



INDEPENDENT AUDITOR'S REPORT ON THE HINANCIAL STATEMENTS AND THE RELATED SINGLE AUDIT REPORTS FOR FISCAL 'YEAR EXHIDI JUNE 39, 1096

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH LAWS AND REQUILITIONS, CONTRACTS, AND GRANTS INNERO ON THE FINANCIAL STATISTICATION SPECIFIC IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directory of Hope House, Inc.

We have undered the accompanying statement of assets, liabilities, and fand balance of Hope House, Inc. 6 morpholic superkatation as of Asses (b), 1996, and the exhaust a morements of recommenand experiments, and changes in free balance for the proof the proof market languages and experiments. These frameshatations are assessed as a second statements are the entpotentiality of the Departation's management. Our sequenciability is to express an expirate on these dimensional intercommunication or our analysis.

We conclude our rank in accordance with parently surgered radius parently and the previous of the description for conclusion for conception for an end of the subset of

In nar equinity, the financial statements referred to above present theirs, in all material respects, the financial position of Hope House, Inc. as of June 39, 1990, and the scatts of eperations and changes in final balance for the year base-ended in conformity with genutally accepted accounting principles.

In accordance with Convenient Autoring Annulation, we have also issued a report dated language 16, 1997, on our consideration of Diopo Neuro, IncX internal control structure and a report dated January 16, 1997, on its compliance with true and constations.

Adre Sathrold

Lother C. Speight & Company

New Orleans, Louisiana January 15, 1977

STATCHENT OF ASSETS, LIKERUTIES, AND FUND BALANCE AS OF JUNE 28, 1996

AND R TR

Current Asserts		
Cash		
Investments (Note 2)		
Grant Revenable		10,023
Due From Employees (Note: 2)		
Tetal Curvet Assets		25,132
Property and Equipment, Not (Note 4)	-	180,385
TOTAL	۰.	292,338
LIABLITES AND FUND BALANCE		
LIABALITIES		
Current Liabilities		
Accounts Payable		
Taxes Papable		3,267
Current Posteen al Notes Payable dilote Sp		3,800
Teld/ Carved Labilities		18,267
Long-Term Potlian of Notes, Payable (Mara N	_	8,599
Tetel Lieblikies	-	18,787
FUND BALANCE		243,843
TOTAL	5	282,330

STATEMENT OF REVENUE AND EXPENDITURES FOR THE FISCAL YEAR OVERD JUNE IN 1998

AUVENUE:

Galeris	5 164,652
Dosations	164,507
Other Issame	29,075
Total Revenue	354,835

EXPENDITURES.

David Develops in Chents	
Pepsir & Maintenance	
Excelos	5.021
Postago	
Paralog	
headaco	
Other Expenses	20,017
Tetal Expenditures	285,377
NET REVENUE OVER EXPENDITURES	3 69.515

Ero Note to the Pinanetal Statements

FUND BALANCE - JUNE 30, 1865	6 155.962
PRIOR PERIOD ADJUSTMENT	(15.043)
ADJUSTED FUND BALANCE - JUNE 30, 1985	116,085
NET REVENUE OVER EXPENDITURES	68,555
FUND GALANCE - JUNE 20, 1990	\$ 243,585

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDER, JUNE 20, 1966

SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

General - Hope Hause, Inc. (b): Organization) is a morprefit composition which is located user the St. Themas Hausing Development, in New Olicow, Louisian The programs of general by the Organization on as follows; an add horizing contracompress positions of an transitivy needs, and assisting in locating: permanent Dowing for the benefation.

The Oppitation receives its fanding from pures and domitions. The odds forming covers its fanded by pures from the Lonison State Department of Educations and the Office of "Family Support. The core funding for amognous instances propagations in provided by the behavior Varagement dynamy in provided the branch and the state of the state of the state of the opping is provided the oughts Community Development Block Crist from the Chy of New Dilatons.

Both of Accounting - The financial antoremus of the Organization are prepared on the normal basis of accounting. Accordingly, revenue to recorded when carred and exemuses are accorded when instanced.

Property and Egalgenese - Depreciation is provided over the estimated satilit lives, which mapped from it to 40 years, of the related assets using primarily the standed free method.

Access: Taxes - The Organization has been determined to be tax except under Section 501 (c) of the Internal Revenue Code.

Cash - Cash is connected of cash on hand and in banks.

Ameniments - Investments are stated at cost, which approximates market.

Geont Receivable - Unant receivables do not contain any material annollexible amounts: therefore, no allowance for deabtilid accounts in considered necessary Properties Espect of Brown J, Easter Accurately, Shoulands T, Die Organization in controls any advanced strained Accounting Standard Net 110(6). Accounting for Controbutions Netwine and Constrainance Educe, publique are control promodules in the accion encounting. This stratement, which will be regarded to be implemented on Like data the period Netwine (Netwide) and the Strain reconstrained and the strain an encounting they 1, 1990, will result in the reconstrained netwidention on an account barries.

ii June (1997), The Florancial Accounting Structures for all standard structures of Florancial Accounting Mandaley Calcosoft 10, 117, Josened Accounting Structures for Accounting Structures and Acc

2 INVESTMENTS

The amortized cost and market value of investment securities are as follows at long 30, 1996.

	Amortized Cost	Market Value	
Taxable Bonds	\$ 15,083	\$ 13,561	
Mency Fund	1,700	1,700	
Common Stock			

It is the Ormanication's intention to bold of trachic branks to metantic

3 DUE FROM EMPLOYEES

The Organization has several motion-long loans with institute employees, ranging from thy (3000 to six (2000) loandwed dollars in amount. These loans have no instand into of interest or specified periods, period.

4 PROPERTY AND EQUIPMENT

Property and appipment consist of the following as of June 30, 1996

Land Buildings and Leasabeld Improvements	\$ 57,830
Familier, Forani, and Designent	143,992
Volucies	22,078
Loss Accompleted Depresistion	\$4,997
TOTAL	8 186,588

5. NOTE PAYABLE

Note psychia at June 33, 1976 accesss of

1%. Note psychle in monthly installments of \$250 (peticiple and interest), with their present of \$1,528 dat Networks: In 1988.

This note psychic is to be reguld through preceds from private domaines. The note has been point down through have the 1996, and is not to down?

The principal payments due on the note psychic are as follows:

JUNE 30,	PRINCIPAL AMOUNT OF NOTE TO BE LIQUEATED		
1997	5 1000		
	3,990		
2000			
TOTAL	8 11 990		

SINGLE AUDIT REPORTS

INDEPENDENT AUDITOR'S REPORT ON SCHEDULE OF FEDERAL AWARDS

To the Board of Directors of Hope Hease, Inc.

We have multicly the function of alternative of Hope House, Inc. (a compared) cognitization) as of and for the year ended have 30, (1995), and have insert our report haveour data instancy 16, (1997). These functional insteaments are the responsibility of the Departuration's management. Our representibility is to extract an orienter on these have functional antemations. Four ensemblishing is to extract an orienter on these having functional antemations to have and on our and the second and orienter on these having functional antemations to have an out-

We conclude our and/e is accordance with generally encouple arking standard, increasing during both proceedings of the composition of the thermal form of the thermal

Our and/it was conducted for the purpose of forming an equiption on the basic framedid statements of 10 Hope Howse, the them is a which. The recompanying, Scholde of Totolard Awarda in presented for purposes of additional multiple and in not a magnitud guar of the basic framedid in the model. The themse framework in the state state of the theory presentation and in the model of the basic framedid statements and a root as a valuely.

New Orleans, Louisiana January Ht. 1997

SCHEDULE OF FEDERAL ANNAULS FOR THE GRANT PERIOD ENDED AND 10, 1040

 Federal Granted Pass Through Granter	Podenat OPGA Number	Caselina	
Dept. of Heusing & Neighborhood Development/	14.215	\$ 24,580	
Drat. of Housing & Heighborhood Development	MA	2,512	
UNITY for the Homeless. Entwoycesty Rheber Grant	83.523	40,801	
Dept. of Educations Protonal Domestic Assistance	84 802	52.429	
ENG4. of Eacod Bervices/ Office of Parmity Support.	93.599	14,722	
Tritel		1 101 042	

2000 Notes to the Pananetal Statements.

NOTES TO THE SCHEDULE OF FEDERAL AWARDS FOR THE GRANT PERIOD JULY 1, 1995 TO JUNE 30, 1995

1. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES.

General¹: Hape Husse, he: doe Organization) is a sengredit corporation which is located user the St. Theorem Hussing Development, is Now Heave, Lucidiana, the programs of break by the Organization are as infollows, an adult factorial, constr, energyprey minimum for remainary reade, and assisting in locating, personnees hussing for the locations.

The Oxpanization receives is finally from parts and dwarfers. The adult lossest entering the identify parant relation field and the instance of Halandian and the Office of Parath Support. The cost finality of the management entering entering and the predicted by the Parath Sumparises (Management Agence entering the second start of the Support of Support (Support Support in provided through the Finland Hampurg Westgement Agence from the City of New Offician.

Davis of Accounting - The financial interments of the Diganization are prepared in the interact basis of accounting. Accordingly, revenue is seconded when earned and expresses are recorded when incremed. INDEPENDENT AUDITORYS REPORT ON INTERNAL CONTROL STRUCTURE BASID ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUVITING STATEMENTS

To the Board of Directors of Heat Heats, Inc.

We have audited the financial statements of Hope House, Inc. (a remportit organisation) as of and far the year ended have 30, 1990, and have issued our report therears dated January 30, 1997.

We conducted our wolft in accordance with generally accorded auditing standards and Government doubting Newdensk issued by the Compreder General of the United States. These standards require that we plan and particus the audit to obtain essentiale assessment about whether the fitnessial struments are no fee or wareful minimumous.

The samplement of Hiso Hease, here is responsible for collisions got extending an instant property of the collection of the samplement of the samplement of the property of the collection of the samplement of the samplement of the property of the collection of the samplement of the

Is planning and performing one solit of the functional stratements of Hope Mone, Inc. So the years one-objacter, UN-year-relation of an international of the internation correct instruction. With respect to the internal coursel instruction, nor obtained an underaunding of the design of indexemp policies of the internal coursel instruction, nor obtained an underaunding of the design of indexemp policies of the internal course instruction provides on the parameter of magnetized course policies on it of the transmission of the design provides in the international coursel instruction. Nucleifuely, we do not course and an interlation.

We need centile natures isoching the interval control matters and its operation that we consider to be accurately consider standards conditionally by the Antonian Instance Centraling Indiana Antoniana Standards and the control matter and the relating to applicating additional standards designed responsible on the standard control for the in our indiana to application, could adversary for the supervised for intervised intervised to accurate that and revert filmation data involution with the supervised process supervised in the standard test standards and and revert filmation data involution with the supervised process supervised interview in the theorem interview in the theorem in the theorem is the theorem in the theorem in the theorem is the theorem in the theorem in the theorem in the theorem in the theorem is the theorem in the theorem is the theorem in the theorem is the theorem in the theorem in the theorem in the theorem is the theorem in the theorem in the theorem in the theorem is the theorem in the theorem in the theorem in the theorem in the theorem is the theorem in the the We consider the Organization's inability to have the analis of their 1990 fearming antenness support, completel, or inseel within six matchs of the disse of the entry's fixed year a transition containing an descripted above.

A number workness is a reportable confilient in validab the design or egentions of one or masse of the interval control attracture ideatation does not reduce to a relatively low-locit the trik due average or impatheting in monants that worked the estendies in relations to the formation interacture and/ord may coccur and not be deterined within a straty period by completeness in the mernel corrar of performing that ansigned functions.

Our rensidention of the interval control aracuum would not recessely disclose all matters in the interval control wireters that might be toportable conditions and, accordingly, would not recenserly detected in properties conditions that are also remedered to be material walknesses as defined there. However, we believe none of the reportable conditions described along is a metrical walkness.

This report is included for the information of the Board of Directory, management, and the City of New Dilease. However, this report is a reafter of public record, and its distribution is not limited

Lother C. Sneight & Company

New Orleans, Louisiana January 35, 1997 INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRECTURE USED IN ADMINISTERING FEDERAL AWARDS

To the Board of Directors of Hope House, Inc.

We have wedned the financial statements of Hope House, Inc. (a suspectit organization) as of and for the year ended Ame 35, 1996, and have insued our conext theorem dated January 16, 1997.

We embedded our and/i in securitative wild generatively assepted and/ing standards, Cavorsnee Androng Standards, issued by the Comparison Ground on the Useful Starse, and Coffer or Management and Hindge (HOMI) Consist ACD3, "Androis of Internetiones of English Education and Distributions and the second starse and Distribution and Starse Constraints and English the section and prefaces the spatial to detain strength summaries about whether the Emmandia anternets are thus on strength strengths."

Is principant performing one and/or the para multi Ana-Tia, 1996, we available prevalues for the performance of the performance of the performance of the performance of the performance with the performance of the performance of the performance of the performance of the investment of the performance of the performanc

The resugners of they three, be a mapschild for modeling and anoming a result of streams. It is this is increasible, consequently, and any adjustment is because and anomine the streams of the streamschild, consequent and any stream is a probability. The displaying of an array conset density are any adjustment is been associated and any stream of the stream of the stream of anomine the stream of the stream of the stream of the stream of anomine the stream of the other streams of the stream of the strea

For the purpose of this report, we have classified the significant internal control attacane policies and revealence used in administration (priced award concretes in the Difference categories Accounting Controls:

- Grant Revouws and Cash Receipts
- Purchases and Cash Disbursements
- General Lodger and Financial Reporting
- Grant Accounting.

Costrols and in administering compliance with Laws and Regulations

General Regultements	Specific Ragairconsents
 Nolaisal Astholy Chol Kights Chol Mangonetti Cohn Mangonetti Cohn Mangonetti Cohn Mangonetti Cohn Mangonetti Roperting Statu Astholy Statu Astholy Statu Astholy Administrative Repairments 	 Types of survives Eligibility Hordbilly, and Hordbills or assurability, Annuals, and introducescient Annuals children of survives of the machine as determined by the DMK-formation of the machine other applicable costs principlity or regulations that are applicable to each office major program. Reparing

For all of the internal control structure entropy is hirded in the preceding paragraph, we obtained as understanding of the design of relevant policies and precedince and determined whether shere have been obtained in constraints, and we arrowed control risk.

During the year caded June 30, 1996, Hope House, Inc. had no major fideral award programs and expended 100% of its total fideral awards under normajor program.

We performed network on a regulated by OME Charalar A-131, to evalues the differences of the design and a spectra of a strength end of strength end products that we considered performs a preventing or developmentation end of the design and a strength end of the strength end of the strength end of the distrementation assumed factored to used for reacting the use applieded to the distrementation program. Our proceedings used for the constraint for an end of the distrementation end of the distribution of the strength end of the distrementation end of the distribution of the strength end of the distrementation of the distrementation of the distribution of the strength end of the distrementation of the distrementation of the end of the distribution of the distribution of the distrementation of the distrementation of the end of the distribution of the distribution of the distrementation of the distrementation of the end of the distribution of the distribution of the distrementation of the distrementation of the end of the distribution of the distribution of the distrementation of the distribution of the distrementation of the end of the distribution of the end of the distribution of the distrementation of the distribution of the dis

We rend certain natures involving the internal certral articutur and its operation that we consider to be repetitive conditions used maintain analysisal by the Anorean Institute of Certrifed Public Accountants. Repetitible conditions involve matters consing to cert attention relating to significant defensions in the design of operation of the internal consell methods then, in our anglement, could anterney affect the Organization's abilities. Tokical annual persumant in accountance with available law and resultings. We believe that the Organization's trability to have the audit of their 1996 descent transmuss requiped, completed or traced within its months of the aloss of the entity's front year a reportable condition as disordered alove:

A resteried ventrem is a reportable condition is which the design or operation of nue or source of the internal control structure identical ones net reflect to a relatively lose load the risk that is recompliant with how and regulation is the world is remarked to a following many occurs and not be docated while a timely period by employees in the normal coarse of performing that subject distances.

Our consideration of the internal control attantion policies and procedures used in administrating federal awards would not reconcardly disclass all seatures in the internal control attantion that might be reportable conditions and, sociedingly, would not reconcardly disclose all reportable conditions that are also considered in the material availances and disclose and reportable conditions that are also considered in the material availances and disclose and areas and a seature of the seature and the seature of the section of the seature of the section above.

This report is intended for the information of the Basad of discusses , sumspacement, and the City of New Objects. However, this report is a marker of public recent, and its destibution is not fashed.

Lither C. Speight & Company

New Orleans, Louisiana January 16, 1997

INIMPENDINT AUDITOR'S REPORT ON COMPLIANCE WITH THE GENERAL BEQUIREMENTS APPLICABLE TO PEDERAL AWARD PROGRAMS

To the Board of Directors of Hepe House, Inc.

We have multied the financial statements of Hope House, Int. (a nonprofit experimeter) as of and for the year midel lane 30, 1996, and have inneed our report thereon thread January 16, 1997.

We have applied procedures to tast the compliance of Hope House, inc. with the following requirements applicable to in foldcal award programs, which are identified in the accompanying Schedule of Pederal Awards for the ware model have 84 1990.

- Political Activity
- Cash Management
- Ovil rights
- Federal Financial Reporting
- Daug-Free Workplace
- Administrative receivements
- Allowable Costs/Cost Principles

Our previours were limited to the applicable procedures cheering in the different distancement and budgets' "Compliance: Suppliance of Audits of Funktacions of Higgler Laurning and Other Nov-Profit Institutions". Our precedures were submanially liss in sauge than as audit, the objective of which is the empensions of an opticion on Finge Hussey, here y compliance with the construment Budget is the terescond maximum discontinuous continuous or source audits and ominin

With respect to the items tested, the results of our proceedures disclosed no metrical instances of reasonglassic with the requirements lated in the second paragraph of this report. With respect to items and tested, wetting same to our attention that reasod us to below that these House, late, but new conditioned, is all catedian tespects, with those suppresents.

This report is intended for the information of the Baard of Directors, management, and the City of New Orleans. However, this report is a matter of aubits succed, and in disadiurizes is not limited.

Lather C. Speight & Company

New Orleans, Leuisians January 10, 1997 INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH SPECIFIC REQUERIMENTS APPLICABLE TO NONMAJOR FEDERAL AWARD PROGRAM TRANSPORTINGS

To the liteard of Directors of Hope House, Inc.

We have audited the financial statements of Hope House, Inc. (a corporalit organization) as of and for the year unded June 20, 1979, and have inseed our report thereas dated Amarry 16, 1997.

With respect to the items total, the results of our preventing duckness in married instances of measured lines with the requirements total of the proceeding comparised. With respect to however our tested, redding came to our attestion that caused us to believe that Hope House. In: had not consider that its material respective, with those remainments.

This seport is inscaled for the information of the Based of Diseators, management, and the City of New Octawa. However, this separt is a manage of public second, and its derribution in our limited.

Lather C. Speight & Company

New Orleans, Louisiann January 16, 1997 INDEPENDENT AUDITOR'S BEPORT ON COMPLIANCE BASED ON AN AUDIT OF FINANCIAL STATISHENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Baard of Directors of Hope House, Ire.

We have and/ied the frameial statements of Huge House, Jon. (a wingroft regarization) as of and for the year unded Jana 30, 1996, and have insted our report thereon dated January 16, 1997.

We conducted our adds in accordance with generally accepted andring standards and Generalized Auditing Standards, install by the Comparaller General of the United Strice. Three standards require that we play and perform the audit to obtain reasonable assumanc about withther the financial statements are free of material invasionment.

Compliance with lines, regulations, constructs, and grants appliedule to Hippe likewa, here is the coopenability of Hippe Histone, here branningments: An part of robinning mesodialities assumes about whother the financial suscencement are fixe of material maintenents, we performed texts of Hippe Histone, here's compliance with contain previousion of Hustone, Hustone Hustone, has do material suscences have histone, the objective of our suital of the financial suscents near out to previde an optimizer as "normal containance with and the reliance Accordinality near do near ourses and the arbotism."

The results of our tests disclosed the following instances of noncompliance that are required to be reported benefits under choreconver dualities 20milion for which the alatimum methods a conver presently be determined. Anotechnyly, no provision for any liability that may much has been reconstruct in these blaces. Level 1900 (married) advances.

Hape Hause, Inc.'s multi-two not engaged, completed or brood within sin-stwells of the close of the entity's flucal year. This is in direct sorecompliance with Nate Law Louisims revised Natorie 20.513 which requires that the and it he completed and issued within sic months of the close of the entity's flucal year.

We considered these instances of menorgalitates in finning care optimize on whether Hope Homes, https://www.instances.com/instance This report is intended for the information of the Board of Diractors management, and the City of New Origen. However, this report is a matter of addie speed, and its databasise is we builted

Lother C. Speight & Company

New Orleans, Louisiana January 16, 1997