	2,110	-	2,110	408	-	408
NOPD ISB	1,000	-	1,000	1,000	-	1,000
NOPD Public Affairs	80	-	80	107	-	107
NOPD Mounted Division	6,126	-	6,126	285	-	285
NOPD Police Report Programmer	-	-	-	19,000	-	19,000
NOPD SOD	-	-	-	26,312	-	26,312
NOPD SWAT	4,122	-	4,122	5,534	-	5,534
NOPD Victim Witness Assistance	1,131	-	1,131	67	-	67
NOPD Traffic	906	-	906	3,211	-	3,211
NOPD Training	230	-	230	500	-	500
NOPD Tuition Assistance	33,856	-	33,856	35,708	-	35,708
Police Task Force	5,000	-	5,000	15,000	-	15,000
Compassion Fund	23,434	-	23,434	-	-	-
NOPD Tragedy Fund	57,188	-	57,188	3,500	-	3,500
Orleans Parish Sheriff's Office	-	-	-	8,900	-	8,900
Treme Market	-	-	-	150	-	150
Total program	<u>545,233</u>	<u>-</u>	<u>545,233</u>	<u>464,146</u>	<u>-</u>	<u>464,146</u>
Fundraising	-	-	-	49,582	-	49,582
Management and general:						
Salary, taxes, and benefits	371,036	-	371,036	415,319	-	415,319
Occupancy and other	75,795	-	75,795	78,502	-	78,502
Total management and general	<u>446,831</u>	<u>-</u>	<u>446,831</u>	<u>493,821</u>	<u>-</u>	<u>493,821</u>
Total expenses	<u>992,064</u>	<u>-</u>	<u>992,064</u>	<u>1,007,549</u>	<u>-</u>	<u>1,007,549</u>
Change in net assets	<u>60,449</u>	<u>117,594</u>	<u>178,043</u>	<u>(7,809)</u>	<u>(26,242)</u>	<u>(34,051)</u>
Beginning of year net assets	<u>330,939</u>	<u>338,970</u>	<u>669,909</u>	<u>338,748</u>	<u>365,212</u>	<u>703,960</u>
End of year net assets	<u>\$ 391,388</u>	<u>\$ 456,564</u>	<u>\$ 847,952</u>	<u>\$ 330,939</u>	<u>\$ 338,970</u>	<u>\$ 669,909</u>

See accompanying notes to financial statements.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Statements of Cash Flows

For the years ended December 31, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Cash flows from operating activities:		
Cash received from contributors and other revenue	\$ 1,311,581	\$ 1,076,763
Investment income received	1,187	1,071
Cash paid for operating expenses	(605,551)	(915,456)
Salaries, payroll taxes, and benefits paid	(371,036)	(415,319)
	<u>336,181</u>	<u>(252,941)</u>
Net cash provided by (used in) operating activities		
Cash flows from investing activities:		
Acquisition of furniture and fixtures	-	(765)
	<u>-</u>	<u>(765)</u>
Net cash used in investing activities		
Net increase (decrease) in cash	336,181	(253,706)
Cash at beginning of year	<u>320,494</u>	<u>574,200</u>
Cash at end of year	\$ <u><u>656,675</u></u>	\$ <u><u>320,494</u></u>
Reconciliation of cash		
Cash and cash equivalents	\$ 240,861	\$ 13,524
Cash restricted for specific use	415,814	306,970
Total	\$ <u><u>656,675</u></u>	\$ <u><u>320,494</u></u>
Reconciliation of changes in net assets to net cash provided by (used in) operating activities:		
Changes in net assets	\$ 178,043	\$ (34,051)
Depreciation	291	1,170
Changes in promises to give, receivables and other assets	142,661	160,431
Changes in accounts payable	15,186	(380,491)
	<u>336,181</u>	<u>(252,941)</u>
Net cash provided by (used in) operating activities	\$ <u><u>336,181</u></u>	\$ <u><u>(252,941)</u></u>

See accompanying notes to financial statements.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Notes to Financial Statements

December 31, 2012 and 2011

(1) Summary of Significant Accounting Policies

(a) Operations

New Orleans Police and Justice Foundation (the Foundation) is a nonprofit corporation organized in December 1995 to assist in creating a safer city and reducing crime by 1) ensuring that each individual police officer is trained, equipped and educated to perform at the highest levels of professional standards and 2) to provide the police department management and operational tools to coordinate law enforcement efforts for both crime prevention and intervention, thereby strategically positioning the New Orleans Police Department (NOPD) and the Orleans Parish Criminal Justice System for the future. Operations began in 1996. The Foundation provides for an electronic communications system for the Orleans Parish Criminal Justice System as well as crime reduction outreach.

(b) Basis of Presentation

The financial statements of the Foundation have been prepared on the accrual basis of accounting. The operations of the Foundation are accounted for as follows:

- Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.
- Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that will be met either by actions of the Foundation and/or the passage of time.
- Permanently restricted net assets - Net assets subject to donor-imposed stipulations that neither expire by the passage of time nor can be fulfilled and removed by actions of the Foundation pursuant to those stipulations. The Foundation does not have any permanently restricted net assets as of December 31, 2012 or 2011.

The Foundation reports donations as restricted support if they are received with donor stipulations that limit the use of the donated assets. Donations received to support the cost of operations are recorded as unrestricted support.

(c) Cash

For the purposes of the statement of cash flows, cash includes bank deposits, certificates of deposit, and money market accounts. Restricted cash represents funding received from donors with stipulations that limit the use of the donated assets.

(d) Contributions

Contributions represent cash donations to the Foundation from organizations and individuals and are recognized as support when received or unconditionally pledged. Contributions received with restrictions are recorded as restricted assets.

(e) Revenues and Support

The Foundation reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Notes to Financial Statements

December 31, 2012 and 2011

(1) Summary of Significant Accounting Policies (continued)

(e) Revenues and Support (continued)

When the donor restriction expires, that is when a stipulated time restriction ends or the purpose of the restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Gifts of long-lived operating assets such as equipment are reported as unrestricted support, unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Expirations of donor restrictions are reported when the donated or acquired long-lived assets are placed in service.

Other revenues and support are recorded when earned. An allowance for bad debts is established by management based on historical trends. Receivables are written off when management deems collectability is doubtful. Bad debt expense and any related recoveries are included in the Statement of Activities, as applicable. There was no allowance, bad debt expense or recovery recorded as of or for the years ended December 31, 2012 or 2011.

(f) Promises to Give

Legally enforceable promises to give are recorded as receivables and support when unconditionally pledged. Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily restricted net assets. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. Receivables for promises to give are not discounted unless the discount is significant.

The Foundation provides for an allowance for uncollectible unconditional promises receivable when necessary.

(g) Furniture and Fixtures

Furniture and fixtures are recorded at cost. Depreciation is provided over the estimated useful lives of the respective assets on a straight-line basis.

(h) Income Taxes

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Service Code and from Louisiana income taxes. In addition, the Foundation has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the code.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Notes to Financial Statements

December 31, 2012 and 2011

(1) Summary of Significant Accounting Policies (continued)

(h) *Income Taxes (continued)*

The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Organization may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Organization and various positions related to the potential sources of unrelated business taxable income (UBIT).

The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits identified or recorded as liabilities at December 31, 2012 or 2011.

The Foundation's tax returns for the years 2011, 2010, and 2009 remain open and subject to examination by taxing authorities. The Foundation's tax return for the year ended December 31, 2012 has yet to be filed.

(i) *Use of Estimates*

Management of the Foundation has made estimates and assumptions relating to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities to prepare these financial statements in conformity with accounting principles generally accepted in the United States of America. Actual results and the results of future periods could differ from those estimates.

(j) *Reclassifications*

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform to the current year financial statement presentation which includes presenting check writing service fees in revenues and expenditures.

(2) Restricted Assets

As of December 31, 2012 and 2011, the Foundation had \$456,564 and \$338,970, respectively, in temporarily restricted net assets, restricted for time and/or purpose, consisting of promises to give and restricted cash.

Net assets were released from restrictions during 2012 and 2011 by incurring expenses satisfying the restricted purposes or by expiration of time restrictions, totaling \$714,733 and \$661,865, respectively.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Notes to Financial Statements

December 31, 2012 and 2011

(3) Furniture and Fixtures

A summary of furniture and fixtures as of December 31 follows:

	<u>2012</u>	<u>2011</u>	<u>Estimated useful lives</u>
Furniture and fixtures, at cost	\$ 24,719	25,837	3 years
Less accumulated depreciation	<u>(24,400)</u>	<u>(25,227)</u>	
	<u>\$ 319</u>	<u>610</u>	

(4) Promises to Give

Promises to give are reflected on the statements of financial position as unrestricted and temporarily restricted net assets based on the nature of the promise to give. Scheduled payments are as follows:

2013	\$	18,750
2014		12,000
2015		5,000
2016		<u>5,000</u>
Promises to give	\$	<u>40,750</u>

(5) Outsourcing Administration

The Foundation provides a check writing service for several organizations and individuals. Grants and other funding are received by the Foundation. The Foundation remits payments for these other agencies. Except for any agreed upon time and effort and/or administrative fees, there is no income statement affect as a result of these activities. The statements of financial position as of December 31, 2012 and 2011 include receivables and payables that resulted from these fiscal agency activities.

(6) Line of Credit

The Foundation has a line of credit with Chase Bank for \$22,500 with an interest rate equal to the sum of the prime rate plus 0.44% points. The line of credit can be withdrawn at the option of the lender. The note is collateralized by a certificate of deposit held by Chase Bank. As of December 31, 2012 and 2011, there was no outstanding balance. The line of credit has no stated expiration date.

(7) Subsequent Events

The Foundation has evaluated subsequent events through the date that the financial statements were available to be issued, June 21, 2013, and determined that there were no items for disclosure.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Schedules

December 31, 2012

New Orleans Police and Justice Foundation
Combining Schedule of Activities
For the year ended December 31, 2012

Schedule I

	Unrestricted	Temporarily Restricted								
		ARRA - City of New Orleans	BCM OPISIS Grant	NOPD Canine Unit	New Orleans Crime Coalition	NOPD Crime Prevention Unit	NOPD COPS for Kids	Criminal Justice Technology	Domestic Violence	LAAG DNA Post Conviction
Revenues and support:										
Contributions, pledges, and grants	\$ 112,356	48,222	201,577	40,815	19,500	8,668	71,844	35,049	-	62,064
Special events (net of direct costs of \$83,493)	224,237	-	-	-	-	-	-	-	-	-
Investment income	1,187	-	-	-	-	-	-	-	-	-
Released from restrictions	728,877	(48,222)	(193,723)	(22,001)	(31,652)	(1,500)	(91,394)	(35,049)	-	(62,064)
Use of unrestricted	(14,144)	-	-	-	5,495	-	-	-	-	-
Total revenues and support	1,052,513	-	7,854	18,814	(6,657)	7,168	(19,550)	-	-	-
Expenses:										
Program:										
ARRA - City of New Orleans	41,286	-	-	-	-	-	-	-	-	-
BCM OPISIS Grant	138,071	-	-	-	-	-	-	-	-	-
NOPD Canine Unit	22,001	-	-	-	-	-	-	-	-	-
New Orleans Crime Coalition	31,652	-	-	-	-	-	-	-	-	-
NOPD Crime Prevention Unit	1,500	-	-	-	-	-	-	-	-	-
NOPD COPS for Kids	91,394	-	-	-	-	-	-	-	-	-
NOPD 1st District	4,106	-	-	-	-	-	-	-	-	-
NOPD 2nd District	57	-	-	-	-	-	-	-	-	-
NOPD 3rd District	4,204	-	-	-	-	-	-	-	-	-
NOPD 4th District	4,225	-	-	-	-	-	-	-	-	-
NOPD 5th District	500	-	-	-	-	-	-	-	-	-
NOPD 6th District	18,496	-	-	-	-	-	-	-	-	-
NOPD 7th District	3,908	-	-	-	-	-	-	-	-	-
NOPD MSB (ASBR)	1,717	-	-	-	-	-	-	-	-	-
NOPD Crisis Unit	4,570	-	-	-	-	-	-	-	-	-
NOPD District and Departmental Support	22,984	-	-	-	-	-	-	-	-	-
NOPD General Support	5,383	-	-	-	-	-	-	-	-	-
NOPD Vests Quarter Master	13,996	-	-	-	-	-	-	-	-	-
NOPD Gym Account	2,110	-	-	-	-	-	-	-	-	-
NOPD ISB	1,000	-	-	-	-	-	-	-	-	-
NOPD Public Affairs	80	-	-	-	-	-	-	-	-	-
NOPD Mounted Division	6,126	-	-	-	-	-	-	-	-	-
NOPD SWAT	4,122	-	-	-	-	-	-	-	-	-
NOPD Victim Witness Assistance	1,131	-	-	-	-	-	-	-	-	-
NOPD Traffic	906	-	-	-	-	-	-	-	-	-
NOPD Training	230	-	-	-	-	-	-	-	-	-
NOPD Tuition Assistance	33,856	-	-	-	-	-	-	-	-	-
Police Task Force	5,000	-	-	-	-	-	-	-	-	-
Compassion Fund	23,434	-	-	-	-	-	-	-	-	-
NOPD Tragedy Fund	57,188	-	-	-	-	-	-	-	-	-
Total program	545,233	-	-	-	-	-	-	-	-	-
Management and general:										
Salary, taxes, and benefits	371,036	-	-	-	-	-	-	-	-	-
Occupancy and other	75,795	-	-	-	-	-	-	-	-	-
Total management and general	446,831	-	-	-	-	-	-	-	-	-
Total expenses	992,064	-	-	-	-	-	-	-	-	-
Change in net assets	60,449	-	7,854	18,814	(6,657)	7,168	(19,550)	-	-	-
Beginning of year net assets	330,939	-	-	2,274	6,657	24	71,912	-	500	-
End of year net assets	\$ 391,388	-	7,854	21,088	-	7,192	52,362	-	500	-

See independent auditors' report.

(Continued)

New Orleans Police and Justice Foundation
Combining Schedule of Activities
For the year ended December 31, 2012

Schedule 1

	Temporarily Restricted									
	BCNO NOCC Grant	NOPD 1st District	NOPD 2nd District	NOPD 3rd District	NOPD 4th District	NOPD 5th District	NOPD 6th District	NOPD 7th District	NOPD 8th District	NOPD Academy
Revenues and support:										
Contributions, pledges, and grants	\$ 43,358	1,362	-	3,295	2,585	397	18,178	3,289	180	-
Special events (net of direct costs of \$83,493)	-	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-	-
Released from restrictions	(43,358)	(4,106)	(57)	(4,204)	(4,225)	(500)	(18,496)	(3,908)	-	-
Use of unrestricted	-	-	-	-	(5,548)	-	-	-	-	-
Total revenues and support	-	(2,744)	(57)	(909)	(7,188)	(103)	(318)	(619)	180	-
Expenses:										
Program:										
ARRA - City of New Orleans	-	-	-	-	-	-	-	-	-	-
BCM OPISIS Grant	-	-	-	-	-	-	-	-	-	-
NOPD Canine Unit	-	-	-	-	-	-	-	-	-	-
New Orleans Crime Coalition	-	-	-	-	-	-	-	-	-	-
NOPD Crime Prevention Unit	-	-	-	-	-	-	-	-	-	-
NOPD COPS for Kids	-	-	-	-	-	-	-	-	-	-
NOPD 1st District	-	-	-	-	-	-	-	-	-	-
NOPD 2nd District	-	-	-	-	-	-	-	-	-	-
NOPD 3rd District	-	-	-	-	-	-	-	-	-	-
NOPD 4th District	-	-	-	-	-	-	-	-	-	-
NOPD 5th District	-	-	-	-	-	-	-	-	-	-
NOPD 6th District	-	-	-	-	-	-	-	-	-	-
NOPD 7th District	-	-	-	-	-	-	-	-	-	-
NOPD MSB (ASBR)	-	-	-	-	-	-	-	-	-	-
NOPD Crisis Unit	-	-	-	-	-	-	-	-	-	-
NOPD District and Departmental Support	-	-	-	-	-	-	-	-	-	-
NOPD General Support	-	-	-	-	-	-	-	-	-	-
NOPD Vests Quarter Master	-	-	-	-	-	-	-	-	-	-
NOPD Gym Account	-	-	-	-	-	-	-	-	-	-
NOPD ISB	-	-	-	-	-	-	-	-	-	-
NOPD Public Affairs	-	-	-	-	-	-	-	-	-	-
NOPD Mounted Division	-	-	-	-	-	-	-	-	-	-
NOPD SWAT	-	-	-	-	-	-	-	-	-	-
NOPD Victim Witness Assistance	-	-	-	-	-	-	-	-	-	-
NOPD Traffic	-	-	-	-	-	-	-	-	-	-
NOPD Training	-	-	-	-	-	-	-	-	-	-
NOPD Tuition Assistance	-	-	-	-	-	-	-	-	-	-
Police Task Force	-	-	-	-	-	-	-	-	-	-
Compassion Fund	-	-	-	-	-	-	-	-	-	-
NOPD Tragedy Fund	-	-	-	-	-	-	-	-	-	-
Total program	-	-	-	-	-	-	-	-	-	-
Management and general:										
Salary, taxes, and benefits	-	-	-	-	-	-	-	-	-	-
Occupancy and other	-	-	-	-	-	-	-	-	-	-
Total management and general	-	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-	-
Change in net assets	-	(2,744)	(57)	(909)	(7,188)	(103)	(318)	(619)	180	-
Beginning of year net assets	-	9,775	2,723	1,238	12,677	2,404	7,190	7,039	3,487	253
End of year net assets	\$ -	7,031	2,666	329	5,489	2,301	6,872	6,420	3,667	253

See independent auditors' report.

(Continued)

New Orleans Police and Justice Foundation
 Combining Schedule of Activities
 For the year ended December 31, 2012

Schedule I

	Temporarily Restricted									
	NOPD MSB (ASBR)	NOPD Child Abuse	NOPD Crisis Unit	NOPD General Support	NOPD Vests Quarter Master	NOPD Gym	NOPD ISB	NOPD Operational Review	NOPD Pre-Cadet Program	NOPD Police Report Programmer
Revenues and support:										
Contributions, pledges, and grants	\$ 2,900	-	-	5,056	42,240	2,906	1,000	25,000	(5,000)	15,000
Special events (net of direct costs of \$83,493)	-	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-	-
Released from restrictions	(1,717)	-	(4,570)	(5,383)	(13,996)	(2,110)	(1,000)	-	-	-
Use of unrestricted	1,615	-	-	-	-	-	-	-	-	-
Total revenues and support	2,798	-	(4,570)	(327)	28,244	796	-	25,000	(5,000)	15,000
Expenses:										
Program:										
ARRA - City of New Orleans	-	-	-	-	-	-	-	-	-	-
BCM OPISIS Grant	-	-	-	-	-	-	-	-	-	-
NOPD Canine Unit	-	-	-	-	-	-	-	-	-	-
New Orleans Crime Coalition	-	-	-	-	-	-	-	-	-	-
NOPD Crime Prevention Unit	-	-	-	-	-	-	-	-	-	-
NOPD COPS for Kids	-	-	-	-	-	-	-	-	-	-
NOPD 1st District	-	-	-	-	-	-	-	-	-	-
NOPD 2nd District	-	-	-	-	-	-	-	-	-	-
NOPD 3rd District	-	-	-	-	-	-	-	-	-	-
NOPD 4th District	-	-	-	-	-	-	-	-	-	-
NOPD 5th District	-	-	-	-	-	-	-	-	-	-
NOPD 6th District	-	-	-	-	-	-	-	-	-	-
NOPD 7th District	-	-	-	-	-	-	-	-	-	-
NOPD MSB (ASBR)	-	-	-	-	-	-	-	-	-	-
NOPD Crisis Unit	-	-	-	-	-	-	-	-	-	-
NOPD District and Departmental Support	-	-	-	-	-	-	-	-	-	-
NOPD General Support	-	-	-	-	-	-	-	-	-	-
NOPD Vests Quarter Master	-	-	-	-	-	-	-	-	-	-
NOPD Gym Account	-	-	-	-	-	-	-	-	-	-
NOPD ISB	-	-	-	-	-	-	-	-	-	-
NOPD Public Affairs	-	-	-	-	-	-	-	-	-	-
NOPD Mounted Division	-	-	-	-	-	-	-	-	-	-
NOPD SWAT	-	-	-	-	-	-	-	-	-	-
NOPD Victim Witness Assistance	-	-	-	-	-	-	-	-	-	-
NOPD Traffic	-	-	-	-	-	-	-	-	-	-
NOPD Training	-	-	-	-	-	-	-	-	-	-
NOPD Tuition Assistance	-	-	-	-	-	-	-	-	-	-
Police Task Force	-	-	-	-	-	-	-	-	-	-
Compassion Fund	-	-	-	-	-	-	-	-	-	-
NOPD Tragedy Fund	-	-	-	-	-	-	-	-	-	-
Total program	-	-	-	-	-	-	-	-	-	-
Management and general:										
Salary, taxes, and benefits	-	-	-	-	-	-	-	-	-	-
Occupancy and other	-	-	-	-	-	-	-	-	-	-
Total management and general	-	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-	-
Change in net assets	2,798	-	(4,570)	(327)	28,244	796	-	25,000	(5,000)	15,000
Beginning of year net assets	-	175	6,233	1,656	11,380	11,486	-	-	35,275	-
End of year net assets	\$ 2,798	175	1,663	1,329	39,624	12,282	-	25,000	30,275	15,000

See independent auditors' report.

(Continued)

New Orleans Police and Justice Foundation
 Combining Schedule of Activities
 For the year ended December 31, 2012

Schedule 1

	Temporarily Restricted									
	NOPD Public Affairs	NOPD Mounted Division	NOPD SWAT	NOPD Victim Witness Assistance	NOPD Traffic	NOPD Training	NOPJF General	NOPD Tuition Assistance	Police Task Force	Project Safe Neighborhood
Revenues and support:										
Contributions, pledges, and grants	\$ -	22,250	17,588	2,060	1,550	10,000	25,750	40,000	5,000	3,569
Special events (net of direct costs of \$83,493)	-	-	-	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-	-	-	-
Released from restrictions	(80)	(6,126)	(4,122)	(1,131)	(906)	(230)	-	(33,856)	(5,000)	(3,569)
Use of unrestricted	-	-	-	-	-	-	-	12,584	-	-
Total revenues and support	(80)	16,124	13,466	929	644	9,770	25,750	18,728	-	-
Expenses:										
Program:										
ARRA - City of New Orleans	-	-	-	-	-	-	-	-	-	-
BCM OPISIS Grant	-	-	-	-	-	-	-	-	-	-
NOPD Canine Unit	-	-	-	-	-	-	-	-	-	-
New Orleans Crime Coalition	-	-	-	-	-	-	-	-	-	-
NOPD Crime Prevention Unit	-	-	-	-	-	-	-	-	-	-
NOPD COPS for Kids	-	-	-	-	-	-	-	-	-	-
NOPD 1st District	-	-	-	-	-	-	-	-	-	-
NOPD 2nd District	-	-	-	-	-	-	-	-	-	-
NOPD 3rd District	-	-	-	-	-	-	-	-	-	-
NOPD 4th District	-	-	-	-	-	-	-	-	-	-
NOPD 5th District	-	-	-	-	-	-	-	-	-	-
NOPD 6th District	-	-	-	-	-	-	-	-	-	-
NOPD 7th District	-	-	-	-	-	-	-	-	-	-
NOPD MSB (ASBR)	-	-	-	-	-	-	-	-	-	-
NOPD Crisis Unit	-	-	-	-	-	-	-	-	-	-
NOPD District and Departmental Support	-	-	-	-	-	-	-	-	-	-
NOPD General Support	-	-	-	-	-	-	-	-	-	-
NOPD Vests Quarter Master	-	-	-	-	-	-	-	-	-	-
NOPD Gym Account	-	-	-	-	-	-	-	-	-	-
NOPD ISB	-	-	-	-	-	-	-	-	-	-
NOPD Public Affairs	-	-	-	-	-	-	-	-	-	-
NOPD Mounted Division	-	-	-	-	-	-	-	-	-	-
NOPD SWAT	-	-	-	-	-	-	-	-	-	-
NOPD Victim Witness Assistance	-	-	-	-	-	-	-	-	-	-
NOPD Traffic	-	-	-	-	-	-	-	-	-	-
NOPD Training	-	-	-	-	-	-	-	-	-	-
NOPD Tuition Assistance	-	-	-	-	-	-	-	-	-	-
Police Task Force	-	-	-	-	-	-	-	-	-	-
Compassion Fund	-	-	-	-	-	-	-	-	-	-
NOPD Tragedy Fund	-	-	-	-	-	-	-	-	-	-
Total program	-	-	-	-	-	-	-	-	-	-
Management and general:										
Salary, taxes, and benefits	-	-	-	-	-	-	-	-	-	-
Occupancy and other	-	-	-	-	-	-	-	-	-	-
Total management and general	-	-	-	-	-	-	-	-	-	-
Total expenses	-	-	-	-	-	-	-	-	-	-
Change in net assets	(80)	16,124	13,466	929	644	9,770	25,750	18,728	-	-
Beginning of year net assets	746	75	4,488	930	723	-	-	6,272	-	-
End of year net assets	\$ 666	16,199	17,954	1,859	1,367	9,770	25,750	25,000	-	-

See independent auditors' report.

(Continued)

New Orleans Police and Justice Foundation
Combining Schedule of Activities
For the year ended December 31, 2012

Schedule I

	Temporarily Restricted				Total
	Super Bowl Badge Fund	Compassion Fund	NOPD Tragedy Fund	Subtotal	
Revenues and support:					
Contributions, pledges, and grants	\$ 9,385	22,734	22,956	832,327	\$ 944,683
Special events (net of direct costs of \$83,493)	-	-	-	-	224,237
Investment income	-	-	-	-	1,187
Released from restrictions	-	(23,434)	(57,188)	(728,877)	-
Use of unrestricted	-	-	(2)	14,144	-
Total revenues and support	<u>9,385</u>	<u>(700)</u>	<u>(34,234)</u>	<u>117,594</u>	<u>1,170,107</u>
Expenses:					
Program:					
ARRA - City of New Orleans	-	-	-	-	41,286
BCM OPISIS Grant	-	-	-	-	138,071
NOPD Canine Unit	-	-	-	-	22,001
New Orleans Crime Coalition	-	-	-	-	31,652
NOPD Crime Prevention Unit	-	-	-	-	1,500
NOPD COPS for Kids	-	-	-	-	91,394
NOPD 1st District	-	-	-	-	4,106
NOPD 2nd District	-	-	-	-	57
NOPD 3rd District	-	-	-	-	4,204
NOPD 4th District	-	-	-	-	4,225
NOPD 5th District	-	-	-	-	500
NOPD 6th District	-	-	-	-	18,496
NOPD 7th District	-	-	-	-	3,908
NOPD MSB (ASBR)	-	-	-	-	1,717
NOPD Crisis Unit	-	-	-	-	4,570
NOPD District and Departmental Support	-	-	-	-	22,984
NOPD General Support	-	-	-	-	5,383
NOPD Vests Quarter Master	-	-	-	-	13,996
NOPD Gym Account	-	-	-	-	2,110
NOPD ISB	-	-	-	-	1,000
NOPD Public Affairs	-	-	-	-	80
NOPD Mounted Division	-	-	-	-	6,126
NOPD SWAT	-	-	-	-	4,122
NOPD Victim Witness Assistance	-	-	-	-	1,131
NOPD Traffic	-	-	-	-	906
NOPD Training	-	-	-	-	230
NOPD Tuition Assistance	-	-	-	-	33,856
Police Task Force	-	-	-	-	5,000
Compassion Fund	-	-	-	-	23,434
NOPD Tragedy Fund	-	-	-	-	57,188
Total program	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>545,233</u>
Management and general:					
Salary, taxes, and benefits	-	-	-	-	371,036
Occupancy and other	-	-	-	-	75,795
Total management and general	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>446,831</u>
Total expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>992,064</u>
Change in net assets	<u>9,385</u>	<u>(700)</u>	<u>(34,234)</u>	<u>117,594</u>	<u>178,043</u>
Beginning of year net assets	<u>-</u>	<u>5,052</u>	<u>126,326</u>	<u>338,970</u>	<u>669,909</u>
End of year net assets	<u>\$ 9,385</u>	<u>\$ 4,352</u>	<u>\$ 92,092</u>	<u>\$ 456,564</u>	<u>\$ 847,952</u>

See independent auditors' report.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION, INC.

Schedule of Major Donors

For the year ended December 31, 2012

Abide Home Care Services, Inc
Acadian Ambulance & Air Med Services
Acme Oyster House
Ankor Energy LLC
A.P.E., Inc
Auto-Chlor Services, LLC
Badine Land Limited
Banner Chevrolet
Baptist Community Ministries
Bellwether Technology Corp.
Boh Bros. Construction Co., LLC
Elizabeth Boh
Bollinger Shipyards
Robert and Brenda Brown
Joe W. & Dorothy Dorsett Brown Foundation
Lynne Burkart
Canal Barge
Joseph C. & Sue Ellen M. Canizaro and Donum Dei Foundation
Capital One
L J Casanova
Center For Restorative Breast Surgery
Chevron North America Exploration, Gulf of Mexico Business Unit
James J. Coleman Jr.
Coleman, Johnson, Artigues
Cooper Family Foundation
COPS 8
Crescent Club
Crescent Bank & Trust
Lisa Crinel
Business Council of New Orleans & the River Region
Dean Foods
Edward Diefenthal
Kurt Weigle and the Downtown Development District
EAN Holdings, LLC and Enterprise Rent-A-Car
John Eastman and Eastland Holdings, LLC
Col. Terry J. and Suzanne Ebbert
Dr. and Mrs. Ollie Edmunds
Entergy New Orleans
Equity Management
EPL Oil & Gas, Inc.

(Continued)

NEW ORLEANS POLICE AND JUSTICE FOUNDATION, INC.

Schedule of Major Donors

For the year ended December 31, 2012

John Casbon and First American Title Insurance
 First Bank & Trust
 First NBC Bank
 Dean Falgoust and Freeport McMoRan Copper and Gold Foundation
 French Quarter Business Association
 Gentilly Carnival Club
 Goddesses, Inc.
 Goldring Family Foundation
 GPOA Foundation
 Greater New Orleans Foundation
 Greater New Orleans Hotel & Lodging Association
 Gulf Coast Bank & Trust, Lakeview Branch
 Gusman for Criminal Sheriff
 Stacey Dorsey and Harrah's Casino New Orleans
 Mel Lagarde, President, HCA MidAmerica Division
 Heinz & Macaluso, LLC
 David Kerstein and The Helis Foundation
 Stephen and Honorable Karen Herman
 Hilton New Orleans Riverside
 Hotel Parking Management, Inc.
 Cleland Powell III and IBERIA BANK
 Hotel Provincial
 International Matex Tank Terminals
 Investments III, LLC
 Leslie and Scott Jacobs
 Williams Hines and Jones, Walker, Waechter, Poitevent, Carrere & Denegre, LLP
 Eugenie & Joseph Jones Family Foundation
 Lester E. Kabacoff Family Foundation
 Pres Kabacoff and HRI Properties
 Michael Kearney
 Knights of Chaos
 Jesters Social Club and Knights of Babylon
 Le Krewe D'Etat
 Krewes for Kops
 Martha Ellard and Krewe of Iris
 Krewe of Morpheus
 Mystic Krewe of Nyx
 Sonny Borey and Krewe of Orpheus
 Christian Brown and Krewe of Rex
 Krewe of Thoth Charities, LLC
 Frischhertz, Poulliard, Frischhhertz & Impastato and the Krewe of Tucks

(Continued)

NEW ORLEANS POLICE AND JUSTICE FOUNDATION, INC.

Schedule of Major Donors

For the year ended December 31, 2012

Lace the Grand Ballroom
 Laitram, LLC
 Lakeview Civic Improvement Association
 Sally and Jay Lapeyre
 Liberty Bank
 John Albert Marque, Theresa Bittenbring Marque & John Henry Marque Endowed Donor Advised Fund
 Irvin Mayfield
 David Schulingkamp & Mark Schulingkamp and MBLX, Inc.
 Dr. Norman McSwain
 Robert W. Merrick, Chairman and CEO, Latter and Blum, Inc
 David Mintz and Mintz & Mintz Realty, LLC
 The James R. Moffett Family Foundation
 New Orleans Recreation Development Commission
 New Orleans Tourism Marketing Corporation
 David Oestreicher II
 Parking Management Services, Inc
 Park Investments, LTD
 Paul Piazza & Son, Inc.
 Popeye's Louisiana Kitchen
 Marshall Posey, Jr. & Mike Posey Photography and Video
 Postlethwaite & Netterville, APAC (P&N)
 Premium Parking Service
 Red Dress Run
 Regions Bank
 The Reily Foundation
 Jimmy Reiss
 Albert Richard
 RoboteX
 Rock'n'Roll for Acevedo and Mayfield Event Supporters
 Rodco Insurance Brokers
 Share Our Strength
 Shell Oil & Exploration
 Jim Cook and the Sheraton New Orleans Hotel
 Sandy and Mackie Shilstone
 Cooper T. Smith Stevedoring Co. Inc
 The Royal Sonesta Hotel
 Richard & Kellie Barnes and Southern Landscapes of Louisiana
 Southern Recycling
 Carl Mixon and State Farm Insurance
 Stewart Enterprises
 Stone Energy

(Continued)

NEW ORLEANS POLICE AND JUSTICE FOUNDATION, INC.

Schedule of Major Donors

For the year ended December 31, 2012

Patrick F. Taylor Foundation
Tidewater, Inc.
Gregory Rusovich and Transoceanic Trading
Tulane University Hospital & Clinic
TVG Development Company, Inc.
Unibar Services, Inc
United Cabs
Gary Ostroske and the United Way of Southeast Louisiana
Stafford Viator, Financial Advisor, Wells Fargo Advisors
Weil Bohn Foundation
Whitney Bank
Jim Wilkinson & Associates
George H. Wilson Fund
Tom Winingder and Winingder Enterprises, LLC
Mary Freeman Wisdom Foundation
Woldenberg Foundation
James Bernazzani and The Youth Rescue Initiative

See independent auditors' report.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

SINGLE AUDIT REPORTS

DECEMBER 31, 2012



A Professional Accounting Corporation

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NEW ORLEANS POLICE AND JUSTICE FOUNDATION

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**INDEPENDENT AUDITORS' 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 Board of Directors
New Orleans Police and Justice Foundation
New Orleans, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the New Orleans Police and Justice Foundation (the Foundation), which comprise the statement of financial position as of December 31, 2012, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 21, 2013.

Internal Control Over Financial Reporting

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

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization'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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Postlethwaite & Neffville

Metairie, Louisiana
June 21, 2013

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133**

To the Board of Directors
New Orleans Police and Justice Foundation
New Orleans, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the compliance of New Orleans Police and Justice Foundation (the Foundation) with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012. The Foundation's major federal programs are identified in the Summary of Independent Auditors' results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Foundation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Foundation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Foundation's compliance.

Opinion on Each Major Federal Program

In our opinion, the Foundation complied, all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

Report on Internal Control Over Compliance

Management of the Foundation is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit, we considered the Foundation's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Foundation's internal control over compliance.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses deficiencies or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the Foundation as of and for the year ended December 31, 2012, and have issued our report thereon dated June 21, 2013. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements taken as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Postbuckwalter Metairie

Metairie, Louisiana
June 21, 2013

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Schedule of Expenditures of Federal Awards

For the year ended December 31, 2012

Funding Agencies/ Program Title	Federal CFDA Number	Disbursements/ Expenditures
<u>U.S. Department of Justice</u>		
<u>Pass-Through Awards:</u>		
Office of Justice Programs, Bureau of Justice Assistance Passed through City of New Orleans Edward Byrne Memorial Justice Assistance Grant - Criminal LCLE-KAT - HTOK - C J Infrastructure Recovery - ARRA 2009-SB-B9-3167	16.804	\$ 76,934
Office of Justice Programs, National Institute of Justice Passed through Louisiana Department of Justice Department of Justice FY 2009 Post-Conviction DNA Testing Project Grant ID # 2009-DN-BX-K245 Department of Justice FY 2011 Post-Conviction DNA Testing Project Grant ID # 2011-DY-BX-K003	16.741	489,622
<u>Direct Awards:</u>		
Office of Justice Programs, Office for Civil Rights Criminal Justice Technology (2008-CK-WX-0387) Criminal Justice Technology (2009-CK-WX-0467)	16.710	166,222
Office of Justice Programs, Office for Civil Rights Project Safe Neighborhood Project Safe Neighborhood - (2009-GP-BX-0005) Project Safe Neighborhood - (2010-GP-BX-0079) Project Safe Neighborhood - (2011-GP-BX-0079) Project Safe Neighborhood - (2012-GP-BX-0003)	16.609	41,709
Total Federal Awards		<u>\$ 774,487</u>

See accompanying notes to Schedule of Expenditures of Federal Awards

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Notes to Schedule of Expenditures of Federal Awards

December 31, 2012

(1) Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) presents the federal grant activity of the New Orleans Police and Justice Foundation (the Foundation) under programs of the federal government for the year ended December 31, 2012. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of the Museum, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Foundation. The Foundation's reporting entity is defined in Note 1 to the financial statements for the year ended December 31, 2012. All Federal financial awards have been included on the Schedule.

(2) Summary of Significant Accounting Policies

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting, which is described in Note 1 to the Foundation's financial statements for the year ended December 31, 2012. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, *Cost Principles for Non-Profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Therefore, some amounts presented in this schedule may differ from amounts presented, or used in the preparation of, the basic financial statements.

(3) Relationship to Financial Statements

Federal awards are included in the category "contributions, pledges, and grants" in the Statement of Activities. Federal award revenues are reported in the financial statements as follows:

Federal expenditures included in the Statements of Activities	\$ 148,905
Federal expenditures for which the Foundation serves as fiscal agent/grantee/subrecipient based on the terms of the grant agreement with granting agencies, not recorded in the Foundation's income statement	<u>625,582</u>
Total reported on schedule of expenditures of federal awards	<u>\$ 774,487</u>

(4) Relationship to Federal Financial Reports

Amounts reported in the Schedule agree with the amounts reported in the related federal financial reports, except for the amounts in reports submitted as of a date subsequent to December 31, 2012.

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Schedule of Findings and Questioned Costs
For the year ended December 31, 2012

SCHEDULE I - Summary of the Independent Auditors' Results

1. Type of report issued on the financial statements. **Unqualified Opinion**
2. Did the audit disclose any material weaknesses in internal control over financial reporting? **No**
3. Did the audit disclose any significant deficiencies in internal control over financial reporting? **None reported**
4. Did the audit disclose any noncompliance which is material to the financial statements of the organization? **No**
5. Did the audit disclose any material weaknesses in internal control over major Federal programs? **No**
6. Did the audit disclose any significant deficiencies in internal control over major programs? **None reported**
7. Type of report issued on compliance for major programs. **Unqualified**
8. Did the audit disclose any audit findings which the independent auditor is required to report under OMB Circular A-133, Section 510(a)? **No**
9. The following is an identification of major programs:
 - U.S. Department of Justice, Office of Justice Programs, National Institute of Justice – CFDA No. 16.741 – passed through the Louisiana Department of Justice
 - U.S. Department of Justice, Office of Justice Programs, Bureau of Justice Assistance – CFDA No. 16.804 – ARRA – passed through the City of New Orleans
10. The dollar threshold used to distinguish between Type A and Type B Programs, as described in OMB Circular A-133, Section 520(b) was **\$300,000**.
11. Did the auditee qualify as a low risk auditee under OMB Circular A-133, Section 530? **Yes**

NEW ORLEANS POLICE AND JUSTICE FOUNDATION

Schedule of Findings and Questioned Costs, Continued
For the year ended December 31, 2012

SCHEDULE II – Financial Statement Findings

None noted.

SCHEDULE III – Federal Awards Findings

None noted.

Schedule of Prior Year Findings and Questioned Costs

There were no prior year audit findings.