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**ASSOCIATION FOR COMMUNITY TRAINING, INC
SHREVEPORT, LOUISIANA**

**REPORT ON EXAMINATION OF FINANCIAL STATEMENTS,
INTERNAL CONTROL AND COMPLIANCE**

JUNE 30, 1999

**JERRY L. WHITE
CERTIFIED PUBLIC ACCOUNTANT
19 COLMART WAY
BRIDGEWATER, NEW JERSEY 08807
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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the clerk, or reviewed, or by an appropriate public official, or available for inspection of the station and, where appropriate, of the office of the parish clerk of court.

Release Date.....**DEC 22 1999**

ASSOCIATION FOR COMMUNITY TRAINING, INC.
SHREVEPORT, LOUISIANA

REPORT ON EXAMINATION OF FINANCIAL STATEMENTS,
INTERNAL CONTROL AND COMPLIANCE
JUNE 30, 1999

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ASSOCIATION FOR COMMUNITY TRAINING, INC.
SHREVEPORT, LOUISIANA

REPORT ON EXAMINATION OF FINANCIAL STATEMENTS,
INTERNAL CONTROL AND COMPLIANCE
JUNE 30, 1999

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JERRY L. WHITE
Certified Public Accountant

19 Colmart Way
Bridgewater, NJ 08807
(908) 541-0797

Board of Directors
Association for Community Training, Inc.
Shreveport, Louisiana

INDEPENDENT AUDITOR'S REPORT

I have audited the accompanying statement of financial position of Association for Community Training, Inc., a non-profit corporation, as of June 30, 1999 and the related statements of activities and cash flows for the year then ended and the Child Care Food Program Fund of Association for Community Training, Inc., for the twelve month period ended June 30, 1999, as listed in the table of contents. These financial statements are the responsibility of the Corporation's management. My responsibility is to express an opinion on these financial statements based on my audit.

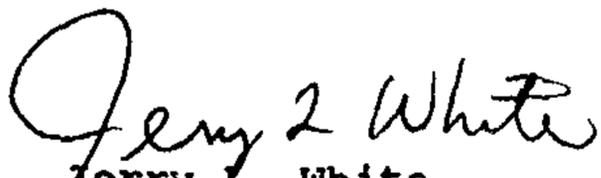
I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in "Government Auditing Standards", issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable 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 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 Association for Community Training, Inc., as of June 30, 1999, and the results of its operations and changes in

net assets and its cash flows for the year then ended and the Child Care Food Program Fund of Association for Community Training, Inc., for the twelve month period ended June 30, 1999, in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued my report dated November 30, 1999 on my consideration of the Association for Community Training Inc.'s internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-profit Organizations, and is not a required part of the basis financial statements. Also, the accompanying financial information listed as supplementary financial information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly stated in all material respects in relation to the financial statements as a whole.


Jerry L. White
Certified Public Accountant

November 30, 1999

Association For Community Training, Inc.
 STATEMENT OF FINANCIAL POSITION
 June 30, 1999
 With Comparative Totals at June 30, 1998

ASSETS	Teenage Girls	Home- makers	Child Care	Drug Abuse
CURRENT ASSETS				
Cash	\$ 1,666	\$ 9,069	\$ 43,341	\$ 544
Grants Receivable			46,798	
Accounts Receivable		6,302		
Employee Advances				
Due From Other Funds				
Total Current Assets	1,666	15,371	90,139	544
PROPERTY AND EQUIPMENT				
at cost (Note E)				
Land				
Building				
Equipment				
Furniture and Fixtures				
Vehicle				
Less accumulated depreciation				
Net Property, Plant and Equipment				
OTHER ASSETS				
Deposits				
Total Assets	\$ 1,666	\$ 15,371	\$ 90,139	\$ 544
LIABILITIES AND FUND BALANCES				
CURRENT LIABILITIES				
Bank Overdraft	\$	\$	\$	\$
Accounts Payable	1,877	3,332	92,572	544
Accrued Payroll	661	4,522		
Payroll Taxes Payable	59	705	151	
Due To Other Funds				
Current Portion of Mortgage Payment (Note B)				
Deposits				
Total Current Liabilities	2,597	8,559	92,723	544

The accompanying notes are an integral part of this financial statement.

After School	Access II	Summer Youth	Woodlawn Terrace	General Fund	Total Funds	1998 Total Funds
\$ 785 110,000	\$ 821 7,000	\$ 8,564	\$	\$ 18,407	\$ 74,633 165,362 13,402 6,900 29,000	\$ 61,205 56,042 13,454 32,279
<u>110,785</u>	<u>7,821</u>	<u>8,564</u>	<u>25,000</u>	<u>29,407</u>	<u>289,297</u>	<u>162,980</u>
				36,000 410,331 139,507 2,332 77,748	36,000 410,331 139,507 2,332 77,748	36,000 410,331 139,507 2,332 77,748
				(240,335)	(240,335)	(188,476)
				<u>425,583</u>	<u>425,583</u>	<u>477,442</u>
<u>\$110,785</u> =====	<u>\$ 7,821</u> =====	<u>\$ 8,564</u> =====	<u>\$ 25,000</u> =====	<u>\$ 454,990</u> =====	<u>\$ 714,880</u> =====	<u>\$ 640,422</u> =====
\$ 111,500 625 84	\$ 8,191 773 113	\$ 4,125 137 4,000	\$ 12,176 34,969	\$	\$ 16,301 252,985 6,581 1,249 29,000	\$ 107,098 9,583 3,596 32,229
<u>112,209</u>	<u>9,077</u>	<u>8,262</u>	<u>35,616</u> 82,761	<u>21,916</u> 46,916	<u>21,916</u> 35,616 363,648	<u>21,916</u> 29,606 204,028

Association For Community Training, Inc.
 STATEMENT OF FINANCIAL POSITION
 June 30, 1999
 (Continued)
 With Comparative Totals at June 30, 1998

	Teen Outreach	Home- makers	Child Care	Drug Abuse
LONG TERM LIABILITIES:				
Mortgage Payable (Note B) \$	\$	\$	\$	\$
Total Liabilities	<u>2,597</u>	<u>8,559</u>	<u>92,723</u>	<u>544</u>
FUND EQUITY:				
Investment in general fixed assets				
FUND BALANCE:				
Unreserved	(931)	6,812	(2,584)	
Total Liabilities and Fund Equity	<u>\$ 1,666</u> =====	<u>\$ 15,371</u> =====	<u>\$ 90,139</u> =====	<u>\$ 544</u> =====

The accompanying notes are an integral part of this financial statement.

After School	Access II	Summer Youth	Woodlawn Terrace	General Fund	Total Funds	1998 Total Funds
\$ 112,209	\$ 9,077	\$ 8,262	\$ 82,761	\$ 46,916	\$ 363,648	\$ 204,028
				425,883	425,883	477,442
(1,424)	(1,256)	302	(57,761)	(17,809)	(74,651)	(41,048)
<u>\$110,785</u>	<u>\$ 7,821</u>	<u>\$ 8,564</u>	<u>\$ 25,000</u>	<u>\$ 454,990</u>	<u>\$ 714,880</u>	<u>\$ 640,422</u>

Association for Community Training, Inc.
STATEMENT OF ACTIVITY
 June 30, 1999
 with Comparative Totals at June 30, 1998

	Teenage Girls	Home- makers	Child Care	Drug Abuse
SUPPORT AND REVENUE				
Government Grants	\$ 89,867	\$ 482,597	\$ 609,375	\$ 8,418
Fiscal Management				
Other		5,107		
	<hr/>	<hr/>	<hr/>	<hr/>
Total Support and Revenue	89,867	487,704	609,375	8,418
EXPENDITURES				
Salaries	48,064	326,228	78,002	6,587
Fringe Benefits	5,052	43,971	8,496	543
Travel	3,387	12,476	2,425	
Insurance	2,926	14,133		
Equipment				
Office Supplies	1,445	3,193	2,839	104
Postage	222	660	528	64
Printing		797		
Professional Services	10,650	31,500	9,600	1,035
Rent	2,700	12,900	12,300	
Telephone	1,287	2,379	1,816	
Repairs	1,949	3,576	79	
Utilities	1,108	2,926	1,027	
Retreats and Field Trips	3,668		2,583	97
Homemaker Supplies		1,203		
Material and Supplies	3,328			
Teachers and Aides				
Consultants (Note F)				
Real Estate Interest				
Furn & Equip Rental				
Community Projects	200			
Fiscal Management	4,812	31,950		
Outside Services				
Depreciation				
Bank Charges				
Provider Reimbursement			493,168	
	<hr/>	<hr/>	<hr/>	<hr/>
Total Expenditures	\$ 90,798	\$ 487,892	\$ 612,863	\$ 8,430
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of this financial statement.

Association for Community Training, Inc.
 STATEMENT OF ACTIVITY
 June 30, 1999
 with Comparative Totals at June 30, 1998

	Teenage Girls	Home- makers	Child Care	Drug Abuse
Excess (deficiency) of Support and Revenue over Expenditures	\$ (931)	\$ (188)	\$ (3,488)	\$ (12)
Fund Balance, Beginning of Year	<u>(1,294)</u>	<u>2,393</u>	<u> </u>	<u>(129)</u>
Interfund Transfers	<u>1,294</u>	<u>4,607</u>	<u>904</u>	<u>141</u>
Fund Balance End of Year	\$ <u>(931)</u> =====	\$ <u>6,812</u> =====	\$ <u>(2,584)</u> =====	\$ <u> </u> =====

The accompanying notes are an integral part of this financial statement

After School	Access II	Summer Youth	Woodlawn Terrace	General Fund	Total Funds	1998 Total Funds
\$ (1,424)	\$ (1,256)	\$ 40	\$ (57,761)	\$ 17,226	\$ (47,794)	\$(71,980)
<u>517</u>	<u>(2,121)</u>	<u>127</u>	<u>(20,282)</u>	<u>(20,259)</u>	<u>(41,048)</u>	<u>47,243</u>
<u>(517)</u>	<u>2,121</u>	<u>135</u>	<u>20,282</u>	<u>(14,776)</u>	<u>14,191</u>	<u>(16,331)</u>
<u>=====</u> \$ (1,424)	<u>=====</u> \$ (1,256)	<u>=====</u> \$ 302	<u>=====</u> \$ (57,761)	<u>=====</u> \$ (17,809)	<u>=====</u> \$ (74,651)	<u>=====</u> \$(41,048)

Association For Community Training, Inc.
 STATEMENT OF CHANGES IN FINANCIAL POSITION
 June 30, 1999

	Teenage Girls	Home- makers	Child Care	Drug Abuse
SOURCES OF FUNDS				
Operations:				
Excess (Deficiency) of Revenues over Expenditures	\$ (931)	\$ (188)	\$(3,488)	\$ (12)
Items not requiring an outlay of working capital:				
Depreciation				
Disposition of equip.				
Increase in Accrued Payroll	328	1,499		108
Increase in Accounts Payable	575		45,307	
Decrease in Prepaid Expense				2,770
Decrease in Accounts Receivable	395			
Increase in Taxes Payable		57		
Increase in Deposits				
Increase in Due to Other Funds				
Decrease in Due From Other Funds		477		
Increase in Fund Balance				
Total Sources of Funds	<u>367</u>	<u>1,845</u>	<u>41,819</u>	<u>2,866</u>
USES OF FUNDS				
Increase in Grant Receivable			3,410	
Increase in Prepaid Expense				
Decrease in Accounts Payable		740		
Decrease in Taxes Payable	4		593	
Increase in Accts Receivable		3,448		4
Decrease in Accrued Payroll				
Increase in Fixed Assets				
Decrease in Fund Balance				
Decrease in Due to Other Funds	1,618		2,000	3,000
Increase in Due From Other Funds				
Total Uses of Funds	<u>1,622</u>	<u>4,188</u>	<u>6,003</u>	<u>3,004</u>
INCREASE (DECREASE) IN FUNDS	(1,255)	(2,343)	35,816	(138)
INTERFUND TRANSFERS	1,294	4,607	904	141
UNRESTRICTED CASH @ 7/01/98	1,627	6,805	6,621	541
UNRESTRICTED CASH @ 6/30/99	\$ <u>1,666</u>	\$ <u>9,069</u>	\$ <u>43,341</u>	\$ <u>544</u>

The accompanying notes are an integral part of this financial statement.

After School	Access II	Summer Youth	Woodlawn Terrace	General Fund	Combined Funds
\$ (1,424)	\$ (1,256)	\$ 40	\$ (57,761)	\$ 17,226	\$ (47,794)
230	401				2,458
109,500					155,490
1,984					5,149
		1,320		300	1,677
			6,010	1,145	7,155
	2,800	3,903		1,447	8,627
<u>110,290</u>	<u>1,945</u>	<u>5,263</u>	<u>(51,751)</u>	<u>20,118</u>	<u>132,762</u>
110,000					113,410
	302	2,407		6,154	9,603
19	25	1,759			2,400
	6,079	5,460			9,531
					5,460
1,659					8,277
<u>111,678</u>	<u>6,406</u>	<u>9,626</u>	<u>1,145</u>	<u>6,154</u>	<u>1,145</u>
			<u>1,145</u>		<u>149,826</u>
(1,388)	(4,461)	(4,363)	(52,896)	13,964	(17,064)
(517)	2,121	135	20,282	(14,776)	14,191
2,690	3,161	103	20,438	19,219	61,205
\$ <u>785</u>	\$ <u>821</u>	\$ <u>(4,125)</u>	\$ <u>(12,176)</u>	\$ <u>18,407</u>	\$ <u>58,332</u>
=====	=====	=====	=====	=====	=====

ASSOCIATION FOR COMMUNITY TRAINING, INC.
Shreveport, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1999

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Organization

The Association for Community Training, Inc. was incorporated on May 11, 1984 in Shreveport, Louisiana for civic and charitable purposes. Its mission is to provide services needed to enrich the lives of all needy citizens of Caddo Parish.

Program Activities

Access II - The goal of this program is providing at-risk African American boys in fourth through fifth grade in eight elementary schools in Caddo Parish. The program is designed to provide a comprehensive approach to meet the needs of youth and involve parents in helping to meet those needs.

After School Study - This is an after-school study program designed to enable under-achieving students to perform at the state minimum requirements in reading, mathematics, and writing. Through a contract with the Caddo Parish School Board, the program utilizes classrooms in several school locations and employs retired, certified teachers who provide individual instruction in small group settings to high-risk middle and elementary school youngsters.

Teenage Girls - This program provides an organization to help prevent adolescent pregnancies and encourage regular progression in school. Its aim is to improve the quality of life and experience success. The program's primary focus is teenage girls living in a single-parent household with multiple siblings at or below the poverty level.

ASSOCIATION FOR COMMUNITY TRAINING, INC.
Shreveport, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Program Activities

Homemakers - This program educates and assists families in good health, sanitation, and home safety. The services provided include performing routine household tasks, including laundry, mending, ironing, shopping and running errands, preparing and serving nutritious meals, cleaning, writing letters and completing forms on behalf of clients to secure services from governmental agencies, providing companionship, emotional support, and social stimulation, arranging or providing transportation as necessary in delivering these services, assisting clients with bathing, toileting, eating, ambulating, and performing "handy-man" activities.

Drug Abuse and Education - This program provides residents of Ledbetter Heights (a low income, economically deprived neighborhood) with a drug abuse education and prevention program focusing on: harmful effects of drugs, early intervention, individual counseling, and rehabilitation referral for the drug user.

Child Care Food - This program funds the provision of food to dependent recipients in approximately 300 day care homes. Homes must pass periodic fire and sanitation inspections and eligible providers must serve meals in conformity with meal plans approved by the United States Department of Agriculture.

Summer Youth - This program addresses a target population which includes low-income youth, potential school dropouts, and youth with difficulties that will hamper their capacity to enter the labor market and become self-sufficient citizens in the community. This is a nine week summer program designed to increase the basic skills and reduce the risks associated with the targeted group.

S U P P L E M E N T A R Y I N F O R M A T I O N

ASSOCIATION FOR COMMUNITY TRAINING, INC.
Shreveport, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Association for Community Training, Inc., 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 which are in accordance with activities or objectives specified. Separate accounts are maintained for each fund.

Summarized Financial Information for 1998

The financial information for the year ended June 30, 1998, presented for comparative purposes, is not intended to be a complete financial statement presentation.

NOTE B - DEBT

Debt of Association for Community Training, Inc. at June 30, 1999 consists of the following:

Mortgage payable, due in monthly installments of \$354.37, and \$175, maturing, November 1996, and December 1996 respectively, secured by real estate. Interest is 19.75%, and 8.5% respectively. ACT is currently in dispute with the mortgage companies over the amount payable and made only interest payments during the audit period. The amounts are shown on the statement of assets and liabilities at their full value.

Detail of Mortgage Payable:

Merrill Lynch	\$ 10,669
Lomas Mortgage	11,247
Balance 6/30/98	<u>21,916</u>
Less: Current Portion	21,916
Total	<u>\$ -</u> =====

ASSOCIATION FOR COMMUNITY TRAINING, INC.
Shreveport, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

NOTE C - ACCUMULATED UNPAID VACATION

Association policy provides for terminating employees to receive pay in lieu of accrued annual leave in accordance with the following:

1. Employees terminated during probationary period receive leave pay settlement.
2. Employees terminating with less than six (6) months service receive no settlement for unused vacation.
3. Employees with six (6) months or more service are paid for unused leave in accordance with policies.

Permanent employees accrue annual leave at a rate of 1 1/2 days per month of full-time employment. Maximum accrual vacation credit to be carried from one calendar year to the next shall not exceed thirty (30) days.

NOTE D - COMMITMENTS AND CONTINGENCIES

Grants 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 grants and their terms, it has accommodated the objectives of the organization to the provision of the grant.

ASSOCIATION FOR COMMUNITY TRAINING, INC.
Shreveport, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1999
(Continued)

NOTE E - SUMMARY OF FIXED ASSETS AND DEPRECIATION

Property, Plant and Equipment are stated at cost. The organization follows the practice of capitalizing all expenditures for property, plant and equipment in excess of \$75; the fair value of donated fixed assets is similarly capitalized. Depreciation is provided over the estimated useful lives of the respective assets on the straight-line basis.

	<u>COST</u>	<u>ACCUMULATED DEPRECIATION</u>	<u>NET</u>	DEPRECIATION ANNUAL RATES
LAND	\$ 36,000	-	36,000	n/a
BUILDING	410,331	109,782	300,549	6.7 percent
EQUIPMENT	139,507	77,050	62,457	14-20 percent
FURNITURE & FIXTURES	2,332	1,792	540	14 percent
VEHICLES	77,748	51,711	26,037	14 percent
	<u>\$ 665,918</u> =====	<u>240,335</u> =====	<u>425,583</u> =====	

NOTE F - MEDICAL CONSULTANT

The Association for Community Training entered into a contract with a local medical professional to provide medical services for program participants. This medical provider is the spouse of one of the members of the board of directors for the Association for Community Training. It was noted in the board minutes that this member did not vote on the awarding of this contract. In fact the member has resigned her position due to the contract participation by her spouse.

Association For Community Training, Inc.
Shreveport, Louisiana

STATEMENT OF SUPPORT AND EXPENDITURES - BUDGET AND ACTUAL

TEENAGE GIRLS
For the Year Ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT			
Governmental grant	\$ 90,008	\$ 89,867	\$ 141
Interest Income			
TOTAL SUPPORT	<u>90,008</u>	<u>89,867</u>	<u>141</u>
EXPENDITURES			
Personnel	53,949	53,116	833
Travel	6,828	7,055	(227)
Supplies	4,787	4,773	14
Equipment			
Operating Expenses	9,782	10,192	(410)
Community Projects	200	200	
Accounting/Audit	10,650	10,650	
Indirect Cost	3,812	4,812	(1,000)
TOTAL EXPENDITURES	<u>90,008</u>	<u>90,798</u>	<u>(790)</u>
EXCESS (DEFICIENCY) OF SUPPORT OVER EXPENDITURES	<u>\$ -</u>	<u>\$ (931)</u>	<u>\$ (931)</u>

Association For Community Training, Inc.
Shreveport, Louisiana

STATEMENT OF SUPPORT AND EXPENDITURES - BUDGET AND ACTUAL

HOMEMAKERS
For the Year Ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT			
Governmental Grant	\$ 481,048	\$ 482,597	\$ 1,549
Interest Income		5,107	5,107
TOTAL SUPPORT	<u>481,048</u>	<u>487,704</u>	<u>6,656</u>
EXPENDITURES			
Personnel	364,207	370,199	(5,992)
Travel	15,261	12,476	2,785
Equipment			
Operating Services	34,502	37,371	(2,869)
Supplies	5,981	4,396	1,585
Accounting/Audit	30,440	31,500	(1,060)
Indirect Cost	30,657	31,950	(1,293)
TOTAL EXPENDITURES	<u>481,048</u>	<u>487,892</u>	<u>(6,844)</u>
 EXCESS (DEFICIENCY) OF SUPPORT OVER EXPENDITURES	 \$ <u>-</u>	 \$ <u>(188)</u>	 \$ <u>(188)</u>

Association For Community Training, Inc.
Shreveport, Louisiana

STATEMENT OF SUPPORT AND EXPENDITURES - BUDGET AND ACTUAL

DRUG ABUSE
For the Year Ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT			
Governmental Grant	\$ 20,000	\$ 8,418	\$ (11,582)
TOTAL SUPPORT	<u>20,000</u>	<u>8,418</u>	<u>(11,582)</u>
EXPENDITURES			
Salaries	10,380	6,587	3,793
Fringe benefits	876	543	333
Contracted Services	400	1,035	(635)
Material and Supplies	5,778	104	5,674
Travel	-	97	(97)
Other Expenses	1,084	64	1,020
Equipment	-	-	
Indirect Cost	1,482	-	1,482
TOTAL EXPENDITURES	<u>20,000</u>	<u>8,430</u>	<u>11,570</u>
EXCESS (DEFICIENCY) OF SUPPORT OVER EXPENDITURES	\$ <u>-</u>	\$ <u>(12)</u>	\$ <u>(12)</u>

Association For Community Training, Inc.
Shreveport, Louisiana

STATEMENT OF SUPPORT AND EXPENDITURES - BUDGET AND ACTUAL

AFTER SCHOOL STUDY
For the Year Ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT			
Governmental grant	\$ 334,979	\$ 330,850	\$ (4,129)
Interest Income			
TOTAL SUPPORT	<u>334,979</u>	<u>330,850</u>	<u>(4,129)</u>
EXPENDITURES			
Personnel	115,894	115,963	(69)
Travel	338		338
Equipment	110,000	110,000	
Operating Services	58,673	58,963	(290)
Supplies	21,337	17,111	4,226
Accounting/Audit	18,300	18,300	
Indirect Cost	10,437	11,937	(1,500)
TOTAL EXPENDITURES	<u>334,979</u>	<u>332,274</u>	<u>2,705</u>
EXCESS (DEFICIENCY) OF SUPPORT OVER EXPENDITURES	\$ - =====	\$ (1,424) =====	\$ (1,424) =====

Association For Community Training, Inc.
Shreveport, Louisiana

STATEMENT OF SUPPORT AND EXPENDITURES - BUDGET AND ACTUAL

ACCESS II
For the Year Ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT			
Governmental grant	\$ 210,403	\$ 213,124	\$ 2,721
Interest Income			
TOTAL SUPPORT	<u>210,403</u>	<u>213,124</u>	<u>2,721</u>
EXPENDITURES			
Personnel	77,696	78,379	(683)
Travel	6,528	5,927	601
Supplies	5,887	6,529	(642)
Equipment			
Community Projects	60,750	63,650	(2,900)
Medical Consultant	30,000	30,000	
Operating Expenses	9,942	9,295	647
Accounting/Audit	10,550	10,550	
Indirect Cost	9,050	10,050	(1,000)
TOTAL EXPENDITURES	<u>210,403</u>	<u>214,380</u>	<u>(3,977)</u>
EXCESS (DEFICIENCY) OF SUPPORT OVER EXPENDITURES	<u>\$ -</u>	<u>\$ (1,256)</u>	<u>\$ (1,256)</u>

Association For Community Training, Inc.
Shreveport, Louisiana

STATEMENT OF SUPPORT AND EXPENDITURES - BUDGET AND ACTUAL

SUMMER YOUTH
For the Year Ended June 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
SUPPORT			
Governmental Grant	\$ 22,812	\$ 20,287	\$ (2,525)
TOTAL SUPPORT	<u>22,812</u>	<u>20,287</u>	<u>(2,525)</u>
EXPENDITURES			
Personnel	17,920	15,998	1,922
Fringe	1,500	1,394	106
Supplies	2,300	2,190	110
Equipment			
Rent	100	600	(500)
Other	992	65	927
TOTAL EXPENDITURES	<u>22,812</u>	<u>20,247</u>	<u>2,565</u>
EXCESS (DEFICIENCY) OF SUPPORT OVER EXPENDITURES	\$ <u>-</u>	\$ <u>40</u>	\$ <u>40</u>

JERRY L. WHITE
Certified Public Accountant

19 Colmart Way
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Directors
Association for Community Training, Inc.
Shreveport, Louisiana

I have audited the financial statements of the Association for Community Training, Inc., Shreveport, Louisiana as of and for the year ended June 30, 1999 and have issued my report thereon dated November 30, 1999. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Governmental Auditing Standards, issued by the Comptroller General of the United States.

Compliance

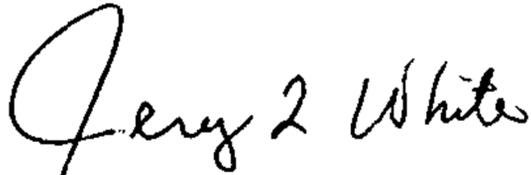
As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, I performed tests of Association for Community Training's compliance with certain provisions of laws, regulations, contracts, and grants, non-compliance with which could have a direct and 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, I considered the Association for Community Training 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 assurance on the internal control over financial reporting. My consideration of the internal control 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 for the information of the audit committee, management, and the State of Louisiana Legislative Auditor's office, and federal awarding agencies and pass-through entities. This restriction is not intended to limit the distribution of this report, which is a matter of public record.



JERRY L. WHITE
CERTIFIED PUBLIC ACCOUNTANT

November 30, 1999

JERRY L. WHITE
Certified Public Accountant

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
OMB CIRCULAR A-133**

Board of Directors
Association for Community Training, Inc.
Shreveport, Louisiana

Compliance

I have audited the compliance of Association for Community Training, Inc. with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the twelve month period ended June 30, 1999. The Association for Community Training Inc. 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 the Association for Community Training's management. My responsibility is to express an opinion on the Association for Community Training's compliance based on my audit.

I conducted my 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 the provisions of Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Those standards and OMB Circular A-133 require

that I 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 the Association for Community Training, Inc. compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination of the Association for Community Training, Inc.'s compliance with those requirements.

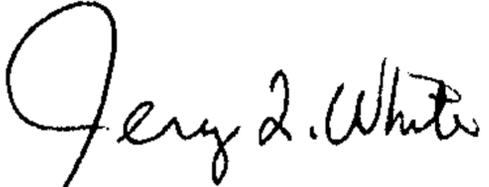
In my opinion, the Association for Community Training, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the twelve month period ended June 30, 1999.

Internal Control Over Compliance

The management of Association for Community Training, Inc., is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing my audit, I considered the Association for Community Training, 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 my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

My 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. 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 for the information of the audit committee, management, and the State of Louisiana Legislative Auditor's office and federal awarding agencies and pass-through entities. This restriction is not intended to limit the distribution of this report, which is a matter of public record.



JERRY L. WHITE
CERTIFIED PUBLIC ACCOUNTANT

November 30, 1999

ASSOCIATION FOR COMMUNITY TRAINING, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 1999

Section I--Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: *Unqualified*

Internal control over financial reporting:

Material weakness(es) identified? yes no

Reportable condition(s) identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? yes no

Reportable condition(s) identified that are not considered to be material weaknesses? yes none reported

Type of auditor's report issued on compliance for major programs: *Unqualified*

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133 yes no

Identification of major programs:

CFDA Number(s)

10.558

Name of Federal Program or Cluster

Child Care Food Program

Dollar threshold used to distinguish between type A and type B programs: \$500,000

Auditee qualified as low-risk auditee? yes no

ASSOCIATION FOR COMMUNITY TRAINING, INC.
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
For the Twelve Month Period Ended June 30, 1999

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE</u>	CFDA NUMBER	1998 EXPENDITURES
<u>MAJOR PROGRAMS:</u>		
<u>United States Department of Agriculture</u> Passed through Louisiana Department of Education Child and Adult Care	10.558	609,375
Total Major Federal Program Expenditures		-- 609,375
 <u>OTHER FEDERAL ASSISTANCE</u>		
<u>Department of Substance Abuse and Mental Health:</u>		
Passed through Louisiana Department of Education Drug Education and Prevention	84.186A	-- 8,418
Total Federal Program Expenditures		-- 617,793

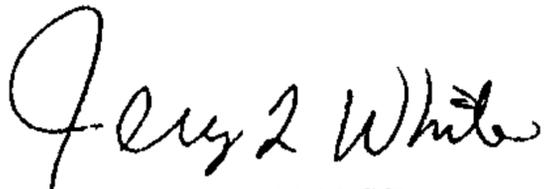
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MANAGEMENT LETTER COMMENTS

Board of Directors
Association for Community Training, Inc.
Shreveport, Louisiana

No management letter comments for 1998-1999 audit.



JERRY L. WHITE
CERTIFIED PUBLIC ACCOUNTANT

November 30, 1999

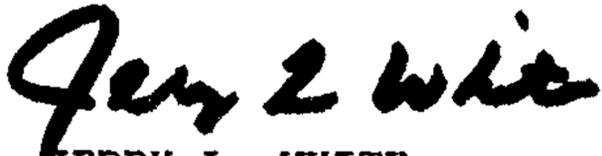
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MANAGEMENT'S CORRECTIVE ACTION PLAN

Board of Directors
Association for Community Training, Inc.
Shreveport, Louisiana

There were no audit findings and or comments for the year ended June 30, 1999 and therefore a Management Corrective Action Plan is not applicable.



JERRY L. WHITE
CERTIFIED PUBLIC ACCOUNTANT

November 30, 1999