

**TABLE OF CONTENTS**

	<b>PAGE</b>
Independent Auditor's Report	1
<b>GENERAL PURPOSE FINANCIAL STATEMENTS (COMBINED STATEMENTS-OVERVIEW):</b>	
Combined Balance Sheet - All Fund Types and Account Groups	3
Combined Statement of Revenue, Expenditures and Changes in Fund Balances - All Governmental Fund Types	4
Notes to Financial Statements	5
<b>SUPPLEMENTAL DATA:</b>	
Schedule I - Combining Statement of Program Revenue, and Expenditures and Changes in Fund Balances - Special Revenue Funds	31
Schedule II - Compensation to Board Members	32
Schedule III - Schedule of Questioned Costs and Findings	33
Independent Auditor's Report on Internal Control Structures in Accordance with Governmental Auditing Standards	34
Independent Auditor's Report on the Internal Control Structure Used in Administering Federal Funds	35
Independent Auditor's Report on Compliance with Laws and Regulations Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	39
Independent Auditor's Report on Compliance with the General Requirements Applicable to Federal Financial Awards Programs	41
Independent Auditor's Report on Compliance with Specific Requirements Applicable to Major Programs	42
Independent Auditor's Report on Compliance with Specific Requirements Applicable to Nonmajor Program Transactions	45
Independent Auditor's Report on Schedule of Federal Awards	47
Schedule of Federal Financial Awards	48



**Roland D. Kraushaar**  
Certified Public Accountant

1420 Texas Avenue      Alexandria, LA 71301  
Post Office Box 12538      Alexandria, LA 71315

INDEPENDENT AUDITOR'S REPORT

January 30, 1997

To the Board of Directors  
North Central, Inc.  
Colfax, Louisiana

I have audited the general purpose financial statements of North Central, Inc. (a nonprofit quasi-governmental organization) as of and for the year ended June 30, 1996, as listed in the table of contents. These financial statements are the responsibility of North Central's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my 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, "Audits of Institutions of Higher Education and Other Non-profit Institutions". These standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

As discussed in Note 7 of the Notes to Financial Statements, the in-kind contributions received and the in-kind expenditures incurred by the Agency were not examined.

The accompanying statements of revenues and expenditures for the year ended June 30, 1996, do not include comparisons with a formal budget as required by generally accepted accounting principles. While budgets were adopted for the various grant funds, these budgets covered various twelve month periods which do not correspond with the fiscal year of the Agency.

In my opinion, except for those items discussed in the preceding paragraphs, the general purpose financial statements referred to above present fairly the financial position of North Central, Inc., as of June 30, 1996, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles.

My examination was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying combining and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of North Central, Inc. The information has been subjected to the auditing procedures applied in the examination of the general purpose financial statements and, in my opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.



Roland D. Freustharr  
Certified Public Accountant

CONSOLIDATED BALANCE SHEET - ALL FUND TYPES AND REPORT DATES

WELLS FARGO BANK, INC.  
 Office, Des Moines  
 June 30, 1978 and 1979

	1978 TOTAL		1979 TOTAL		TOTAL COMBINATION (2011) 1978
	ASSETS	LIABILITIES AND EQUITY	ASSETS	LIABILITIES AND EQUITY	
<b>ASSETS</b>					
CASH	\$17,856	\$ 1,000	\$ -	\$ -	\$ 17,856
Accounts receivable	8,807	-	-	-	8,807
Invested assets	52,813	11,000	-	-	63,813
Prepaid expenses	-	-	247,373	-	247,373
Accrued interest receivable	-	-	-	24,426	24,426
<b>Total assets</b>	\$79,476	\$12,000	\$247,373	\$24,426	\$511,281
<b>LIABILITIES AND EQUITY</b>					
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred taxes and other withholdings	1,400	(127)	-	-	1,273
Contractual payable	51,489	32,423	-	-	83,912
Accumulated capital variables	-	-	-	24,426	24,426
<b>Total liabilities</b>	\$52,889	\$32,296	\$ -	\$24,426	\$109,611
<b>Equity</b>					
Fixed liabilities	\$46,588	\$-	\$ -	\$ -	\$46,588
Contractual	-	-	247,373	-	247,373
Unallocated	53,888	\$12,000	-	-	65,888
Fixed assets	-	-	-	-	-
<b>Total equity</b>	\$99,476	\$12,000	\$247,373	\$24,426	\$511,281

The accompanying notes are an integral part of this statement.

**COMBINED STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN  
FUND BALANCES  
FOR GOVERNMENTAL FUND TYPES**

**NORTH CENTRAL, INC.**  
Colfax, Louisiana  
Years Ended June 30, 1996 and 1995

	GENERAL	SPECIAL REVENUES	TOTALS	
			MEMBERMAN 06/30 1996	1995
<b>REVENUE</b>				
Intergovernmental	\$ -	\$671,997	\$671,997	\$668,792
Miscellaneous	<u>2,629</u>	<u>38,426</u>	<u>41,125</u>	<u>188,290</u>
Total revenue	<u>\$ 2,629</u>	<u>\$710,423</u>	<u>\$712,622</u>	<u>\$857,082</u>
<b>EXPENDITURES</b>				
Salaries	\$ 2,457	\$440,220	\$442,677	\$438,722
Fringe	64	87,979	88,043	87,278
Travel	45	22,273	22,318	202
Operating services	1,858	180,717	182,575	186,642
Operating supplies	1,223	22,956	24,179	68,288
Other costs	-	21,212	21,212	29,899
Capital outlay	-	74,895	74,895	92,429
Debt/Lease costs	-	87,840	87,840	20,222
Total expenditures	<u>\$ 5,627</u>	<u>\$858,202</u>	<u>\$863,752</u>	<u>\$836,582</u>
<b>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</b>	<u>\$ (2,998)</u>	<u>\$ (14,779)</u>	<u>\$ (15,068)</u>	<u>\$ (29,500)</u>
<b>OTHER FINANCIAL SOURCE (USES)</b>				
Operating transfers in	\$ -	\$ 9,000	\$ 9,000	\$ -
Operating transfers out	<u>-</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>-</u>
Total other source (uses)	<u>\$ -</u>	<u>\$ (6,000)</u>	<u>\$ (6,000)</u>	<u>\$ -</u>
<b>EXCESS (DEFICIENCY) OF REVENUE AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<u>\$ (2,998)</u>	<u>\$ (20,779)</u>	<u>\$ (21,068)</u>	<u>\$ (29,500)</u>
<b>FUND BALANCE</b>				
Beginning of year	<u>47,222</u>	<u>128,872</u>	<u>176,094</u>	<u>177,222</u>
End of year	<u>\$44,224</u>	<u>\$108,093</u>	<u>\$ 152,236</u>	<u>\$ 147,722</u>

The accompanying notes are an integral part of these statements.

NOTES TO FINANCIAL STATEMENTS

NORTH CENTRAL, INC.  
Cotfax, Louisiana  
June 30, 1956

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Statement of Presentation:

The accompanying financial statements conform to generally accepted accounting principles for local government units as prescribed by Statement 1, Governmental Accounting and Financial Reporting Principles published by the National Council on Governmental Accounting; Manual of State and Local Governmental Units, the industry audit guide issued by the American Institute of Certified Public Accountants; and, the revised Louisiana Municipal Audit and Accounting Guide.

B. Fund Accounting:

The accounts of the Agency are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are spent and the means by which spending activities are controlled. The various funds presented in the financial statements in this report are as follows:

Governmental Fund Types

Governmental funds are those through which most governmental functions of the Agency are financed. The acquisition, use, and balances of the Agency's expendable financial resources and the related liabilities are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the Agency's governmental fund types:

## NOTE TO FINANCIAL STATEMENTS

NORTH CENTRAL, INC.  
Cajon, Louisiana  
June 30, 1998  
(Continued)

**General Fund** - The General Fund is the general operating fund of the Agency. It is used to account for all financial resources except those required to be accounted for in another fund.

**Special Revenue Funds** - The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments and major capital projects) that are legally restricted to expenditures for specified purposes.

### C. Basis of Accounting:

Basis of accounting refers to when revenue and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Governmental funds are maintained on the modified accrual basis of accounting wherein revenues are recognized in the accounting period in which they become available and measurable. Expenditures are recognized in the accounting period in which the liability is incurred, if measurable.

### D. Transfers:

Advances between funds which are not expected to be repaid are accounted for as transfers. In those cases where repayment is expected, the advances are accounted for through the various due from and due to accounts.

### E. Budget Policy:

Budgets for the various programs reported as Special Revenue Funds are prepared by the Agency's Executive Director and are approved by the Board of Directors and the grantor of the funds for each respective program. No budget has been adopted for the General Fund.

Due to varying program years which do not coincide with the fiscal year of North Central, Inc. budgetary comparisons are not presented.

## NOTES TO FINANCIAL STATEMENTS

**SOUTH CENTRAL, INC.**

Calfee, Louisiana

June 30, 1994

(Continued)

### **F. Total Columns of combined statements - Overview:**

Total columns on the combined statements - overview are captioned "Memorandum only" to indicate that they are presented only to help with financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

### **G. Fixed Assets:**

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus.

All governmental fund type operations are accounted for on a spending or "financial flow" measurement focus and only current assets and current liabilities are generally included on their balance sheets.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the general fixed asset account group, and are recorded as expenditures in the governmental fund types when purchased. No depreciation has been provided on general fixed assets.

All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Depreciated fixed assets are stated at their estimated fair market value on the date donated.

### **H. Comparative Data:**

Comparative data for the prior year have been presented in the accompanying financial statements to provide an understanding of changes in the Agency's financial position and operations. However, presentation of comparative data by fund type have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.



NOTE TO FINANCIAL STATEMENTS

NORTH CENTRAL, INC.  
Colfax, Louisiana  
June 30, 1990  
(Continued)

1. Accumulated Unpaid Vacation:

The Agency's liability for accumulated unpaid vacation has been recorded in the general long-term debt group of accounts for the governmental fund types. The liability is determined by the number of hours of unpaid vacation at June 30, 1990, not to exceed 140 hours, times the current pay rate.

NOTE 2 - FUNDING POLICIES AND SOURCES OF FUNDS

The Agency receives its monies through various methods of funding. Most of the funds are received on a grant basis. Under this method funds are received as needed or on a monthly or quarterly allocation of the total budget (grant) in advance of the actual expenditures.

The Agency encourages and receives contributions from clients to help offset the costs of programs.

NOTE 3 - CONTRACTS RECEIVABLE

Contracts receivable at June 30, 1990, consists of reimbursements of expenses incurred under the various programs, and Project Independence. The following list presents contracts receivable by fund at June 30, 1990:

General Fund	\$ 2,356
Child Nutrition	8,120
LSHAP	2,698
Medicaid	3,034
Project Independence	2,817
CDBG Homeless	335
CDBG	8,160
	<u>\$31,532</u>

NOTE 4 - BOARD OF DIRECTORS' COMPENSATION

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

NOTE TO FINANCIAL STATEMENTS

NORTH COASTRIA, INC.  
Cottree, Louisiana  
June 30, 1968  
(Continued)

NOTE 5 - INCOME TAX STATUS

The Agency, a non-profit corporation, is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

NOTE 6 - CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	Balance July 1, 1967	Additions	Retirements	Balance June 30, 1968
Furniture and equipment	\$248,186	\$48,192	\$21,925	\$274,453

NOTE 7 - IN-KIND CONTRIBUTIONS

North Coastria, Inc. received various in-kind contributions during the year. Meal sites were furnished at no cost to the Agency and commodities were furnished at no cost by the State of Louisiana. While these contributions have not been reported, the offsetting expenses have not been recorded. The only in-kind contribution included in this report are values of meat, utilities and supplies used in the Headstart program.

S U P P L E M E N T A L

D A T A



ACQUISITION	TYPE	DESCRIPTION	UNIT	QTY	MARKET LOCATION	ACQUISITION	UNIT COST	QTY
			\$4,268	0	\$ 2,220	\$40,000	\$4,180	\$41,800
				6,220		16,858		16,858
			\$4,268	\$4,220	\$ 2,220	\$16,858	\$4,180	\$16,858
			\$ 4,180	0	\$ 4,180	\$17,681	\$4,180	\$17,681
			440		7,742	11,748	1,200	11,748
			16,100	1,441	80	64,280	1,400	64,280
					1,441	11,200		11,200
						11,200		11,200
						16,800		16,800
							17,681	17,681
			\$11,113	\$ 2,681	\$10,000	\$17,681	\$17,681	\$17,681
			\$ 1,100	\$ 400	\$ 1,100	\$ 21,188	\$10,000	\$ 21,188
							\$ 4,180	\$ 4,180
						\$16,000		\$16,000
							\$ 4,180	\$ 4,180
			\$16,870	\$ 400	\$ 1,700	\$ 11,180	\$ 1,100	\$ 12,880
\$ 3,800	100	120,181	100	1	18,181	100,000	1,000	100,000
\$1,000	100	\$10,000	\$1,000	\$ 100	\$1,100	\$11,000	\$ 1,000	\$11,000

COMPENSATION TO BOARD MEMBERS

SOUTH CENTRAL, INC.  
Celfax, Louisiana  
Year Ended June 30, 1966

During the period covered by my examination, there were no payments made to or on behalf of board members.

SCHEDULE OF QUESTIONED COSTS AND FINDINGS

SOUTH CENTRAL, INC.  
 Colfax, Louisiana  
 Year Ended June 30, 1996

During the year ended June 30, 1996, the following were questioned costs and findings:

QUESTIONED COSTSHeadstart

<u>Ch. #</u>	<u>Dated</u>	<u>Payer</u>	<u>Amount</u>	<u>Questioned Cost</u>
4882	2/28/96	Bancroft Paper	\$226.71	<u>\$5.00</u>

Findings: Invoices for the above check totaled \$220.00. No supporting documentation for invoice 08879 in the amount of \$5.00 was found.

FINDINGS

<u>Ch. #</u>	<u>Dated</u>	<u>Payee</u>	<u>Amount</u>
4892	12/22/96	James D. Crooks	\$300.00

Findings: Only one signature was obtained on check (account requires two authorized signatures).



**Roland D. Kraushaar**  
Certified Public Accountant

1408 Texas Avenue  
Post Office Box 126088

Alexandria, LA 71301  
Alexandria, LA 71315

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

January 20, 1993

To the Board of Directors  
North Central, Inc.  
Cafes, Louisiana

I have audited the financial statements of North Central, Inc. (a nonprofit organization) for the year ended June 30, 1992, and have issued my report thereon dated January 20, 1993.

I conducted my audit in accordance with generally accepted auditing standards and: Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

In planning and performing my audit of the financial statements of North Central, Inc., for the year ended June 30, 1992, I considered its internal control structure in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control structure.

The management of North Central, 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.

For the purpose of this report, I have classified the significant internal control structure policies and procedures in the following categories:

ACCOUNTING APPLICATIONS

Cash  
Support, Revenue and Receivables  
Expenses for Goods and Services and Accounts Payable  
Payroll and Related Liabilities  
Inventories  
Property and Equipment  
Fund Balances

For all of the control categories listed above, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk.

My 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 or irregularities in amounts that would be material in relation to the financial statement being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control structure and its operation that I consider to be material weaknesses as defined above.

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

  
Roland D. Kroschear  
Certified Public Accountant

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 awards 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, I have classified the significant internal control structure policies and procedures used in administering federal awards in the following categories:

#### ACCOUNTING APPLICATIONS

- Cash
- Support, Revenues and Receivables
- Expenses for Goods and Services and Accounts Payable
- Payroll and Related Liabilities
- Inventories
- Property and Equipment
- Fund Balances

#### CONTROLS ISSUES IN ADMINISTERING COMPLIANCE WITH LAWS AND REGULATIONS

- Political Activity
- Civil Rights
- Allowable Costs/Cost Principles
- Administrative Requirements
- Cash Management
- Drug-free Workplace Act

For all of the control categories listed above, I obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk.

During the year ended June 30, 1988, the South Central, Inc., expended 78.28 of its total federal awards under major programs.

I performed tests of controls, as required by GAO Circular 8-113, to evaluate the effectiveness of the design and operation of internal control structure policies and procedures that I 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 the aforementioned major program. My procedures were less in scope than would be necessary to render an opinion on these internal control structure policies and procedures. Accordingly, I do not express such an opinion.

My 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 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. I noted no matters involving the internal control structure and its operation that I consider to be material weaknesses as defined above.

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



Richard E. Kraussner  
Certified Public Accountant



## Roland D. Kraushaar

Certified Public Accountant

1405 Texas Avenue      Alexandria, LA 71301  
Post Office Box 12538      Alexandria, LA 71315

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH  
LAW AND REGULATIONS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS

January 20, 1997

To the Board of Directors  
North Central, Inc.  
Gulfport, Louisiana

I have audited the financial statements of North Central, Inc. (a nonprofit organization) as of and for the year ended June 30, 1996, and have issued my report thereon dated January 20, 1997.

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

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

The results of my tests disclosed no instances of noncompliance that are required to be reported under Governmental Auditing Standards.

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



Roland D. Krausman  
Certified Public Accountant



**Roland D. Kraushaar**  
Certified Public Accountant

1406 Texas Avenue      Alexandria, LA 71301  
Post Office Box 12538      Alexandria, LA 71315

INDEPENDENT AUDITOR'S REPORT  
ON COMPLIANCE WITH THE GENERAL REQUIREMENTS APPLICABLE  
TO FEDERAL AWARD PROGRAMS

January 30, 1987

To the Board of Directors  
North Central, Inc.  
Caldex, Louisiana

I have audited the financial statements of North Central, Inc. (a nonprofit organization) as of and for the year ended June 30, 1986, and have issued my report thereon dated January 30, 1987.

I have applied procedures to test North Central, Inc.'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 June 30, 1986:

Political Activity	Civil Rights
Allowable Cost/Cost Principles	Cost Management
Drug-Free Workplace Act	Administration
	Requirements

My 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". My procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on North Central, Inc.'s compliance with the requirements listed in the preceding paragraph. Accordingly, I do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of non-compliance with the requirements listed in the second paragraph of this report. With respect to items not tested, nothing came to my attention that caused me to believe that North Central, Inc. had not complied, in all material respects, with those requirements. Also, the results of my procedures did not disclose any immaterial instances of non-compliance with these requirements.

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



Roland D. Broughton  
Certified Public Accountant



**Roland D. Kraushaar**  
Certified Public Accountant

1400 Tean Avenue Alexandria, LA 71301  
Post Office Box 10538 Alexandria, LA 71515

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE**  
**WITH SPECIFIC REQUIREMENTS APPLICABLE TO**  
**MAJOR PROGRAMS**

January 30, 1997

To the Board of Directors  
North Central, Inc.  
Culpeper, Louisiana

I have audited the financial statements of North Central, Inc. (a nonprofit organization) as of and for the year ended June 30, 1996, and have issued my Report thereon dated January 20, 1997.

I have also audited North Central, Inc.'s compliance with the requirement governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; financial reports and claims for reimbursements; and amounts claimed or used for matching that are applicable to its major federal programs, which are identified in the accompanying schedule of federal awards, for the year ended June 30, 1996. The management of North Central, Inc. is responsible for the organization's compliance with these requirements. My responsibility is to express an opinion on compliance with these requirements based on my audit.

I conducted my 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 the provisions of Office of Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions." These standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the organization's compliance with these requirements. I believe that my audit provides a reasonable basis for my opinion.

The results of my audit procedures did not disclose any material instances of noncompliance with the requirements referred to above.



In my opinion, North Carolina, Inc. complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; matching; level of effort, or cost-sharing; reporting; financial reports and claims for advances and reimbursements; and amounts claimed or used for matching that are applicable to each of its major programs for the year ended June 30, 1998.

This report is intended for the information of the Audit Committee, Management, and Grantor Agencies. However, this report is a matter of public record and its distribution is not limited.



Roland B. Kraachner  
Certified Public Accountant



**Roland D. Kraushaar**  
**Certified Public Accountant**

1406 Texas Avenue      Alexandria, LA 71301  
Post Office Box 12538      Alexandria, LA 71315

**INDEPENDENT AUDITOR'S REPORT ON**  
**COMPLIANCE WITH SPECIFIC REQUIREMENTS APPLICABLE TO**  
**NONMAJOR PROGRAM TRANSACTIONS**

January 30, 1997

To the Board of Directors  
North Central, Inc.  
Caldex, Louisiana

I have audited the financial statements of North Central, Inc. (a nonprofit organization) as of and for the year ended June 30, 1996, and have issued my report thereon dated January 30, 1997.

In connection with my audit of the financial statements of North Central, Inc., and with my consideration of the internal control structure used to administer federal awards, as required by Office of Management and Budget Circular A-133, "Audits of Institutions of Higher Education and Other Nonprofit Institutions", I selected certain transactions applicable to certain nonmajor programs for the year ended June 30, 1996. As required by Circular A-133, I have performed auditing procedures to test compliance with the requirements governing types of services allowed or prohibited, as well as eligibility that are applicable to these transactions. My procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on North Central, Inc.'s compliance with these requirements. Accordingly, I do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to my attention that caused me to believe that North Central, Inc. had not complied, in all material respects, with those requirements. Also the results of my procedures did not disclose any immaterial instances of non-compliance with those requirements.

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



Roland S. Krausshear  
Certified Public Accountant



**Roland D. Kraushaar**  
Certified Public Accountant

1408 Texas Avenue      Alexandria, LA 71201  
Post Office Box 12538      Alexandria, LA 71215

INDEPENDENT AUDITOR'S REPORT ON  
SCHEDULE OF FEDERAL AWARDS

January 28, 1993

To the Board of Directors  
North Central, Inc.  
Cajal, Louisiana

I have audited the financial statements of North Central, Inc. in nonprofit organizational form for the year ended June 30, 1992, and have issued my report thereon dated January 28, 1993. These financial statements are the responsibility of management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my 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, "Audits of Institutions of Higher Education and Other Nonprofit Institutions". Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

My audit was made for the purpose of forming an opinion on the basic financial statements of North Central, 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 my opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.



Roland D. Kraushaar  
Certified Public Accountant

SCHEDULE OF FEDERAL FINANCIAL SHARE

**BONN CENTRALS, INC.**  
Orleans, Louisiana  
Year Ended June 30, 1996

<u>FEDERAL GRANTOR/PASS THROUGH ORGANIZATION/PROGRAM TITLE</u>	<u>FEDERAL CFAA FUNDS</u>	<u>EXPENDITURES</u>
<u>Department of Health &amp; Human Services</u> Direct		
Respirators	33,400*	\$714,038
Passed through Louisiana Office of Employment and Training		
CWS	83,838	84,883
CWS Monitors		3,433
Passed through Louisiana Office of Community Services		
NACBORTATION	82,062	10,008
LIMBP	83,008	21,218
Passed through Louisiana Office of Family Support		
PROJECT Independence	83,441	20,903
<u>Federal Energy Management Agency</u> Passed through the United Way, Inc.	83,516	3,841
<u>Department of Agriculture</u> Passed through Louisiana Department of Education	20,550	70,448

\*Denotes Major Federal Financial Award Program

1244

RECEIVED  
LAW OFFICE  
MAY 13 10:05

OFFICIAL  
FILE COPY

DO NOT SEND OUT

Check necessary  
pages from this  
copy and PLACE  
mark in FILE

MONTE CENTRAL, INC.  
COUPON, LOUISIANA

ANNUAL REPORT OF ALL FUNDS  
YEAR ENDED  
JUNE 30, 1996

NOLAND D. KRASNIAN  
Certified Public Accountant

Alexandria, Louisiana

50  
100  
150  
200  
250  
300  
350  
400  
450  
500  
550  
600  
650  
700  
750  
800  
850  
900  
950  
1000

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the architect, or engineer, entity and other appropriate public officials. This report is available for public inspection at the State Design Office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 9-2-97