

STATE OF LOUISIANA
OFFICE OF THE ATTORNEY GENERAL
2001 P.O. BOX 1000
Baton Rouge, Louisiana 70801
Phone: (504) 386-3000
Fax: (504) 386-3001
www.oag.state.la.us

STATE OF LOUISIANA
OFFICE OF THE ATTORNEY GENERAL
2001 P.O. BOX 1000
Baton Rouge, Louisiana 70801

98701600
5389
16

Futures Foundation, Inc.
Shreveport, Louisiana

Financial Statements

As of and for the Years Ended June 30, 1999 and 1997

Under provisions of state law, this report is a public document. A copy of this report has been referred to the Division of Public Accounts, which will make it available to the public. The report is not for the private possession of the Futures Foundation, Inc. or its officers, directors and employees, at the office of the Attorney General.

Witness my hand and seal of office this 15th day of July, 1999.

Futures Foundation, Inc.
Shreveport, Louisiana

Table of Contents

	Page No.
Independent Auditors' Report	1 - 2
Financial Statements:	
Statements of Financial Position	3
Statements of Activities	4
Statements of Functional Expenses	5
Statements of Cash Flows	6
Notes to Financial Statements	7 - 10
Supplemental Schedule Prepared for Grant and Contract Analysis	
Student National Center (FMS #523500) Schedule of Revenue, Expenses, and Changes in Fund Balance For the Contract Period: July 1, 1997 - June 30, 1998	12
Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	13
Summary Schedule of Audit Findings For the Louisiana Legislative Auditor	14

COON & MOREHART

Certified Public Accountants

1000 BAYVIEW LANE • SUITE 1000 • DALLAS, TEXAS 75205 • TEL: 972.355.7800 • FAX: 972.355.7801 • WWW.COONANDMOREHART.COM

MEMBER OF DELLOITTE TOUSCH

THE BROSNIPS COMPANY

FINANCIAL SERVICES

MEMBER OF DELLOITTE TOUSCH

MEMBER OF DELLOITTE TOUSCH
1000 BAYVIEW LANE
SUITE 1000 • DALLAS, TEXAS 75205
TEL: 972.355.7800 • FAX: 972.355.7801

COON &
MOREHART
CERTIFIED PUBLIC ACCOUNTANTS
1000 BAYVIEW LANE
SUITE 1000 • DALLAS, TEXAS 75205
TEL: 972.355.7800 • FAX: 972.355.7801

Independent Auditors' Report

To the Board of Directors
Futures Foundation, Inc.
Shreveport, Louisiana

We have audited the accompanying statements of financial position of Futures Foundation, Inc., (a nonprofit corporation) as of June 30, 1998 and 1997, and the related statements of activities, functional expenses, and cash flows for the years then ended. These financial statements are the responsibility of the entity's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audits 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. Those 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 significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide 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 Futures Foundation, Inc., as of June 30, 1998 and 1997, and the changes in its net assets and its cash flows for the years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated November 19, 1999 on our consideration of Futures Foundation, Inc.'s internal control over financial reporting and our tests of compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was made for the purpose of forming an opinion on the financial statements of Futures Foundation, Inc. taken as a whole. The accompanying supplemental information/schedule listed in the table of contents, and shown on page 12, is presented for the purpose of additional analysis and is not a required part of the financial statements. The information in the schedule has been subjected to the procedures applied in the audits of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.



Cook & Merchant
Certified Public Accountants
November 18, 1998

Future Foundation, Inc.
Shreveport, Louisiana
Statements of Financial Position
June 30, 1998 and 1997

	1998	1997
Assets		
Current assets:		
Cash	\$ 8,481	\$ 24,571
Grant receivable	-	3,130
Total current assets	8,481	27,701
Property and equipment:		
Property and equipment	47,271	47,571
Accumulated depreciation	(34,000)	(37,521)
Net property and equipment	14,271	10,050
Total Assets	\$ 22,752	\$ 37,751
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	\$ 3,024	\$ 29,837
Accrued expenses	2,880	1,860
Refundable Advances	795	4,232
Total current liabilities	6,700	35,929
Net assets:		
Dissociated:		
Operating	\$ 3,129	\$ 4,584
Fixed assets	14,288	28,080
Total net assets	17,417	32,664
Total Liabilities and Net Assets	\$ 24,117	\$ 68,593

The accompanying notes are an integral part of the financial statements.

Future Foundation, Inc.
 Shreveport, Louisiana
 Statements of Activities
 For the Years Ended June 30, 1998 and 1997

	Discontinued	
	1998	1997
Revenues and Other Support		
Grants received	\$ 274,295	\$ 255,919
Miscellaneous	2,580	1,039
Interest income	1,589	1,589
Total revenues and other support	278,464	258,547
Expenses:		
General and administrative	921	7,780
Student referral center	238,503	248,785
Total expenses	239,424	256,565
Change in net assets	\$ 2,000	4,022
Net assets as of beginning of year	15,486	11,464
Net assets as of end of year	17,486	15,486

The accompanying notes are an integral part of the financial statements.

System Foundation, Inc.
Shreveport, Louisiana
Statements of Functional Expenses
For the Years Ended June 30, 1998 and 1997

	1998		
	Student Related Costs	General and Administrative	Total
Personnel	\$ 168,718	\$ -	\$ 168,718
Fringe benefits	19,800	-	19,800
Materials/Supplies	3,278	-	3,278
Telephone and Postage	742	-	742
Contractual	15,700	-	15,700
Travel	280	-	280
Rent	12,880	-	12,880
Insurance	200	-	200
Food/Catering	554	-	554
Other	2,729	1,160	3,889
Depreciation	6,888	282	7,170
Total expenses	\$ 280,281	\$ 322	\$ 280,603

	1997		
	Student Related Costs	General and Administrative	Total
Personnel	\$ 183,918	\$ 762	\$ 184,680
Fringe benefits	16,737	-	16,737
Repairs and maintenance	4,788	-	4,788
Training/Conferences	2,278	-	2,278
Materials/Supplies	15,482	-	15,482
Telephone and Postage	1,243	182	1,425
Contractual	14,000	2,000	16,000
Travel	3,622	-	3,622
Rent	12,000	-	12,000
Publications and Printing	1,285	58	1,343
Insurance	3,418	-	3,418
Food/Catering	1,204	-	1,204
Other	3,133	4,628	7,761
Depreciation	8,664	328	8,992
Total expenses	\$ 245,755	\$ 2,758	\$ 248,513

The accompanying notes are an integral part of the financial statements.

Future Foundation, Inc.
Shreveport, Louisiana
Statements of Cash Flows
For the Years Ended June 30, 1988 and 1987

	1988	1987
Operating Activities:		
Change in net assets	44 2,338	4 4,823
Adjustments to reconcile change in net assets to net funds provided by operating activities:		
Depreciation	8,481	6,390
Decreased decrease in operating assets:		
Grant receivable	2,120	1 3,747
Increase (decrease) in operating liabilities:		
Accounts payable	1 22,983	22,319
Accrued expenses	819	1 2,883
Nonrefundable advances:	1 3,983	4,777
Net cash provided by (used in) operating activities	1 18,683	33,180
Investing Activities:		
Payments for property and equipment	1 898	1 15,213
Net cash used in investing activities	1 898	1 15,213
Net increase in cash	4 16,398	17,863
Cash as of beginning of year	24,871	6,998
Cash as of end of year	1 24,869	1 24,861

The accompanying notes are an integral part of the financial statements.

Futures Foundation, Inc.
Shreveport, Louisiana
Notes to Financial Statements
June 30, 2008 and 2007

01 Summary of Significant Accounting Policies

A. Nature of Activities

Futures Foundation, Inc. (Futures Foundation), is a private nonprofit organization incorporated under the laws of the State of Louisiana. Futures Foundation is governed by a Board of Directors composed of six members.

Futures Foundation provides a supervised environment for students who have been suspended and/or expelled from local schools. The agency's support comes primarily from a contractual arrangement with a governmental agency. The following contract was operated by Futures Foundation during the year:

Student Referral Center – Provides educational instruction to youth that have been expelled or suspended from the Cade Parish School System; provides after school tutorial programs; and provides summer enrichment programs. Funding is provided by state funds from the State of Louisiana, Department of Education.

B. Basis of Accounting

The financial statements of Futures Foundation, have been prepared on the accrual basis of accounting.

C. Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Futures Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted assets, temporarily restricted net assets, and permanently restricted net assets.

D. Income Tax Status

Futures Foundation is exempt from federal income tax under Section 507(c) (2) of the Internal Revenue Code and is classified by the Internal Revenue Service as an organization other than a private foundation. However, income from activities not directly related to Futures Foundation's tax-exempt purpose is subject to tax as non-exempt business income. Futures Foundation had no such income for this audit period.

(Continued)

Futures Foundation, Inc.
Shreveport, Louisiana
Notes to Financial Statements
June 30, 1988 and 1987
(Continued)

E. Use of Estimates

Management uses estimates and assumptions in preparing financial statements. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported revenues and expenses. Actual results could differ from these estimates.

F. Cash and Cash Equivalents

Futures Foundation's cash, as stated for cash flow purposes, consists of interest-bearing and non-interest-bearing bank accounts. Futures Foundation has no other assets that are considered cash equivalents.

G. Property and Equipment

Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using primarily the straight-line method over the estimated useful life of the asset. The state government has a reversionary interest in property purchased with state funds. Its disposition, as well as the ownership of any proceeds therefrom, is subject to state regulations.

H. Revenue and Support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions.

Contractually earned revenue is reported as unrestricted support due to the restrictions placed on these funds by the funding sources being met in the same reporting period as the revenue is earned.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time regulation ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

(Continued)

Futures Foundation, Inc.
 Shreveport, Louisiana
 Notes to Financial Statements
 June 30, 1988 and 1987
 (Continued)

(2) Concentration of Credit Risk

Financial investments that potentially subject Futures Foundation to concentrations of credit risk consist principally of temporary cash investments and grants receivable. Concentrations of credit risk with respect to grants receivable is limited due to the amounts being due from governmental agencies under contract and terms. As of June 30, 1988 and 1987, Futures Foundation had no significant concentrations of credit risk in relation to grants receivable.

Futures Foundation maintains its cash balances at a local financial institution located in their service delivery area. Accounts at the institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000. At June 30, 1988 and 1987 there were no uninsured balances at these institutions.

(3) Grant Receivable

Various funding sources provide reimbursement of allowable costs under contracts or agreements. These balances represent amounts due from funding sources at June 30, 1988, but received after that date.

(4) Property and Equipment

Property and equipment consisted of the following at June 30, 1988 and 1987:

	Estimated Depreciable Life	1988	1987
Furniture and equipment	5-10 years	\$ 48,271	\$ 41,511
Less: Accumulated Depreciation		<u>1,285,089</u>	<u>1,273,821</u>
Net Book Value		<u>\$ (1,236,818)</u>	<u>\$ (1,232,310)</u>

Depreciation expense for the year ended June 30, 1988 and 1987 was \$6,461 and \$5,208, respectively.

(Continued)

Futures Foundation, Inc.
Shreveport, Louisiana
Notes to Financial Statements
June 30, 1998 and 1997
(Continued)

(5) **Reimbursable Advances**

Futures Foundation records state funds received in excess of expenditures as a reimbursable advance until they are expended for the purpose of the contract or until the funds are returned to the appropriate funding source.

(6) **Grants Revenue**

During the year ended June 30, 1998 and 1997, Futures Foundation received contractual revenue from state grants in the amount of \$324,285 and \$255,578, respectively. The continued existence of these funds are based on annual contract renewals with funding sources.

(7) **Leases**

Futures Foundation leases certain property and equipment under operating leases. Rent expense on these items for the year ended June 30, 1998 and 1997 were \$10,892 and \$14,468, respectively. There were no leases at June 30, 1998, with remaining, non-cancelable lease terms in excess of one year.

**Supplemental Schedule Prepared for
Grant and Contract Analysis**

Futura Foundation, Inc.
Shreveport, Louisiana
Student Referral Center
DTMS-F222028

Schedule of Revenues, Expenses and Changes in Fund Balances
For the Contract Period: July 1, 1987 to June 30, 1988

Revenue:	Budget	Actual	Actual (Over) Under Budget
Contract revenue		\$ 275,000	
Total revenue		<u>275,000</u>	
Expenses:			
Salaries	170,000	166,178	3,822
Fringe benefits	18,000	16,008	1,992
Travel	-	300	(300)
Equipment rental and repairs	1,000	606	394
Consumable supplies	1,500	3,606	(2,106)
Telephone	700	518	182
Rent	12,000	12,000	-
Insurance	2,000	220	1,780
Auto	4,000	3,900	100
Postage	200	228	(28)
Accounting	12,000	12,000	-
Food	-	668	(668)
Evaluation	2,000	2,800	(800)
Miscellaneous	-	235	(235)
Total expenses	<u>228,000</u>	<u>228,280</u>	<u>720</u>
Excess revenue (expense)		79	
Fund balance, beginning July 1, 1987		0.00	
Funds received, May 1988		4,000	
Fund balance, ending June 30, 1988		<u>4,079</u>	

COOK & MOREBART

Certified Public Accountants

1000 PINE STREET, SUITE 1000, MONROE, LOUISIANA 70601-1000 TEL: 225-389-1100 FAX: 225-389-1101

MEMBER COMPANY NO. 174

MEMBER COMPANY NO. 100

MEMBER COMPANY NO. 100

MEMBER COMPANY NO. 100

MEMBER COMPANY NO. 174
MEMBER COMPANY NO. 100
MEMBER COMPANY NO. 100
MEMBER COMPANY NO. 100

MEMBER COMPANY NO. 100
MEMBER COMPANY NO. 100
MEMBER COMPANY NO. 100
MEMBER COMPANY NO. 100

Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

To the Board of Directors
Futures Foundation, Inc.
Shreveport, Louisiana

We have audited the financial statements of Futures Foundation, Inc., as of and for the year ended June 30, 1998, and have issued our report thereon dated November 16, 1998. 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 Futures Foundation, 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 these provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclose 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 Futures Foundation, 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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be a material weakness. 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 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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



Cook & Morebart
Certified Public Accountants
November 18, 1998

Forbes Foundation, Inc.
Chreveport, Louisiana
Summary Schedule of Audit Findings
Schedule for Louisiana Legislative Auditor
June 30, 1998

Summary Schedule of Prior Audit Findings

There were no findings for the prior year ended June 30, 1997.

There was one management letter comment for the prior year ended June 30, 1997 concerning the agency's preparation of monthly financial reports. The agency resolved this problem and is now preparing financial reports correctly from the agency's general ledger.

Corrective Action Plan for Current Year Audit Findings

There were no findings or management letter comments for the year ended June 30, 1998.