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EVANGELINE COMMUNITY ACTION, INC.
Vile Platte, Louisiana

Financial Report

Year Ended January 31, 1988

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 State House office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Released Date: 1988

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KOLDER, CHAMPAGNE, SLAVEN & RAINEY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditors' Report

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Mr. Gerwin McFleur, Executive Director, and
Members of the Board of Directors
Evangelical Community Action, Inc.

We have audited the accompanying statement of financial position of the Evangelical Community Action, Inc. (a nonprofit organization) as of January 31, 1998, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the management of Evangelical Community Action, Inc. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the 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 financial statements referred to above present fairly, in all material respects, the financial position of the Evangelical Community Action, Inc., as of January 31, 1998, 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 our report dated July 17, 1998, on our consideration of Evangelical Community Action Agency's internal control over financial reporting and our tests of its compliance with certain provisions of laws, contracts, regulations and grants.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of Evangelical Community Action, Inc. taken as a whole. The accompanying information listed as "Supplemental Information" in the table of contents (including the schedule of expenditures of federal awards) is presented for purposes of additional analysis and is not a required part of the basic financial

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statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Kolder, Champagne, Slavin & Rainey, LLC
Certified Public Accountants

Villie Platte, Louisiana
July 27, 2008

FINANCIAL STATEMENTS

EVANGELINE COMMUNITY ACTION, INC.
Villie Plaque, Louisiana

Statement of Financial Position
January 31, 1988

ASSETS

| | |
|--|------------------|
| Current assets | |
| Cash | \$ 87,818 |
| Due from governmental units | 51,000 |
| Other accounts receivable | <u> 52</u> |
| Total current assets | 138,870 |
| Fixed assets at cost - less accumulated Depreciation of 100,677 | <u>85,128</u> |
| TOTAL ASSETS | <u>\$224,000</u> |

LIABILITIES AND NET ASSETS

| | |
|----------------------------------|------------------|
| Liabilities | |
| Current liabilities: | |
| Accounts payable | \$ 38,108 |
| Accrued liabilities | 11,680 |
| Due to governmental units | 90 |
| Deferred revenue | <u>65,252</u> |
| Total current liabilities | 115,130 |
| Net assets | |
| Unrestricted net assets: | |
| Operations | 12,880 |
| Fixed assets | <u>85,128</u> |
| Total unrestricted net assets | 98,008 |
| TOTAL LIABILITIES AND NET ASSETS | <u>\$224,000</u> |

The accompanying notes are an integral part of this statement.

SEASHORE COMMUNITY ACTION, INC.
Villa Blaine, Louisiana

Statement of Activity
FOR THE YEAR ENDED JANUARY 31, 1978

| | <u>Unrestricted</u> | | |
|--|---------------------|------------------|------------------|
| | <u>Operations</u> | <u>Assets</u> | <u>Total</u> |
| Support: | | | |
| Government grants | \$1,099,131 | \$ - | \$1,099,131 |
| Donated services and facilities | 328,087 | - | 328,087 |
| Miscellaneous income | 881 | - | 881 |
| Total support | <u>1,428,100</u> | <u>-</u> | <u>1,428,100</u> |
| Expenses: | | | |
| Program services - | | | |
| LUNCH | 114,878 | - | 114,878 |
| SHOWER | 13,887 | 43 | 13,930 |
| FOOD SERVICES | 191,808 | - | 191,808 |
| Commodities | 81,749 | - | 81,749 |
| Community Services BLOOD BANK | 115,893 | 247 | 116,140 |
| Nurses | 1,182,104 | 38,474 | 1,220,578 |
| Summer child care | 140,818 | - | 140,818 |
| Total expenses | <u>1,870,718</u> | <u>38,724</u> | <u>1,909,442</u> |
| Change in net assets | 5,382 | (38,784) | (33,402) |
| Other changes in net assets: | | | |
| Miscellaneous | 1,231 | - | 1,231 |
| Net unrestricted assets, beginning, as revealed | <u>6,382</u> | <u>100,818</u> | <u>107,200</u> |
| Net unrestricted assets, ending | <u>\$ 11,764</u> | <u>\$ 62,034</u> | <u>\$ 73,798</u> |

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

ENERGY OF ILLINOIS, INC.
 FIVE YEARS, CONTINUED

Statement of operations expenses
 For the years ended 12/31, 1998

| | 1998 | 1999 | 2000 | 2001 | 2002 | Total |
|---|------------|----------|------------|-----------|-----------|------------|
| Salaries | \$ 1,700 | \$ 1,925 | \$ 1,945 | \$ - | \$ 18,250 | \$ 23,825 |
| Contract labor | - | - | - | 1,000 | 1,210 | 2,210 |
| Professional fees | 500 | 1,070 | 2,770 | - | 1,750 | 6,090 |
| Oil interest | - | - | - | - | 1,750 | 1,750 |
| Total salaries and related expenses | \$ 2,700 | \$ 2,995 | \$ 4,715 | \$ 1,000 | \$ 21,760 | \$ 32,170 |
| Dea | 107,200 | - | - | - | 90 | 107,290 |
| Energy oil interest | - | - | - | - | 1,500 | 1,500 |
| Food and nutrition | - | - | 110,000 | 40,000 | - | 150,000 |
| Electricity | - | - | - | - | 2,400 | 2,400 |
| Gas | - | - | - | - | 20 | 20 |
| Telephone | - | - | - | - | 20 | 20 |
| Travel | - | 500 | - | - | - | 500 |
| Transportation | - | - | - | - | 50 | 50 |
| Depreciated services and facility costs | - | - | - | - | 50,000 | 50,000 |
| Licenses and permits | - | - | - | - | 1,000 | 1,000 |
| Medical and dental | 700 | 75 | 0 | - | - | 775 |
| Other services | - | - | - | - | 1,000 | 1,000 |
| Power, Engineering | - | - | - | - | 1,000 | 1,000 |
| Printing and advertising | 400 | - | 71 | 80 | - | 551 |
| Professional fees | - | - | - | - | 2,000 | 2,000 |
| Repairs | - | - | - | - | 2,000 | 2,000 |
| Supplies and materials | 500 | 200 | 500 | - | - | 1,200 |
| Telephone | - | - | - | - | 2,000 | 2,000 |
| Travel | 500 | 500 | - | - | 2,000 | 4,000 |
| Utilities | - | - | - | - | 2,000 | 2,000 |
| Total expenses before depreciation | \$ 114,200 | \$ 3,770 | \$ 110,715 | \$ 11,780 | \$ 70,260 | \$ 210,725 |
| Depreciation expense | - | 0 | - | - | 20 | 20 |
| Total expenses | \$ 114,200 | \$ 3,770 | \$ 110,715 | \$ 11,780 | \$ 70,280 | \$ 210,745 |

The accompanying notes are an integral part of this statement.

SYNCHRONISE COMMUNITY ACTION, INC.
 WILDE FISHIE, Louisiana

Statement of Cash Flows
 For the Year Ended January 31, 1990

| | |
|--|----------------|
| Cash flows used for operating activities: | |
| Change in net assets | \$ (12,388) |
| Adjustments to reconcile change in net assets to net cash provided by operating activities: | |
| Depreciation | 28,788 |
| Increase in grant receivables | 31,388 |
| Increase in other receivables | 14281 |
| Decrease in accounts payable | (24,867) |
| Increase in accrued liabilities | 8,418 |
| Increase in due to governmental units | 34 |
| Increase in deferred revenue | <u>68,743</u> |
| Net cash provided by operating activities | <u>120,858</u> |
| Net decrease in cash and cash equivalents | 88,470 |
| Cash, beginning of period | <u>3,858</u> |
| Cash, end of period | \$ 87,618 |
| | ***** |

The accompanying notes are an integral part of this statement.

EVANGELINE COMMUNITY ACTION, INC.
VILLI PLAZA, LOUISIANA

Notes to Financial statements

11) Summary of Significant Accounting Policies

A. Nature of activities

Evangeline Community Action, Inc. (The Agency) is a non-profit organization which was organized on February 15, 1965, and which shall continue in existence for a period of 99 years from that date unless dissolved earlier. It receives grants from Federal and State governments to conduct various community service programs, and its primary purpose is to better the conditions under which people in the Evangeline Parish area live.

B. Financial Statement Presentation

Evangeline Community Action, Inc. has adopted the provisions of Statements of Financial Accounting Standards No. 117, "Financial Statements of Not-for-Profit Organizations". Statement No. 117 requires Evangeline Community Action, Inc. 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.

C. Basis of Accounting

The accompanying financial statements are presented on the accrual basis of accounting in accordance with generally accepted accounting principles.

D. Fixed Assets and Depreciation

Fixed assets are recorded at cost. Depreciation of fixed assets is calculated on the straight-line basis over an estimated useful life of five years. The Agency follows the practice of capitalizing all expenditures for equipment and fixtures in accordance with each program's grant guidelines.

E. Budgets

Evangeline Community Action, Inc. does not adopt budgets on a fiscal year basis. Each grant program's budget is based on its individual program year and is approved by the program at the inception of the program. Budgetary amendments must generally be approved by the program as well.

EVANGELINE COMMUNITY ACTION, INC.
VILLE PLATTE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS (Continued)

F. Compensated Absences

Vacation and sick leave are recorded as expenditures of the period in which paid. Sick leave is accumulated at 1 1/3 days pay per month but is not payable upon termination or resignation. Annual leave accumulated at the rate of 1 1/3 days per month after the first three months. Upon termination or resignation, a maximum of nine days can be paid to the employee. Also, only nine days can be carried over from year to year. Any liability Evangeline Community Action, Inc. might have in this regard at January 31, 1988, is considered immaterial; therefore, no liability has been recorded in the accounts.

G. Donated Services and Materials

Contributions of materials, facilities and services are recognized if they (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. These donated services and facilities were recorded at market value.

H. Statement of Cash Flows

The Evangeline Community Action Agency, Inc. considers all highly liquid investments with maturity of three months or less at the date of acquisition to be cash equivalents.

I. Total Balance

Total columns are presented to facilitate financial analysis. Data in these columns do not present financial position, results of operations and changes in net assets in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

J. INCOME TAX STATUS

The Agency qualifies as a tax-exempt corporation under Section 501(c)(13) of the Internal Revenue Code and, therefore, no provision for federal income taxes is made in the accompanying financial statements.

EVANGELINE COMMUNITY ACTION, INC.
Wille Plaquemine, Louisiana

Notes to Financial Statements (Continued)

F. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

(3) Due From Governmental Units

Accounts due from governmental units consisted of the following at January 31, 1998:

| | |
|---|----------|
| Grant funds due from Louisiana Department of Education for Food Services Program | \$28,682 |
| Grant funds due from U.S. Department of Health and Human Services for Headstart Program | 28,243 |
| Grant funds due from State Department of Agriculture and Forestry for the Commodity Program | _____132 |
| | \$57,057 |

(4) Fixed Assets

Fixed assets at January 31, 1998 consisted of the following:

| | |
|-----------------------------------|--------------|
| Furniture, fixtures and equipment | \$ 199,897 |
| Automobiles | _____137,508 |
| | 337,405 |
| Less: Accumulated Depreciation | _____244,877 |
| | \$ 92,528 |

(5) Operating Leases

The Evangeline Community Action Agency, Inc. leases various buildings under operating leases expiring in various years. The minimum annual commitments under these operating leases are considered to be immaterial.

EVANGELINE COMMUNITY ACTION, INC.
Villie Platte, Louisiana

Notes to Financial Statements (continued)

64 Retirement

All employees of Evangeline Community Action, Inc. participate in the Social Security System. The Corporation and its employees contribute a percentage of each employee's salary to the System (7.65% contributed by the Corporation, 7.65% by the employee). Retirement amounts are paid to the Social Security System which is responsible for administration and disbursing benefits. The Corporation has no further liability for future deficits in the system.

Employees of the Evangeline Community Action Agency, Inc. have the option of participating in a defined contribution retirement plan. The Agency's contributions are equal to 3% of the annual salary of participating employees. During the year ended January 31, 1988, the Agency's contribution to the plan totaled \$20,273.

65 Pending Litigation

There is no pending litigation against the Evangeline Community Action Agency as of January 31, 1988.

67 Commissions Paid to Members of the Board of Directors

Members of the Board of Directors of Evangeline Community Action, Inc. receive no compensation and are reimbursed only for any expenses incurred relating to the Agency's business, which must have appropriate supporting documentation.

68 Contributed Facilities, Services, and Materials

Contributed facilities represent the estimated fair rental value of office and storage space. The total contribution for the year amounted to \$48,128. Contributed services represent volunteer teachers, doctors, and attorneys in which the value of the service exceeds the estimated fair market value of the service if specialized and would otherwise be purchased if not provided by donation. Contributed services are reflected in the financial statements at the fair value of the services received which amounted to \$278,882 for the year ended January 31, 1988.

EMERALDLINE COMMUNITY ACTION, INC.
Wills Place, Louisiana

Notes to Financial Statements (Continued)

(9) Grant Revenue

The Agency's major source of revenue is grants from federal and state governmental entities. The use of these funds is restricted to the purpose set forth in the individual grant agreements. Such grant agreements are subject to review and audit by governmental agencies. Such audits could result in a request for reimbursement by the grantee for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of Emeraldline Community Action Agency, Inc., such disallowances, if any, will not be significant.

(10) Restatement of Beginning Net Unrestricted Assets

The balance of beginning net unrestricted assets for operations of the Statement of Activity has been restated for the removal of a liability previously recorded in the Discretionary Fund. There has been no activity or correspondence regarding the collection of this debt since 1974 and therefore the debt of \$22,200 was written off at January 10, 1978.

SUPPLEMENTAL INFORMATION

INDIVIDUAL ACCOUNTS/FUNDS

- migrant program - To account for federal grant funds passed through the Louisiana Department of Education to be used for programs and activities to benefit the children of migrant families in the area.
- Food Services Program and Day Care Program - To account for receipt and expenditure of federal grant funds passed through the Louisiana Department of Education for meals for needy children at Head Start locations and in private homes.
- Commodities - To account for the receipt and expenditure of federal grant funds and commodities passed through the Louisiana Department of Agriculture and Forestry to be used to distribute donated food commodities to needy households.
- Community Service Block Grant - To account for the receipt and subsequent use of federal grant funds passed through the Louisiana Department of Labor to be used for administrative and other budgeted purposes.
- Head Start Program - To account for the receipt and expenditure of funds received from the U.S. Department of Health & Human Services for Head Start, which provides educational, psychological, nutritional, medical, dental and social services to needy pre-school children in the area.
- LIREAP-Energy Assistance - To account for the receipt and subsequent use of federal grant funds passed through the Louisiana Department of Health & Human Services to be used for the payment of home energy bills for qualifying residents of the area.
- Payroll Tax Fund - To account for the disbursement of state withholding taxes, unemployment taxes, and special assessment taxes.
- Summer Child Care Program - To account for the receipt and disbursement of federal grant funds passed through the Louisiana Department of Social Services, Office of Family Support, which provides educational, psychological, nutritional, medical, dental and social services to needy pre-school children in the area during the summer months.
- Fixed Assets Fund - To account for the fixed assets of the corporation and depreciation provided on those assets.
- Payroll Fund - The clearing account which is used for the disbursement of all payroll checks for all programs.

SHANDS AND COMPANY, INC.
Vicksburg, Louisiana

Working Statement of Financial Position
January 31, 1968

| | Domestic | Foreign | Foreign | Total |
|--|----------|----------|---------|-----------|
| | Assets | Assets | Assets | Assets |
| ASSETS | | | | |
| Current assets | | | | |
| Cash | \$ 45 | \$14,175 | \$4,000 | \$ 18,220 |
| Due from other governmental units | - | - | - | \$4,000 |
| Accounts receivable - other | 1,000 | 16,175 | 4,000 | 21,175 |
| Total current assets | 1,045 | 30,350 | 8,000 | 39,395 |
| Fixed assets of 1968 - less accumulated depreciation of \$400,000 | - | - | - | - |
| Total assets | 1,045 | 30,350 | 8,000 | 39,395 |
| LIABILITIES AND NET ASSETS | | | | |
| Liabilities | | | | |
| Accounts payable | \$ - | \$ - | \$ 100 | \$1,000 |
| Accrued liabilities | - | 10,000 | - | - |
| Due to governmental units | - | - | - | - |
| Deferred income | - | 10,000 | 100 | 10,100 |
| Total liabilities | - | 10,000 | 200 | 10,100 |
| Net assets (deficiency), unexpended | 1,045 | 20,350 | 7,800 | 29,295 |
| Total liabilities and net assets | 1,045 | 30,350 | 8,000 | 39,395 |

| Number ENGL 0000 | Enrollment | Demand by Services BLACK BOARD | Need ENGL Faculty | LEARN - Enroll with Service | Fixed Assets | Totals |
|---------------------|------------|--------------------------------------|-------------------------|-----------------------------------|-----------------|-----------|
| 100, 101 | \$ 640 | \$ - | \$ 770 | \$ 890 | \$ - | \$ 1,660 |
| - | 111 | - | 20,200 | - | - | 20,311 |
| - | - | - | 120 | - | - | 120 |
| 100, 101 | 850 | - | 21,090 | 890 | - | 22,980 |
| - | - | - | - | - | 89,790 | 89,790 |
| 100, 101 | \$ 650 | \$ - | \$20,300 | \$ 890 | \$90,790 | \$112,630 |
| 1000000 | 10000 | 10000 | 100000 | 10000 | 100000 | 1000000 |
| \$ - | \$ 600 | \$ 100 | \$20,200 | \$ - | \$ - | \$ 20,900 |
| - | - | 11 | - | - | - | 11 |
| - | - | 94 | - | - | - | 94 |
| 100, 101 | 800 | 105 | 20,300 | - | - | 20,405 |
| 100, 101 | 800 | 105 | 20,300 | - | - | 20,405 |
| - | - | 1000 | - | 890 | 89,790 | 90,680 |
| 100, 101 | \$ 600 | \$ - | \$20,200 | \$ 890 | \$90,790 | \$111,690 |
| 1000000 | 10000 | 10000 | 100000 | 10000 | 100000 | 1000000 |

BOURGEOIS COMMUNITY ACTION, INC.
Wills Pointe, Louisiana

Schedule of Grant Revenue
Year Ended January 31, 1988

| | |
|--------------------------------|----------------|
| LIBRARY | \$ 219,088 |
| Signet | 14,418 |
| Food Services Program | 383,300 |
| Commodities | 81,282 |
| Community Services Block Grant | 318,458 |
| Headstart | 1,881,758 |
| Summer child care | <u>380,418</u> |
| | \$1,589,132 |
| | ***** |

INTERNAL CONTROL, COMPLIANCE

AND

OTHER KEY INFORMATION

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN ASSESSMENT OF FINANCIAL STATEMENTS PREPARED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

THE NEW YORK STATE
DEPARTMENT OF TAXATION
AND FINANCE

NEW YORK STATE
DEPARTMENT OF TAXATION
AND FINANCE

NEW YORK STATE
DEPARTMENT OF TAXATION
AND FINANCE

NEW YORK STATE
DEPARTMENT OF TAXATION
AND FINANCE

NEW YORK STATE
DEPARTMENT OF TAXATION
AND FINANCE

NEW YORK STATE
DEPARTMENT OF TAXATION
AND FINANCE

Mr. Gerwin Laflour, Executive Director
and Members of the Board of Directors
of Evangelical Community Action Agency, Inc.

We have audited the financial statements of Evangelical Community Action, Inc., (a nonprofit organization), as of and for the year ended January 31, 1996, and have issued our report thereon dated July 17, 1996. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Evangelical Community Action, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Evangelical Community Action, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Evangelical Community Action, Inc.'s ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. A reportable condition is described in the accompanying schedule of findings and questioned costs as item III-1.

STATE OF
NEW YORK
DEPARTMENT OF TAXATION
AND FINANCE

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in accounts 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 over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is a material weakness.

This report is intended for the information of board of directors, management, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Keller, Champagne, Soren & Rainey, LLC
Certified Public Accountants

Wille Plaquemine, Louisiana
July 17, 2008

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CERTIFIED PUBLIC ACCOUNTANTS

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Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133

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Mr. Garvin LaFleur, Executive Director,
and Members of the Board of Directors
of Evangelical Community Action Agency, Inc.

Emphasis

We have audited the compliance of Evangelical Community Action Agency, Inc., a nonprofit organization with the types of compliance requirements described in the U. S. Office of Management and Budget, 1988 Circular A-133 Compliance Requirements that are applicable to each of its major federal programs for the year ended January 31, 1999. Evangelical Community Action Agency, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Evangelical Community Action Agency, Inc.'s management. Our responsibility is to express an opinion on Evangelical Community Action Agency, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, Rules of Rules, Local Government and Non-Profit Organizations. These standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Evangelical Community Action Agency, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Evangelical Community Action Agency, Inc.'s compliance with those requirements.

In our opinion, Evangelical Community Action Agency, Inc. complied in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended January 31, 1999. We noted a certain immaterial instance of noncompliance that we have reported to the management of Evangelical Community Action, Inc. in a separate letter dated July 17, 1999.

OFFICE OF
MANAGEMENT AND BUDGET
CIRCULAR A-133 COMPLIANCE
REQUIREMENTS

Internal Control Over Compliance

The management of Evangelina Community Action, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Evangelina Community Action, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with GAO Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of the Board of Directors, management, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Keller, Champagne, Sloan & Rainey, LLC
Certified Public Accountants

Wille Parish, Louisiana
July 17, 2008

COMMUNITY ACTION, INC.,
Villie Vinton, Louisiana

Schedule of Expenditures of Federal Awards
Year Ended January 31, 1988

| <u>Federal Grantor/Pass Through Organization/Program Title</u> | <u>CFDA Number</u> | <u>Revenue Recognized</u> | <u>Issues/ Expenditures</u> |
|---|------------------------|-------------------------------|---------------------------------|
| U.S. Department of Agriculture: | | | |
| Passed through State Dept. of Agriculture and Forestry - Commodity | 16-500 | \$ 33,380 | \$ 33,740 |
| Passed through State Dept. of Education, Subsidized Food Service | 16-550 | <u>133,582</u> | <u>133,885</u> |
| Total Department of Agriculture | | <u>166,962</u> | <u>167,625</u> |
| U.S. Department of Education: | | | |
| Passed through State Dept. of Education, Magnet | 94-012 | <u>14,428</u> | <u>12,892</u> |
| U.S. Department of Health and Human Services: | | | |
| Direct Program - Headstart* | 93-608 | 1,893,059 | 1,897,117 |
| Passed through State Dept. of Employment and Training - Community Services Block Grant | 93-549 | 213,458 | 213,893 |
| Passed through State Dept. of Social Services - LIRAP | 93-568 | 155,948 | 154,874 |
| Passed through State Dept. of Social Services - Headstart Home Child Care* | 93-390 | <u>142,828</u> | <u>142,828</u> |
| Total Department of Health and Human Services | | <u>2,405,293</u> | <u>2,408,712</u> |
| Total | | <u>\$1,599,321</u> | <u>\$1,594,939</u> |

* Represents major program.

EVANGELISM COMMUNITY ACTION, INC.,
Villie Estate, Louisiana

Return to Schedule of Expenditures of Federal Awards
Year Ended January 31, 1958

(4) Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Evangelism Community Action Agency, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of 480 Circular A-119, "Audit of States, Local Governments and Non-Profit Organizations." Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

(5) Receivables

In accordance with terms of the grant, the organization has expended matching contributions totaling \$125,000 during the year ended January 31, 1958.

(6) Commodities

Inventory assistance is reported on the schedule at the fair market value of the commodities received and disbursed. At January 31, 1958, the agency had no inventory of commodities remaining.

EVANGELINE COMMUNITY ACTION AGENCY, INC.
Villie Plaquemine, Louisiana

Schedule of Findings and Questioned Costs
Year Ended January 31, 1978

Part I. Summary of Auditor's Findings:

1. An unqualified opinion was issued on the financial statements.
2. A reportable condition in internal control was disclosed by the audit of the financial statements. The reportable condition was considered to be a material weakness.
3. There were no instances of noncompliance reported which were material to the financial statements, required to be reported in accordance with Government Auditing Standards.
4. No reportable conditions in internal control over major programs were disclosed by the audit of the financial statements.
5. An unqualified opinion was issued on compliance for the major programs.
6. The audit disclosed no findings relating to a major program required to be reported under Section 501(c) of OMB Circular A-113.
7. The major programs were the U.S. Department of Health and Human Resources Medicaid Program, CFDA No. 93.002, and the State Department of Social Services Medicaid Family Child Care Program, CFDA No. 93.190.
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 501(c) of Circular A-113 was \$400,000.
9. The audits did not qualify as a low-risk audits under section 501 of Circular A-113.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings -

There were no compliance findings to be reported in accordance with generally accepted Governmental Auditing Standards.

B. Internal Control Findings -

98-1 Inadequate Enumeration of Accounting Functions

Findings:

Due to the small number of administrative personnel, the Evangeline Community Action Agency, Inc. does not have adequate segregation of functions within the accounting system.

EVERGLINE COMMUNITY ACTION AGENCY, INC.
VILLI FIELDS, LOUISIANA

Schedule of Findings and Questioned Costs
Year Ended January 31, 1988

Part III. findings and questioned costs for Federal awards which include audit findings as defined in Section 816(a) of Circular A-113:

There are no findings that are required to be reported under the above guidance.

ACCOUNTING COMPANY ACTION LIST, INC.
 VILJE FINTE, BENEFICIARY

Summary Schedule of Prior Audit Findings
 Year Ended January 31, 1988

| Reference Number | Year Finding Initially Reported | Description of Finding/ Management Action Correct | Corrective Action Taken | Planned corrective Action/Financial Corrective Action Taken |
|------------------|---------------------------------|---|-------------------------|---|
|------------------|---------------------------------|---|-------------------------|---|

2. Prior Year Findings Relating to Federal Awards:

There were no prior year findings relative to Federal awards.

3. Prior Year Findings Reported to be Reported to Accounting with Financially Accounted Commercial Activities Standards:

- | | | | | |
|----|---------|--|----|----------------------------|
| 4. | unknown | regregation of functions within the accounting system. Based upon the cost-benefit of additional personnel and the probable indemnifiability to address segregation of accounting functions, client response deemed unnecessary. | NO | see corrective action plan |
|----|---------|--|----|----------------------------|

SUNBELT COMMUNITY ACTION AGENCY, INC.
7116 Biatch, Louisiana

Corrective Action Plan
Year Ended January 31, 1988

Schedule of findings and questioned costs - part II, section B, Finding #1:

Based upon the non-benefit of additional personnel, it may not be feasible to achieve complete segregation of accounting functions.

Management Action

Management will take steps to ensure that all Financial Status Reports are filed timely.