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**NORTHEAST LOUISIANA SICKLE CELL ANEMIA
TECHNICAL RESOURCE FOUNDATION, INCORPORATED
MONROE, LOUISIANA**

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AUDIT REPORT

FOR

FISCAL YEAR ENDED DECEMBER 31, 1999

Under provisions of state law, this report is a public document. A copy of the report for information filed to the 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.

Release Date JUL 19 2000

BY

**BOBBY GRAY
CERTIFIED PUBLIC ACCOUNTANT**

**P. O. Box 1213
2072 Martin Luther King Jr. Drive
Grambling, Louisiana 71245**

**NORTHEAST LOUISIANA SICKLE CELL ANEMIA
TECHNICAL RESOURCE FOUNDATION, INCORPORATED
MONROE, LOUISIANA**

**FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT
WITH SUPPLEMENTAL INFORMATION
As of and For the Year Ended December 31, 1999**

**NORTHEAST LOUISIANA SICKLE CELL ANEMIA
TECHNICAL RESOURCE FOUNDATION, INCORPORATED
Monroe, Louisiana**

**Financial Statements
and Independent Auditor's Report
As of and For the Year Ended December 31, 1999**

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Bobby Gray

CERTIFIED PUBLIC ACCOUNTANT

• *Accounting Services*

• *Income Tax Services*

• *Management Advisory Services*

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American Institute of Certified Public Accountants • Society of Louisiana Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION SCHEDULES

To the Board of Directors of
Northeast Louisiana Sickle Cell Anemia
Technical Resource Foundation, Incorporated
Monroe, Louisiana

I have audited the accompanying statement of financial position of Northeast Louisiana Sickle Cell Anemia Technical Resource Foundation, Incorporated (a non-profit organization) as of December 31, 1999, and the related statements of activities, cash flows, and functional expenses for the year then ended. These financial statements are the responsibility of the organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I have conducted my audit in accordance with generally accepted auditing standards and the standards applicable to the financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I 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. I believe my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Northeast Louisiana Sickle Cell Anemia Technical Resource Foundation, Incorporated as of December 31, 1999, and the changes in its net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental information and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in

INDEPENDENT AUDITOR'S REPORT

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my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Bobby Gray
Certified Public Accountant

Grambling, Louisiana
June 27, 2000

FINANCIAL STATEMENTS

NORTHEAST LOUISIANA SICKLE CELL ANEMIA
 TECHNICAL RESOURCE FOUNDATION, INCORPORATED
 Statement of Financial Position
 December 31, 1999

Assets	
Current assets:	
Cash and cash equivalents	\$93,111
Accounts Receivable	7,991
Due from other funds	7,329
	108,431
Total current assets	
Property, plant and equipment:	
Furniture and equipment	23,776
Building	201,730
Accumulated depreciation	(36,172)
Land	1,000
	190,334
Total property, plant and equipment	
	190,334
Total assets	
	\$298,765
 Liabilities and net assets	
Current liabilities:	
Accrued liabilities	\$522
Due to other funds	7,329
	7,851
Total current liabilities	
	7,851
Total liabilities	
	7,851
 Net assets:	
Unrestricted:	
Investment in plant assets	190,334
Retained earnings	100,580
	290,914
Total unrestricted	
	290,914
Permanently restricted	
	-
Total net assets	
	290,914
Total liabilities and net assets	
	\$298,765

See accompanying notes to the financial statements.

NORTHEAST LOUISIANA SICKLE CELL ANEMIA
TECHNICAL RESOURCE FOUNDATION, INCORPORATEDStatement of Activities
For the Year Ended December 31, 1999**Public Support and Revenues**

Grants	\$101,036
Contributions	13,520
Investment income	2,338

Total public support and revenues	116,894

Expenses

General and administrative expenses	-
Program expenses	102,694

Total expenses	102,694

Change in net assets	14,200
----------------------	--------

Net assets as of beginning of year	276,714
------------------------------------	---------

Net assets as of end of year	\$290,914
	=====

See accompanying notes to the financial statements.

NORTHEAST LOUISIANA SICKLE CELL ANEMIA
 TECHNICAL RESOURCE FOUNDATION, INCORPORATED
 Statement of Cash Flows
 For the Year Ended December 31, 1999

Operating activities	
Change in net assets	14,200
Adjustments to reconcile change in net assets to net	
Cash provided by operating activities:	
Decrease(increase) in accounts receivable and due from other funds	(10,270)
Increase(decrease) in accounts payable and due to other funds	(1,543)
Total adjustments	2,387
Net cash provided by operating activities	2,387
Investing activities	
Cash paid for building renovations	-
Net cash used by investing activities	-
Cash and cash equivalents as of beginning of year	90,724
Cash and cash equivalents as of end of year	\$93,111

See accompanying notes to the financial statements.

NORTHEAST LOUISIANA SICKLE CELL ANEMIA
 TECHNICAL RESOURCE FOUNDATION, INCORPORATED
 Statement of Functional Expenses
 For the Year Ended December 31, 1999

Personnel costs		60,978
Salaries and wages		1,931
Payroll taxes		-----
Total personnel costs		62,909
Other expenses		2,648
Conferences		3,771
Utilities		1,434
Miscellaneous(building upkeep, etc.)		769
Occupancy		3,707
Fringe benefits		208
Bank charges		990
Postage and shipping		500
Insurance		46
Printing and publications		1,398
Building and lawn service		8,556
Professional/contractual		1,400
Car allowance		6,510
Specific assistance to individuals		1,827
Supplies		3,080
Telephone		1,142
Fund raisers		2,861
Travel		2,162
Research		93
Transportation		-----
Total other expenses		43,102
Total functional expenses		----- 106,011 =====

See accompanying notes to the financial statements.

**Northeast Louisiana Sickle Cell Anemia Technical Resource
Foundation, Incorporated
Monroe, Louisiana**

**Notes to the Financial Statements
As of and For the Year Ended December 31, 1999**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Nature of Operations

The Northeast Louisiana Sickle Cell Anemia Technical Resource Foundation, Incorporated is a private non-profit organization domiciled in the State of Louisiana at Monroe, Louisiana. The Foundation is recognized as a tax exempt (non-profit) organization under Section 501(c)(3) of the Internal Revenue Service Code. The Foundation is supported primarily through state and private grants, contributions, and donations from members and fundraisers. The objective of the Foundation is primarily to provide services to persons born with sickle cell anemia, a hereditary disorder. Such services include educational programs, patient assistance programs, genetic counseling, research and social services. The Foundation is governed by a Board of Directors consisting of thirty-six (36) members. The Board Members receive no compensation.

B. Basis of Presentation

The Foundation follows standards of accounting and financial reporting for voluntary health and welfare organizations as described in the American Institute of Certified Public Accountants' "Industry Guide for Audits of Voluntary Health and Welfare Organizations". Accordingly, the financial statements are presented on an accrual basis of accounting.

C. Public Support and Revenue

In order to comply with restrictions which donors place on grants and other gifts, as well as designations made by its governing board, the principles of reporting net assets are used. Revenue and public support consists mainly of state and private grants, fundraising efforts, and contributions. Grants and other contributions of cash and other assets are reported as permanently restricted if they are received with donor restrictions or restrictions designated by the governing board. Contributions are considered to be unrestricted unless restricted by the donor. All assets over which the Board of Directors have discretionary control have been included in the General Fund.

D. Property and Equipment

Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Foundation reclassifies temporarily restricted net assets to unrestricted net assets at that time. Property and equipment are not depreciated.

E. Fair Value of Financial Instruments

The carrying amounts of cash, cash equivalents, investments, and notes payable are reported in the statement of financial position at approximate fair values because of the short maturity of those instruments.

F. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates. There were no estimates made during the audit period.

G. Cash and Cash Equivalents

The Foundation considers all highly liquid investments with a maturity of twelve months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents. Under state law, the agency may deposit funds in demand accounts, interest-bearing accounts, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. On December 31, 1999, Northeast Louisiana Sickle Cell Anemia Technical Resource Foundation, Incorporated had cash and cash equivalents totaling \$ 93,111 as follows:

Unrestricted	\$ 93,111
Permanently Restricted	<u>-0-</u>
Total Cash	<u>\$ 93,111</u>

The cash equivalents of the Foundation consisted of the following certificates of deposit at December 31, 1999:

Temporarily Restricted	\$ 10,000
Unrestricted	<u>13,832</u>
Total Cash Equivalents	<u>\$ 12,832</u>

These certificates of deposit bear interest at the rates of 7.75% and 4.29%, respectively with automatic renewal terms and maturity every 182 days and 6 months, respectively.

H. Total Columns

Total columns are presented to facilitate financial analysis. Data in these columns do not present financial position, results of operations and changes in net assets in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

2. PENSION PLAN

All employees of the Foundation are members of the Social Security System. In addition to the employees' contribution of 7.65 percent, the agency contributes an equal amount to the Social Security System. The Foundation does not guarantee the benefits granted by the Social Security System.

3. PHYSICAL PROPERTIES

The following is a summary of furniture, equipment, buildings and land at December 31, 1999:

	Balance 12/31/98	Additions	Deletions	Balance 12/31/99
Furniture and Equipment	23,776	-	-	23,776
Buildings	201,730	-	-	201,730
Land	1,000	-	-	1,000
Less: Accumulated Depreciation	<u>(36,172)</u>	=	=	<u>(36,172)</u>
	<u>\$ 190,334</u>	=	=	<u>\$ 190,334</u>

4. DONATED SERVICES

The value of donated services is not reflected in the accompanying financial statements since there is no objective basis available by which to measure the value of such services. However, for the purposes of this report, the amounts are immaterial.

5. COMPENSATED ABSENCES

Compensated absences are absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. The Foundation has no policy for compensated absences. Therefore, those costs are not reflected in this report. However, for the purpose of the report the amounts are deemed immaterial.

6. DEFERRED REVENUE

There was no deferred revenue at December 31, 1999.

7. FAIR VALUE OF FINANCIAL INSTRUMENTS

The estimated fair values of the Foundation's financial instruments, none of which are held for trading purposes, are as follows:

	Carrying Amount	Fair Value
Financial assets:		
Cash and cash equivalents	\$ 23,832	\$ 23,832

8. FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefitted.

Bobby Gray

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REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Northeast Louisiana Sickle Cell Anemia
Technical Resource Foundation, Incorporated
Monroe, Louisiana

I have audited the statement of financial position of Northeast Louisiana Sickle Cell Anemia Technical Resource Foundation, Incorporated and the related statements of activities, cash flows, and functional expenses as of and for the year ended December 31, 1999, and have issued my report thereon dated June 30, 2000. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Northeast Louisiana Sickle Cell Anemia Technical Resource Foundation, Incorporated's financial statements are free of material misstatement, I performed tests of compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance which is required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Northeast Louisiana Sickle Cell Anemia Technical Resource Foundation, Incorporated's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, I noted no matters involving the internal control over financial reporting and its operations that I consider to be reportable conditions. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in my judgement, could adversely affect Northeast Louisiana Sickle Cell Anemia Technical Resource Foundation, Incorporated's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce, to a relatively low level, the risk that misstatements 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. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered material weaknesses.

This report is intended for the information of the Legislative Auditor, United Way of America, and the Louisiana Governor's Office of Urban Affairs and Development. However, this report is a matter of public record and its distribution is not limited.



Bobby Gray
Certified Public Accountant

June 27, 2000
Monroe, Louisiana

SUPPLEMENTAL INFORMATION

NORTHEAST LOUISIANA SICKLE CELL ANEMIA
TECHNICAL RESOURCE FOUNDATION, INCORPORATED
Statement of Financial Position
December 31, 1999

	General Fund	United Way	Genetic Disease Fund	Total All Funds
Assets				
Current assets:				
Cash and cash equivalents	\$85,260	\$522	\$7,329	\$93,111
Accounts Receivable	7,991			7,991
Due from other funds	7,329			7,329
Total current assets	100,580	522	7,329	108,431
Furniture and equipment	23,776			23,776
Building	201,730			201,730
Accumulated depreciation	(36,172)			(36,172)
Land	1,000			1,000
Total physical properties	190,334	-	-	190,334
Total assets	\$290,914	\$522	\$7,329	\$298,765
Liabilities and net assets				
Current liabilities:				
Accrued liabilities	-	\$522		\$522
Due to other funds			7,329	7,329
Total current liabilities	0	522	7,329	7,851
Net assets:				
Unrestricted:				
Investment in fixed assets	190,334			190,334
Retained earnings	100,580			100,580
Total unrestricted	290,914	-	-	290,914
Permanently restricted	-			
Total net assets	290,914	-	-	290,914
Total liabilities and net assets	\$290,914	\$522	\$7,329	\$298,765

See accompanying notes to financial statements.

NORTHEAST LOUISIANA SICKLE CELL ANEMIA
 TECHNICAL RESOURCE FOUNDATION, INCORPORATED
 Schedule of Activities
 For the Year Ended December 31, 1999

	Unrestricted	Restricted		Total All Funds
	General Fund	United Way	Genetic Disease Fund	
Public Support and Revenues				
Grants	\$19,113	\$29,823	\$52,100	\$101,036
Contributions	13,520			13,520
Investment income	2,338			2,338
Total public support and revenues	34,971	29,823	52,100	116,894
Expenses				
General and administrative expenses				
Program expenses	20,771	29,823	52,100	102,694
Total expenses	20,771	29,823	52,100	102,694
Change in net assets	14,200	-	0	14,200
Net assets as of beginning of year	276,714	-	-	276,714
Net assets as of end of year	\$290,914	\$ -	\$ -	\$290,914

See accompanying notes to the financial statements.

NORTHEAST LOUISIANA SICKLE CELL ANEMIA
TECHNICAL RESOURCE FOUNDATION, INCORPORATED
Schedule of Cash Flows
For the Year Ended December 31, 1999

	Unrestricted		Restricted		Total All Funds
	General Fund		United Way	Genetic Disease Fund	
Operating activities					
Change in net assets	\$14,200	\$ -	\$ -		\$14,200
Adjustments to reconcile change in net assets to net cash provided by operating activities:					
Decrease(increase) in accounts receivable and due from other funds	(10,270)				(10,270)
Increase(decrease) in accounts payable and due to other funds	(176)		(31)	(1,336)	(1,543)
Total adjustments	(10,446)		(31)	(1,336)	(11,813)
Net cash provided by operating activities	3,754		(31)	(1,336)	2,387
Investing activities					
Cash paid for building renovations	-		-	-	-
Net cash used by investing activities	-		-	-	-
Cash and cash equivalents as of beginning of year	81,506		553	8,665	90,724
Cash and cash equivalents as of the end of year	\$85,260		\$522	\$7,329	\$93,111

See accompanying notes to the financial statements.

NORTHEAST LOUISIANA SICKLE CELL ANEMIA
 TECHNICAL RESOURCE FOUNDATION, INCORPORATED
 Schedule of Functional Expenses
 For the Year Ended December 31, 1999

	General Fund	United Way	Genetic Disease Fund	Total All Funds
Personnel costs				
Salaries and wages	\$2,424	\$23,350	\$32,196	\$57,970
Payroll taxes	1,719			1,719
Total personnel costs	4,143	23,350	32,196	59,689
Other expenses				
Conferences	2,159		489	2,648
Utilities			2,113	2,113
Miscellaneous(building upkeep, etc.)	1,460		450	1,910
Occupancy	2,005		241	2,246
Fringe benefits		1,786	2,132	3,918
Bank charges	208			208
Postage and shipping	194	334	462	990
Insurance	500			500
Printing and publications	16		30	46
Building and lawn service			125	125
Professional/contractual	2,056	1,750	5,091	8,897
Car allowance	1,400			1,400
Specific assistance to individuals	1,868		4,927	6,795
Supplies	1,539	285	47	1,871
Telephone	1,779	1,301		3,080
Fund raisers	872		270	1,142
Travel	572	1,017	1,365	2,954
Research			2,162	2,162
Transportation				0
Total other expenses	16,628	6,473	19,904	43,005
Total functional expenses	\$20,771	\$29,823	\$52,100	\$102,694

See accompanying notes to the financial statements.

**NORTHEAST LOUISIANA SICKLE CELL ANEMIA
TECHNICAL RESOURCE FOUNDATION, INCORPORATED
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2000**

A. SUMMARY OF AUDITOR'S RESULTS

1. An unqualified opinion was issued on the financial statements.
2. No reportable conditions in internal controls were disclosed by the audit of the financial statements.
3. The audit disclosed no instances of noncompliance which were material to the financial statements.
4. No reportable condition in internal control over a major program was disclosed by the audit as there were no major programs.
5. No Circular A-133 reports were issued.
6. The audit disclosed no audit findings required to be disclosed under OMB Circular A-133.
7. There was no major program audited.
8. Northeast Louisiana Technical Resource Foundation, Incorporated was not classified as to audit risk in the context of OMB Circular A-133.

B. FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS.

No findings are reported.

C. FINDINGS AND QUESTIONED COSTS OF FEDERAL AWARDS

Not applicable.

**NORTHEAST LOUISIANA SICKLE CELL ANEMIA
TECHNICAL RESOURCE FOUNDATION, INCORPORATED
MONROE, LOUISIANA**

STATUS OF PRIOR FINDINGS

For Fiscal Year Ended December 31, 1999

FINDING: Number 98-01

AUDIT SERVICES

Louisiana Revised Statute 24:513 requires that quasi-public and other non-profit organizations that receive State or Federal assistance obtain audit services and submit a report within six(6) months from the end of the fiscal year. The audit firm was not contacted until June 1999 to complete the June 30, 1999 engagement.

STATUS

Resolved. The Northeast Louisiana Sickle Cell Anemia Technical Resource Foundation, Incorporated engaged the services of an independent Certified Public Accountant for the purpose of performing an audit prior to the end of their fiscal year.