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**BETA IOTA LAMBDA FOUNDATION, INC.
BATON ROUGE, LOUISIANA**

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED DECEMBER 31, 1999

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

Release Date 08-23-00

DESIREE' W. HONORE'
Certified Public Accountant
A Professional Corporation

BETA IOTA LAMBDA FOUNDATION, INC.
BATON ROUGE, LOUISIANA

FINANCIAL STATEMENTS

PERIOD ENDED DECEMBER 31, 1999

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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

To the Board of Directors
Beta Iota Lambda Foundation, Inc.
(A Not for Profit Organization)
Baton Rouge, Louisiana

I have audited the accompanying statement of financial position of Beta Iota Lambda Foundation, Inc. (a non profit organization) as of December 31, 1999, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of Organization'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 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 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 the 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 Beta Iota Lambda Foundation, Inc. as of December 31, 1999, and the changes in its net assets and its cash flows for the eighteen month period then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued my reported dated August 10, 2000, on my consideration of Beta Iota Lambda Foundation, Inc.'s internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grants.



Baton Rouge, Louisiana
August 10, 2000

BETA IOTA LAMBDA FOUNDATION, INC.
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

STATEMENT OF FINANCIAL POSITION
PERIOD ENDED DECEMBER 31, 1999

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$6,822	
Prepaid Expenses	2,529	
Total current assets		9,351

PROPERTY AND EQUIPMENT

Building and Improvements	314,950	
Furniture, fixtures and equipment	66,844	
Automobiles	26,469	
Less accumulated depreciation	(144,493)	
Total property and equipment		263,769

Total assets		\$273,120
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable and accrued expenses	1,793	
		1,793

Total current liabilities

NET ASSETS - UNRESTRICTED

271,327	
	271,327

Total liabilities and net assets		\$273,120
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The accompanying notes are an integral part of this statement.

BETA IOTA LAMBDA FOUNDATION, INC.
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

STATEMENT OF ACTIVITIES
PERIOD ENDED DECEMBER 31, 1999

SUPPORT AND REVENUE

Grant from Governor's Office of Urban Affairs and Development	137,250
Grant from Louisiana Department of Social Services, Office of Community Services	50,000
Interest Income	663
Private funds	43,806
Total support and revenue	231,719

EXPENSES

Program services	
Alpha Center	53,340
Urban Affairs	150,285
Community Services	28,750
Total Expenses	232,375

CHANGE IN NET ASSETS (656)

Net assets - beginning of year	271,983
Net assets - end of year	\$271,327

The accompanying notes are an integral part of this statement.

BETA IOTA LAMBDA FOUNDATION, INC.
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

STATEMENT OF CASH FLOWS
PERIOD ENDED DECEMBER 31, 1999

CASH FLOWS FROM OPERATING ACTIVITIES:

Cash received from government grants and private sources	\$231,719
Cash paid to suppliers and employees	(189,917)
Net cash provided by operating activities	41,802

CASH FLOWS FROM INVESTING ACTIVITIES:

Purchase of equipment	(30,887)
Net cash provided by operating activities	(30,887)

NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS

10,915

CASH AND CASH EQUIVALENTS - beginning of year

(4,093)

CASH AND CASH EQUIVALENTS - end of year

\$6,822

Schedule reconciling changes in net assets to net cash provided by operating activities:

Change in net assets	(656)
Adjustments to reconcile net income to net cash provided by operating activities	
Depreciation	40,665
(Decrease) increase in accounts payable and accrued expenses	1,793
Net cash provided by operating activities	\$41,802

The accompanying notes are an integral part of this statement.

BETA IOTA LAMBDA FOUNDATION, INC.
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

STATEMENT OF FUNCTIONAL EXPENSES
PERIOD ENDED DECEMBER 31, 1999

	Alpha Center	Urban Affairs	Community Services	Total Expenses
Salaries and wages				
Program Director		37,500		37,500
Educational Director		35,000		35,000
Administrative Assistant		19,375		19,375
Employee Benefits		7,078		7,078
Therapeutic and training				
office supplies	255	2,952	3,809	7,016
Bookkeeping/professional services	2,750	2,140		4,890
Auto Supplies			721	721
Insurance	1,318		3,057	4,375
Telephone				0
Depreciation	38,018		2,647	40,665
Maintenance/Repairs	1,846	9,126		10,971
Travel				0
Tutorial (Other) Assistance/Services		32,114	18,517	50,631
Utilities	9,153	5,000		14,153
 Total Expenses	 \$53,340	 \$150,285	 \$28,750	 \$232,375

The accompanying notes are an integral part of this statement.

BETA IOTA LAMBDA FOUNDATION, INC.
(A NON PROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1999

1. Summary of Significant Accounting Policies

a. Operations

Beta Iota Lambda Foundation, Inc. (BILF) provides tutorial instruction in ACT preparation, Louisiana High School exit examination, and general subjects to local youths. BILF also sponsors sports and recreation activities for students through its Summer Academy. The Organization also conducts workshops on teen pregnancy, community awareness, and services to elderly citizens of the community. The organization is dedicated to providing educational, tutoring, arts, counseling, and related services to "at risk" youths.

b. Revenue

Beta Iota Lambda Foundation, Inc. receives substantially all of its grant and contract revenue from the state agencies. Revenue is recognized when services are provided. Expenses are recognized as incurred.

Any of the funding sources may, at its discretion, request reimbursement for expenses or return of funds, or both, as a result of non-compliance by Beta Iota Lambda Foundation, Inc. with the terms of the grants/contracts.

c. Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and /or nature of any donor restrictions. BILF has not received any contributions with donor -imposed restrictions that would result in temporarily or permanently restricted net assets.

d. Property and Equipment

Property and equipment are recorded at cost. Expenditures for maintenance, repairs, and minor renewals are charged against earnings as incurred. Major expenditures for renewals and betterments are capitalized. When items are retired or otherwise disposed of, the cost of the asset and the related accumulated depreciation are removed from the books. Any resulting gain or loss is credited to or charged against income.

BETA IOTA LAMBDA FOUNDATION, INC.
(A NON PROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1999

1. Summary of Significant Accounting Policies (continued)

d. Property and Equipment (continued) Depreciation is provided in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives (25 years for building and improvements, 5-7 years for furniture and equipment, and 5 years for vehicles), using straight-line method.

c. Income Taxes

The Organization is a nonprofit organization that is exempt from Federal income taxation under Section 501 (c) (7) of the Internal Revenue Code.

f. Cash and Cash Equivalents

Cash and cash Equivalents consist of items having maturities of three months or less from the date of acquisition.

g. Concentrations of Credit Risk

The Organization maintains its cash balances in financial institutions located in Baton Rouge, Louisiana. The balances are insured by the Federal Deposit Insurance Corporation up to \$100,000.

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
Beta Iota Lambda Foundation, Inc.

I have audited the financial statements of Beta Iota Lambda Foundation, Inc. (a nonprofit organization) as of and for the 18 month period December 31, 1999 and have issued my report thereon dated August 10, 2000. I have conducted my 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 Beta Iota Lambda Foundation, Inc.'s financial statements are free of material misstatement, I performed tests of the 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 my audit, and accordingly, I do not express such an opinion. The results our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards* and which are best described in the accompanying schedule of findings.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Beta Iota Lambda Foundation, Inc.'s internal control over financial reporting 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 over financial reporting. My consideration of the internal over financial reporting would not necessarily disclose all matters in the internal control over financial reporting 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 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. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended solely for the information and use of the Board of Directors, Management, Office of the Legislative Auditor, Governor's Office on Urban Affairs, Office of Community Services, and other oversight agencies. However, this report is a matter of public record and its distribution is not limited.



Baton Rouge, Louisiana
August 10, 2000

BETA IOTA LAMBDA FOUNDATION, INC.
(A NON PROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

SUMMARY OF FINDINGS, CONCLUSIONS, CAUSES
AND RECOMMENDATIONS AND MANAGEMENT'S RESPONSE

Detail	Description of Exception
1	<p>Form 990 Return of Organization Exempt from Income Tax was not timely filed for fiscal years ended 1998 and 1999.</p> <p>Management intends to file this return as soon as possible and get current on all Internal Revenue Service income tax reporting requirements.</p>
2	<p>Audit is being submitted after the statutory and contract required date of June 30, 2000. Organization did not have all financial transactions recorded in the general ledger for all programs.</p> <p>Management has moved to record all transactions in general ledger. Software has been purchased and utilized that is more in lines with the needs of the organization.</p>

NOTE: The above findings and conclusions, as well as the audit reports and audited financial statements, were discussed with Donald Wade, Executive Director, and Domenic McClinton, Treasurer, who concurred with my findings, conclusions, and recommendations.