

ORIGINAL
FILE COPY
DO NOT DESTROY

GA-AR-1986-0001
LOCAL FILE NO.
1986-0001-001
PAGE 01 OF 01

Code Community Action Committee, Inc.
Audited Financial Statements

March 31, 1986

under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or auditor-in-charge and other representative public officials. This report is available for public inspection at the History Group office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

SEP 17 1981

Release Date _____

RECEIVED
LEGISLATIVE AUDITOR
SEP 15 10 00 AM

Civils Community Action Committee, Inc.
Schedule of Findings and Questioned Costs

Year Ended March 31, 1986

Statement of condition: An annual audited report of the financial statements was not obtained timely.

Criteria: Various grant provisions mandate an annual audit of the Agency's financial statements and to provide copies of the audited financial statements to the grantor agencies.

Effect of condition: Potential to suspend funding by grantor agencies which would render the Agency unable to continue its programs to serve the community.

Cause of condition: The Agency does not use a double entry accounting system and, therefore, financial statements are difficult to produce. The auditors were not able to obtain workpapers from the predecessor auditor until after the original due date of the audit. Also, due to illness of some of the Agency's accounting personnel the preparation of a trial balance were unavoidably delayed.

Recommendation: Implement a double entry system for recording transactions and provide auditors with a completed general ledger and trial balance at time of engagement. Also, advise accounting personnel to enroll in a college level basic accounting class.

Response: We concur with the auditor's recommendations. We will implement procedures to prevent a recurrence of this situation.

Questioned costs: None.



OESTRICHER & COMPANY
A PROFESSIONAL ACCOUNTING CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

10 WINDYBROOK PLACE
ALEXANDRIA, LA 71304-0048
P.O. BOX 18388 - ALEXANDRIA, LA 71318-0000
PHONE 225-484-2226 FAX 225-484-4126

EMILE P. OESTRICHER, III, C.P.A.
ELIJAH C. OESTRICHER, I, P.A.

W. EDWARD L. LEROUX, C.P.A.
PETER A. BERRY, C.T.S.
PATRICIA E. SPADARIN, C.P.A.

**INDEPENDENT AUDITORS' REPORT ON
COMPLIANCE WITH SPECIFIC REQUIREMENTS APPLICABLE TO
NONMAJOR FEDERAL AWARD PROGRAM TRANSACTIONS**

To the Board of Directors
Cade Community Action Committee

We have audited the financial statements of Cade Community Action Committee, Inc. (CCAC) (a nonprofit organization) as of and for the year ended March 31, 1996, and have issued our report thereon dated August 28, 1997.

In connection with our audit of the financial statements of CCAC and with our consideration of the Organization's internal control structure used to administer federal programs, as required by Office of Management and Budget Circular A-133, "Audit of Institutions of Higher Education and Other Nonprofit Institutions," we selected certain transactions applicable to certain nonmajor federal award programs for the year ended March 31, 1996. As required by OMB Circular A-133, we performed auditing procedures to test compliance with the requirements governing types of services allowed or not allowed, eligibility, and reporting that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on CCAC's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of our procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that CCAC had not complied, in all material respects, with these requirements. Also, the results of our procedures did not disclose any immaterial instances of noncompliance with these requirements.

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 is a matter of public record.


OESTRICHER & COMPANY
Certified Public Accountants

August 28, 1997



OESTRIECHER & COMPANY
OF PROFESSIONAL ACCOUNTANTS-CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

20 WOODBRIDGE PLACE
 ALEXANDRIA, LA 71304-1808
 P.O. BOX 12000 - ALEXANDRIA, LA 71302-0000
 PHONE 284/46304 FAX 284/46426

THOMAS E. OESTRIECHER, P.C. CPA
 KEVIN C. OESTRIECHER, C.P.A.

W. BOB CARL LACROIX, C.P.A.
 FELICIA A. HERR, C.P.A.
 PATRICIA T. SPANBER, C.P.A.

**INDEPENDENT AUDITORS' REPORT
 ON COMPLIANCE WITH THE GENERAL REQUIREMENTS APPLICABLE
 TO FEDERAL AWARDS PROGRAMS**

To the Board of Directors
 Crisis-Community Action Committee, Inc.

We have audited the financial statements of Crisis Community Action Committee, Inc. (CCAC) (a nonprofit organization) as of and for the year ended March 31, 1996, and have issued our report thereon dated August 29, 1997.

We have applied procedures to test CCAC's compliance with the following requirements applicable to its federal awards programs, which are identified in the accompanying Schedule of Federal Awards, for the year ended December 31, 1996: political activity, civil rights, cash management, federal financial reports, allowable cost/cost principles, Drug-free Workplace Act, and administrative requirements.

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Audits of Educational Institutions and Other Nonprofit Institutions". Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on CCAC'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 our 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 CCAC had not complied, in all material respects, with those requirements.

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.

Kevin C. Oestriecher
OESTRIECHER & COMPANY
 Certified Public Accountants

August 29, 1997



OETTRICHER & COMPANY
A PROFESSIONAL ASSOCIATION CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

277 WINDSORHIRE PLACE
ALEXANDRIA, LA 71301-0088
P.O. BOX 1888 • ALEXANDRIA, LA 71301-0188
PHONE 225/384-8100 FAX 225/384-8100

EMILE OETTRICHER, JR., CPA
KURT C. OETTRICHER, CPA

W. DONALD WILDERY, CPA
FRANCIS A. SMITH, CPA
PATRICIA T. McSWAIN, CPA

**INDEPENDENT AUDITORS' REPORT
ON COMPLIANCE WITH THE SPECIFIC REQUIREMENTS APPLICABLE
TO MAJOR FEDERAL AWARDS PROGRAMS**

To the Board of Directors
Cresla Community Action Committee, Inc.

We have audited the financial statements of the Cresla Community Action Committee, Inc. (a nonprofit organization) as of and for the year ended March 31, 1996, and have issued our report thereon dated August 29, 1997.

We have also audited the compliance of Cresla Community Action Committee, Inc. with the requirements governing types of services allowed or unallowed; eligibility; matching; level of effort; or monitoring; reporting; claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major federal award programs, which are identified in the accompanying Schedule of Federal Awards, for the year ended March 31, 1996. The management of Cresla Community Action Committee, Inc. is responsible for the Agency'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, issued by the Comptroller General of the United States, and OMB Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions". Those 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 in the second paragraph occurred. An audit includes examining on a test basis, evidence about the Agency's compliance with these requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed *immaterial instances of noncompliance* with the requirements referred to above, which are described in the accompanying Schedule of Findings and Questioned Costs. We considered these instances of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

errors or 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.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions, and, accordingly, would not necessarily disclose all reportable conditions that are considered to be material weaknesses as defined above. However, we noted the following involving the internal control structure and its operation that we consider to be material weaknesses as defined above. These conditions were considered in determining the nature, timing, and extent of the procedures to be performed in our audit of the financial statements of CCAC, Inc. for the year ended March 31, 1996.

A dual entry set of books is not maintained by the client. Therefore, account balances cannot be reconciled to subsidiary records to verify accuracy and financial statements are difficult to produce. Only cash receipts and disbursements are recorded and cash is reconciled monthly.

The Agency's fixed asset list was incomplete and mathematically incorrect. Due to lack of periodic financial statements it is impossible to reconcile this subsidiary record to the general ledger. This could cause the balance of assets to be materially misstated and inaccurately reflect the financial position of the Agency.

Numerous prior period adjustments were required to properly reflect beginning account balances. Interim financial statements are not prepared by the Agency and, therefore, the Agency relies on the auditor to perform bookkeeping functions and make all necessary adjustments to prepare the annual financial statements. The prior period's ending balances were not properly reviewed by management before release of the audited financial statements for the prior period.

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.


DISTRIBUTION & COMPANY
Certified Public Accountants

August 28, 1997

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, 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, and that federal award programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance 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.

For the purpose of this report, we have classified the significant internal control structure policies and procedures used in administering federal programs in the following categories: cash, property and equipment; support, receivables and receipts; expenses for programs and supporting services, and payroll.

For all of the internal control structure categories listed above, 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.

During the year ended March 31, 1986, the Costa Community Action Committee, Inc. expended 100% of its total federal awards under major federal award programs.

We performed tests of controls, as required by OMB Circular A-133, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that we have 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 each of the Agency's major federal award programs, which are identified in the accompanying Schedule of Federal Awards. Our procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, we do not express such an opinion.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the organization'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 structure elements does not reduce to a relatively low level the risk that



OESTREICHER & COMPANY
A PROFESSIONAL ACCOUNTING CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

25 WINDHAMER PLACE
ALEXANDRIA, LA 71301-1418
P.O. BOX 12888 • ALEXANDRIA, LA 71312-0888
PHONE 504/444-5100 FAX 504/444-5100

EMILE P. OESTREICHER, III, CPA
KURT C. OESTREICHER, CPA

W. DOUGLAS LACROIX, III, CPA
WILLIAM S. BIRN, III, CPA
BARBARA T. BRADSHAW, CPA

**INDEPENDENT AUDITORS' REPORT ON THE INTERNAL CONTROL
STRUCTURE USED IN ADMINISTERING FEDERAL AWARDS**

To the Board of Directors
Crisis Community Action Committee

We have audited the financial statements of the Crisis Community Action Committee, Inc. (a nonprofit organization) as of and for the year ended March 31, 1996, and have issued our report thereon dated August 29, 1997. We have also audited the compliance of Crisis Community Action Committee, Inc. with requirements applicable to major federal award programs and have issued our report thereon dated August 29, 1997.

We conducted our audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions." Those 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 and about whether Crisis Community Action Committee, Inc. complied with laws and regulations, noncompliance with which would be material to a major federal award program.

In planning and performing our audit for the year ended March 31, 1996, we considered the internal control structure of Crisis Community Action Committee, Inc. in order to determine our auditing procedures for the purpose of expressing our opinion on Crisis Community Action Committee, Inc.'s financial statements and on its compliance with requirements applicable to major programs and to report on the internal control structure in accordance with OMB Circular A-133. This report addresses our consideration of internal control structure policies and procedures relevant to compliance with requirements applicable to federal award programs. We have addressed internal control structure policies and procedures relevant to our audit of the financial statements in a separate report dated August 29, 1997.

The management of the Crisis Community Action Committee, Inc. 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

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.

Lois Streicher
LOIS STREICHER & COMPANY
Certified Public Accountants

August 29, 1980



OESTRICHER & COMPANY
AN INDEPENDENT MEMBERSHIP CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

270 PENDERBINE PLACE
ALBANY, LA 70002-0448
P.O. BOX 1000 • ALBANY, LA 70010-0000
PHONE 713/644-3100 FACSIMILE 713/644-3101

DAVID P. OESTRICHER, III, CPA
KURT G. OESTRICHER, CPA

W. DONALD LAMBERT, III, CPA
HELENA A. BERRY, CPA
PATRICIA T. MURPHY, CPA

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

To the Board of Directors
Corda Community Action Committee

We have audited the financial statements of the Corda Community Action Committee, Inc. (a nonprofit organization) as of and for the year ended March 31, 1996, and have issued our report thereon dated August 20, 1997.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, "Audit of Institutions of Higher Education and Other Nonprofit Institutions". 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.

Compliance with laws, regulations, contracts, and grants applicable to Corda Community Action Committee, Inc. is the responsibility of Corda Community Action Committee, Inc.'s management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of Corda Community Action Committee, Inc.'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.

The results of our tests disclosed the following instances of noncompliance that are required to be reported under Government Auditing Standards for which the ultimate resolution cannot presently be determined. Accordingly, no provision for any liability that may result has been recognized in Corda Community Action Committee, Inc.'s March 31, 1996 financial statements.

The Agency failed to file a timely audit report with certain grantee agencies which is required according to grant provisions. Noncompliance with grant provisions could cause loss of or suspension of grant funding which would have a detrimental effect on the Agency as it relies primarily on these grants to carry out its program objectives.

were not properly reviewed by management before release of the audited financial statements for the prior period.

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



D. S. FRAZIER & COMPANY
Certified Public Accountants

August 29, 1997

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.

We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the organization'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 structure elements does not reduce to a relatively low level the risk that errors or 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.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions, and, accordingly, would not necessarily disclose all reportable conditions that are considered to be material weaknesses as defined above. However, we noted the following involving the internal control structure and its operation that we consider to be material weaknesses as defined above. These conditions were considered in determining the nature, timing, and extent of the procedures to be performed in our audit of the financial statements of CCAC, Inc. for the year-ended March 31, 1996.

A dual entry set of books is not maintained by the Agency. Therefore, account balances cannot be reconciled to subsidiary records to verify accuracy and financial statements are difficult to produce. Only cash receipts and disbursements are recorded and cash is accessed monthly.

The Agency's fixed asset list was incomplete and mathematically incorrect. Due to lack of periodic financial statements it is impossible to reconcile this subsidiary record to the general ledger. This could cause the balance of assets to be materially misstated and inaccurately reflect the financial position of the Agency.

Numerous year period adjustments were required to properly reflect beginning account balances. Interim financial statements are not prepared by the Agency and, therefore, the Agency relies on the auditor to perform bookkeeping functions and make all necessary adjustments to prepare the annual financial statements. The prior period's ending balances



OESTRICHER & COMPANY
A PROFESSIONAL ASSOCIATION CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

375 PONDMEADOW PLACE
BIRMINGHAM, LA 70803-0048
P.O. BOX 20000 • ALEXANDRIA, LA 71301-0000
PHONE 584-4800 FAX 584-4805

TABLE P. OESTRICHER, III, CPA
JOHN G. OESTRICHER, CPA

W. DONALD LACROIX, CPA
TILDEA A. JONES, CPA
PATRICIA T. SPADANA, CPA

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL STRUCTURE
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT ACCOUNTING STANDARDS**

To the Board of Directors
Crisis Community Action Committee

We have audited the financial statements of the Crisis Community Action Committee, Inc. (a nonprofit organization) as of and for the year ended March 31, 1996, and have issued our report thereon dated August 29, 1997.

We conducted our audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, "Audit of Institutions of Higher Education and Other Nonprofit Institutions". Those 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.

The management of the Crisis Community Action Committee, Inc. 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.

In planning and performing our audit of the financial statements of the Crisis Community Action Committee, Inc. for the year ended March 31, 1996, we obtained an understanding

**Civil Community Action
Committee, Inc.**

**Schedule of Federal Awards
For the year ended March 31, 1996**

<u>Federal Grantor/ Pass-Through Program Title</u>	<u>Federal CFDA Number</u>	<u>Agency or Pass-through Number</u>	<u>Federal Expenditures</u>
Block Programs			
U.S. Department of Health and Human Services			
Hospital	93.600 *	08X15003-90	3,616,826
Pass-through Locations			
Department of Employment and Training			
Community Services Block Grant	93.569 *	9304014	194,268
Community Services Block Grant	93.569 *	9304014	35,299
Community Services Block Grant - Homeless	93.569	9304014B1	96,656
Pass-through Locations			
Department of Social Services			
Low Income Home Energy Assistance	93.568 *	n/a	94,000
Total Dept of Health & Human Resources			<u>3,977,623</u>
U.S. Department of Agriculture			
Pass-through Locations			
Department of Education			
Child and Adult Care Food Program	93.158 *	n/a	608,401
Temporary Emergency Food Assistance Program	93.165	n/a	93,286
Total Department of Agriculture			<u>701,687</u>
Federal Emergency Management Agency			
Pass-through United Way of Central Louisiana			
Disaster Assistance	93.021	n/a	5,678
Other Federal Activities			
Department of Housing and Urban Development			
Housing Counseling	14.889	n/a	1,953
Total			<u>\$ 4,707,293</u>

* Excess rider program



OESTRICHER & COMPANY

INDEPENDENT ACCOUNTANTS
CERTIFIED PUBLIC ACCOUNTANTS

110 WOODBERRY PLACE
ALEXANDRIA, LA 71303-3938

P.O. BOX 1000 - ALEXANDRIA, LA 71303-0000

PHONE 344-4433

FAX 344-4438

EMILE OESTRICHER, P. C. PA
KEITH C. OESTRICHER, CPA

FRANCIS LACROIX, CPA

HELENA A. HINES, CPA

EDITH T. SPADANO, CPA

INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF FEDERAL AWARDS

To the Board of Directors
Crisis Community Action Committee

We have audited the financial statements of the Crisis Community Action Committee, Inc. (a nonprofit organization) for the year ended March 31, 1993, and have issued our report thereon dated August 26, 1993. Those financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-133, "Audit of Institutions of Higher Education and Other Nonprofit Institutions". Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the audited 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.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of Crisis Community Action Committee, Inc. taken as a whole. The accompanying Schedule of Federal Awards is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information in that 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.


OESTRICHER & COMPANY
Certified Public Accountants

August 26, 1993

Cada Community Action Committee, Inc.
Notes to Financial Statements

March 31, 1986

10. CONCENTRATION OF CREDIT RISK

The Agency's programs serve the indigent, handicapped and elderly of the Central Louisiana community. Resources for these programs are provided primarily by government funding under grant contracts. Accounts receivable arise from the normal course of providing these services to be reimbursed by the various grantor agencies. No allowance has been provided for accounts receivable.

The Agency maintains cash balances in excess of \$100,000 in banks, which are insured by the Federal Deposit Insurance Corporation up to \$100,000.

11. FUNCTIONAL ALLOCATION OF EXPENSES

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

12. PERIOD ADJUSTMENTS

Certain errors, resulting in both the overstatement and understatement of previously reported assets, liabilities, income, and expenses of the prior year were corrected this year, resulting in the following changes to net assets as of March 31, 1985 and the related Statement of Activities for the year then ended:

	<u>Net assets</u>	<u>Net loss</u>
As previously reported	\$ 66,285	\$ (14,837)
Net property and equipment incorrectly reported as a liability	409,873	-0-
Overstatement of cash due to unrecorded outstanding checks and mathematical errors	(148,724)	-0-
Understatement of accounts receivable	38,413	38,413
Overstatement of property and equipment	(41,392)	-0-
Overstatement of accumulated depreciation	21,899	-0-
Understatement of accounts payable	(2,811)	(2,811)
Understatement of deferred revenues	(38,580)	(38,580)
Overstatement of due from other funds	109,513	-0-
As adjusted	\$ 410,878	\$ (15,875)

Contra Community Action Committee, Inc.
Notes to Financial Statements

March 31, 1996

7. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

Headstart	5,451,009
CSBG	11,334
CSBG - Homeless	1,178
LIIHEAP	28,922
FEMA	7,280
HUD	14,379
Senior Citizens	43,536
Special Jury	372
Cooperative Growing	<u>3,227</u>

Total temporarily restricted net assets 5,541,297

8. LEASES

The Agency leases various building on an annual, renewable basis. The buildings are used primarily for Community Services Block Grant and Head Start.

9. DONATED SERVICES, MATERIALS AND FACILITIES

The Agency receives donated services from a variety of unpaid volunteers. No amounts have been recognized in the accompanying statement of activities because the criteria for recognition of such volunteer effort under SFAS No. 118 have not been satisfied. The value of these services provided are \$1,088,725.

The agency receives a reduced rate for rent expense for three Headstart Centers. The difference between the reduced rate paid the fair rental value of these facilities are recorded as an in-kind contribution. The value of this contribution for the year ended March 31, 1996 is \$98,808.

The value of other donated specialized services, materials and supplies for the year ended March 31, 1996 is \$12,535.

Cerife Community Action Committee, Inc.
Notes to Financial Statements

March 31, 1996

4. ALLOWANCE FOR UNCOLLECTIBLE RECEIVABLES

No provision has been made for uncollectible receivables since management considers all receivables collectible.

5. PROPERTY AND EQUIPMENT

As of March 31, 1996, the cost and accumulated depreciation for fixed assets are as follows:

Furniture and equipment	968,544
Accumulated depreciation	<u>(268,078)</u>
	<u>\$ 700,466</u>

Depreciation expense for the period was \$ 141,288.

6. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors as of March 31, 1996.

Purpose restrictions accomplished

Head Start	\$ 3,818,775
CACFP	469,198
CSBG	349,200
CSBG - Homeless Program	18,850
LIFEPLAN	68,180
TEFAP	48,868
FDMA	3,545
HHD	334
Special Jury	128
Cooperative Cleaning	2,772
Senior Citizens	<u>41,182</u>
	<u>\$ 4,512,412</u>

Cenla Community Action Committee, Inc.
Notes to Financial Statements

March 31, 1996

Income Taxes

The Agency is a nonprofit organization as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal and state income taxes.

Compensated Absence:

Employees of the Agency are entitled to paid vacations, sick days and personal days off, depending on job classification, length of service, and other factors. It is impracticable to estimate the amount of compensation for future absences, and, accordingly, no liability has been recorded in the accompanying statement of financial position. The Agency's policy is to recognize the costs of compensated absences when actually paid.

2. CHANGES IN ACCOUNTING PRINCIPLES

Cenla Community Action Committee, Inc. adopted the provisions of Statement of Financial Accounting Standards No. 116, *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

The Agency has also adopted Statement of Financial Accounting Standards (SFAS) No. 113, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 113, the Agency is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As permitted by this statement, the Agency has discontinued its use of fund accounting and has accordingly reclassified its financial statements to present the three classes of net assets required. This reclassification had no effect on the change in net assets for the year ending March 31, 1996.

3. ACCOUNTS RECEIVABLE

Accounts receivable consists of the following:

Cost reimbursements requested from:

CACFP

\$ 36,018

Cenla Community Action Committee, Inc.
Notes to Financial Statements

March 31, 1986

Contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of donated services are valued at not more than the federal minimum wage in the period received.

Grants and other contributions of cash and other assets are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Gifts of cash and other assets are reported as restricted support, if they are received with donor stipulations that limit the use of the donated asset. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished) temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates. This will affect the reported amounts of assets and liabilities at the date of financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from these amounts.

Cash and Cash Equivalents

For purposes of the statement of cash flows, Cenla Community Action Committee, Inc. considers all unrestricted highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

The Agency is required by certain grant provisions to maintain separate bank accounts.

Depreciation and Amortization

Property and equipment are recorded at cost or, if donated, at the estimated fair market value at the date of donation. Furniture and equipment are depreciated over their estimated useful lives of five to six years using the straight-line method, with a half of a year's depreciation recognized in the years of acquisition and disposal. Leasehold improvements are being amortized over the shorter of the lease term or useful life.

Cerda Community Action Committee, Inc.
Notes to Financial Statements

March 31, 1996

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities:

Cerda Community Action Committee, Inc. (the Agency) is a Community Action Agency established to fight poverty in Rapides Parish, Louisiana and the surrounding area. The Agency is a nonprofit organization under the Internal Revenue Code section 501(c)(2). The agency handles various grants awarded to help it in this fight against poverty. The major funding sources are Health and Human Services' Head Start grant which provides over seventy-five percent of the funding. This program, along with the Child and Adult Care Food Program, supports the Child Development Centers. Other substantial programs are the Community Services Block Grant and the Low-Income Home Energy Assistance Program. All of these funding sources are restricted in the types of expenditures that are allowable.

Basis of Accounting

The financial statements of the Agency have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Public Support and Expenses

Grant revenues are recognized as follows:

For entitlement grants in which unexpended funds are subject to future reprogramming, the entire amount of the grant award is recognized over the life of the grant. In cases where such grants span the Agency's fiscal year end, revenues are recognized in an amount equal to expenditures in the initial portion of the grant, and any excess is recognized in the period in which the grant terminates.

In cases of cost reimbursement grants where unexpended funds revert to the grantor at the conclusion of the grant period, grant revenues are recognized in an amount equal to expenditures, up to the maximum amount of the grant awarded.

In the case of unrestricted grants, the entire amount of the grant award is recognized as revenue upon receipt.

**Cerks Community Action
Committee, Inc.**

Statement of Cash Flows

For the year ended March 31, 1978

<i>Cash flows from operating activities</i>	
Change in temporarily restricted net assets	\$ (172,921)
<i>Adjustments to reconcile change in unrestricted net assets to net cash provided by operating activities:</i>	
Depreciation	141,200
Gain on sale of fixed assets	(2,809)
Accounts receivable	152,764
Due to/from other funds	109,815
Accounts payable	(12,267)
Other liabilities	(2,252)
Deferred revenue	(17,313)
<i>Net cash provided by operating activities</i>	<u>185,396</u>
<i>Cash flows from investing activities:</i>	
Purchase of fixed assets	(153,783)
Sale of fixed assets	2,801
<i>Net cash used by investing activities</i>	<u>(150,982)</u>
Net increase in cash	34,414
Cash, beginning of year	<u>15,941</u>
Cash, end of year	<u>\$ 50,355</u>

See accompanying notes to financial statements.

**Genia Community Action
Committee, Inc.**

Statement of Functional Expenses

For the year ended March 31, 1998

	Total Program Services
Salaries	\$ 2,835,322
Fringe benefits	448,000
Bank charges	987
Beneficiary food costs	182,507
Beneficiary non-food costs	126,034
Commodities distributed	30,244
Contact services	56,589
Depreciation	141,208
Employee development	33,414
Equipment rental	4,108
In-kind services	111,333
Insurance expense	28,600
Lease expense	15,504
Nutrition & food	83,891
Occupancy	228,460
Other expense	24,897
Parent services	2,813
Per-service expense	2,857
Printing	8,866
Professional expense	2,004
Program activities	24,580
Publications/subscriptions	1,480
Repairs and maintenance	25,146
Supplies	117,244
Travel and lodging	205,141
Total	\$4,885,828

See accompanying notes to financial statements

**Cerife Community Action
Committee, Inc.**

Statement of Activities

For the year then ended March 31, 1996

Revenues and other support:	Unrestricted	Temporarily Restricted
Grants	\$ -	\$ 4,533,915
In-kind contributions	111,333	-
Gain from sale of fixed assets	2,801	-
Interest income	3,992	-
Reimbursements from other funds	62,752	-
Administrative fees	542	-
Net assets released from restrictions	<u>4,518,412</u>	<u>(4,518,412)</u>
Total revenues	4,698,842	14,503
Expenses		
Program services	<u>4,800,878</u>	<u>-</u>
Change in net assets	(102,036)	14,503
Net assets, March 31, 1995, as restated	<u>(116,820)</u>	<u>527,298</u>
Net assets, March 31, 1996	<u>\$ (203,849)</u>	<u>\$ 541,797</u>

See accompanying notes to financial statements

**Cenla Community Action
Committee, Inc.**

Statement of Financial Position

March 31, 1999

Assets

Current assets

Cash	\$ 72,274
Accounts receivable	94,089
Due from other funds	<u>245,147</u>
Total current assets	511,540

Furniture and equipment (net of depreciation of \$399,079) 397,465

Deposits 2,864

Total assets **\$ 911,909**

Liabilities and Net Assets

Current liabilities

Accounts payable	\$ 298,000
Bank overdraft	12,919
Due to other funds	245,147
Deferred revenue	<u>18,850</u>
Total current liabilities	<u>674,921</u>

Net assets

Unrestricted	(100,899)
Temporarily restricted	<u>541,797</u>
Total net assets	<u>237,948</u>

Total liabilities and net assets **\$ 911,909**

See accompanying notes to financial statements



OESTREICHER & COMPANY
AN INTERNATIONAL ASSOCIATION FIRM
CERTIFIED PUBLIC ACCOUNTANTS

200 PENDERBINE PLACE
ALEXANDRIA, LA 71301-3441

PO BOX 10000 • ALEXANDRIA, LA 71310-0000

PHONE (504)944-6100

FAX (504)944-4100

HARVEY P. OESTREICHER, III, CPA
DAVID C. OESTREICHER, CPA

W. DONALD L. GROSS, CPA
REBECCA A. SMITH, CPA
PATRICIA E. MATHIAS, CPA

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Cresla Community Action Committee, Inc.
Alexandria, Louisiana

We have audited the accompanying statements of financial position of Cresla Community Action Committee, Inc. as of March 31, 1996 and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Agency's management. Our responsibility is to express an opinion on these combined financial statements based on my audit.

We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of the Office of Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Non-Profit Organizations." These standards and OMB-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 combined financial statements referred to above present fairly, in all material respects, the financial position of Cresla Community Action Committee, Inc. as of March 31, 1996 and the changes in its net assets and its cash flows for the 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, 1997, on our consideration of the Agency's internal control structure and a report dated August 28, 1997 on its compliance with laws and regulations.


OESTREICHER & CO.
Certified Public Accountants

August 28, 1997

TABLE OF CONTENTS

Independent auditors' report	1
Statement of financial position.....	2
Statement of activities	3
Statement of functional expenses.....	4
Statement of cash flows.....	5
Notes to the financial statements	6
Independent auditors' report on schedule of federal awards.....	12
Schedule of federal awards.....	13
Independent auditors' report on internal control structure based on an audit of financial statements performed in accordance with Government Auditing Standards	14
Independent auditors' report on compliance based on an audit of financial statements performed in accordance with Government Auditing Standards.....	17
Independent auditors' report on internal control structure used in administering federal awards	19
Independent auditors' report on compliance with the specific requirements applicable to major federal award programs	22
Independent auditors' report on compliance with general requirements applicable to major federal award programs.....	24
Independent auditors' report on compliance with specific requirements applicable to nonmajor federal award program transactions.....	25
Schedule of Findings and Questioned Costs	26