

CATAHOULA ASSOCIATION OF RETARDED CITIZENS, INC.
Jonesville, Louisiana

Financial Statements and Auditor's Report

June 30, 1999
(With Comparative Figures for June 30, 1998)

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, 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 SEP 08 1999

JERI SUE TOSSPON
Certified Public Accountant

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SECTION I
FINANCIAL STATEMENTS
REPORT ON FINANCIAL STATEMENTS

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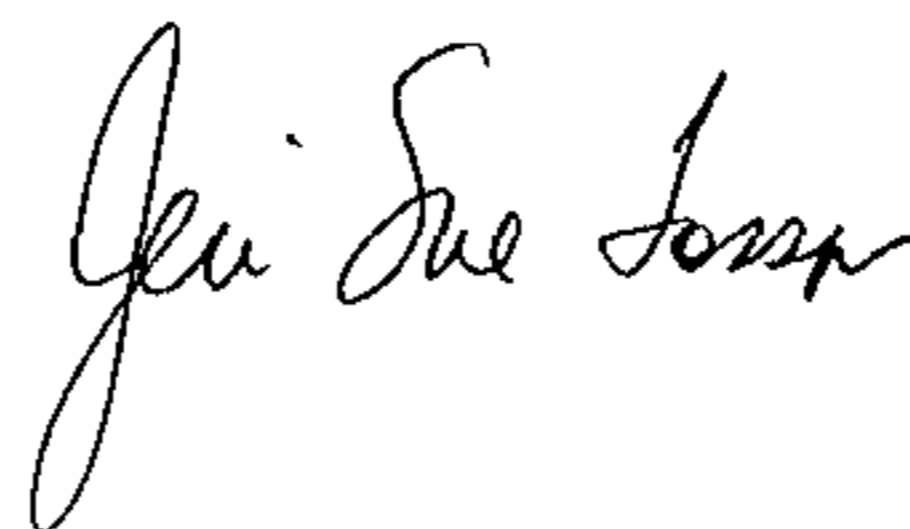
INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Catahoula Association of Retarded Citizens, Inc.
Jonesville, Louisiana

I have audited the accompanying financial statements of the Catahoula Association of Retarded Citizens, Inc., as of June 30, 1999, and for the year then ended. These financial statements are the responsibility of the Association'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. 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 management, as well as evaluating the overall financial statements presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Association, as of June 30, 1999, and the results of its operations and the cash flows for the year then ended in conformity with generally accepted accounting principles.



Ferriday, Louisiana
July 21, 1999

CATAHOULA ASSOCIATION OF RETARDED CITIZENS, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 1999
(With Comparative Totals at June 30, 1998)

	General Fund	Work Activity Fund	Association Fund	June 30,	
				1999 Total	1998 Total
ASSETS					
Cash on hand and in banks	\$ 11,934	\$ 1,042	\$ 712	\$ 13,688	\$ 9,134
Cash in savings	377		2,031	2,408	3,863
Accounts receivable	8,745	305		9,050	8,118
Interfund loans			1,500	1,500	2,500
Utility deposits	295			295	295
Prepaid insurance				0	1,267
Fixed assets (Net) (Note 3)	8,053	557		8,610	10,195
Total Assets	<u>\$ 29,404</u>	<u>\$ 1,904</u>	<u>\$ 4,243</u>	<u>\$ 35,551</u>	<u>\$ 35,372</u>
LIABILITIES AND NET ASSETS					
Liabilities					
Accounts payable	\$ 1,660	\$ 225		\$ 1,885	\$ 717
Accrued payroll taxes	1,193	409		1,602	1,463
Interfund loans	1,500			1,500	2,500
Notes payable (Note 4)	5,167			5,167	6,673
Total Liabilities	<u>\$ 9,520</u>	<u>\$ 634</u>	<u>\$ 0</u>	<u>\$ 10,154</u>	<u>\$ 11,353</u>
Net Assets					
General fund	\$ 19,884			\$ 19,884	\$ 18,228
Work activity fund		1,270		1,270	1,632
Association fund			4,243	4,243	4,159
Total Net Assets	<u>\$ 19,884</u>	<u>\$ 1,270</u>	<u>\$ 4,243</u>	<u>\$ 25,397</u>	<u>\$ 24,019</u>
Total Liabilities and Net Assets	<u>\$ 29,404</u>	<u>\$ 1,904</u>	<u>\$ 4,243</u>	<u>\$ 35,551</u>	<u>\$ 35,372</u>

See accompanying notes to financial statements.

CATAHOULA ASSOCIATION OF RETARDED CITIZENS, INC.
STATEMENT OF ACTIVITY AND FUND BALANCES

YEAR ENDED JUNE 30, 1999

(With Comparative Totals for the Year Ended June 30, 1998)

	General Fund	Work Activity Fund		Association Fund	Year Ended June 30,	
		1999 Total	1998 Total		1999 Total	1998 Total
SUPPORT AND SERVICE FEES						
State contracts (Note 5)	\$ 99,074				\$ 99,074	\$ 92,126
Total Support	\$ 99,074	\$ 0	\$ 0	\$ 0	\$ 99,074	\$ 92,126
REVENUE						
Work activity projects		\$ 15,620			\$ 15,620	\$ 15,925
State use cleaning contract		4,583			4,583	3,639
Interest	\$ 107		\$ 24		131	291
Other	100		320		420	0
Total Revenue	\$ 207	\$ 20,203	\$ 344	\$ 344	\$ 20,754	\$ 19,855
Total Support and Revenue	\$ 99,281	\$ 20,203	\$ 344	\$ 344	\$ 119,828	\$ 111,981
EXPENSES (Note 7)						
Salaries and client wages	\$ 59,776	11,303			\$ 71,079	\$ 70,372
Payroll taxes	4,676	837			5,513	5,379
Telephone	751	459			1,210	719
Postage	195				195	208
Insurance	5,551				5,551	5,271
Transportation	5,507	1,323			6,830	6,831
In-service	522				522	176
Office supply	110				110	440
Utilities	2,975				2,975	2,939
Rent	6,600				6,600	6,600
Maintenance and cleaning	1,605	177			1,782	2,027

Workman's compensation	1,358	1,029		2,387	2,476
Depreciation	2,291	520		2,811	4,842
Interest	507			507	629
Supplies		2,721		2,721	1,909
Audit	1,500			1,500	1,625
State use fees		280		280	270
Licenses				0	150
Other	418	1,916	\$	2,594	2,024
QMRP contract expenditures	3,283			3,283	4,120
Total Expenses	\$ 97,625	\$ 20,565	\$	\$ 118,450	\$ 119,007
Change in Net Assets	\$ 1,656	\$ (362)	\$	\$ 1,378	\$ (7,026)
Net Assets, Beginning of Year	18,228	1,632		24,019	31,045
Net Assets, End of Year	\$ 19,884	\$ 1,270	\$	\$ 25,397	\$ 24,019

(4)

See accompanying notes to financial statements.

CATAHOULA ASSOCIATION OF RETARDED CITIZENS, INC.
STATEMENT OF CASH FLOWS
TOTAL ALL FUNDS
YEAR ENDED JUNE 30, 1999
(With Comparative Totals for the Year Ended June 30, 1998)

	Year Ended June 30,	
	1999	1998
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets	\$ 1,378	\$ (7,026)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Depreciation	2,811	4,842
(Increase) decrease in:		
Accounts receivable	(932)	(355)
Accounts payable	1,168	40
Prepaid insurance	1,267	(1,267)
Accrued payroll tax	139	19
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 5,831	\$ (3,747)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment	\$ (1,226)	\$
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	\$ (1,226)	\$ 0
CASH FLOWS FROM FINANCING ACTIVITIES		
Increase in debt		
Reduction of debt	\$ (1,506)	\$ (1,384)
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	\$ (1,506)	\$ (1,384)
NET INCREASE (DECREASE) IN CASH	\$ 3,099	\$ (5,131)
CASH AT BEGINNING OF YEAR	12,997	18,128
CASH AT END OF YEAR	\$ 16,096	\$ 12,997

(Note: Interest paid in year ended June 30, 1999 \$ 507)

See accompanying notes to financial statements.

CATAHOULA ASSOCIATION OF RETARDED CITIZENS, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 1999

NOTE 1 - CATAHOULA ASSOCIATION OF RETARDED CITIZENS, INC.

Catahoula Association of Retarded Citizens, Inc., (CARC) was organized in 1981 to promote the general welfare of retarded citizens wherever they may be, and, specifically, to provide as normal a work and learning atmosphere in the least restrictive environment for retarded adults in Catahoula Parish. The Association receives funding from the State of Louisiana, Office of Mental Retardation for Adult Day Services, performs services under its Work Activity Program, and receives nominal funds for other activities from memberships and contributions. In 1992, the Association was enrolled as a provider in the Louisiana Medical Assistance Program and provides services to qualified clients under this program.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Fund Accounting

In order to ensure observance of limitations and restrictions placed on the use of resources available to CARC, the accounts are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. Separate accounts are maintained for each fund and, accordingly, all financial transactions have been recorded and reported in the following fund groups:

General Fund - Resources are provided under a contract from the State of Louisiana, based on the days of service provided, a contract covering clients under the Louisiana Medicaid Program (Title XIX), and by other sources such as interest. Expenditures are of a nature of those specified by the State in Guidelines for Allowable Costs from the Office for Citizens with Developmental Disabilities, except as noted hereafter.

Work Activity Fund - Resources are provided as fees for services performed by the clients and interest and are used to pay wages to the clients and buy such supplies as needed for these services.

Association Fund - Resources are provided from memberships, contributions and interest and are generally unrestricted as to their use.

B. Income Tax Status

The Association qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for income taxes.

NOTE 3 - FIXED ASSETS AND DEPRECIATION

Fixed assets consist of the Association portion of two vans purchased through the State of Louisiana, DOTD, under a UMTA grant for transportation of the elderly and handicapped, a copy machine and an air conditioner. In 1994, the Association obtained a riding mower and trailer with funds provided under a separate grant from the State of Louisiana. Work Activity fixed assets consists mainly of two vans purchased in 1994. Ownership of all fixed assets of the Association, other than two of the vans, would revert to the Department of Health and Hospitals, Office of Mental Retardation, if the Association was to cease to function. The DOTD holds a reversionary interest in two of the vans. Depreciation is provided on a straight-line basis over the useful lives of the assets.

	<u>General Fund</u>	<u>Work Activity Fund</u>
Fixed Assets	\$19,908	\$ 8,791
Accumulated Depreciation	<u>11,855</u>	<u>8,234</u>
Net Fixed Assets	<u>\$ 8,053</u>	<u>\$ 557</u>

NOTE 4 - NOTES PAYABLE

Notes payable consist of one note from Jonesville Bank and Trust, unsecured, for the Association's portion of the 1997 van purchased with monthly payment of \$167.73 and interest at the rate of 8.50%.

NOTE 5 - STATE CONTRACTS

The Association received funds from a programs under the Office of Mental Retardation, State of Louisiana, Louisiana Rehabilitative Services and the Louisiana Medicaid Assistance Program as follows:

Adult Day Program	\$92,917
Louisiana Medical Assistance Program	<u>6,157</u>
	<u>\$99,074</u>

NOTE 6 - EXPENDITURES

Expenditures in the general fund were made in accordance with the specifications listed by the Office for Citizens with Developmental Disabilities in their Guidelines for Allowable Costs for Adult Day Services for Persons with Developmental Disabilities.

NOTE 7 - DIRECTOR'S FEES

No fees or reimbursements were paid to directors in the years ended June 30, 1999 or 1998.

NOTE 8 - RETIREMENT

The employees of the Association are not covered by any retirement plan.

NOTE 9 - YEAR 2000

The Association expects minimal change due to becoming Year 2000 compliant.

SECTION II

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL

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**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
Catahoula Association of Retarded Citizens, Inc.
Jonesville, Louisiana

I have audited the financial statements of Catahoula Association of Retarded Citizens, Inc., as of June 30, 1999, and for the year then ended, and have issued my report thereon dated July 21, 1999. 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

As part of obtaining reasonable assurance about whether Catahoula Association of Retarded Citizens, Inc.'s financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contract 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 of my 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 my audit of the financial statements of the Association, 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 over financial reporting. My consideration of the internal control structure would not necessarily disclose all matters in the internal control structure 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

To the Board of Directors
Catahoula Association of Retarded Citizens, Inc.
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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 structure and its operation that I consider to be material weaknesses as defined above.

This report is intended for the information of management and the Legislative Auditor of the State of Louisiana. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

A handwritten signature in cursive script that reads "Jean Sue Lorrison".

Ferriday, Louisiana
July 21, 1999

Report of Independent Accountants

TO: The National Collegiate Athletic Association.

We have audited the accompanying schedule of gross receipts of the SANFORD INDEPENDENCE BOWL
(name of game)

played between OLE MISS (institution) and TEXAS TECH (institution)

on DECEMBER 31, 1998 (date) SHREVEPORT, LA (city and state)

This schedule is the responsibility of the INDEPENDENCE SPORTS FOUNDATION management.
(sponsoring organization)

Our responsibility is to express an opinion on this schedule based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the schedule of gross receipts is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the schedule of gross receipts. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall schedule presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the schedule of gross receipts audited by us presents fairly, in all material respects, the gross receipts derived from the above described game and the amounts due to the two participating institutions and the sponsoring organization in accordance with NCAA Bylaw 30.9 and Executive Regulation 31.5.

This report is intended solely for the information and use of the INDEPENDENCE SPORTS FOUNDATION
and the National Collegiate Athletic Association. (sponsoring agency)

SIGNED *D.L. Butler* DATE MARCH 30, 1999
TITLE CPA
NAME OF FIRM D.L. BUTLER CITY, STATE SHREVEPORT, LA

RETURN BY APRIL 1 TO:

Mark P. Jones
NCAA
6201 College Boulevard
Overland Park, Kansas 66211-2422