

BOGALUSA REBIRTH
FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

BOGALUSA REBIRTH

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1-3
FINANCIAL STATEMENTS	
Statements of Financial Position	4
Statements of Activities	5-6
Statements of Functional Expenses	7-8
Statements of Cash Flows	9
Notes to the Financial Statements	10-18
SUPPLEMENTARY INFORMATION	
Schedule of Compensation, Benefits and Other Payments to the Executive Director	19
SPECIAL REPORTS OF INDEPENDENT AUDITORS	
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	20-21
Schedule of Findings and Questioned Costs	22
REPORTS BY MANAGEMENT	
Schedule of Prior Year Findings	23
INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING STATEWIDE AGREED-UPON PROCEDURES	24-36



INDEPENDENT AUDITORS' REPORT

To the Board of Directors and Executive Director of
Bogalusa Rebirth
Bogalusa, Louisiana

Opinion

We have audited the accompanying financial statements of Bogalusa Rebirth (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bogalusa Rebirth as of December 31, 2024, and the changes in its net assets and its cash flows 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Bogalusa Rebirth 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 Bogalusa Rebirth's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore it is not a guarantee that an audit conducted in accordance with generally accepted 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, 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 Bogalusa Rebirth'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 Bogalusa Rebirth'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.

Other Matters

We previously reviewed the financial statements of Bogalusa Rebirth for the year ended December 31, 2023, and stated in our report dated May 24, 2024 that we were not aware of any material modifications that should be made to those financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America. We were not engaged to audit the 2023 financial statements and, accordingly, we do not express an opinion or any other form of assurance on them.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Compensation, Benefits and Reimbursements to the Executive Director 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 May 9, 2025, on our consideration of Bogalusa Rebirth'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 Bogalusa Rebirth'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 Bogalusa Rebirth's internal control over financial reporting and compliance.



Metairie, Louisiana
May 9, 2025

BOGALUSA REBIRTH

**STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2024 AND 2023**

	<u>Audited 2024</u>	<u>Reviewed 2023</u>
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 312,652	\$ 247,446
Restricted cash - future development	162,091	373,465
Prepaid expense	411	7,650
Accounts receivable-grants	225,260	92,370
Unconditional promise to give	-	25,000
Due from homebuyer	2,565	788
Inventory	915,397	552,053
Total current assets	<u>\$ 1,618,376</u>	<u>\$ 1,298,772</u>
PROPERTY	<u>\$ 72,510</u>	<u>\$ -</u>
OTHER ASSETS		
Due from homebuyer-long-term portion	<u>\$ 8,135</u>	<u>\$ 14,000</u>
Total other assets	<u>\$ 8,135</u>	<u>\$ 14,000</u>
 Total assets	 <u><u>\$ 1,699,021</u></u>	 <u><u>\$ 1,312,772</u></u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 32,825	\$ 4,204
Escrow for lease to purchase	7,618	-
Notes payable	246,558	186,148
Total current liabilities	<u>\$ 287,001</u>	<u>\$ 190,352</u>
LONG TERM LIABILITIES		
Notes Payable	\$ 495,923	\$ 196,558
Total long term liabilities	<u>\$ 495,923</u>	<u>\$ 196,558</u>
NET ASSETS		
Without donor restrictions		
Undesignated	\$ 916,097	\$ 900,862
Designated	-	-
With donor restrictions	-	25,000
Total net assets	<u>\$ 916,097</u>	<u>\$ 925,862</u>
 Total liabilities and net assets	 <u><u>\$ 1,699,021</u></u>	 <u><u>\$ 1,312,772</u></u>

See Notes to Financial Statements.

BOGALUSA REBIRTH
STATEMENT OF ACTIVITIES
(AUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS, AND OTHER SUPPORT			
Federal grants	\$ 225,560	\$ -	\$ 225,560
Sales of houses	275,000	-	275,000
Less: Development costs	(368,388)	-	(368,388)
Other grants	65,900	-	65,900
Contributions	19,425	-	19,425
Rental revenue	4,018	-	4,018
Net assets released from restrictions	25,000	(25,000)	-
Total revenues, gains and other support	\$ 246,515	\$ (25,000)	\$ 221,515
 EXPENSES			
Program services	\$ 148,421	\$ -	\$ 148,421
Supporting services			
General and administrative	74,677	-	74,677
Fund-raising	8,182	-	8,182
Total expenses	\$ 231,280	\$ -	\$ 231,280
 Change in net assets	\$ 15,235	\$ (25,000)	\$ (9,765)
 NET ASSETS AT BEGINNING OF YEAR	900,862	25,000	925,862
 NET ASSETS AT END OF YEAR	\$ 916,097	\$ -	\$ 916,097

See Notes to Financial Statements.

BOGALUSA REBIRTH
STATEMENT OF ACTIVITIES
(REVIEWED)
FOR THE YEAR ENDED DECEMBER 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE, GAINS, AND OTHER SUPPORT			
Federal grants	\$ 719,960	\$ -	\$ 719,960
Sales of Houses	408,000	-	408,000
Less: Development costs	(505,054)	-	(505,054)
Other grants	50,025	25,000	75,025
Contributions	32,291	-	32,291
Rental revenue	9,000	-	9,000
In-kind land donation value	35,000	-	35,000
Miscellaneous	3,193	-	3,193
Total revenues, gains and other support	\$ 752,415	\$ 25,000	\$ 777,415
 EXPENSES			
Program services	\$ 132,952	\$ -	\$ 132,952
Supporting services			
General and administrative	70,912	-	70,912
Fund-raising	7,242	-	7,242
Total expenses	\$ 211,106	\$ -	\$ 211,106
 Change in net assets	\$ 541,309	\$ 25,000	\$ 566,309
 NET ASSETS AT BEGINNING OF YEAR	359,553	-	359,553
 NET ASSETS AT END OF YEAR	\$ 900,862	\$ 25,000	\$ 925,862

See Notes to Financial Statements.

BOGALUSA REBIRTH

**STATEMENT OF FUNCTIONAL EXPENSES
(AUDITED)
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Program Service</u>			
	<u>Affordable</u>	<u>General and</u>	<u>Fund-raising</u>	<u>Total</u>
	<u>Housing</u>	<u>Administrative</u>		
Compensation and related expenses	\$ 110,803	\$ 13,036	\$ 6,518	\$ 130,357
Accounting	-	8,000	-	8,000
Advertising and marketing	-	294	-	294
Beautification projects	5,297	-	-	5,297
Communications	-	4,280	-	4,280
Computer and equipment	-	2,076	-	2,076
Conferences	-	868	-	868
Development costs	368,388	-	-	368,388
Direct homebuyer assistance	31,466	-	-	31,466
Education and training	-	60	-	60
Fees	-	5,790	-	5,790
Furniture and equipment	-	844	-	844
Insurance	-	1,296	-	1,296
Interest	-	6,293	-	6,293
Miscellaneous	-	4,808	-	4,808
Occupancy expenses	-	5,051	-	5,051
Office supplies	-	4,667	-	4,667
Professional fees	855	1,228	-	2,083
Software	-	11,300	-	11,300
Special events	-	-	1,664	1,664
Travel and meals	-	4,786	-	4,786
Total expenses	\$ 516,809	\$ 74,677	\$ 8,182	\$ 599,668
Less: Development costs	(368,388)	-	-	(368,388)
	<u>\$ 148,421</u>	<u>\$ 74,677</u>	<u>\$ 8,182</u>	<u>\$ 231,280</u>

See Notes to Financial Statements.

BOGALUSA REBIRTH

**STATEMENT OF FUNCTIONAL EXPENSES
(REVIEWED)
FOR THE YEAR ENDED DECEMBER 31, 2023**

	<u>Program Service</u>			<u>Total</u>
	<u>Affordable Housing</u>	<u>General and Administrative</u>	<u>Fund-raising</u>	
Compensation and related expenses	\$ 87,772	\$ 10,326	\$ 5,163	\$ 103,261
Accounting	-	16,875	-	16,875
Advertising and marketing	-	4,692	-	4,692
Beautification projects	18,221	-	-	18,221
Closing costs	-	-	-	-
Communications	-	6,330	-	6,330
Community contributions	-	1,047	-	1,047
Computer and equipment	-	6,500	-	6,500
Conferences	-	2,890	-	2,890
Development costs	505,054	-	-	505,054
Direct homebuyer assistance	13,584	-	-	13,584
Education and training	-	616	-	616
Fees	-	4,577	-	4,577
Furniture and equipment	-	373	-	373
Insurance	-	1,203	-	1,203
Interest	6,388	1,355	-	7,743
Lease expense	-	4,080	-	4,080
Miscellaneous	-	39	-	39
Office supplies	-	2,347	-	2,347
Professional fees	6,250	3,902	-	10,152
Travel and meals	-	3,760	-	3,760
Security	737	-	-	737
Special events	-	-	2,079	2,079
Total expenses	\$ 638,006	\$ 70,912	\$ 7,242	\$ 716,160
Less: Development costs	(505,054)	-	-	(505,054)
	<u>\$ 132,952</u>	<u>\$ 70,912</u>	<u>\$ 7,242</u>	<u>\$ 211,106</u>

See Notes to Financial Statements.

BOGALUSA REBIRTH

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023**

	Audited 2024	Reviewed 2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (9,765)	\$ 566,309
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
(Increase) decrease in operating assets:		
Prepaid expense	7,239	(7,650)
Accounts receivable-grants	(132,890)	194,593
Unconditional promise to give	25,000	(25,000)
Due from homebuyer	4,088	(14,788)
Inventory	(363,344)	235,185
Increase (decrease) in operating liabilities:		
Accounts payable	36,239	(73,419)
Net cash (used in) provided by operating activities	<u>\$ (433,433)</u>	<u>\$ 875,230</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property	\$ (72,510)	\$ -
Net cash used in investing activities	<u>\$ (72,510)</u>	<u>\$ -</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from notes payable	\$ 545,923	\$ (439,199)
Repayments of notes payable	(90,942)	-
Repayments of lines of credit	(95,206)	(180,234)
Net cash provided by (used in) financing activities	<u>\$ 359,775</u>	<u>\$ (619,433)</u>
Change in net assets, cash equivalents and restricted cash	\$ (73,658)	\$ 255,797
Beginning cash, cash equivalents and restricted cash, as restated	<u>\$ 620,911</u>	<u>\$ 365,114</u>
Ending cash, cash equivalents and restricted cash	<u>\$ 474,743</u>	<u>\$ 620,911</u>
Cash, cash equivalents and restricted cash consist of the following:		
Cash and cash equivalents	\$ 312,652	\$ 247,446
Cash restricted for:		
Future developments	162,091	373,465
Total cash, cash equivalents and restricted cash	<u>\$ 474,743</u>	<u>\$ 620,911</u>
Supplemental Disclosures of Cash Flow Information:		
Cash paid during the year for interest	<u>\$ 6,293</u>	<u>\$ 7,743</u>
Non-cash donations of land	<u>\$ -</u>	<u>\$ 35,000</u>

See Notes to Financial Statements.

**BOGALUSA REBIRTH
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Bogalusa Rebirth (the "Organization") is a non-profit Louisiana organization incorporated in 2007. The Organization's mission is "through broad partnerships, HUD funding, grants, local contributions and the commitment of working families, the Organization will replace blight in Bogalusa neighborhoods with new houses to be sold to families earning less than 80% of median household income (MHI)." The vision of the Organization is to see a future for the City of Bogalusa with its streets free of blight and safe decent affordable housing available for all residents.

Since achieving Community Housing Development Organization (CHDO) status in 2017, the Organization has been successful in bringing Federal funds, private financing and development and local business investment to the issue of affordable housing in Bogalusa:

Priority Area	Impact
HUD HOME funds awarded	\$ 1,339,484
Affordable housing units produced	9
HUD HOME fund committed additionally	\$ 1,194,977

In 2016 the Organization held the first Annual Housing Fair to attract applicants meeting income requirements to apply to purchase the planned HUD homes. The Organization provides financial literacy training, credit counseling and homebuyer training. The annual housing fair along with family services has produced a waiting list of qualified applicants in need of safe decent affordable housing:

Priority Goal	Impact
Current applicant pool earning >80% MHI	46
Applicants currently in credit counseling	54
Applicants mortgage ready	6

Bogalusa Rebirth Blight Remediation Program has both City Government, local business, and Foundation support. For the year ended December 31, 2024, the following progress has been made:

Priority Goal	Impact
Number of condemned structures	400+
Number of tear downs completed	9
New homes built to replace blight	6
Donations to blight remediation fund	\$ 47,000

BOGALUSA REBIRTH
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting

The Organization's financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America on the accrual basis of accounting.

Financial Statement Presentation

The Organization follows the financial statement presentation recommended by the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 958, Not-for-Profit Entities. The Organization reports information regarding its financial position and activities according to two classes of net assets based on the existence or absence of restrictions on use that its donors place: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions - Net assets not subject to donor-imposed restrictions may be expended to perform the Organization's primary objectives. These net assets may be used at the discretion of the Organization's management and the board of directors. The revenues received in conducting the Organization's mission are included in this category.

Net assets with donor restrictions -- Net assets are subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in that the donor has stipulated these funds be maintained in perpetuity.

For the years ended December 31, 2024 and 2023, the Organization received \$0 and \$25,000 in contributions with donor-imposed restrictions that would result in net assets with donor restrictions.

Use of Estimates

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

Cash and Cash Equivalents

The Organization classifies as cash and cash equivalents all highly liquid debt instruments with an initial maturity of three months or less.

Cash balances are held in several financial institutions in Bogalusa, Louisiana. The Federal Deposit Insurance Corporation insures a balance of up to \$250,000. There was a balance at one institution in excess of the limit by \$0 and \$134,815 at December 31, 2024 and 2023, respectively.

BOGALUSA REBIRTH
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Receivables

Receivables consist of amounts due from grants. The receivables are stated as the amount management expects to collect from outstanding balances from funders. The Organization carries its accounts receivable net of an allowance for credit losses. The Organization estimates credit losses associated with accounts receivable using as expected credit loss model, which utilizes an aging schedule methodology based on historical information and adjusted for asset-specific considerations and current economic conditions. The Organization's approach considers several factors, including overall historical credit losses and payment experience, as well as current collection trends such as write-off frequency.

Collection losses have historically not been significant. As of December 31, 2024 and 2023, management concluded that based on its review of accounts receivable balances outstanding, a valuation allowance was not required

Promises to Give and Contributions

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Due from Homebuyer

For the year ended December 31, 2023, the Organization assisted a homebuyer in the process of purchasing a home. The amount loaned to the homebuyer was \$15,000. Subsequent to year end, the parties entered into a fifteen year agreement beginning January 29, 2024 and ending February 1, 2039, with an interest rate of .25%, and monthly payments of \$214. The balance due to Bogalusa Rebirth as of December 31, 2024 and 2023 was \$10,700 and \$14,788, respectively.

Property and Equipment

All acquisitions of property and equipment over \$5,000 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the useful life of the assets.

BOGALUSA REBIRTH
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventory

All direct materials, labor and equipment costs and those indirect costs related to home construction such as indirect labor, supplies and tool costs are recorded as inventory on the Statements of Financial Position as they are incurred. Land costs included in inventory are stated at cost or fair value at the date of the contribution. When revenue from the sale of a home is recognized, the corresponding costs are then expensed in the Statements of Activities. Inventory included the following:

<u>December 31, 2024:</u>	Land	Development Costs	Total Inventory
	\$ 122,968	\$ 792,429	\$ 915,397
<u>December 31, 2023:</u>	Land	Development Costs	Total Inventory
	\$ 130,093	\$ 421,960	\$ 552,053

Sales of Houses

The Organization builds and sells houses to low-income individuals. Such revenues are recognized at the date of closing for the house as this is the point in time the Organization has determined to satisfy their performance obligation.

Government Grants

Revenues from federal grants are recorded when the Organization has a right to reimbursement under the related grant, generally corresponding to the incurring of grant-related costs by the Organization or when earned under the terms of the grants.

In-Kind Contributions and Contributed Services

In-kind contributions are reflected as contributions at their fair value at date of donation and are reported as support without donor restrictions unless explicit donor stipulations specify how donated assets must be used. The Organization recognizes the fair value of contributed services received if such services a) create or enhance nonfinancial assets or b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not contributed.

The Organization receives a significant amount of contributed time from volunteers that does not meet the recognition criteria described above. Accordingly, the value of this contributed time is not reflected in the accompanying financial statements.

The Organization received donated land for the years ended December 31, 2024 and 2023 valued at \$0 and \$35,000, respectively.

BOGALUSA REBIRTH
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Leases

Effective July 1, 2022, the Standard adopted FASB 842 *Leases* (the Standard). The Standard establishes a right-of-use (ROU) model that requires a lessee to record an ROU asset and a lease liability on the Statement of Financial Position for all leases with terms longer than twelve months. Leases are classified as either finance or operating, with classification affecting the pattern of expense recognition in the Statement of Activities.

As permitted by the standard, the Organization elected, for all asset classes, the short-term lease exemption. A short-term lease is a lease that, at the commencement date, has a term of twelve months or less and does not include an option to purchase the underlying asset.

As of December 31, 2024 and 2023, the Organization has identified no significant long-term leases and, as such, has recorded no ROU assets nor lease liabilities on the Statement of Financial Position.

Advertising

The Organization expenses all advertising costs as incurred. For the years ended December 31, 2024 and 2023, the Organization incurred and expensed advertising costs of \$294 and \$4,692, respectively.

Functional Allocation of Expense

Expenses are summarized on a functional basis. The statements of functional expenses present the natural classification detail of expense by function. Salaries and related payroll expenses are allocated based upon the time spent for each function. Allocation of all other shared expenses is based upon management's estimates of the usage applicable to conducting various program or support activities.

Income Taxes

The Organization has received a tax-exempt ruling under section 501(c)(3) from the Internal Revenue Service. It is not subject to Federal income tax unless the Organization has unrelated trade or business income.

Accounting standards provide detailed guidance for financial statement recognition, measurement, and disclosure of uncertain tax positions recognized in an Organization's financial statements. These standards require an Organization to recognize the financial statement impact of a tax position when it is more likely than not that the position will not be sustained upon examination. As of December 31, 2024 and 2023, the Organization's management believes that it has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements. Tax years ended December 31, 2022 and later remain subject to examination by the taxing authorities.

BOGALUSA REBIRTH
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Adopted Accounting Pronouncements

The Organization has adopted the Current Expected Credit Losses (CECL) accounting standard, as per Accounting Standards Update (ASU) No. 2016-13, "Financial Instruments Credit Losses (Topic 326)." The standard introduces a new model for estimating credit losses on financial instruments. After a thorough evaluation, management has determined that the impact of adopting the CECL standard on the financial statements is immaterial.

The Organization has considered factors such as historical loss experience, current economic conditions, and other relevant factors in its credit loss estimation process. As a result, the adoption of the CECL standard has not had a material impact on the Organization's financial position, results of operations, or cash flows.

NOTE 2. CASH, CASH EQUIVALENTS, AND RESTRICTED CASH

The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the Statements of Financial Position that sum to the total of the same such amounts shown in the Statements of Cash Flows:

	2024	2023
Cash and cash equivalents	\$312,652	\$247,446
Restricted cash	162,091	373,465
Total	\$474,743	\$620,911

The Organization is contractually obligated to keep the amounts received from the sales of houses developed from Louisiana Housing Corporation funds in a separate bank account. The funds are to be used for future development costs.

NOTE 3. PROPERTY

During the fiscal year December 31, 2024, the Organization began the process of building an administrative office. Property consisted of the following at December 31:

	2024	2023
Land	\$ 7,583	\$ -
Construction in Progress	64,927	-
Total Property	\$ 72,510	\$ -

NOTE 4. OPERATING LEASE

The Organization has an operating lease for an administrative office space. Lease expense related to the office space totaled \$4,223 and \$4,080 for the years ended December 31, 2024 and 2023, respectively. The lease required monthly payments of \$350 per month until November 30, 2024. The renewal rate beginning December 1, 2024 was \$361 per month.

BOGALUSA REBIRTH
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 5. CONCENTRATION OF RISK

The Organization receives donations and grants from various funders. For the years ended December 31, 2024 and 2023, \$225,560 and \$719,960 or 38% and 58% of the Organization's revenue received was from federal reimbursement grants. \$275,000 and \$408,000 or 47% and 33% was received from the sales of houses. The remaining 15% and 10% or \$89,343 and \$154,509 was received from in-kind land donation, rental revenue and other grants and contributions.

The Organization receives the majority of these revenues through a federal government agency. If significant budget cuts are made at the federal, state, or local level, the amount of funds the Organization receives could be reduced significantly and have an adverse impact on its operations. As of May 9, 2025, management was not aware of any actions taken that would adversely affect the funds received by the Organization from these sources in the upcoming fiscal year.

NOTE 6. NOTES PAYABLE

The following table provides information related to the notes payable and line of credit as of December 31, 2024 and 2023:

	2024	2023
Note payable to Louisiana Housing Corporation for development of single-family dwellings, no interest forgivable loan to be forgiven if dwellings are sold to qualified buyer	\$ 592,731	\$ 196,558
Note payable to Housing Authority Council for development of affordable housing, due 5/31/26, 6% interest rate	99,750	-
Note payable to Enterprise Community Partners, due 6/30/25, no interest	50,000	90,942
Line of credit, from bank, due 6/27/24, 8.25% interest rate	-	95,206
Total notes payable	\$ 742,481	\$ 382,706
Less: current maturities	(246,558)	(186,148)
Long term notes payable	\$ 495,923	\$ 196,558

The Organization maintained a revolving line of credit at a bank which required interest payments with a floating interest rate based on the Wall Street Journal prime rate. Borrowings under the line were collateralized by a certain home in the inventory.

The notes payable from the various organizations are also collateralized by certain homes in the inventory.

For the years ended December 31, 2024 and 2023, interest expense totaled \$6,293 and \$7,743, respectively.

BOGALUSA REBIRTH
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 7. SALES OF HOUSES

The Organization had the following sales of houses and in-kind donated land for the years ended December 31, 2024 and 2023. The amounts are included in the Statement of Activities and changes in net assets.

<u>December 31, 2024</u>	Development	Total	
Land	Costs	Cost	Sale Price
\$ 13,395	\$ 354,993	\$ 368,388	\$ 275,000

<u>December 31, 2023</u>	Development	Total	
Land	Costs	Cost	Sale Price
\$ 6,300	\$ 498,754	\$ 505,054	\$ 408,000

NOTE 8. LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments. The Organization manages its cash available to meet general expenditures following the guiding principles of operating within a prudent range of financial soundness and stability and maintaining adequate liquid assets.

In addition, the Organization maintains several lines of credit as a source of liquidity if needed. See Note 5 for information about the lines of credit. In addition to financial assets available to meet general expenditures over the next twelve months, the Organization operates with a budget to monitor resources and spending.

As of December 31, 2024 and 2023, financial assets available for general operating purposes within one year of the balance sheet date consist of the following:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 312,652	\$ 247,446
Grant receivables	225,260	92,370
Unconditional promise to give	-	25,000
Total financial assets	<u>\$ 537,912</u>	<u>\$ 364,816</u>

NOTE 9. WITH DONOR RESTRICTIONS

During 2023, the Organization received a \$25,000 purpose restricted unconditional promise to give that was designated as with donor restrictions in net assets to be spent during the fiscal year ended December 31, 2024. There were no with donor restrictions for the year ended December 31, 2024.

BOGALUSA REBIRTH
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024 AND 2023

NOTE 10. PENSION PLAN

Employees of the Organization may participate in a sponsored 401(k) retirement plan, whereby the employees may elect to make contributions pursuant to a salary reduction agreement. Employees are vested upon three years of service. Employees may elect to defer a portion of their annual salary subject to Internal Revenue Service limits. The Organization makes discretionary matches up to 5% of the employees' annual salary. Employer contributions for the years ended June 30, 2024 and 2023 was \$2,158 and \$0, respectively.

NOTE 11. COMPENSATION

The Board of Directors serves the Organization without compensation.

NOTE 12. RECLASSIFICATION OF PRIOR YEAR PRESENTATION

For the year ended December 31, 2024, certain amounts were reclassified to the correct year, therefore restating the beginning net asset balance as follows:

Beginning Net Assets	\$ 1,086,272
Prior year adjustments:	
Accounts receivable	(162,519)
Note payable-LHC	(34,039)
Federal revenue	<u>(530,161)</u>
Total prior year adjustments	<u>(726,719)</u>
Beginning Net Assets, restated	<u>\$ 359,553</u>

NOTE 13. SUBSEQUENT EVENTS

Management evaluated subsequent events through May 9, 2025, when the financial statements were available. The Organization received a commitment to construction lender letter from the Louisiana Housing Corporation for the Rental Restoration and Development Program for the construction of one home in the amount of \$194,977. The Organization also received a conditional letter from the Louisiana Housing Corporation for the construction of five homes in the amount of \$1,000,000.

**BOGALUSA REBIRTH
 SCHEDULE OF COMPENSATION, BENEFITS, AND
 OTHER PAYMENTS TO THE EXECUTIVE DIRECTOR
 FOR THE YEAR ENDED DECEMBER 31, 2024**

<u>Purpose:</u>	<u>Wendy Dupont</u>
Salary	\$ 68,750
Bonus	5,000
401k match	2,188
Cell phone	1,185
Mileage	653
Travel	133
Other reimbursements	951
Total	<u>\$ 78,860</u>



**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 and Executive Director of
Bogalusa Rebirth
Bogalusa, 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 Bogalusa Rebirth (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024, 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 May 9, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bogalusa Rebirth's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not

express such an opinion. The results of our tests disclosed no instances of noncompliance 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.

A handwritten signature in cursive script that reads "Bernard & Franks".

Metairie, Louisiana
May 9, 2025

BOGALUSA REBIRTH

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2024

SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on the financial statements of Bogalusa Rebirth, which was prepared in accordance with generally accepted accounting principles 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.
2. No significant deficiencies or material weaknesses in internal control were disclosed during the audit of the financial statements as reported in the 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*.
3. No instances of noncompliance material to the financial statements of Bogalusa Rebirth were disclosed in the 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*.
4. No management letter was issued for the year ended December 31, 2024.
5. Bogalusa Rebirth did not expend more than \$750,000 in federal awards during the year ended December 31, 2024, and therefore, is exempt from the audit requirements under the *Uniform Guidance*.

FINDINGS-FINANCIAL STATEMENTS

There were no findings for the year ended December 31, 2024.

FINDINGS-FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

This is not applicable to the Organization for the year ended December 31, 2024.

BOGALUSA REBIRTH

**SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2024**

There were no findings for the year ended December 31, 2023.



INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING STATEWIDE AGREED-UPON PROCEDURES

To the Board of Directors of
Bogalusa Rebirth
Bogalusa, Louisiana
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, 2024 through December 31, 2024. Bogalusa Rebirth's management is responsible for those C/C areas identified in the SAUPs.

Bogalusa Rebirth (a nonprofit "Organization") 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, 2024 through December 31, 2024. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes. The procedures and associated findings are as follows:

1.) Written Policies and Procedures

A. Obtain and inspect the Organization's written policies and procedures and observe whether they address each of the following categories and subcategories if applicable to public funds and the Organization's operations:

i. ***Budgeting***, including preparing, adopting, monitoring, and amending the budget.

Result: There were no exceptions noted.

ii. ***Purchasing***, including (1) how purchases are initiated, (2) how vendors are added to the vendor list, (3) the preparation and approval process of purchase requisitions and purchase orders, (4) controls to ensure compliance with the Public Bid Law, and (5) documentation required to be maintained for all bids and price quotes.

Result: There were no exceptions noted.

iii. ***Disbursements***, including processing, reviewing, and approving.

Result: There were no exceptions noted.

iv. ***Receipts/Collections***, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the

completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).

Result: There were no exceptions noted.

- v. ***Payroll/Personnel***, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee(s) rate of pay or approval and maintenance of pay rate schedules.

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

- viii. ***Credit Cards (and debit cards, fuel cards, purchase cards, if applicable)***, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).

Result: There were no exceptions noted.

- ix. ***Ethics***, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the Organization's ethics policy.

Result: The Organization is a nonprofit organization; therefore, the ethics agreed-upon procedure does not apply.

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

Result: The Organization is a nonprofit organization; therefore, the debt service agreed-upon procedure does not apply.

- xi. ***Information Technology Disaster Recovery/Business Continuity***, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.

Result: There were no exceptions noted.

- xii. ***Prevention of Sexual Harassment***, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Result: The Organization does have a sexual harassment policy, but their policies are not defined under Louisiana Revised Statute (R.S.) 42:342-344, due to their nonprofit status. Therefore, the sexual harassment agree-upon procedures do not apply.

2.) Board or Finance Committee

- A. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:

- i. Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.

Results: There were no exceptions noted.

- ii. For those entities reporting on the nonprofit accounting model, review the minutes from all regularly scheduled board/finance committee meetings held during the fiscal year and observe whether the minutes from at least one meeting each month referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual comparisons, at a minimum, on all proprietary funds, and semi-annual budget-to-actual comparisons, at a minimum, on all special revenue funds. Alternatively, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.

Results: There were no exceptions noted.

- iii. For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

Results: The Organization is a nonprofit organization; therefore, this agreed-upon procedure does not apply.

- iv. Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

Results: This is not applicable because the Organization did not have audit findings.

3.) Bank Reconciliations

- A. Obtain a listing of Organization bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the Organization's main operating account. Select the Organization's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one

month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:

Result: We obtained the required list with management's representation that the listing is complete.

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

Result: There were no exceptions noted.

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

Result: The bank reconciliations did not include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation.

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

Result: There were no exceptions noted.

4.) Collections (excluding electronic funds transfers)

- A. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

Result: We obtained the required list with management's representation that the listing is complete.

- B. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (e.g., 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if there are no written policies or procedures, then inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:

Result: We obtained the required list with management's representation that the listing is complete.

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

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

- iii. 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.

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

- C. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was in force during the fiscal period.

Result: There were no exceptions noted.

- D. Randomly select two deposit dates for each of the 5 bank accounts selected for bank reconciliations procedure #3A (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternatively, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and

- i. Observe that receipts are sequentially pre-numbered.

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

- iv. Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

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

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

Result: We obtained the required list with management's representation that the listing is complete.

- B. For each location selected under procedure #5A above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, then inquire of employees about their job duties), and observe that job duties are properly segregated such that:

Result: We obtained the required list with management's representation that the listing is complete.

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

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

- iii. The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.

Result: There were no exceptions noted.

- iv. Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.

Result: There were no exceptions noted.

- v. Only employees/officials are 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.

Result: There were no exceptions noted.

- C. For each location selected under procedure #5A above, obtain the Organization's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction, and:

- i. Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice and supporting documentation indicates that deliverables included on the invoice were received by the Organization.

Result: There were no exceptions noted.

- ii. Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under procedure #5B above, as applicable.

Result: There were no exceptions noted.

- D. Using the Organization'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 Organization's policy, and (b) approved by the required number of authorized signers per the Organization'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.

Result: There were no exceptions noted.

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

- A. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

Result: We obtained the required list with management's representation that the listing is complete.

- B. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement). Obtain supporting documentation, and:

- i. Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., itemized receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved) by someone other than the authorized card holder (those instances requiring such approval that may constrain the legal authority of certain public officials, such as the mayor of a Lawrason Act municipality, should not be reported).

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

- C. Using the monthly statements or combined statements selected under procedure #6B above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (e.g., each card should have 10 transactions subject to inspection). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and observe whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

Result: There were no exceptions noted.

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

A. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements and obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:

Result: We obtained the required list with management's representation that the listing is complete.

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

Result: There were no exceptions noted.

- ii. If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.

Result: There were no exceptions noted.

- iii. Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by written policies and procedures procedure #1A(vii).

Result: There were no exceptions noted.

- iv. Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Result: There were no exceptions noted.

8.) Contracts

A. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *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:

Result: We obtained the required list with management's representation that the listing is complete.

- i. Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.

Result: This is not applicable, as the Organization did not have any contracts under the Louisiana Public Bid Law requirements.

- ii. Observe whether the contract was approved by the governing body/board, if required by policy or law.

Result: There were no exceptions noted.

- iii. If the contract was amended (e.g., change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, was approval documented).

Result: There were no exceptions noted.

- iv. Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Result: There were no exceptions noted.

9.) Payroll and Personnel

- A. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials. obtain related paid salaries and personnel files. and agree paid salaries to authorized salaries/pay rates in the personnel files.

Result: We obtained the required list with management's representation that the listing is complete.

- B. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under procedure #9A above, obtain attendance records and leave documentation for the pay period, and:

- i. Observe that all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory).

Result: There were no exceptions noted.

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

Result: There were no exceptions noted.

- iii. Observe that any leave accrued or taken during the pay period is reflected in the Organization's cumulative leave records.

Result: There were no exceptions noted.

- iv. Observe the rate paid to the employees or officials agrees to the authorized salary/pay rate found within the personnel file.

Result: There we no exceptions noted.

- C. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials and obtain related documentation of the hours and pay rates used in management's termination payment calculations and the Organization's policy on termination payments. Agree the hours to the employee's or official's cumulative leave records, agree the

pay rates to the employee's or official's authorized pay rates in the employee's or official's personnel files, and agree the termination payment to Organization policy.

Result: We obtained the required list with management's representation that the listing is complete. There were no exceptions noted.

- D. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums) have been paid, and any associated forms have been filed, by required deadlines.

Result: We obtained management's representation that employer and employee portions of third-party payroll related amounts have been paid, and any associated forms have been filed, by required deadlines. There were no exceptions noted.

10.) Ethics

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

The Organization is a nonprofit organization; therefore, the ethics agreed-upon procedure does not apply.

11.) Debt Service

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

The Organization is a nonprofit organization; therefore, the debt service agreed-upon procedure does not apply.

12.) Fraud Notice

- A. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the Organization reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the Organization is domiciled as required by Louisiana Revised Statute (R.S.) 24:523.

Result: The Organization represented that there were no misappropriations of public funds for the fiscal year. There were no exceptions noted.

- B. Observe the Organization 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.

Result: There were no exceptions noted.

13.) Information Technology Disaster Recovery/Business Continuity

Perform the following procedures:

- A. Obtain and inspect the Organization's most recent documentation that it has backed up its critical data (if there is no written documentation, then inquire of personnel responsible for backing up critical data) and observe evidence that such backup (a) occurred within the past week, (b) was not stored on the government's local server or network, and (c) was encrypted.

Result: We performed the procedure and discussed the results with management.

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

Result: We performed the procedure and discussed the results with management.

- C. Obtain a listing of the Organization'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.

Result: We performed the procedure and discussed the results with management.

- D. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in Payroll and Personnel procedure #9C. Observe evidence that the selected terminated employees have been removed or disabled from the network.

Result: We performed the procedure and discussed the results with management.

- E. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency's

information technology assets have completed cybersecurity training as required by R.S. 42:1267. The requirements are as follows:

- Hired before June 9, 2020 - completed the training; and
- Hired on or after June 9, 2020 - completed the training within 30 days of initial service or employment.

Result: We performed the procedure and discussed the results with management.

14.) Prevention of Sexual Harassment

- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.
- B. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).
- C. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that the report includes the applicable requirements of R.S. 42:344:
 - i. Number and percentage of public servants in the agency who have completed the training requirements;
 - ii. Number of sexual harassment complaints received by the agency;
 - iii. Number of complaints which resulted in a finding that sexual harassment occurred;
 - iv. Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
 - v. The amount of time it took to resolve each complaint.

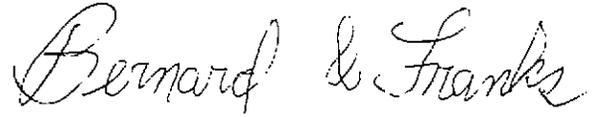
The Organization is a nonprofit organization; therefore, the prevention of sexual harassment agreed-upon procedure does not apply.

We were engaged by Bogalusa Rebirth 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 Bogalusa Rebirth 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 (R.S.) 24:513, this report is distributed by the LLA as a public document.

May 9, 2025
Metairie, Louisiana

A handwritten signature in cursive script that reads "Bernard & Franks". The signature is written in black ink and is positioned to the right of the date and location text.

LOUISIANA COMPLIANCE QUESTIONNAIRE
(For Audit Engagements of Quasi-Public Agencies)

4/22/25 (Date Transmitted)

Bernard & Frank's (CPA Firm Name)
414 Veterans Blvd., Suite 313 (CPA Firm Address)
Metairie, La 70002 (City, State Zip)

In connection with your audit of our financial statements as of 12/31/24 and for 11/1/24 - 12/31/24 (period of audit) for the purpose of expressing an opinion as to the fair presentation of our financial statements in accordance with accounting principles generally accepted in the United States of America, to assess our internal control structure as a part of your audit, and to review our compliance with applicable laws and regulations, we confirm, to the best of our knowledge and belief, the following representations. These representations are based on the information available to us as of _____ (date completed/date of the representations).

PART I. Agency Profile

- 1. Name and address of the organization.
Bogalusa Rebirth
- 2. List names, addresses, and telephone numbers of entity officials. Include elected/appointed members of the governing board, chief executive and fiscal officer, and legal counsel.
see attached Board + staff contact list.
- 3. Period of time covered by this questionnaire.
11/1/24 - 12/31/24
- 4. The entity has been organized under the following provisions of the Louisiana Revised Statute(s) (R.S.) and, if applicable, local resolutions/ordinances.
501 (c)(3) not for profit organization
- 5. Briefly describe the public services provided.
Affordable Housing Development / Homebuyer Counseling
- 6. Expiration date of current elected/appointed officials' terms.

Part II. Federal, State, and Local Awards

- 7. We have detailed for you the amount of federal, state and local award expenditures for the fiscal year, by grant and grant year.
Yes No N/A
- 8. All transactions relating to federal grants have been properly recorded within our accounting records and reported to the appropriate federal grantor officials.
Yes No N/A

9. All transactions relating to state grants have been properly recorded within our accounting records and reported to the state grantor officials.

Yes No N/A

10. All transactions relating to local grants have been properly recorded within our accounting records and reported to the appropriate local grantor officials.

Yes No N/A

11. The reports filed with federal agencies are properly supported by books of original entry and supporting documentation.

Yes No N/A

12. The reports filed with state agencies are properly supported by books of original entry and supporting documentation.

Yes No N/A

13. The reports filed with local agencies are properly supported by books of original entry and supporting documentation.

Yes No N/A

14. We have complied with all applicable compliance requirements of all federal programs we administer,

Yes No N/A

15. We have complied with all applicable specific requirements of all state programs we administer, to include matters contained in the grant awards.

Yes No N/A

16. We have complied with all applicable specific requirements of all local programs we administer, to include matters contained in the grant awards.

Yes No N/A

17. We have provided you with all communications from grantors concerning noncompliance with or deficiencies in administering grant programs.

Yes No N/A

Part III. Public Records

18. We are familiar with the Public Records Act and have made available to the public those records as required by R.S. 44:33.

Yes No N/A

Part IV. Open Meetings

19. Our meetings, as they relate to public funds, have been posted as an open meeting as required by R.S. 42:11 through 42:28 (the open meetings law). **Note: Please refer to Attorney General Opinion No. 13-0043 and the guidance in the publication "Open Meeting FAQs," available on the Legislative Auditor's website to determine whether a non-profit agency is subject to the open meetings law.**

Yes [] No [] N/A []

Part V. Budget

20. For each federal grant, we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration.

Yes [] No [] N/A []

21. For each grant received from the state, we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose, duration, specific goals and objectives, and measures of performance.

Yes [] No [] N/A []

22. For each local grant, we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration.

Yes [] No [] N/A []

Part VI. Reporting

23. We have had our financial statements audited in a timely manner in accordance with R.S. 24:513.

Yes [] No [] N/A []

24. We did not enter into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while the agency was not in compliance with R.S. 24:513 (the audit law).

Yes [] No [] N/A []

25. We have complied with R.S. 24:513 A. (3) regarding disclosure of compensation, reimbursements, benefits and other payments to the agency head, political subdivision head, or chief executive officer.

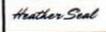
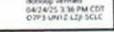
Yes [] No [] N/A []

26. We have complied with R.S. 24:515.2 regarding reporting of pre- and post- adjudication court costs, fines and fees assessed or imposed; the amounts collected; the amounts outstanding; the amounts retained; the amounts disbursed, and the amounts received from disbursements.

Yes [] No [] N/A []

The previous responses have been made to the best of our belief and knowledge. We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies any known noncompliance that may occur subsequent to the issuance of your report.

 _____ Heather Seal	 _____ Secretary	_____ Date
 _____ Derek Dantin	 _____ Treasurer	_____ Date
_____ Derek Dantin	_____ President	_____ Date

Signature: 
Derek Dantin (Apr 25, 2025 08:42 PDT)

Email: derekdantin@gmail.com

Questionnaire for audit. 2024

Final Audit Report

2025-04-25

Created:	2025-04-25
By:	Save Bogalusa (savebogalusa@bellsouth.net)
Status:	Signed
Transaction ID:	CBJCHBCAABAAXImvkiFKX8ELmaXSSd19QqSkBf3yU0V-

"Questionnaire for audit. 2024" History

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-  Document e-signed by Derek Dantin (derekdantin@gmail.com)
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