

LOUISIANA RECOVERY ADVOCACY, INC.
 (St. Tammany Greco Place)

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 1980

| | Program Services | Management & General | Total |
|---|---------------------|-------------------------|-----------|
| Compensation and related expenses: | | | |
| Compensation | \$10,016 | \$12,286 | \$22,302 |
| Executive Director | - | 6,851 | 6,851 |
| Office Manager | 12,448 | - | 12,448 |
| Primary Counselor | 12,001 | - | 12,001 |
| Secondary Counselor | 17,523 | - | 17,523 |
| Utility Security | 6,268 | 3,856 | 12,261 |
| Business | - | - | - |
| Related benefits | 6,093 | 2,019 | 8,112 |
| Payroll taxes | - | 404 | 404 |
| Advertising | 188 | 93 | 198 |
| Automobile | 1,200 | - | 1,200 |
| Audit | - | 3,200 | 3,200 |
| Accounting | 2,444 | 851 | 3,295 |
| Depreciation | 134 | 785 | 919 |
| Miscellaneous | 759 | - | 759 |
| Maintenance | 300 | - | 300 |
| Meetings and conventions | - | 357 | 357 |
| Postage | - | 542 | 542 |
| Office | 5,480 | 1,120 | 6,600 |
| Insurance | 9,962 | 987 | 9,975 |
| Utilities | 10,800 | 1,200 | 12,000 |
| Building lease | 747 | - | 747 |
| Fees & permits | - | - | - |
| Supplies | 1,328 | - | 1,328 |
| Facility supplies | 1,258 | - | 1,258 |
| Client supplies | 4,745 | - | 4,745 |
| Food supplies | - | 50 | 50 |
| Contract labor | - | 25 | 25 |
| Bank charges | - | - | - |
| | \$105,681 | \$24,689 | \$144,468 |

LOUISIANA RECOVERY AGENCY, INC.
121 1/2 Tammany Green Place
NOTES TO FINANCIAL STATEMENTS
June 30, 1956

NOTE 1 - ORGANIZATION

Louisiana Recovery Agency, Inc. 451 1/2 Tammany Green Place is a non-profit corporation organized under the laws of the State of Louisiana. No capital stock is authorized, issued or outstanding. The sole purpose of the corporation is to operate a, medically assisted, social detoxification center for clients 18 years or older.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cash and Cash Equivalents

Cash and cash equivalents consist of cash held in checking accounts. Management believes the Company is not exposed to any significant credit risk on cash and cash equivalents.

Property and Equipment

Property and equipment are recorded at cost. The cost of repairs necessitated by normal wear and tear are expensed while significant expenditures for improvements which increase the value or useful life of the asset in relation to its original status are capitalized. Depreciation is computed using the modified accelerated cost recovery system.

Donated Materials, Equipment, and Services

The value of donated materials are recorded as contributions by the Company at estimated fair value if there is an objective, measurable basis for determining fair value. No amounts have been reflected in the statements for donated services as no objective basis is available to measure the value of such services. Nevertheless, a substantial number of volunteers donated significant amounts of their time.

Income Taxes

The corporation is exempt from Federal income tax as a non-profit organization under Section 501(c)(3) of the Internal Revenue Code. The laws of the State of Louisiana also exempt the corporation from income taxation.

LOUISIANA RECOVERY AGENCY, INC.
CST. Tammany Grace Place
NOTES TO FINANCIAL STATEMENTS
June 30, 1996 (Continued)

NOTE 3 - ACCOUNTS RECEIVABLE

Included in accounts receivable state-grants is \$ 3,200 for June 30, 1996 due from the State of Louisiana, Department of Health and Human Resources for vouchers outstanding per the contract agreement.

NOTE 4 - TEMPORARILY RESTRICTED NET ASSETS

There are no temporarily restricted net assets as of June 30, 1996.

NOTE 5 - FUNCTIONAL ALLOCATION OF EXPENSES

The cost of providing the various programs, fund-raising and other activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and fund-raising activities benefited.

NOTE 6 - FAIR VALUES OF FINANCIAL INSTRUMENTS

Disclosure of fair value information about certain financial instruments, whether or not recognized in the balance sheet for which it is practicable to estimate that value, is required by Statement of Accounting Standards (SSAS) 107, Disclosure about Fair Value of Financial Instruments. The following methods and assumptions were used in estimating fair values:

Cash and cash equivalents: The carrying amount reported in the statement of financial condition approximates fair value.

The carrying amounts and fair values of the Company's financial instruments at June 30, 1996 are as follows:

| | Carrying Amount | Fair Value |
|---------------------------|--------------------|---------------|
| Cash and cash equivalents | \$ 18,348 | \$ 18,348 |

LOUISIANA ECONOMIC DEVELOPMENT, INC.
454 Tammamy Grace Place
NOTES TO FINANCIAL STATEMENTS
June 30, 1990 (Continued)

NOTE 3 - COMMITMENTS AND CONTINGENCIES

Grants and bequests require the fulfillment of certain conditions as set forth in the instrument of grant. Failure to fulfill the conditions could result in the return of the funds to grantors. Although that is a possibility, the Board deems the contingency remote, since by accepting the gifts and their terms, it has accommodated the objectives of the organization to the provisions of the gift.

Angela J. Harker

Certified Public Accountant

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH CONGRESSIST AUDITING STANDARDS

To the Board of Directors of
Louisiana Recovery Advocacy, Inc.
CST Tammany Grace Place
Abita Springs, Louisiana

I have audited the financial statements of Louisiana Recovery Advocacy, Inc., 181 Tammany Grace Place, a nonprofit organization, as of and for the year ended June 30, 1998, and have issued my report thereon dated December 9, 1998.

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.

The management of Louisiana Recovery Advocacy, Inc., 181 Tammany Grace Place 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 recorded 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.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL STRUCTURE
BASED ON AN AUDIT OF BASIC FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
Page 2

In planning and performing my audit of the financial statements of Louisiana Recovery Advocacy, Inc. (LRA, Tammany Trace Place) for the year ended June 30, 1996, I obtained an understanding of the internal control structure. With respect to the internal control structure, I obtained and understanding of the design of relevant policies and procedures and whether they have been placed in operation, and I assessed control risk in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide an opinion on the internal control structure. 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 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.

However, I noted certain matters involving the internal control structure and its operations that I have reported to the management of Louisiana Recovery Advocacy, Inc. (LRA, Tammany Trace Place) in a separate letter dated December 9, 1996.

This report is intended for the information of the board of directors and management. However, this report is a matter of public record, and its distribution is not limited.



Ronald J. Parker
Certified Public Accountant

Mandeville, Louisiana
December 9, 1996

Angela J. Parker

Certified Public Accountant

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

To the Board of Directors of
Louisiana Recovery Advocacy, Inc.
651. Tammany Grace Place
Molina Springs, Louisiana

I have audited the financial statements of Louisiana Recovery Advocacy, Inc., 651. Tammany Grace Place, a nonprofit organization, as of and for the year ended June 30, 1996, and have issued my report thereon dated December 9, 1996.

I have 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.

Compliance with laws, regulations, contracts, and grants applicable to Louisiana Recovery Advocacy, Inc.'s 651. Tammany Grace Place) management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, I performed tests of Louisiana Recovery Advocacy, Inc.'s 651. Tammany Grace Place) 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 Government Auditing Standards.

This report is intended for the information of the board of directors and management. However, this report is a matter of public record, and its distribution is not limited.



Angela J. Parker
Certified Public Accountant

Monroeville, Louisiana
December 9, 1996

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FINANCIAL STATEMENTS AND AUDITOR'S REPORT

LOUISIANA RECOVERY AGENCY, INC.
801 GARDNER BRICK PLACE

ARITA SPRINGS, LOUISIANA

MAR 26, 1982

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewed, entity and other appropriate public officials. The report is available for public inspection at the Dixon Rough office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date MAR 05 1982

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Angela J. Parker

Certified Public Accountant

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Louisiana Recovery Advocacy, Inc.
181. Tammany Grace Place
Molok Springs, Louisiana

I have audited the accompanying statement of financial position of Louisiana Recovery Advocacy, Inc., 181. Tammany Grace Place as of June 30, 1998, and the related statements of activities, cash flows and functional expenses for the year then ended. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted the audit in accordance with generally accepted auditing standards 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. 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.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Louisiana Recovery Advocacy, Inc., 181. Tammany Grace Place as of June 30, 1998 and the changes in its net assets and cash flows for the year then ended, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued a report dated December 9, 1998 on my consideration of the Louisiana Recovery Advocacy, Inc.'s 181. Tammany Grace Place internal control structure and a report dated December 9, 1998 on its compliance with laws and regulations.



Angela J. Parker
Certified Public Accountant

Mandeville, Louisiana
December 9, 1998

LOUISIANA RECOVERY ADVOCACY, INC.
(St. Tammany Grace Place)

STATEMENT OF FINANCIAL POSITION

JUNE 30, 1993

ASSETS

| | |
|-----------------------------------|-----------------|
| Current Assets: | |
| Cash and cash equivalents | \$19,249 |
| Accounts receivable - State Grant | 3,303 |
| Prepaid expenses | 3,388 |
| Total current assets | 25,940 |
| Fixed Assets: | |
| Automobile | \$200 |
| Equipment | 15,150 |
| Furniture and fixtures | 14,710 |
| Leasehold improvements | 6,009 |
| | 36,379 |
| Less: accumulated depreciation | (19,419) |
| | 16,960 |
| Security deposits | 1,453 |
| TOTAL ASSETS | \$44,353 |

LIABILITIES AND NET ASSETS

| | |
|---|-----------------|
| Current Liabilities: | |
| Accounts payable and accrued expenses | \$127 |
| Payroll taxes payable | 877 |
| Total current liabilities | 1,004 |
| Net Assets: | |
| Unrestricted net assets | 42,019 |
| Total unrestricted net assets/total net assets | 42,019 |
| TOTAL LIABILITIES AND NET ASSETS: | \$44,283 |

LOUISIANA RECOVERY ADVOCACY, INC.
(St. Tammany Grace Place)

STATEMENT OF ACTIVITIES

For the year ended June 30, 1999

| | |
|---|-----------|
| UNRESTRICTED NET ASSETS | |
| Revenue and support: | |
| Grants and contracts | 85,000 |
| Contributions | 14,088 |
| Client fees | 1,770 |
| Net assets released from restrictions | 119,400 |
| TOTAL UNRESTRICTED REVENUE AND SUPPORT | 140,262 |
| EXPENSES: | |
| Program services | 109,831 |
| Supporting services: | |
| Management and general | 34,609 |
| TOTAL EXPENSES | 144,440 |
| (DECREASE) IN UNRESTRICTED NET ASSETS | (4,228) |
| TEMPORARILY RESTRICTED NET ASSETS | |
| State Grant | 119,400 |
| Net assets released from restrictions | (119,400) |
| (DECREASE) IN TEMPORARY RESTRICTED NET ASSETS | 0 |
| (DECREASE) IN NET ASSETS | (4,228) |
| NET ASSETS AT BEGINNING OF YEAR | 48,907 |
| NET ASSETS AT ENDING OF YEAR | \$42,679 |

Angela J. Parker

Certified Public Accountant

December 9, 1996

Mr. Ken Rubin
Louisiana Recovery Advocacy, Inc.
c/o Temporary Crisis Plaza
P.O. Box 1092
Alma Springs, LA 70420-1092

Dear Mr. Rubin,

In planning and performing my audit of the financial statements of Louisiana Recovery Advocacy, Inc. (c/o Temporary Crisis Plaza) for the year ended June 30, 1996, I examined Louisiana Recovery Advocacy, Inc.'s (c/o Temporary Crisis Plaza) internal control structure to plan my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control structure.

However, during my audit, I noted certain matters involving the internal control structure and other operational matters that are presented for your consideration. I previously reported on Louisiana Recovery Advocacy, Inc.'s (c/o Temporary Crisis Plaza) internal control structure in my report dated December 9, 1996. This letter does not affect my report dated December 9, 1996, on the financial statements of Louisiana Recovery Advocacy, Inc. (c/o Temporary Crisis Plaza). I will review the status of these matters during my next audit engagement. My comments and recommendations are intended to improve the internal control structure or result in other operating efficiencies. I will be pleased to discuss these matters in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations. My comments are summarized as follows:

1. Wages and compensation liabilities should be accurately accrued and paid. Procedures should be established to budget and review all expenditures on a regular basis to minimize adequate coverage and to assure all liabilities are paid.
2. Procedures should be established to accurately accrue payroll liabilities with payments to maintain accounts and timely deposits and reporting of payroll.
3. The size of the organization's accounting and administrative staff precludes certain internal controls that would be preferred if the office staff were large enough to provide optimum segregation of duties. This situation dictates that the board of directors remain involved in the financial affairs of the organization to provide oversight and independent review functions.

This letter is intended for the information of management and others within the organization, as well as the Louisiana Legislative Auditor. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

If you have any questions or comments, please feel free to call me at 634-4543.

Very truly yours,


Angela J. Parker
Certified Public Accountant