

FISCAL AUDIT REPORT

Techs Action Board, Inc.'s audit report, dated August 31, 1996, for the fiscal year ended May 31, 1996, disclosed the following reportable conditions:

1. Collections in the Pharmacy Department were not reconciled, and
2. Controls were not in place to ensure that the audit was completed timely.

Our follow-up audit revealed that the above conditions have been corrected.

Board of Directors
Toledo Action Board, Inc.
Page 1 _____

This report is intended for the information of the Board of Directors, management, and funding sources. However, this report is a matter of public record and its distribution is not limited.

August 28, 1997

Joseph H. Huppel & Associates, P.C.
Clerk, Huppel & Associates, P.C.

DOXIER, HUGHLEY & ASSOCIATES, INC.

AUDITORS OF FINANCE AND ACCOUNTANTS
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COMPLIANCE WITH SPECIFIC REQUIREMENTS

Board of Directors
Teche Action Board, Inc.
Franklin, Louisiana

We have audited the basic financial statements of Teche Action Board, Inc., as of and for the fiscal year ended May 31, 1987, and have issued our report thereon, dated August 28, 1987.

We have also audited Teche Action Board, Inc.'s compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; cost allocation; special reporting requirements; monitoring subrecipients; special tests and provisions; claims for advances and reimbursements; and assets claimed or used for matching that are applicable to its major Federal financial assistance program, which is identified in the accompanying schedule of Federal financial assistance, for the fiscal year ended May 31, 1987. The management of Teche Action Board, Inc., is responsible for the Corporation's compliance with these requirements. Our responsibility is to express an opinion on compliance with these requirements based on our audit.

We conducted our audit of compliance with these requirements in accordance with generally accepted auditing standards, government auditing standards and Office of Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Organizations." These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about Teche Action Board, Inc.'s compliance with these requirements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, Teche Action Board, Inc., complied, in all material respects, with the requirements listed above that are applicable to its major Federal financial assistance program for the fiscal year ended May 31, 1987.

DOZIER, HUGHLEY & ASSOCIATES, INC.
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STATEMENT OF WORK NO. 887
DATE: 08/28/1997

COMPLIANCE WITH GENERAL MATTERS

Board of Directors
Teche Action Board, Inc.
Franklin, Louisiana

We have audited the basic financial statements of Teche Action Board, Inc., as of and for the fiscal year ended May 31, 1997, and have issued our report thereon, dated August 28, 1997.

We have applied procedures to test Teche Action Board, Inc.'s compliance with the following requirements applicable to its major Federal financial assistance program, which is identified in the schedule of Federal financial assistance for the fiscal year ended May 31, 1997: (1) political activity, (2) Davis-Bacon Act, (3) civil rights, (4) cash management, (5) relocation assistance/real property management, (6) Federal financial reports, (7) allowable costs/costs principles, (8) drug-free workplace and (9) administrative requirements.

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single Audits of Educational Institutions and Other Nonprofit Organizations." Our procedures were substantially less in scope than an audit, the objectives of which is the expression of an opinion on Teche Action Board, Inc.'s compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that Teche Action Board, Inc., had not complied, in all material respects, with those requirements.

This report is intended for the information of the Board of Directors, management, and funding sources. However, this report is a matter of public record and its distribution is not limited.

August 28, 1997

Dozier, Hughley & Associates, P.C.
Dozier, Hughley & Associates, P.C.

DOYER, HAZLEY & ASSOCIATES, INC.
ACCOUNTANTS AND CORPORATE
FINANCIAL CONSULTANTS
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE

Board of Directors
Teeche Action Board, Inc.
Franklin, Louisiana

We have audited the basic financial statements of Teeche Action Board, Inc., for the fiscal year ended May 31, 1997, and have issued our report thereon, dated August 10, 1997.

We conducted our audit in accordance with generally accepted auditing standards and government auditing standards. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to Teeche Action Board, Inc., is the responsibility of Teeche Action Board Inc.'s management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of Teeche Action Board, Inc.'s compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our audit of the basic financial statements was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests indicate that, with respect to the items tested, Teeche Action Board, Inc., complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that Teeche Action Board, Inc., has not complied, in all material respects, with those provisions.

This report is intended for the information of the Board's management, Board of Directors and applicable funding sources. However, this report is a matter of public record and its distribution is not limited.

August 10, 1997

Doyere, Hazley & Associates, P.C.
Doyer, Hazley & Associates, P.C.

Claims for Advances and Reimbursements

Amounts Claimed or Used for Matching

For all of the internal control categories listed above, we obtained an understanding of the design of relevant policies and procedures and determined whether they have been placed in operation, and we assessed control risk.

During the fiscal year ended May 31, 1997, Teche Action Board, Inc., expended one hundred (100) percent of its Federal financial assistance under a major Federal financial program.

We performed tests of controls, as required by OMB Circular A-135, to evaluate the effectiveness of the design and operation of internal controls that we considered relevant to preventing or detecting material noncompliance with specific requirements, general requirements, and requirements governing claims for advances and reimbursements, and amounts claimed or used for matching that are applicable to Teche Action Board, Inc.'s major Federal financial assistance program, which is identified in the accompanying schedule of Federal Financial Assistance. Our procedures were less in scope than would be necessary to render an opinion on the internal controls. Accordingly, we do not express such an opinion.

Our consideration of the internal controls used in administering Federal financial assistance would not necessarily disclose all matters in the internal controls that might constitute material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control elements does not reduce to a relatively low level the risk that noncompliance with laws and regulations that would be material to a Federal financial assistance program may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal controls and its operations that we considered to be material weaknesses as defined above.

This report is intended for the information of the Board of Directors, management and funding sources. However, this report is a matter of public record and its distribution is not limited.

August 28, 1997

Stacy Huppert Associates, P.C.
Boston, Maughly & Associates, P.C.

The management of Teche Action Board, Inc., is responsible for establishing and maintaining an internal control system. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal controls. The objectives of an internal control system are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of the basic financial statements in accordance with generally accepted accounting principles, and that the Federal financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control system, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected. Also, projection of any evaluation of the controls to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of the procedures may deteriorate.

For the purpose of this report, we have classified the significant internal controls used in administering Federal financial assistance programs into the following categories:

General Requirements

- Political Activity
- Davis-Bacon Act
- Civil Rights
- Cash Management
- Relocation Assistance and Real Property Management
- Federal Financial Reports
- Allowable Costs/Costs Principles
- Drug-Free Workplace
- Administrative Requirements

Specific Requirements

- Types of Services
- Eligibility
- Matching, Level of Effort, or Cost-sharing
- Reporting
- Cost Allocation
- Special Reporting Requirements
- Monitoring Subrecipients
- Special Tests and Provisions

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SINGLE AUDIT REPORT ON THE INTERNAL CONTROLS
USED IN ADMINISTERING FEDERAL FINANCIAL ASSISTANCE
PROGRAMS

Board of Directors
Teche Action Board, Inc.
Franklin, Louisiana

We have audited the basic financial statements of Teche Action Board, Inc., as of and for the fiscal year ended May 31, 1987, and have issued our report thereon, dated August 28, 1987. We have also audited the compliance of Teche Action Board, Inc., with requirements applicable to its major Federal financial assistance program and have issued our report thereon, dated August 28, 1987.

We conducted our audit in accordance with generally accepted auditing standards, government auditing standards and Office of Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Organizations." These standards and OMB circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement and about whether Teche Action Board, Inc., complied with laws and regulations, noncompliance with which would be material to its Federal financial assistance program.

In planning and performing our audit for the fiscal year ended May 31, 1987, we considered the internal controls of Teche Action Board, Inc., in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements of Teche Action Board, Inc., and on the compliance of Teche Action Board, Inc., with requirements applicable to its major program, and to report on the internal controls in accordance with OMB Circular A-133. This report addresses our consideration of internal controls relevant to compliance with requirements applicable to Federal financial assistance programs. We have addressed internal controls relevant to our audit of the basic financial statements in a separate report dated August 28, 1987.

Board of Directors
Tetra Action Board, Inc.
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This report is intended for the information of the Board of Directors, management and funding sources. However, this report is a matter of public record and its distribution is not limited.

August 29, 1967

Raymond Huggley & Associates, P.C.
Dozier, Huggley & Associates, P.C.

For the purpose of this report, we have classified the significant internal controls in the following categories.

Accounting Applications

- Billings
- Receivables
- Cash Receipts
- Purchasing and Receiving
- Cash Disbursements
- Payroll
- Property and Equipment
- General Ledger

General Requirements

- Political Activity
- Davis-Bacon Act
- Civil Rights Act
- Cash Management
- Relocation Assistance and Real Property Management
- Federal Financial Reports
- Allowable Costs/Costs Principles
- Drug Free Workplace
- Administrative Requirements

Specific Requirements with Laws and Regulations

- Types of Services
- Eligibility
- Matching, Level of Effort, or Benchmarking
- Reporting
- Cost Allocation
- Special tests and provisions
- Monitoring Subrecipients

Claims for Advances and Reimbursements

Amounts Claimed or Used for Matching

For all of the internal control categories listed above, we obtained an understanding of the design of relevant procedures and whether they have been placed in operation, and we assessed control risk.

Our consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control elements does not reduce to a relatively low level the risk that errors and irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal controls and its operations that we considered to be material weaknesses as defined above.

DOZIER, HUGHLEY & ASSOCIATES, PC.

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**REPORT ON THE INTERNAL CONTROLS BASED ON AN
AUDIT OF THE BASIC FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Directors
Techo Action Board, Inc.
Franklin, Louisiana

We have audited the basic financial statements of Techo Action Board, Inc., as of and for the fiscal year ended May 31, 1997, and have issued our report thereon, dated August 28, 1997.

We conducted our audit in accordance with generally accepted auditing standards and government auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In planning and performing our audit of the basic financial statements of Techo Action Board, Inc., for the fiscal year ended May 31, 1997, we considered its internal controls in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide assurance on the internal controls.

The management of Techo Action Board, Inc., is responsible for establishing and maintaining an internal control system. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal controls. The objectives of an internal control system are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of the basic financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control system, errors or irregularities may nevertheless occur and not be detected.

Also, projection of any evaluation of the controls to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of the procedures may deteriorate.

TECHNICAL ACTION BOARD, INC.
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED MAY 31, 1977

SCHEDULE 1

GRANTOR	OFA NUMBER	GRANT NUMBER	FEDERAL EXPENSE	NON FEDERAL REVENUE	FEDERAL EXPENSES	NON FEDERAL EXPENSES
NSF	83-224	OSR1600374	\$ 893,549	1,221,327	893,549	\$ 1,119,725
			-----	-----	-----	-----
	Total		\$ 893,549	1,221,327	893,549	\$ 1,119,725
			-----	-----	-----	-----

TECUM ACTION BOARD, INC.
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 1997

NOTE 8 - Restatement of Settlements

The anticipated settlements from Medicare were materially overstated. Accordingly, the impact of the overstatement was applied to net assets as presented below:

	Anticipated Settlement	Actual Settlement	Difference	
May 31, 1995	\$ 96,271	42,621	\$ (53,650)	
May 31, 1996	-	(100,000)	(100,000)	
Total	\$ 96,271	(57,379)	(153,679)	
Reversal of Allowance			83,772	
Amount Applied to Current Operations			1,384	
Adjustment to Net Assets			\$ (68,523)	

NOTE 9 - Charity Care

The Board provides care to patients who qualify under Federal guidelines and other policies of the Board at fees less than its established rates. The amount of charity care is reduced from the amount of fees for services presented in the statement of activity. The amount of charity care is \$526,179.

NOTE 10 - Sharing the Care Program

The Board participates in the "Sharing the Care" program with Eisler Pharmaceutical Corporation. Under this program, free pharmaceutical items are provided to eligible patients of the Board. The value, estimated to be \$200,000, of the items provided is not included in the statement of activities.

TECHNICAL ACTION BOARD, INC.
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 1997

NOTE 4 - Accounts Receivable, Settlement (Continued):

	Medicaid	Medicare	Total
May 31, 1992	\$ 14,800	-	\$ 14,800
May 31, 1993	31,889	-	31,889
May 31, 1994	48,645	-	48,645
May 31, 1995	388	42,821	43,209
May 31, 1996	-	(106,656)	(106,656)
May 31, 1997	18,884	(10,433)	8,451
	-----	-----	-----
Total	\$ 114,546	(78,530)	\$ 36,016
	-----	-----	-----

NOTE 5 - Inventory

Inventory consists of pharmaceutical and office supplies on hand at May 31, 1997. All items are valued at cost.

NOTE 6 - Property

In accordance with Federal Regulations 45 CFR, Part 34, Appendix C, Part 31.8.11, depreciation expense on property purchased with Federal funds cannot be charged as an expense to the Federal program. Therefore, depreciation expense is reflected only in the Property Fund. The straight-line method of calculating depreciation is used. A summary of net property is presented below:

Item	Cost	Accumulated Depreciation	Net
Land Improvements	\$ 2,142	314	\$ 2,828
Building and Improvements	2,282,332	226,526	2,015,806
Furniture and Equipment	343,056	268,785	78,261
	-----	-----	-----
Total	\$ 2,927,528	495,625	\$ 2,431,903
	-----	-----	-----

NOTE 7 - Net Assets

Utilization of net assets is controlled by the Board of Directors. Any portion of net assets generated with Federal funds may require Federal approval before future utilization or disposition. This restriction is considered temporary.

TRIME ACTION BOARD, INC.
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 1997

NOTE 1 - Summary of Significant Accounting Policies (Continued):

- G. The Board provides medical services to all requesting individuals. In cases where patients are economically unable to pay, discounts are provided, as required by Federal regulations. The Board has made provisions for any risk associated with services provided.
- H. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 - Fair Value of Financial Instruments:

- A. cash - The carrying amount reported is the reconciled bank account balance which is considered its fair value.
- B. Accounts Receivable - The carrying amount reported is the estimated net collectible amount which is considered its fair value.
- C. Accounts Payable and other liabilities - The carrying amounts reported are the amounts equal to the required payments. The reported amounts are considered the fair values.

NOTE 3 - Accounts Receivable, Patients' Services

The Board extends credit to patients, as well as third party intermediaries responsible for medical services provided to patients. In most cases, the amount collected is less than the amount billed. The amount presented in accounts receivable is eighty-two (82) percent of the gross amount.

NOTE 4 - Accounts Receivable, Settlement

The Board participates in cost reimbursement programs with Medicaid and Medicare. Accordingly, the Board is paid at interim rates during the fiscal year and reimbursed at full-eligible costs at the end of the fiscal year. Anticipated settlement amounts are presented below:

TECHO ACTION BOARD, INC.
NOTES TO THE FINANCIAL STATEMENTS
MAY 31, 1997

NOTE 1 - Summary of Significant Accounting Policies:

- A. Techo Action Board, Inc., was incorporated in May 1974 in an effort to develop and maintain an organization which is capable of serving the needs for social and physical health for residents in the area. The Board is principally funded under a grant from the Office of Public Health Service, a component of the Department of Health and Human Services.
- B. The Board requests funds from the Department of Health and Human Services (HHS), in accordance with the grant agreement. In accordance with HHS policies, all funds disbursed should be in compliance with the specific terms of the grant, as defined. HHS may, at its discretion, request reimbursement for expenses or return of unexpended funds, or both, as a result of noncompliance by the Board with the terms of the grant. In addition, if the Board terminated its HHS grant activities, all unexpended funds are to be returned to HHS.
- C. Property and equipment acquired with non funds are considered to be owned by the Board while used in the program or in future authorized programs. However, HHS retains a reversionary interest in these assets as well as the right to determine the use of any proceeds from the sale of such assets. Accordingly, the Board may not transfer, mortgage, assign, lease or in any other manner, encumber certain property items without the prior approval of HHS.
- D. These financial statements are presented on the accrual basis of accounting. Therefore, revenues are recognized when earned and expenses are recorded when incurred.
- E. The Board is exempt from income taxes pursuant to Section 501(c)(3) of the Internal Revenue Code, as amended.
- F. The Board has two major funds. They are Primary Care and Property. The Primary Care Fund is used to account for all transactions related to the primary care program funded by Public Health Service. The program is designed to provide care to low-income patients. The Property Fund is used to account for all non-expendable property.

TERRA ACTION BOARD, INC.
 STATEMENT OF FUNCTIONAL EXPENSES
 FOR THE FISCAL YEAR ENDED MAY 31, 1997

EXHIBIT B

	COMBINED	MEDICAL SERVICES	ADMINIS- TRATION
Salaries and Wages	\$ 1,257,577	1,100,883	\$ 156,694
Fringe Benefits	266,640	140,340	126,300
Contractual Services	210,370	180,057	30,313
Supplies	334,337	309,262	25,075
Travel	17,330	10,623	6,707
Occupancy	20,350	17,000	3,350
Repairs and Maintenance	25,820	10,297	15,523
Telephone and Postage	28,000	0,500	27,500
Fees and Registration	17,100	0,000	17,100
Insurance	28,400	10,500	17,900
Continuing Education and Meetings	0,000	0,000	-
Professional Services	70,000	0,000	70,000
Advertising	5,200	-	5,200
Automobile Expenses	6,500	6,500	-
Recruitment and Development	7,000	2,700	4,300
Other	3,700	3,100	600
Depreciation	80,300	71,470	8,830
	-----	-----	-----
Total Expenses	\$ 2,282,107	1,798,200	\$ 483,907

The notes are an integral part of these financial statements.

TRINITY ACTION BOARD, INC.
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED MAY 31, 1997

	CONSOLIDATED	PRIMARY CASE	PROPERTY
CASH FLOWS FROM OPERATING ACTIVITIES:			
Support and Revenues Over (Under) Expenses	\$ 12,787	181,302 \$	89,345
Change in Operations To Cash Used By Operating Activities:			
Depreciation	89,345	-	89,345
Increase In Accounts Receivable, Patrons' Services	(60,687)	60,687	-
Decrease In Accounts Receivable, Settlements	83,802	83,802	-
Decrease In Accounts Receivable, Other	24,789	24,789	-
Decrease In Inventory	3,471	3,471	-
Decrease In Prepaid Expenses	18,692	18,692	-
Decrease In Other Assets	188	188	-
Increase In Accounts Payable	3,522	3,522	-
Increase In Accrued Payroll and Related Payables	28,942	28,942	-
Decrease In Settlements Payable	(9,761)	(9,761)	-
Net Cash From Operating Activities	165,302	188,382	-
CASH FLOWS FROM INVESTING ACTIVITIES:			
Acquisition of Capital Items	(18,948)	(18,948)	-
Net Cash From Investing Activities	(18,948)	(18,948)	-
CASH FLOWS FROM OTHER ACTIVITIES:			
Restatement of Settlements	(188,167)	(188,167)	-
Net Cash From Other Activities	(188,167)	(188,167)	-
Net Change In Cash	31,874	71,878	-
Cash Balance, May 31, 1994	42,784	42,784	-
Cash Balance, May 31, 1997	\$ 113,870	113,870 \$	-

The notes are an integral part of these financial statements.

TECH ACTION BOARD, INC.
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED MAY 31, 1997

EXHIBIT B

	<u>COMBINED</u>	<u>PRIMARY</u> <u>CARE</u>	PROPERTY
SUPPORT AND REVENUES			
Grants, Public Health Service	\$ 993,549	993,549	\$ -
Other Grants and Contracts	79,667	79,667	-
Revenues, Patients' Services	1,137,432	1,137,432	-
Interest and Other	4,028	4,028	-
	-----	-----	-----
Total Support and Revenues	2,214,676	2,214,676	-
EXPENSES			
Salaries and Wages	1,287,877	1,287,877	-
fringe Benefits	186,645	186,645	-
Contractual Services	318,378	318,378	-
Supplies	314,237	314,237	-
Travel	17,333	17,333	-
Occupancy	18,350	18,350	-
Repair and Maintenance	28,828	28,828	-
Telephone and Postage	28,800	28,800	-
Fees and Registration	17,195	17,195	-
Inventories	38,469	38,469	-
Continuing Education and Meetings	8,053	8,053	-
Professional Services	78,823	78,823	-
Advertising	8,288	8,288	-
Automobile Expenses	8,587	8,587	-
Recruitment and Development	7,883	7,883	-
Other	3,791	3,791	-
Depreciation	89,345	-	89,345
	-----	-----	-----
Total Expenses	2,303,318	2,113,774	89,345
Support and Revenues Over (Under) Expenses	12,757	100,902	(89,345)
Net Assets, May 31, 1996	1,470,560	383,368	1,187,285
Restatement of Settlements (NOTE B)	(189,167)	(189,167)	-
Acquisition of Capital Items	-	(18,948)	18,948
	-----	-----	-----
Net Assets, May 31, 1997	\$ 1,278,293	264,201	\$ 1,096,881
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The notes are an integral part of these financial statements.

TRICE ACTION BOARD, INC.
STATEMENT OF FINANCIAL POSITION
MAY 31, 1997

EXHIBIT A

	COMBINED	PRIMARY CARE	PROPERTY
ASSETS			
Current			
Cash	\$ 113,070	113,070	\$ -
Accounts Receivable, Patients' Services (NOTE 3)	202,399	202,399	-
Accounts Receivable, Settlements (NOTE 4)	38,836	38,836	-
Inventory (NOTE 5)	34,391	34,391	-
Prepaid Expenses	12,201	12,201	-
	-----	-----	-----
Total Current Assets	401,658	401,658	-
Property (Notes 1 and 8)			
Land Improvements	3,828	-	3,828
Buildings and Improvements	1,018,804	-	1,018,804
Furniture and Equipment	78,365	-	78,365
	-----	-----	-----
Total Property	1,096,897	-	1,096,897
	-----	-----	-----
Total Assets	\$ 1,498,555	401,658	\$ 1,096,897
	-----	-----	-----
LIABILITIES AND NET ASSETS			
Liabilities (All Current)			
Accounts Payable	\$ 28,318	28,318	\$ -
Accrued Payroll and Related Payables	92,885	92,885	-
	-----	-----	-----
Total Liabilities	120,403	120,403	-
Net Assets			
Restricted (NOTE 7)	1,378,150	281,255	1,096,897
	-----	-----	-----
Total Net Assets	1,378,150	281,255	1,096,897
	-----	-----	-----
Total Liabilities and Net Assets	\$ 1,498,553	401,658	\$ 1,096,897
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The notes are an integral part of these financial statements.

Board of Directors
Teche Action Board, Inc.
Page 2

Our audit was made for the purpose of forming an opinion on the basic financial statements of Teche Action Board, Inc., taken as a whole. The accompanying schedule of Federal financial assistance is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The information in the schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

August 28, 1967

Walter H. Houghton & Associates, P.C.
Walter H. Houghton & Associates, P.C.

DOXIER, HUGHLEY & ASSOCIATES, INC.
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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Techa Action Board, Inc.
Franklin, Louisiana

We have audited the statement of financial position of Techa Action Board, Inc., as of May 31, 1987, and the related statements of activities, cash flows and functional expenses for the fiscal year then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, government auditing standards and Office of Management and Budget Circular A-133. These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Techa Action Board, Inc., as of May 31, 1987, and the results of its operations and the changes in its net assets and its cash flows for the fiscal year then ended in conformity with generally accepted accounting principles.

In accordance with government auditing standards, we have also issued a report dated August 28, 1987 on our consideration of Techa Action Board, Inc.'s internal controls and a report dated August 28, 1987 on its compliance with laws and regulations.

TECH ACTION BOARD, INC.

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TIME ACTION BOARD, INC.

AUDIT REPORT

MAY 31, 1997

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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Delivered Date MAR 03 1988

DOZIER, HUGHLEY & ASSOCIATES, P.C.
ACCOUNTANTS AND CONSULTANTS
BIRMINGHAM, ALABAMA