

CENLA COMMUNITY ACTION COMMITTEE, INC.

AUDITED FINANCIAL STATEMENTS

18-MONTHS ENDED SEPTEMBER 30, 2020

CENLA COMMUNITY ACTION COMMITTEE, INC.

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
CENLA Community Action Committee, Inc.
Alexandria, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of CENLA Community Action Committee, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2020, and the related statement of activities, functional expenses and cash flows for the 18-months then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audits in accordance with auditing standards generally accepted in the United States of America 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of CENLA Community Action Committee, Inc., as of September 30, 2020, and the changes in its net assets and its cash flows for the 18-months then ended in accordance with accounting principles generally accepted in the United States of America.

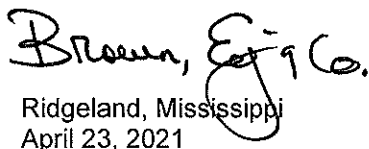
Other-Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information on pages 19 - 23 is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of *Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 23, 2021, on our consideration of CENLA Community Action Committee, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of CENLA Community Action Committee, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering CENLA Community Action Committee, Inc.'s internal control over financial reporting and compliance.


Ridgeland, Mississippi
April 23, 2021

CENLA COMMUNITY ACTION COMMITTEE, INC.
Statement of Financial Position
18-months Ended September 30, 2020

ASSETS	<u>2020</u>
Current Assets:	
Cash and cash equivalents	\$ 163,867
Grants and contracts receivables	<u>126,295</u>
Total Current Assets	<u>290,162</u>
Property and Equipment	
Furniture and equipment	<u>28,717</u>
Total Property and Equipment	28,717
Less: Accumulated depreciation	<u>(28,717)</u>
Net Property and Equipment	<u>-</u>
 TOTAL ASSETS	 <u>\$ 290,162</u>
 LIABILITIES AND NETS ASSETS	
Current Liabilities:	
Accounts payable	\$ 12,693
Refundable advances	63,414
Accrued annual leave	25,545
Accrued payroll payable	<u>5,294</u>
Total Current Liabilities	<u>106,946</u>
 TOTAL LIABILITIES	 <u>106,946</u>
 NET ASSETS	
Net Assets Without Donor Restrictions	119,988
Net Assets With Donor Restrictions	<u>63,228</u>
Total Net Assets	<u>183,216</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 290,162</u>

The Accompanying Notes are an intergral part of these Financial Statements.

CENLA COMMUNITY ACTION COMMITTEE, INC.
Statement of Activities
For the 18-Months Ended September 30, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2020</u>
SUPPORT AND REVENUES:			
SUPPORT:			
Grants and contracts	\$ 2,882,674	83,854	\$2,966,528
Net assets released from restrictions for satisfaction of program requirements	<u>20,626</u>	<u>(20,626)</u>	<u>-</u>
Total Support	<u>2,903,300</u>	<u>63,228</u>	<u>2,966,528</u>
REVENUES:			
Interest income	7	-	7
Other revenue	<u>70,417</u>	<u>-</u>	<u>70,417</u>
Total Revenues	<u>70,424</u>	<u>-</u>	<u>70,424</u>
TOTAL SUPPORT AND REVENUES	<u>2,973,724</u>	<u>63,228</u>	<u>3,036,952</u>
EXPENSES:			
PROGRAM SERVICES:			
Community services	786,505	-	786,505
Energy assistance and conservation	1,987,687	-	1,987,687
Senior aid and services	<u>90,830</u>	<u>-</u>	<u>90,830</u>
Total Program Services	<u>2,865,022</u>	<u>-</u>	<u>2,865,022</u>
SUPPORTIVE SERVICES:			
General and administrative	<u>95,322</u>	<u>-</u>	<u>95,322</u>
Total Supportive Services	<u>95,322</u>	<u>-</u>	<u>95,322</u>
TOTAL EXPENSES	<u>2,960,344</u>	<u>-</u>	<u>2,960,344</u>
Change in net assets	13,380	63,228	76,608
Net Assets at, Beginning of Year	<u>106,608</u>	<u>-</u>	<u>106,608</u>
NET ASSETS, END OF Year	<u>\$ 119,988</u>	<u>63,228</u>	<u>\$ 183,216</u>

The Accompanying Notes are an integral part of these Financial Statements.

CENLA COMMUNITY ACTION COMMITTEE, INC.
Statement of Functional Expenses
For the 18-Months Ended September 30, 2020

	<u>Community Services</u>	<u>Energy Assistance and Conservation</u>	<u>Senior Aid and Services</u>	<u>Total Program Services Expenses</u>	<u>General and Administrative</u>	<u>Total Expenses</u>
EXPENSES:						
Salaries and wages	\$ 451,506	154,182	19,380	625,068	4,756	\$ 629,824
Payroll tax expense	91,070	30,532	5,954	127,556	18,899	146,455
Fringe benefits	-	1,394	(1,394)	-	3,138	3,138
Supplies	18,964	23,897	14,857	57,718	38,740	96,458
Travel and conference	28,697	6,027	135	34,859	20,153	55,012
Space cost	13,788	14,245	3,391	31,424	(5)	31,419
Utilities	2,536	2,139	677	5,352	435	5,787
Telephone	1,678	7,137	1,306	10,121	737	10,858
Insurance and bonding	5,789	1,716	2,093	9,598	1,318	10,916
Postage	569	99	35	703	8	711
Repair and maintenance of building	676	-	-	676	-	676
Equipment expense	955	-	-	955	-	955
Board expense	114	-	-	114	-	114
Publication and printing	37	-	-	37	-	37
Specific assistance	122,516	1,725,464	33,107	1,881,087	515	1,881,602
Contractual	19,278	6,051	8,005	33,334	818	34,152
Advertisement	340	45	23	408	981	1,389
Liability insurance	11,789	-	662	12,451	-	12,451
Dues and subscriptions	5,252	4,472	415	10,139	177	10,316
Internet service	(153)	-	-	(153)	358	205
Legal, audit and accounting	7,884	10,287	1,366	19,537	(675)	18,862
Bank service charges	1,591	-	-	1,591	379	1,970
Other	<u>1,629</u>	<u>-</u>	<u>818</u>	<u>2,447</u>	<u>4,590</u>	<u>7,037</u>
Total expenses before depreciation	786,505	1,987,687	90,830	2,865,022	95,322	2,960,344
Depreciation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL EXPENSES	<u>\$ 786,505</u>	<u>1,987,687</u>	<u>90,830</u>	<u>2,865,022</u>	<u>95,322</u>	<u>\$ 2,960,344</u>

The Accompanying Notes are an intergral part of these Financial Statements.

CENLA COMMUNITY ACTION COMMITTEE, INC.
Statement of Cash Flows
For the 18-Months Ended September 30, 2020

CASH FLOWS USED FOR OPERATING ACTIVITIES:	<u>2020</u>
Changes in Net Assets	\$ 76,608
Adjustments to reconcile changes in net assets to net cash provided by operating activities:	
(Increase) decrease in:	
Grants receivable	(117,264)
Increase (decrease) in:	
Accounts payable	12,147
Payroll taxes payable	(1,213)
Accrued payroll	(10,959)
Refundable advances	63,414
Accrued annual leave	<u>6,164</u>
NET CASH USED IN OPERATING ACTIVITIES	<u>28,897</u>
NET INCREASE IN CASH	28,897
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>134,970</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 163,867</u>

The Accompanying Notes are an intergral part of these Financial Statements.

CENLA COMMUNITY ACTION COMMITTEE, INC.
Notes to the Financial Statements
For the 18-Months Ended September 30, 2020

NOTE 1 - BACKGROUND

CENLA Community Action Committee, Inc. (the "Organization") is a multi-funded private nonprofit community based organization designed to stimulate available resources to enable low-wealth individuals and families to attain skills, knowledge, and motivations, and secure the opportunities needed to become economically stable. The Organization operates community action programs in Rapides Parish.

The fiscal year of CENLA Community Action Committee, Inc. is October 1 - September 30.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Statement Presentation - The Organization is required to report information regarding its financial position and activities according to two classes of net assets, as applicable: net assets with donor restrictions and net assets without donor restrictions. In addition, the Organization is required to present a statement of functional expenses and cash flows.

Contributions - In accordance with FASB ASC 958 "Accounting for Contributions Received and Contributions Made", contributions are recognized as revenue upon the effective date of the award of the gift or grant by the donor or grantor. Contributions are recorded as unrestricted and temporarily restricted support depending on the existence and/or nature of any donor or grantor restrictions. The definition of contributions under SFAS applies to grant funds received by the Organization from federal grantors.

Use of 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.

Cash and Cash Equivalents - The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be "cash equivalents".

Property and Equipment - Property and equipment are recorded at costs. Property acquired is considered owned by the Organization. However, the respective funding sources have a reversionary interest in property purchased with grant funds or acquired through government appropriations; the disposition and ownership of any proceeds from the dispositions of property are subject to grant regulations.

The minimum expenditure amounts required, by funding sources, to capitalize non-expendable property within the Organization's property records are amounts over \$5,000.

Depreciation is provided using the straight line method over estimated useful lives. The estimated useful lives are as follows:

Building	30 years
Furniture and Fixtures	5-10 years
Equipment	5-10 years
Vehicles	5 years

CENLA COMMUNITY ACTION COMMITTEE, INC.
Notes to the Financial Statements
For the 18-Months Ended September 30, 2020

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Employees' Annual Leave - The Organization charges annual leave earned by employees which has not been used by them at the end of a period to the period that the leave is earned.

Functional Allocation of Expenses - The costs of providing the Organization's various programs and supporting services have been summarized on a functional basis. Accordingly, certain costs have been allocated among programs and supporting services benefited.

Donated Materials - Donated space and materials are reflected as contributions in the accompanying statements at their estimated fair values at date of receipt. The donated space and materials are recognized as both support and expenditure and therefore do not affect net assets.

Income Taxes - The Organization is a private, nonprofit corporation exempt from income taxes as granted by the Internal Revenue Service (IRS) under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal or state income taxes has been recorded on the accompanying financial statements. In addition, the State of Louisiana income tax laws recognizes the Organization as a tax-exempt organization for Louisiana income tax purposes.

The Organization has adopted recently issued accounting principles related to uncertain tax positions for the year ended September 30, 2020, and has evaluated its tax positions taken for all open tax years. Currently, the 2017, 2018 and 2019 tax years are open and subject to examination by the Internal Revenue Service; however, the Organization is not currently under audit nor has the Organization been contacted by any of these jurisdictions.

Based on the evaluation of the Organization's tax positions, management believes all positions taken would be upheld under an examination; therefore, no provision for the effects of uncertain tax positions has been recorded for the year ended September 30, 2020.

Classification of Net Assets - Net Assets of the Organization are classified based on the presence or absence of donor-imposed restrictions. Net Assets are comprised of two groups as follows:

- a) **Net Assets Without Donor Restrictions** - Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met.
- b) **Net Assets With Donor Restrictions** - Assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by the passage of time or by actions of the organization. Certain restrictions may need to be maintained in perpetuity.

CENLA COMMUNITY ACTION COMMITTEE, INC.
Notes to the Financial Statements
For the 18-Months Ended September 30, 2020

NOTE 3 - CONCENTRATION OF CREDIT RISK

The Organization maintains cash balances at a financial institution which is insured by the Federal Deposit Insurance Corporation. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of September 30, 2020, the Organization cash balances were fully insured.

NOTE 4 - LIQUIDITY AND AVAILABILITY

The Center strives to maintain liquid financial assets sufficient to cover 90 days of general expenditures. Financial assets in excess of daily cash requirements are invested in certificates of deposit, money market funds, and other short-term investments.

The following table reflects the Center's financial assets as of September 30, 2020, reduced by amounts that are not available to meet general expenditures within one year of the statement of financial position date because of internal board designations. In the event the need arises to utilize the board-designated funds for liquidity purposes, the reserves could be drawn upon through board resolution. Amounts not available to meet general expenditures within one year also may include net assets with donor restrictions. There were no net assets with donor restrictions at September 30, 2020.

Financial assets available for general expenditure at September 30, 2020, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

Cash and cash equivalents	\$	163,867
Grants Receivable		<u>126,295</u>
Financial assets available to meet cash needs for general expenditures within one year	\$	<u><u>290,162</u></u>

NOTE 5 - PROPERTY AND EQUIPMENT

A summary of property and equipment as of September 30, 2020 is as follows:

Description	Balance at 09/30/2020
Furniture and equipment	\$ <u>28,717</u>
Total Property and Equipment	28,717
Less: accumulated depreciation	<u>(28,717)</u>
Net Property and Equipment	<u><u>\$ -</u></u>

Depreciation expense for the year ended September 30, 2020 amounted to \$-.

CENLA COMMUNITY ACTION COMMITTEE, INC.
Notes to the Financial Statements
For the 18-Months Ended September 30, 2020

NOTE 6 - GRANT BALANCES AND GRANT CONDITIONS

The Organization has responsibility for expending grant funds in accordance with specified instructions from its funding sources. Any deficits resulting from over expenditures and/or questioned costs are the responsibility of the Organization.

Any unexpended grant funds at the end of the grant period may be refundable or carried over to the following period at the discretion of the funding sources.

Notwithstanding the audits by independent certified public accountants, all costs included in this report remain subject to audit by the agencies providing financial support within the limits of the Uniform Guidance. The determination as to whether costs will be allowable or unallowable under the grants will be made by representatives of the funding sources having authority to make and enforce contracts.

NOTE 7 - RETIREMENT PLAN

The Organization adopted a defined contribution pension plan that has been determined by the Internal Revenue Services to meet the requirements for qualifications under Section 403 (b) of the Internal Revenue Code, and which permits or requires amounts contributed there under to be applied under the contract on behalf of employees covered by the plan. Employees eligible to participate may contribute \$9,500 or 20% of their annual salary to the plan. CENLA will match the employees' contribution up to 5% of the employees' gross annual salary. The assets of the plan are managed by separate directors and are not included in the financial statements. For the 18-months ended September 30, 2020, CENLA contributions to the 403(b) Plan totaled \$4,938.

NOTE 8 - COMMITMENTS AND CONTINGENCIES

Operating Leases

The following is a schedule by years of minimum future space rentals on non-cancelable operating leases for the administrative offices as of September 30, 2020.

<u>Year Ending September 30:</u>	<u>Amount</u>
2021	\$ 18,000
2022	<u>16,500</u>
TOTALS	<u>\$ 34,500</u>

CENLA leases an office building operating leases. Rent expense for the 18-months ended September 30, 2020 totaled \$31,119.

NOTE 9 - CONCENTRATION OF CONTRIBUTIONS OR GRANTS

Approximately 52.00% of the Organization's funding is provided by grants from the U. S. Department of Health and Human Services.

CENLA COMMUNITY ACTION COMMITTEE, INC.
Notes to the Financial Statements
For the 18-Months Ended September 30, 2020

NOTE 10 - LITIGATION

CENLA Community Action Committee, Inc. maintains general liability, property, directors and officers and other insurance coverage in amounts the Company believes to be adequate.

In the ordinary course of its business, CENLA Community Action Committee, Inc. is a party to claims and legal actions by others. After consulting with legal counsel, the Organization is of the opinion that any liability that may ultimately be incurred as a result of these claims, legal actions, audits or investigations will not have a material adverse effect on the financial position or results of operations of CENLA Community Action Committee, Inc.

NOTE 11 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes or periods.

	<u>2020</u>
Subject to expenditures for specific purpose:	
Housing Counseling Assistance	\$ 45,307
Emergency Food & Shelter Program Assistance	<u>17,921</u>
Total	<u>\$ 63,228</u>

NOTE 12 - SUBSEQUENT EVENTS

Events that occur after the Statement of Financial Position date but before the financial statements are available to be issued must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the Statement of Financial Position date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the Statement of Financial Position date require disclosure in the accompanying notes. Management of CENLA Community Action Committee, Inc., evaluated the activity of the Organization through April 23, 2021, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.

NOTE 13 - COVID-19 FINANCIAL STATEMENT IMPACTS

The COVID-19 pandemic, whose effects first became known in January 2020, is having a broad and negative impact on commerce and financial markets around the world. The United States and global markets experienced significant declines in value resulting from uncertainty caused by the pandemic. The extent of the impact of COVID-19 on the Organization's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and its impacts on the Organization's, employees, and vendors, all of which at present, cannot be determined. Accordingly, the extent to which COVID-19 may impact the Organization's financial position and changes in net assets and cash flows is uncertain and the accompanying financial statements include no adjustments relating to the effects of this pandemic.



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

To the Board of Directors of
CENLA Community Action Committee, Inc.
Alexandria, Louisiana

We have audited, in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of CENLA Community Action Committee, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2020, and the related statement of activities, functional expenses and cash flows for the 18-months then ended, and the related notes to the financial statements, and have issued our report thereon dated April 23, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered CENLA Community Action Committee, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of CENLA Community Action Committee, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of CENLA Community Action Committee, Inc.'s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether CENLA Community Action Committee, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Brown, Egger & Co.

Ridgeland, Mississippi
April 23, 2021



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors of
CENLA Community Action Committee, Inc.
Alexandria, Louisiana

Report on Compliance for Each Major Federal Program

We have audited CENLA Community Action Committee, Inc.'s compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of CENLA Community Action Committee, Inc.'s major federal programs for the 18-months ended September 30, 2020. CENLA Community Action Committee, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of CENLA Community Action Committee, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of *Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 CENLA Community Action Committee, 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 on compliance for each major federal program. However, our audit does not provide a legal determination of CENLA Community Action Committee, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, CENLA Community Action Committee, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the 18-months ended September 30, 2020.

Report on Internal Control Over Compliance

Management of CENLA Community Action Committee, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered CENLA Community Action Committee, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of CENLA Community Action Committee, Inc.'s internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Brown, Egger & Co.

Ridgeland, Mississippi
April 23, 2021

CENLA COMMUNITY ACTION COMMITTEE, INC.
 Schedule of Expenditures of Federal Awards
 For the 18-Months Ended September 30, 2020

Federal Grant/ Pass-Through Grantor Program Title	Assistance Listing Number	Pass-Through Grant Number	Federal Expenditures
<u>U. S. Department Of Human Services</u>			
Pass through State of Louisiana:			
Office of Workforce Development			
<i>Community Service Block Grant Cluster Program:</i>			
CARES Act Community Service Block Grant	93.569	2001LACSC3	\$ 82,410
Community Service Block Grant	93.569	2019N0014	394,269
Community Service Block Grant -	93.569	2020N0014	<u>289,200</u>
Total Community Service Block Grant Cluster Program			<u>765,879</u>
Pass through State of Louisiana Housing Corporation:			
Low-Income Home Energy Assistance Program	93.568	LIHEAP 2018	45,910
Low-Income Home Energy Assistance Program	93.568	LIHEAP 2019	739,708
Low-Income Home Energy Assistance Program	93.568	LIHEAP 2020	872,669
CARES Act Low-Income Home Energy Assistance Program	93.568	LIHEAP 2019	<u>329,400</u>
			<u>1,987,687</u>
Total U. S. Department of Health and Human Services			<u>2,753,566</u>
Direct Funding			
Federal Emergency Management Agency			
Emergency Food and Shelter Program	97.024	33-3668-00	<u>13,533</u>
Total Federal Emergency Management Agency			<u>13,533</u>
<u>U.S. Department of Housing and Urban Development</u>			
Pass through State of Louisiana			
Housing Counseling Grant	14.169	N/A	<u>7,093</u>
Total U.S. Department of Housing & Urban Development			<u>7,093</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 2,774,192</u>

CENLA COMMUNITY ACTION COMMITTEE, INC.
Notes to Schedule of Expenditures of Federal Awards
For the 18-Months Ended September 30, 2020

NOTE 1 - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of CENLA Community Action Committee, Inc. under programs of the federal government for the year ended September 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of CENLA Community Action Committee, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of CENLA Community Action Committee, Inc.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

CENLA Community Action Committee, Inc. does not charge indirect cost and therefore has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

CENLA COMMUNITY ACTION COMMITTEE, INC.

SUPPLEMENTARY INFORMATION

18-MONTHS ENDED SEPTEMBER 30, 2020

SCHEDULE A

CENLA COMMUNITY ACTION COMMITTEE, INC.
 Combining Schedule of Revenues
 For the 18-Months Ended September 30, 2020

	Community Services and Economic Development	Energy Assistance and Conservation	General Fund	Senior Citizens Program	Total
REVENUES:					
Grants and contracts	\$ 849,733	1,987,687	-	129,108	\$ 2,966,528
Interest income	-	-	-	7	7
Other revenue	-	-	70,417	-	70,417
TOTAL SUPPORT AND REVENUES	<u>\$ 849,733</u>	<u>1,987,687</u>	<u>70,417</u>	<u>129,115</u>	<u>\$ 3,036,952</u>

SCHEDULE B

CENLA COMMUNITY ACTION COMMITTEE, INC.
 Community Service Programs
 Combining Schedule of Revenues and Expenses
 For the 18-Months Ended September 30, 2020

	Emergency Food and Shelter Program	Community Service Block Grant Program	Community Service Block Grant Program (CARES ACT)	Homebuyer Counseling Grant	TOTAL
REVENUES:					
Grants and contracts	\$ 31,454	683,469	82,410	52,400	\$ 849,733
TOTAL SUPPORT AND REVENUES	<u>31,454</u>	<u>683,469</u>	<u>82,410</u>	<u>52,400</u>	<u>849,733</u>
EXPENSES:					
Program Services					
Salaries and wages	-	431,748	12,834	6,924	451,506
Payroll tax expense	-	89,550	1,351	169	91,070
Supplies	-	18,964	-	-	18,964
Travel and conferences	-	28,697	-	-	28,697
Space cost	-	13,788	-	-	13,788
Utilities	-	2,536	-	-	2,536
Telephone	-	1,678	-	-	1,678
Insurance and bonding	-	5,789	-	-	5,789
Postage	-	569	-	-	569
Repair and maintenance	-	676	-	-	676
Equipment expense	-	955	-	-	955
Board expense	-	114	-	-	114
Publication and printing	-	37	-	-	37
Specific assistance	12,102	46,643	63,771	-	122,516
Contractual	-	14,838	4,440	-	19,278
Advertisement	-	340	-	-	340
Liability insurance	-	11,789	-	-	11,789
Dues and subscriptions	-	5,238	14	-	5,252
Internet service	-	(153)	-	-	(153)
Legal, audit and accounting	-	7,884	-	-	7,884
Bank service charges	1,431	160	-	-	1,591
Other	-	1,629	-	-	1,629
Total Program Services	<u>13,533</u>	<u>683,469</u>	<u>82,410</u>	<u>7,093</u>	<u>786,505</u>
Change in Net Assets	<u>17,921</u>	<u>-</u>	<u>-</u>	<u>45,307</u>	<u>63,228</u>
Net Asset, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Asset, End of Year	<u>\$ 17,921</u>	<u>-</u>	<u>-</u>	<u>45,307</u>	<u>\$ 63,228</u>

SCHEDULE C

CENLA COMMUNITY ACTION COMMITTEE, INC.
 Energy Assistance and Conservation
 Combining Schedule of Revenues and Expenses
 For the 18-Months Ended September 30, 2020

	<u>LIHEAP Grant Program</u>	<u>LIHEAP Grant (CARES ACT)</u>	<u>TOTAL</u>
REVENUES:			
Grants and contracts	\$ <u>1,658,287</u>	<u>329,400</u>	\$ <u>1,987,687</u>
TOTAL SUPPORT AND REVENUES	<u>1,658,287</u>	<u>329,400</u>	<u>1,987,687</u>
EXPENSES:			
Program Services			
Salaries and wages	154,182	-	154,182
Payroll tax expense	30,532	-	30,532
Fringe benefits	1,394	-	1,394
Supplies	23,897	-	23,897
Travel and conferences	6,027	-	6,027
Space cost	14,245	-	14,245
Utilities	2,139	-	2,139
Telephone	7,137	-	7,137
Insurance and bonding	1,716	-	1,716
Postage	99	-	99
Specific assistance	1,396,064	329,400	1,725,464
Contractual	6,051	-	6,051
Advertisement	45	-	45
Dues and subscription	4,472	-	4,472
Legal, audit and accounting	<u>10,287</u>	<u>-</u>	<u>10,287</u>
Total Expenses	<u>1,658,287</u>	<u>329,400</u>	<u>1,987,687</u>
Change in Net Assets	<u>-</u>	<u>-</u>	<u>-</u>
Net Assets, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Net Asset, End of Year	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>

SCHEDULE D

CENLA COMMUNITY ACTION COMMITTEE, INC.
 Senior Aid and Services
 Schedule of Revenues and Expenses
 For the 18-Months Ended September 30, 2020

	Senior Citizens Program
REVENUES:	
Grant revenue (non-federal)	\$ 129,108
Interest income	7
TOTAL SUPPORT AND REVENUES	<u>129,115</u>
EXPENSES	
Salaries	19,380
Payroll tax expense	5,954
Fringes benefits	(1,394)
Supplies	14,857
Travel and conferences	135
Space cost	3,391
Utilities	677
Telephone	1,306
Insurance and bonding	2,093
Postage	35
Specific assistance	33,107
Contractual	8,005
Advertisement	23
Liability Insurance	662
Dues and subscriptions	415
Legal, audit and accounting	1,366
Other	818
Total Expenses	<u>90,830</u>
Change in Net Assets	<u>38,285</u>
Net Asset, Beginning of Year	<u>(550)</u>
Net Asset, End of Year	<u>\$ 37,735</u>

SCHEDULE E

CENLA COMMUNITY ACTION COMMITTEE, INC.
 General and Administrative
 Schedule of Revenues and Expenses
 For the 18-Months Ended September 30, 2020

	<u>General and Administrative</u>
REVENUES:	
Other	\$ <u>70,417</u>
 TOTAL SUPPORT AND REVENUES	 <u>70,417</u>
EXPENSES	
Salaries and wages	\$ 4,756
Payroll tax expense	18,899
Fringe benefits	3,138
Supplies	38,740
Travel and conferences	20,153
Space cost	(5)
Utilities	435
Telephone	737
Insurance and bonding	1,318
Postage	8
Specific assistance	515
Contractual	818
Advertisement	981
Dues and subscriptions	177
Medical screening and background check	358
Legal, audit and accounting	(675)
Bank service charges	379
Other	<u>4,590</u>
Total Expenses	<u>95,322</u>
Change in Net Assets	<u>(24,905)</u>
 Net Asset, Beginning of Year	 <u>107,158</u>
Net Asset, End of Year	<u>\$ <u>82,253</u></u>

SCHEDULE F

CENLA COMMUNITY ACTION COMMITTEE, INC.
 Schedule of Compensation, Benefits, Reimbursements, and Other Payments to Chief Executive Officer
 For the 6-Months Ended September 30, 2019

In accordance with Act 706 passed during the 2014 regular Louisiana Legislative Session, the compensation, benefits, reimbursements and other payments to the Chief Executive Officer are presented as follows for Ms. Sally Cowan for the period 4/1/2019 thru 9/30/2019:

<u>Category</u>	<u>Amount</u>	<u>Total</u>
Salary	\$ <u>47,697</u>	
Total salary		\$ 47,697
Benefits:		
Health insurance	\$ 5,472	
Social security	2,879	
Medicare	673	
Retirement	<u>557</u>	
Total benefits		9,581
Travel:		
Airfare and lodging	776	
Per diem	<u>1,555</u>	
Total travel		<u>2,331</u>
Total Compensation, Benefits, Travel, and Other Expenses		\$ <u>59,609</u>

SCHEDULE G

CENLA COMMUNITY ACTION COMMITTEE, INC.
 Schedule of Compensation, Benefits, Reimbursements, and Other Payments to Chief Executive Officer
 For the Year Ended September 30, 2020

In accordance with Act 706 passed during the 2014 regular Louisiana Legislative Session, the compensation, benefits, reimbursements and other payments to the Chief Executive Officer are presented as follows for Ms.Sally Cowan for the period 10/1/2019 thru 9/30/2020:

<u>Category</u>	<u>Amount</u>	<u>Total</u>
Salary	\$ <u>66,633</u>	
Total salary		\$ 66,633
Benefits:		
Health insurance	\$ 9,311	
Social security	4,075	
Medicare	953	
Retirement	<u>2,380</u>	
Total benefits		16,719
Travel:		
Per diem	1,726	
Registration	<u>200</u>	
Total travel		<u>1,926</u>
Total Compensation, Benefits, Travel, and Other Expenses		\$ <u>85,278</u>

CENLA COMMUNITY ACTION COMMITTEE, INC.
 Schedule of Findings and Questioned Costs
 18-Months Ended September 30, 2020

SECTION 1. SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

- | | | |
|----|---|---------------|
| 1. | Type of auditor's report issued on the financial statements. | Unmodified |
| 2. | Material noncompliance relating to the financial statements. | None |
| 3. | Internal control over financial reporting: | |
| | a. Material weaknesses identified? | No |
| | b. Significant deficiencies identified that are not considered to be material weaknesses? | None Reported |

Federal Awards:

- | | | | | | | | | |
|---|---|---|----------------------------------|-------------------------------|--------|---|--------|--|
| 4. | Type of auditor's report issued on compliance for major federal programs | Unmodified | | | | | | |
| 5. | Internal control over major programs: | | | | | | | |
| | a. Material weaknesses identified? | No | | | | | | |
| | b. Significant deficiencies identified that are not considered to be material weaknesses? | None Reported | | | | | | |
| 6. | Audit findings that are required to be reported in accordance with 2 CFR Section 200.516(a)? | No | | | | | | |
| 7. | Federal programs identified as major programs: | | | | | | | |
| | <table border="0" style="width: 100%;"> <tr> <td style="text-align: left;"><u>Name of Federal Program or Cluster</u></td> <td style="text-align: right;"><u>Assistance Listing Number</u></td> </tr> <tr> <td>Community Service Block Grant</td> <td style="text-align: right;">93.569</td> </tr> <tr> <td>Low Income Home Energy Assistance Program</td> <td style="text-align: right;">93.568</td> </tr> </table> | <u>Name of Federal Program or Cluster</u> | <u>Assistance Listing Number</u> | Community Service Block Grant | 93.569 | Low Income Home Energy Assistance Program | 93.568 | |
| <u>Name of Federal Program or Cluster</u> | <u>Assistance Listing Number</u> | | | | | | | |
| Community Service Block Grant | 93.569 | | | | | | | |
| Low Income Home Energy Assistance Program | 93.568 | | | | | | | |
| 8. | The dollar threshold used to distinguish between type A and type B programs: | \$750,000 | | | | | | |
| 9. | Auditee did qualify as a low-risk auditee. | | | | | | | |

SECTION 2. FINDING - FINANCIAL STATEMENTS AUDIT

NONE

SECTION 3. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARDS PROGRAMS

NONE

CENLA COMMUNITY ACTION COMMITTEE, INC.
4008 Parliament Drive
Alexandria, Louisiana 71303

Summary Schedule of Prior Year Audit Findings
For the 18-Months Ended September 30, 2020

There were no audit findings for the year ended March 31, 2019.