

5556

RECEIVED
LEGISLATIVE AUDITOR

02 NOV 26 AM 10:29

SOUTHERN UNIVERSITY BUSINESS AND INDUSTRY CLUSTER

AUDITED FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 1999

Under provisions of state law, this report is a public document. A copy of the report has been submitted 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 12/4/02

PATRICIA LEGO LEWIS
Certified Public Accountant

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	3
FINANCIAL STATEMENTS	
Statement of Financial Position	4
Statement of Activities	5
Statement of Cash Flows	6
Statement of Functional Expenses	7
Notes to Financial Statements	8

PATRICIA LEGO LEWIS, CPA

**Accounting and Consulting Firm
Notary Public**

(225) 687-9095
57910 Fort Street
Plaquemine, Louisiana 70764

Fax (225) 687-8059
P.O. Box 863
Plaquemine, Louisiana 70765

Independent Auditor's Report

The Board of Directors
Southern University Business and Industry Cluster

I have audited the accompanying statement of financial position of Southern University Business and Industry Cluster (a Louisiana not-for-profit corporation) 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 conducted the audit in accordance with generally accepted auditing standards. 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 Southern University Business and Industry Cluster as of December 31, 1999, and the changes in net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles.

Patricia Lego Lewis, CPA

June 27, 2000

SOUTHERN UNIVERSITY BUSINESS AND INDUSTRY CLUSTER
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 1999

ASSETS:

Cash and Cash Equivalents	\$ 17,127
Furniture & Equipment (Net of Depreciation)	814
Total Assets	<u>\$ 17,941</u>

LIABILITIES AND NET ASSETS:

Liabilities	\$ 0
Net Assets	17,941
Total Liabilities and Net Assets	<u>\$ 17,941</u>

The accompanying notes are and integral part of these financial statements.

SOUTHERN UNIVERSITY BUSINESS AND INDUSTRY CLUSTER
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 1999

Changes in Unrestricted Net Assets:	
Unrestricted Support	\$ 37,800
Unrestricted Revenues	6,320
	<hr/>
Total Unrestricted Support & Revenues	44,120
Expenses:	
Program Services	34,911
Management & General	<u>3,019</u>
	<hr/>
Total Expenses	37,930
	<hr/>
Increase in Net Assets	6,190
Net Assets, Beginning of Year	11,751
	<hr/>
Net Assets, End of Year	<u><u>\$ 17,941</u></u>

The accompanying notes are an integral part of these financial statements.

SOUTHERN UNIVERSITY BUSINESS AND INDUSTRY CLUSTER
STATEMENTS OF CASH FLOWS
YEAR ENDED DECEMBER 31, 1999

Cash Flows From Operating Activities

Increase in net assets	\$ 6,190
Adjustments to reconcile change in net assets to net cash used by operating activities:	
Depreciation	<u>272</u>
Net cash provided by operating activities	<u>6,462</u>

Net Increase in Cash and Cash Equivalents	6,462
Cash and Cash Equivalents at Beginning of Year	<u>10,665</u>
Cash and Cash Equivalents at End of Year	<u><u>\$ 17,127</u></u>

The accompanying notes are an integral part of these financial statements.

SOUTHERN UNIVERSITY BUSINESS AND INDUSTRY CLUSTER
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 1999

	Supporting Services		
	Program Services	Management & General	Total
Awards	\$ 5,000	\$ -	\$ 5,000
Projects	2,134	-	2,134
Meeting Expenses	533	-	533
Supplies Expense	507	1,747	2,254
Student Support	9,301	-	9,301
Bayou Classic Expenses	7,850	-	7,850
Membership Committee Expenses	1,540	-	1,540
Proposals	1,684	-	1,684
Conference Expense	2,362	-	2,362
Scholarships	4,000	-	4,000
Accounting/Auditing Fees	-	1,000	1,000
TOTAL EXPENSES	34,911	2,747	37,658
BEFORE DEPRECIATION			
Depreciation Expense	-	272	272
TOTAL EXPENSES	\$ 34,911	\$ 3,019	\$ 37,930

The accompanying notes are an integral part of these financial statements.

SOUTHERN UNIVERSITY BUSINESS AND INDUSTRY CLUSTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1999

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. ORGANIZATION

The Southern University Business and Industry Cluster's mission is to assist and support the University to educate and prepare individuals to be in the workforce and society. In addition, the Southern University Business and Industry Cluster is a dynamic voluntary student oriented organization whose programs are developmental in nature. This forum-like structure encourages active dialogue and serves as a change agent on issues of mutual concern and benefit. The objectives are to enable business and industry representatives to work with college officials to strengthen academic programs, obtain financial and equipment support, assist students with career planning and placement, and assist the University in identifying and meeting its needs.

B. BASIS OF FINANCIAL STATEMENTS

The accompanying financial statements have been prepared on the basis of accrual accounting. The funds consist of the following:

Assets

Unrestricted assets - consists of assets (except land, buildings, and equipment) and public support and revenue available and used for current operations and expenditures for current programs, and amounts designated by the Board of Directors for long term investments, equipment replacement, or other specific purposes.

SOUTHERN UNIVERSITY BUSINESS AND INDUSTRY
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1999

B. BASIS OF FINANCIAL STATEMENTS (Continued)

Furniture and Equipment - consists of the fixed assets of Southern University Business and Industry Cluster and amounts donated to assist with acquisition, construction or renovation of fixed assets.

C. REVENUE RECOGNITION

All public support and revenue are considered to be available for unrestricted use unless specifically restricted by the donor. At its discretion, the Board of Directors may designate funds for specific purposes.

D. PROPERTY AND EQUIPMENT

Property has been recorded at cost, if purchased, or fair market value, if donated. Expenditures for property costing in excess of \$75 or that materially increase the estimated useful life of assets are capitalized. Maintenance and repairs are charged as incurred. Proceeds from the disposition of property are transferred to the current unrestricted fund unless restricted by the donor of the property.

E. DEPRECIATION

Depreciation is provided on the straight line method over estimated useful lives of 5 to 7 years for furniture and equipment.

SOUTHERN UNIVERSITY BUSINESS AND INDUSTRY CLUSTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1999

NOTE 2: CASH

The carrying values of the cash accounts are as follows as of December 31, 1999.

	<u>Bank Balances</u>	<u>FDIC Insured</u>
Checking	\$ 17,127	\$ 17,127

NOTE 3: FIXED ASSETS

A summary of fixed assets as of December 31, 1999 is as follows:

	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Book Value</u>
Equipment/Furn.	\$ 2,886 =====	\$ 2,072 =====	\$ 814 =====

SOUTHERN UNIVERSITY BUSINESS AND INDUSTRY CLUSTER
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1999

NOTE 4: DONATED ASSETS AND SERVICES

The Business and Industry Cluster received significant contributions of time and skill from a substantial number of volunteers which due to their nature and lack of objective means of evaluation, are not recorded as contributions.

NOTE 5: LITIGATION AND CLAIMS

At December 31, 1999, Southern University Business and Industry Cluster was not involved in litigation nor was it aware of any possible unasserted claims.

NOTE 6: BOARD OF DIRECTORS' COMPENSATION

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any number.

NOTE 7: FUNCTIONAL ALLOCATION OF EXPENSES

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

NOTE 8: INCOME TAXES

The organization is a nonprofit corporation whose revenue is derived from contributions and other fund-raising activities and is not subject to federal or state income taxes.