

**INDEPENDENT AUDITORS' COMMENTS TO MANAGEMENT**

To the Board of Directors of  
Family Advocacy and Neighborhood Services, Inc.

We have audited the financial statements of Family Advocacy and Neighborhood Services, Inc. (the Corporation) for the years ended June 30, 1994 and 1995 and have issued our report thereon dated October 11, 1996.

As part of our audit, we made a study and evaluation of the internal control structure, including applicable internal administrative controls, to the extent we considered necessary to evaluate the internal control structure as required by generally accepted auditing standards.

During our audit we became aware of certain matters that are opportunities for strengthening internal controls and operating efficiency. The memorandum that accompanies this letter summarizes our concerns and suggestions regarding those matters.

This letter does not affect our report dated October 11, 1996 on the financial statements of the Corporation.

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**  
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

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NOTE 1 - Summary of Significant Accounting Policies,  
continued:

- o Coordination with After School Church-based Tutorial Program, site operations as administered by the Department of Education; and
- o Facilitate and promote information dissemination and communication regarding the availability of necessary social services on a federal, state, and/or local level.

Principles of Accounting

The Corporation is a non-profit, community based organization whose financial statements are prepared on the accrual basis and in accordance with generally accepted accounting principles. 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Equipment and Vehicles

Equipment and vehicles of the Corporation are recorded as assets and are stated at historical costs if purchased or at fair market value at the date of the gift, if donated. Additions, improvements and expenditures that significantly extended the useful life of an asset are capitalized.

Depreciation is provided using the straight-line method over the estimated useful lives of the assets as follows:

Equipment	5 years
Vehicles	5 years

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED

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IV. <u>MISSING FINANCIAL STATEMENTS</u>	<u>QUESTIONED COST</u>
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5280

Condition

We noted during our audit that the Corporation did not complete a financial and compliance audit within six (6) months of the close of the Corporation's fiscal year for 1995.

Criteria

Louisiana Revised Statute 24:513 (A)(15)(a) requires that a financial and compliance audit of an organization must be completed within six (6) months of the close of the entity's fiscal year.

Effect

The Corporation has not complied with a Louisiana Revised statute.

Cause

Procedures have not been developed to ensure that an auditor has been retained on a timely basis to facilitate the completion of a financial and compliance audit within the noted period.

Recommendation

We recommend the Corporation take immediate steps to develop procedures to ensure an auditor is retained on a timely basis to facilitate the completion of audits within the prescribed timeframe.

Management's Response

Management agrees with the finding and is in the process of writing procedures to insure that the Corporation is in compliance with the aforementioned Louisiana Revised Statute in the future.

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**  
BALANCE SHEET, CONTINUED  
JUNE 30, 1993

	ASSETS		TOTAL MEMORANDUM DOLLAR
	GENERAL FUND	RESTRICTED FUND	
Current Assets			
cash	\$ -0-	\$66,035	\$66,035
Total current assets	-0-	66,035	66,035
Equipment and vehicles (net of \$2,488 accumulated depreciation) (NOTE 2)	13,488	-0-	13,488
Total	\$13,488	\$66,035	\$79,524
<u>LIABILITIES AND FUND BALANCE</u>			
Current Liabilities			
Accounts payable	\$ -0-	\$18,883	\$18,883
deferred revenue	-0-	47,232	47,232
Total current liabilities	-0-	66,115	66,115
CONTINGENCIES (NOTE 5)	-0-	-0-	-0-
Fund balance	13,488	-0-	13,488
Total	\$13,488	\$66,035	\$79,524

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

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**  
STATEMENT OF SUPPORT, REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 1968

	GENERAL FUND	RESTRICTED FUND	TOTAL (PROGRAMS ONLY)
<b>SUPPORT</b>			
Transfer - State of Louisiana	\$ -0-	\$263,073	\$263,073
- Dependent Care	-0-	6,112	6,112
- Black School	-0-	1,900	1,900
- Arts Council	-0-	-	-
Total support	-0-	269,685	269,685
<b>REVENUES</b>			
Interest income	-0-	123	123
Donations	14,800	-0-	14,800
Total revenues	14,800	123	14,923
Total support and revenues	14,800	269,808	284,608
<b>EXPENDITURES</b>			
community program	-0-	168,473	168,473
Personnel	-0-	41,500	41,500
Operating expenses	-0-	47,763	47,763
Depreciation	4,458	-0-	4,458
Total expenditures	4,458	257,736	262,194
Excess of support and revenues over expenditures before other changes	2,882	-3,668	-18,550
<b>OTHER CHANGES</b>			
Transfer in (out) of equipment	-3,928	-13,683	-0-
Excess of support and revenues over expenditures after other changes	10,550	-0-	10,550
Fund balance, beginning of year	13,882	-0-	13,882
Fund balance, end of year	\$24,432	\$ -0-	\$ 24,432

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

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**

STATEMENT OF SUPPORT, REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES, CONTINUED  
FOR THE YEAR ENDED JUNE 30, 1999

	GENERAL FUND	RESTRICTED FUND	TOTAL (NONCASH DEBIT)
<b>SUPPORT</b>			
Grantor - State of Louisiana	\$ 170,388	\$170,388	\$170,388
Total support	170,388	170,388	340,776
<b>REVENUES</b>			
Interest income	518	518	518
Total revenues	518	518	518
Total support and revenues	170,906	170,906	341,294
<b>EXPENDITURES</b>			
Community programs	118,868	118,868	118,868
Personnel	13,018	13,018	13,018
Operating expenses	19,894	19,894	19,894
Depreciation	2,426	2,426	2,426
Total expenditures	153,206	153,206	306,412
(deficiency) excess of support and revenues over expenditures before other changes	17,699	17,699	17,699
<b>OTHER CHANGES</b>			
Transfer in (cost) of equipment	15,915	(15,915)	0
Excess of support and revenues over expenditures after other changes	13,460	0	13,460
Fund balance, beginning of year	0	0	0
Fund balance, end of year	\$13,460	\$ 0	\$ 13,460

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

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**

**NOTES TO THE FINANCIAL STATEMENTS**

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**NOTE 1 - Summary of Significant Accounting Policies:**

**General**

Family Advocacy & Neighborhood Services, Inc. (the Corporation) is a community service program designed to service the economic, social and cultural needs of the underprivileged and disadvantaged, including but not limited to at-risk youth, teenage mothers, single parent female head of households and isolated senior citizens.

The Corporation offers programs that provide an array of consulting, teaching, and advising services to help families work together to enhance a student's learning and academic achievements. Cultural enrichment activities such as concerts, dances, and theme festivals are also offered to the community.

The objectives of the Corporation are as follows:

- o Individual and or family counseling for juveniles demonstrating adjustment or behavioral problems in the traditional classroom environment;
- o Individual and or group parenting skills, financial management planning programs, and/or self esteem and confidence building programs for single parents and teenage mothers;
- o Cultural enrichment programs for economically disadvantaged and gifted youth;
- o Medication and nutrition counseling services for senior citizens and assistance with Elderly Compliance as it applies to Medicare;

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**

BALANCE SHEET  
JUNE 30, 1996

	<u>ASSETS</u>		<u>TOTAL (MEMORANDUM ONLY)</u>
	<u>GENERAL FUND</u>	<u>RESTRICTED FUND</u>	
<u>Current Assets</u>			
Cash	\$ -0-	\$27,648	\$27,648
Grant receivable	-0-	6,113	6,113
Prepaid assets	-0-	183	183
Total current assets	-0-	33,944	33,944
<u>Equipment and vehicles (net of \$8,864 accumulated depreciation) (NOTE 2)</u>	24,028	-0-	24,028
Total	\$24,028	\$33,944	\$57,972
<u>LIABILITIES AND FUND BALANCE</u>			
<u>Current Liabilities</u>			
Accounts payable	\$ -0-	\$ 4,810	\$ 4,810
Other payables	-0-	1,722	1,722
Deferred revenue	-0-	26,223	26,223
Total current liabilities	-0-	32,755	32,755
<u>CONTRIBUTIONS (NOTE 5)</u>	-0-	-0-	-0-
<u>Fund balance</u>	24,028	-0-	24,028
Total	\$24,028	\$33,944	\$57,972

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



**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**  
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

**NOTE 1 - Summary of Significant Accounting Policies, Continued:**

Depreciation expense for the years ended June 30, 1984 and 1985 was \$4,458 and \$2,424, respectively.

**Revenue Recognition**

Revenue from governmental grants and certain other restricted contributions is recognized when allowable expenditures are made by the Corporation. Funds received for specific purposes but not yet expended are recorded as deferred income.

**Cash**

Cash consists of the interest bearing and non-interest bearing checking accounts.

**Income Taxes**

The Corporation is exempt from federal income taxes through Section 501(c)(13) of the Internal Revenue Code. Therefore, no provision for income taxes is made in the accompanying financial statements.

**Fair Value of Financial Instruments**

The Corporation considers the carrying amounts of its cash to be fair value.

**Prospective Impact of Recently Issued Accounting Standards**

The Corporation is currently analyzing the Statement of Financial Accounting Standards No. 114, Accounting for Contributions Received and Contributions Made, as pledged are currently recorded as the cash is received. This statement, which will be required to be implemented not later than the year beginning January 1, 1985, will result in the recognition of contributions on an accrual basis.

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**

NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

**NOTE 1 - Summary of Significant Accounting Policies, Continued:**

Prospective Impact of Recently Issued Accounting Standards, Continued

In June 1991, the Financial Accounting Standards Board issued Statement of Financial Accounting Standards ("SFAS") No. 117, *Financial Statements of Not-for-Profit Organizations*. SFAS No. 117 establishes standards for general purpose external financial statements provided by a not-for-profit organization in an effort to enhance the relevance, understandability, and comparability of financial statements issued for those organizations. Management does not believe that this statement, which will be required to be implemented not later than the year beginning January 1, 1995, will not have a material effect on the corporation's financial statements.

Total-Memorandum Only

The total column on the financial statements is captioned "Memorandum Only" to indicate that it is prepared only to facilitate financial analysis. Such data is not comparable to a consolidation. Inter-fund eliminations have not been made in the aggregation of this data.

**NOTE 2 - Equipment and Vehicles:**

Equipment and vehicles at June 30, 1995 and 1994 are summarized as follows:

	1994	1995
Equipment	\$19,923	\$15,925
Vehicles	14,388	-0-
	34,311	15,925
Accumulated Depreciation	(10,884)	(2,426)
Equipment and Vehicles, (net)	\$23,427	\$13,499

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**

**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

**NOTE 3 - Related Party:**

In fiscal year 1995, the Corporation entered into a consulting agreement with the relative of a board member. The total fees paid to this individual was \$1,000.

**NOTE 4 - Commitments:**

On March 1, 1996, the Corporation executed a three (3) month lease agreement with Health System Management for approximately 1,100 square feet of office space. The lease provides that monthly payments of \$183 be made for rent.

Total rent expense for the years ending June 30, 1996 and 1995 were \$1,464 and \$549, respectively.

**NOTE 5 - Contingency:**

The Corporation is a recipient of grants from the State of Louisiana and other funding sources. The grants are governed by various State guidelines, regulations, and contractual agreements.

The administration of the program and activities funded by these grants are under the control and administration of the Corporation and are subject to audit and/or review by the applicable funding source. Any grant funds to be not properly spent in accordance with the terms, conditions, and regulations of the funding sources may be subject to recapture.

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**

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**EXIT CONFERENCE**

An exit conference was held and those in attendance were as follows:

**FAMILY ADVOCACY AND NEIGHBORHOOD SERVICES, INCORPORATED**

Mr. Jim Hutchinson -- Executive Director

**BRUNO & TERVALON, Certified Public Accountants**

Mr. Michael S. Bruno, CPA -- Managing Partner

Mr. Edward A. Tervalon, Jr., CPA -- Manager

The audit report was discussed. This report is intended solely for the use of the Board of Directors, management and the State of Louisiana and should not be used for any other purpose.

*Bruno & Tervalon*  
**BRUNO & TERVALON**  
**CERTIFIED PUBLIC ACCOUNTANTS**

October 11, 1988

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**  
STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEARS ENDED JUNE 30, 1996 AND 1995

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	<u>1996</u>	<u>1995</u>
<b>Community Programs</b>		
Contractual services	\$104,400	\$110,971
Community programs	<u>64,462</u>	<u>8,358</u>
Total community programs	168,862	119,329
 Personal expenses	 45,508	 15,615
 <b>Operating Expenses</b>		
Professional services	18,150	10,115
Advertising/printing	9,583	664
Rent	3,404	500
Postage	3,893	104
Telephone	3,022	1,470
Office and cleaning supplies	8,732	3,673
Insurance	8,313	187
Repairs and maintenance	8,338	3,058
Miscellaneous	<u>3,823</u>	<u>1,058</u>
Total operating expenses	<u>47,263</u>	<u>19,884</u>
 Total	 \$262,288	 \$134,868

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

# INDEPENDENT AUDITORS' COMMENTS TO MANAGEMENT

CONTINUED

## 1. ACCOUNTING POLICIES AND PROCEDURES MANUAL

We noted during our audit that the Corporation had not developed a current accounting policies and procedures manual.

We recommend that appropriate steps be taken to develop such a manual.

## 2. TAGGING OF EQUIPMENT

We noted during our audit that the Corporation had not tagged certain equipment as required by state laws and regulations.

We recommend that appropriate steps be taken to tag such equipment.

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and suggestions with appropriate personnel of the Corporation, and we will be pleased to discuss them in future detail at your earliest convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

*Bruno & Tervalon*

BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

October 11, 1986

INDEPENDENT AUDITORS REPORT ON THE INTERNAL CONTROL  
STRUCTURE BASED ON AN AUDIT OF THE FINANCIAL  
STATEMENTS PREPARED IN ACCORDANCE WITH GAS

To the Board of Directors of  
Family Advocacy and Neighborhood Services, Incorporated

We have audited the financial statements of Family Advocacy and Neighborhood Services, Incorporated (the Corporation) (a nonprofit corporation), as of and for the years ended June 30, 1988 and 1989 and have issued our report thereon dated October 11, 1989.

We conducted our audits in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

The management of the Corporation is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure 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 financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors, or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure 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 policies and procedures may deteriorate.

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED

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III.	<u>NETTE CASE</u>	<u>QUESTIONED COST</u>
		<u>\$428</u>

Condition

The Corporation did not have adequate controls over the petty cash maintained in the office during fiscal year 1990.

Criteria

According to OMB Circular A-110 "Uniform Administrative Requirements for Grants and Agreements with Institutions of Higher Education, Hospitals, and Other Nonprofit Organizations" 11:(8)(7) which requires that all supporting documentation for disclosures in the financial statements be maintained.

Effect

The Corporation is in non-compliance with OMB Circular A-110.

Cause

The lack of procedures in place to insure that all source documentation is being maintained by the Corporation.

Recommendation

We recommend that the Corporation implement procedures to insure that records are being maintained.

Management's Response

Management has implemented procedures to ensure that petty cash is being properly accounted for and all source documentation is being maintained.



**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED

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II.	<u><b>FAILURE TO FILE 1099</b></u>	<u><b>QUESTIONED COST</b></u>
		<b>\$100</b>

Condition

For the year-end June 30, 1988, the Corporation did not file the appropriate 1099 tax forms for contracted services which resulted in a \$100 penalty payable to the Internal Revenue Service (IRS).

Criteria

According to the Internal Revenue Service code 6001, fees paid in the course of a trade or business for the services of non-employees such as subcontractors are reportable to the IRS if they exceed \$500.

Effect

The Corporation is in non-compliance with the Internal Revenue Service regulations.

Cause

The lack of procedures in place to insure that all the appropriate tax forms are completed and filed timely and accurately.

Recommendation

We recommend that the Corporation implement procedures to insure that all tax forms are completed and filed timely and accurately.

Management's Response

Management agrees with the finding and has filed the appropriate tax forms with the IRS.

**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

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I. RELATED PARTY TRANSACTION	QUESTIONED COST
	\$1,000

Condition

The Corporation paid \$1,000 in consulting fees to a relative of a board member during fiscal year 1990.

Criteria

According to the Louisiana Revised Statute 43:1113 (B), which requires that no appointed member of any board or commission, member of his immediate family, or legal entity, in which he has a substantial economic interest; shall bid or enter into or be in any way interested in any contract, subcontract, or other transaction which is under the supervision or jurisdiction of the agency of such appointed member.

Effect

The Corporation is in non-compliance with the Louisiana Revised Statute.

Cause

The lack of procedures in place to insure that related party transactions are not entered into by the Corporation.

Recommendation

We recommend that the Corporation implement procedures to insure that related party transactions are not entered into.

Management's Response

Management concurs with the finding and is in the process of writing procedures to insure that the corporation is in compliance with the aforementioned Louisiana Revised Statute in the future.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH LAWS AND  
REGULATIONS BASED ON AN AUDIT OF THE  
FINANCIAL STATEMENTS PREPARED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS  
(CONTINUED)

The results of our tests disclosed no instances of noncompliance that are required to be reported herein under Government Auditing standards. However, the results of our procedures disclosed immaterial instances of noncompliance with those requirements which are described in the accompanying schedule of Findings and Questioned Costs.

This report is intended for the information of the board of Directors, management and the State of Louisiana. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the Corporation is a matter of public record.

*Bruno & Tervalon*

BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

October 11, 1994

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH LAWS AND  
REGULATIONS BASED ON AN AUDIT OF THE  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH GOVERNMENT AUDITING STANDARDS**

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To the Board of Directors of  
Family Advocacy and Neighborhood Services, Incorporation

We have audited the financial statements of Family Advocacy and Neighborhood Services, Incorporation (the Corporation) as of and for the years ended June 30, 1994 and 1993, and have issued our report thereon dated October 11, 1993.

We conducted our audits in accordance with generally accepted auditing standards, and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

INDEPENDENT AUDITORS REPORT ON THE INTERNAL CONTROL  
STRUCTURE BASED ON AN AUDIT OF THE FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH GAS  
(CONTINUED)

In planning and performing our audits of the financial statements of the Corporation for the years ended June 30, 1994 and 1993, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure 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 control structure and its operation that we consider to be material weaknesses as defined above.

However, we noted certain matters involving the internal control structure and its operation that we have reported to management in a separate letter dated October 11, 1994.

This report is intended for the information of the Board of Directors, Management, and the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.

*Bruno & Tervalon*  
BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

OCTOBER 11, 1994

INDEPENDENT AUDITORS' REPORT  
(CONTINUED)

To the Board of Directors  
Family Advocacy and Neighborhood  
Services, Incorporated  
Page 2

In accordance with Government Auditing Standards, we have also issued a report dated October 11, 1996 on our consideration of Family Advocacy and Neighborhood Services, Incorporated internal control structure and a report dated October 11, 1996 on its compliance with laws and regulations.

*Bruno & Tervalon*  
BRUNO & TERVALON  
CERTIFIED PUBLIC ACCOUNTANTS

October 11, 1996

## TABLE OF CONTENTS

	<b>PAGE</b>
INDEPENDENT AUDITORS' REPORT .....	1
BALANCE SHEET AT JUNE 30, 1994 .....	3
BALANCE SHEET AT JUNE 30, 1995 .....	4
STATEMENT OF SUPPORT, REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 1994 .....	5
STATEMENT OF SUPPORT, REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 1995 .....	6
STATEMENTS OF FUNCTIONAL EXPENSES FOR THE YEARS ENDED JUNE 30, 1994 AND 1995 .....	7
NOTES TO THE FINANCIAL STATEMENTS .....	8
INDEPENDENT AUDITORS' REPORT ON THE INTERNAL CONTROL STRUCTURE BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GAO .....	13
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH LAWS AND REGULATIONS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS .....	15
SCHEDULE OF FINDINGS AND QUESTIONED COSTS .....	17
EXIT CONFERENCE .....	21

**INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
Family Advocacy and Neighborhood  
Services, Incorporated

We have audited the accompanying balance sheets of Family Advocacy and Neighborhood Services, Incorporated (a non-profit corporation) as of June 30, 1998 and 1999 and the related statements of support, revenues, expenditures and changes in fund balances and functional expenses for the years then ended. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards, and Governmental 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. An audit includes examining, on a test basis, evidence supporting the accounts 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 audits provide 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 Family Advocacy and Neighborhood Services, Incorporated as of June 30, 1998 and 1999, and the results of its operations for the years then ended in conformity with generally accepted accounting principles.



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**FAMILY ADVOCACY AND NEIGHBORHOOD  
SERVICES, INCORPORATED**

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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. This 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 DEC 30 1996

**FINANCIAL AND COMPLIANCE AUDITS  
TOGETHER WITH  
INDEPENDENT AUDITORS' REPORTS**

**FOR THE YEARS ENDED JUNE 30, 1996 AND 1995**