

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

FINANCIAL STATEMENTS

AS OF DECEMBER 31, 2023 AND 2022  
AND FOR THE YEARS THEN ENDED

WITH  
INDEPENDENT AUDITOR'S REPORT



**SILAS SIMMONS** LLP

CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

Annual Financial Statements  
As of and for the Years Ended December 31, 2023 and 2022  
With Supplementary Information Schedules

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LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

Annual Financial Statements  
As of and for the Years Ended December 31, 2023 and 2022

With Supplementary Information Schedules

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## INDEPENDENT AUDITOR'S REPORT

Organization of Directors of the  
Louisiana United Methodist Children  
and Family Services, Inc.  
Ruston, Louisiana

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the accompanying financial statements of Louisiana United Methodist Children and Family Services, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2023 and 2022, the related statements of activities and cash flows for the years then ended as listed in the table of contents, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Louisiana United Methodist Children and Family Services, Inc. as of December 31, 2023 and 2022, and the respective changes in net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinion*

We conducted our audit 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Louisiana United Methodist Children and Family Services, Inc. organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Responsibilities of Management 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; and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Louisiana United Methodist Children and Family Services, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

## *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of Louisiana United Methodist Children and Family Services, Inc's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organizations' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### *Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards on page 46 is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the financial statements. The General Operating Fund detail schedules on pages 48-57, and the General Fixed Assets schedule on page 58 are presented for purposes of additional analysis and are 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 schedule of expenditures of federal awards, general operating fund detail, and general fixed asset schedule are fairly stated, in all material respects, in relation to the financial statements as a whole.

### *Other Supplementary Information*

Management is responsible for the other supplementary information included in the annual report. The other supplementary information comprises the schedule of compensation, benefits, and other payments to agency head but does not include the basic financial statements and our auditor's report thereon. Our opinion on the basic financial statements do not cover the other supplementary information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other supplementary information and consider whether a material inconsistency exists between the other supplementary information and the basic financial statements, or the other supplementary information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other supplementary information exists, we are required to describe it in our report.

### *Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2024, on our consideration of Louisiana United Methodist Children and Family Services 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 of the effectiveness of Louisiana United Methodist Children and Family Services, 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 Louisiana United Methodist Children and Family Services, Inc.'s internal control over financial reporting and compliance.

This report is intended for the information of the Organization of Directors of the Louisiana United Methodist Children and Family Services, Inc., their senior management team, and the Legislative Auditor of the State of Louisiana and is not intended to be, and should not be, used by anyone other than these specified parties.

*Silas Simmons, LLP*

Monroe, Louisiana  
June 24, 2024

**FINANCIAL STATEMENTS**

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

COMBINED STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2023 AND 2022

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fixed Assets	Total All Funds 2023	Total All Funds 2022
<b>Assets</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 2,892,938	\$ 894,775	\$ 8,662,350	\$ -	\$ 12,450,063	\$ 10,499,694
Accounts and cost reimbursement receivable (net)	3,574,705	-	278,409	-	3,853,114	5,546,358
Prepaid expenses and other	705,152	68,688	574	-	772,959	352,610 †
Promises to give - restricted (net)	-	-	213,268	-	213,268	253,871
Promises to give - unrestricted (net)	5,140	-	-	-	5,140	6,000
Inventory	72,070	-	-	-	72,070	83,803
Total current assets	<u>\$ 7,250,005</u>	<u>\$ 963,463</u>	<u>\$ 9,154,601</u>	<u>\$ -</u>	<u>\$ 17,366,614</u>	<u>\$ 16,742,336</u>
<b>Long-Term Investments</b>						
Stocks, bonds, and notes	\$ -	\$ 38,829,033	\$ 278,158	\$ -	\$ 39,107,191	\$ 36,055,062
Investment property	-	-	521,936	-	521,936	521,936
Trust funds - temporarily restricted	-	-	1,115,585	-	1,115,585	1,140,810
Cash surrender value life insurance	524,082	-	-	-	524,082	512,723
Total long-term investments	<u>\$ 524,082</u>	<u>\$ 38,829,033</u>	<u>\$ 1,915,679</u>	<u>\$ -</u>	<u>\$ 41,268,794</u>	<u>\$ 38,230,531</u>
<b>Property and Equipment</b>						
Land and improvements	\$ -	\$ -	\$ -	\$ 2,816,983	\$ 2,816,983	\$ 2,806,982
Property, plant, and equipment	-	-	-	39,284,139	39,284,139	38,214,666
Less: accumulated depreciation	-	-	-	(15,774,592)	(15,774,592)	(14,603,601)
Right to use asset	337,674	-	-	-	337,674	384,617
Construction in progress	-	-	-	148,347	148,347	62,425
Total property and equipment	<u>\$ 337,674</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,474,877</u>	<u>\$ 26,812,551</u>	<u>\$ 26,865,089</u>
<b>Other Assets</b>						
Utility deposits	\$ -	\$ -	\$ 14,494	\$ -	\$ 14,494	\$ 14,494
Assets held for sale	-	-	406,323	-	406,323	396,000
Promises to give - restricted (net)	-	-	155,703	-	155,703	391,449
Total other assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 576,520</u>	<u>\$ -</u>	<u>\$ 576,520</u>	<u>\$ 801,943</u>
Total assets	<u>\$ 8,111,761</u>	<u>\$ 39,792,496</u>	<u>\$ 11,646,800</u>	<u>\$ 26,474,877</u>	<u>\$ 86,024,479</u>	<u>\$ 82,639,899</u>

† After interfund payable/receivables have been eliminated.



LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

COMBINED STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2023 AND 2022

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fixed Assets	Total All Funds 2023	Total All Funds 2022
<b>Liabilities</b>						
<b>Current Liabilities</b>						
Accounts payable	\$ 631,166	\$ -	\$ 68,104	\$ -	\$ 699,270	\$ 872,971
Accrued compensation	1,651,515	-	-	-	1,651,515	1,460,768
Line of Credit	-	-	1,500,000	-	1,500,000	2,600,000
Lease Liability	337,674	-	-	-	337,674	384,616
Other payables	574	-	1,455	-	574	-
Total current liabilities	<u>\$ 2,620,929</u>	<u>\$ -</u>	<u>\$ 1,569,559</u>	<u>\$ -</u>	<u>\$ 4,189,033</u>	<u>\$ 5,318,355</u>
<b>Other Liabilities</b>						
Retirement payable	\$ 65,547	\$ -	\$ -	\$ -	\$ 65,547	\$ 84,975
Total other liabilities	<u>\$ 65,547</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 65,547</u>	<u>\$ 84,975</u>
Total liabilities	<u>\$ 2,686,476</u>	<u>\$ -</u>	<u>\$ 1,569,559</u>	<u>\$ -</u>	<u>\$ 4,254,580</u>	<u>\$ 5,403,330</u>
<b>Net Assets</b>						
Without donor restrictions	\$ 5,395,410	\$ 38,814,878	\$ 8,577,685	\$ 26,474,877	\$ 79,262,850	\$ 74,438,780
With donor restrictions	29,875	977,618	1,499,556	-	2,507,049	2,797,789
Total net assets	<u>\$ 5,425,285</u>	<u>\$ 39,792,496</u>	<u>\$ 10,077,241</u>	<u>\$ 26,474,877</u>	<u>\$ 81,769,899</u>	<u>\$ 77,236,569</u>
Total Liabilities and Net Assets	<u>\$ 8,111,761</u>	<u>\$ 39,792,496</u>	<u>\$ 11,646,800</u>	<u>\$ 26,474,877</u>	<u>\$ 86,024,479</u>	<u>\$ 82,639,899</u>

† After interfund payables/receivables have been eliminated.

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

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

COMBINED STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fixed Assets	Total All Funds 2023	Total All Funds 2022
<b>Revenue and Support</b>						
<b>Without Donor Restrictions</b>						
Contributions	\$ 1,467,009	\$ -	\$ 154,917	\$ -	\$ 1,621,926	\$ 2,588,149
Educational services	503,536	-	-	-	503,536	497,044
Children's home offerings	15,533	-	-	-	15,533	10,707
Wills and bequests	-	-	90,000	-	90,000	333,184
Child care support	29,626,765	-	-	-	29,626,765	25,272,663
Independent living services	598,196	-	-	-	598,196	611,025
Family development services	137,290	-	-	-	137,290	122,065
Methodist foster care	6,279,413	-	-	-	6,279,413	5,511,949
Foster care support grant	182,441	-	-	-	182,441	254,262
Trust funds	186,285	-	50,935	-	237,220	319,069
Interest income	141,215	213,105	116,265	-	470,585	247,097
Dividend and pooled funds income	252	405,538	129,486	-	535,276	611,894
Miscellaneous	439,912	74	-	-	439,986	454,554
Net realized and unrealized gain (loss) on investments	-	4,772,220	(31,956)	(1,946)	4,738,318	(6,892,196)
Other investment income	-	-	1,652,980	-	1,652,980	2,380,683
	<u>\$ 39,577,847</u>	<u>\$ 5,390,937</u>	<u>\$ 2,162,627</u>	<u>\$ (1,946)</u>	<u>\$ 47,129,465</u>	<u>\$ 32,322,149</u>
<b>Total unrestricted revenue and support</b>						
<b>Net Assets Released from Restrictions</b>						
Restrictions satisfied by payments & time	\$ 6,822	\$ 6,880	\$ 438,618	\$ -	\$ 452,320	\$ 1,032,008
<b>Expenses</b>						
Administrative and general	\$ 6,598,533	\$ 110,499	\$ 153,107	\$ -	\$ 6,862,139	\$ 6,657,605
Plant operation and maintenance	1,510,253	-	-	-	1,510,253	1,219,111
Medical and nursing	2,907,174	-	-	-	2,907,174	2,776,659
Dietary	2,226,163	-	-	-	2,226,163	2,130,306
W. A. J. Lewis building	2,409,341	-	-	-	2,409,341	2,209,583
Scott building	2,668,198	-	-	-	2,668,198	2,349,683
Residential group care	8,099,269	-	-	-	8,099,269	6,912,757
Recreational - PRTF	368,411	-	-	-	368,411	340,012
Educational services	1,201,271	-	-	-	1,201,271	1,204,317
Pastoral care	304,244	-	-	-	304,244	290,127
Family counseling center	312,262	-	-	-	312,262	477,628
Clinical services	2,853,135	-	-	-	2,853,135	2,367,691
Life skills services	688,797	-	-	-	688,797	744,789
Methodist foster care	6,720,021	-	-	-	6,720,021	5,803,145
Foster care support	194,303	-	-	-	194,303	246,014
Outdoor wilderness learning center	822,537	-	-	-	822,537	757,450
Development and public relations	726,591	-	-	-	726,591	673,724
Advocacy and community development	201,524	-	-	-	201,524	19,607
Provision for depreciation	-	-	-	1,682,080	1,682,080	1,500,356
	<u>\$ 40,812,027</u>	<u>\$ 110,499</u>	<u>\$ 153,107</u>	<u>\$ 1,682,080</u>	<u>\$ 42,757,713</u>	<u>\$ 38,680,564</u>
<b>Total expenses</b>						

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LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

COMBINED STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fixed Assets	Total All Funds 2023	Total All Funds 2022
Excess (Deficiency) of Revenue Over Expenses	\$ (1,227,358)	\$ 5,287,318	\$ 2,448,138	\$ (1,684,026)	\$ 4,824,072	\$ (5,326,407)
Change in Net Assets from Operations	\$ (1,227,358)	\$ 5,287,318	\$ 2,448,138	\$ (1,684,026)	\$ 4,824,072	\$ (5,326,407)
Other Changes in Net Assets Without Donor Restrictions						
Property and equipment acquisitions and transfers	(49,248)	-	(1,629,183)	1,678,431	-	-
Operating transfers	1,984,528	(1,984,528)	-	-	-	-
Change in Net Assets Without Donor Restrictions	\$ 707,922	\$ 3,302,790	\$ 818,955	\$ (5,595)	\$ 4,824,072	\$ (5,326,407)
Changes in Net Assets With Donor Restrictions						
Net realized and unrealized gain (loss) on investments	\$ -	\$ 105,951	\$ (25,224)	\$ -	\$ 80,727	\$ (339,475)
Pooled funds income	-	24,622	-	-	24,622	21,500
Contributions, wills and bequests, and grants (net of uncollectible)	-	-	56,231	-	56,231	534,930
Net assets released from restrictions	(6,822)	(6,880)	(438,618)	-	(452,320)	(1,032,008)
Transfers (to) from unrestricted net assets	-	40,050	(40,050)	-	-	-
Change in Net Assets with Donor Restrictions	\$ (6,822)	\$ 163,743	\$ (447,661)	\$ -	\$ (290,740)	\$ (815,053)
Increase (Decrease) in Net Assets	\$ 701,100	\$ 3,466,533	\$ 371,294	\$ (5,595)	\$ 4,533,332	\$ (6,141,460)
Net Assets - Beginning of Year	4,724,187	36,325,963	9,705,947	26,480,472	77,236,569	83,378,029
Net Assets - End of Year	\$ 5,425,287	\$ 39,792,496	\$ 10,077,241	\$ 26,474,877	\$ 81,769,901	\$ 77,236,569

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

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

COMBINED STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fixed Assets	Total All Funds 2023	Total All Funds 2022
<b>Cash Flows (to) from Operating Activities</b>						
Cash received from services	\$ 38,519,405	\$ -	\$ -	\$ -	\$ 38,519,405	\$ 32,168,400
Cash received from contributions and grants	1,537,373	-	705,894	-	2,243,267	2,878,659
Cash received from trust funds	186,293	-	50,935	-	237,228	256,123
Interest received	134,811	198,645	109,843	-	443,299	237,162
Dividends and pooled income	252	430,235	129,486	-	559,973	634,445
Receipts from investment properties	-	-	2,224,006	-	2,224,006	2,826,742
Miscellaneous receipts	24,197	-	254,393	-	278,590	21,425
Cash paid to employees, suppliers, and deposits	(40,818,377)	(110,499)	(637,197)	-	(41,566,073)	(37,270,287)
Cash received from (to) other funds	1,984,528	(1,984,528)	-	-	-	-
Net cash provided by (used for) operating activities	<u>\$ 1,568,482</u>	<u>\$ (1,466,147)</u>	<u>\$ 2,837,360</u>	<u>\$ -</u>	<u>\$ 2,939,695</u>	<u>\$ 1,752,669</u>
<b>Cash Flows (to) from Investing Activities</b>						
Proceeds from sale of investments	\$ -	\$ 4,487,930	\$ -	\$ -	\$ 4,487,930	\$ 5,079,584
Purchase of investments and CDs	-	(2,698,825)	-	-	(2,698,825)	(4,071,010)
Purchase of property and equipment	(49,248)	-	(1,629,683)	-	(1,678,931)	(3,042,950)
Endowment transfers	-	40,050	(40,050)	-	-	-
Proceeds from asset dispositions	-	-	500	-	500	14,898
Net cash provided by (used for) investing activities	<u>\$ (49,248)</u>	<u>\$ 1,829,155</u>	<u>\$ (1,669,233)</u>	<u>\$ -</u>	<u>\$ 110,674</u>	<u>\$ (2,019,478)</u>
<b>Cash Flows (to) from Financing Activities</b>						
Proceeds from UMF Line of Credit	-	-	\$ -	-	-	\$ -
Principal payments on UMF Line of Credit	-	-	(1,100,000)	-	(1,100,000)	(1,400,000)
Net cash provided by (used for) Financing activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,100,000)</u>	<u>\$ -</u>	<u>\$ (1,100,000)</u>	<u>\$ (1,400,000)</u>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	<u>\$ 1,519,234</u>	<u>\$ 363,008</u>	<u>\$ 68,127</u>	<u>\$ -</u>	<u>\$ 1,950,369</u>	<u>\$ (1,666,809)</u>
<b>Cash and Cash Equivalents - Beginning of Year</b>	<u>1,373,704</u>	<u>531,767</u>	<u>8,594,223</u>	<u>-</u>	<u>10,499,694</u>	<u>12,166,503</u>
<b>Cash and Cash Equivalents - End of Year</b>	<u><u>\$ 2,892,938</u></u>	<u><u>\$ 894,775</u></u>	<u><u>\$ 8,662,350</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 12,450,063</u></u>	<u><u>\$ 10,499,694</u></u>

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LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

COMBINED STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	General Operating Fund	Endowment Fund	Local Investment Fund	General Fixed Assets	Total All Funds 2023	Total All Funds 2022
<b>Reconciliation of Changes in Net Assets to Cash Provided by Operating Activities</b>						
Change in net assets	\$ 701,100	\$ 3,466,533	\$ 371,294	\$ (5,595)	\$ 4,533,332	\$ (6,141,460)
Adjustments to reconcile changes in net assets to net cash provided by:						
Depreciation and amortization	-	-	-	1,682,080	1,682,080	1,500,356
(Gain) loss on abandoned or sold assets	-	-	(500)	1,946	1,446	(20,411)
Decrease (increase) in receivables and promises to give	937,824	(14,461)	1,025,305	-	1,948,668	(809,167)
Decrease (increase) in prepaid expenses, deposits, and other	(416,673)	-	-	-	(416,673)	(72,348)
Decrease (increase) in inventory	11,734	-	-	-	11,734	(192,556)
Increase (decrease) in payables and accrued expenses	285,249	-	(287,631)	-	(2,382)	242,282
Realized and unrealized loss (gain) on investments	-	(4,878,169)	62,159	-	(4,816,010)	7,237,403
Purchase of property and equipment	49,248	-	1,629,683	(1,678,431)	500	14,898
Transfers to (from) other funds	-	(40,050)	40,050	-	-	-
Noncash bequest to assets for sale or real estate	-	-	(3,000)	-	(3,000)	(6,328)
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u>\$ 1,568,482</u>	<u>\$ (1,466,147)</u>	<u>\$ 2,837,360</u>	<u>\$ -</u>	<u>\$ 2,939,695</u>	<u>\$ 1,752,669</u>
<b>Interest Paid</b>	<u>\$ 96,262</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 96,262</u>	<u>\$ 89,308</u>
<b>Income Taxes Paid</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 3,000</u>

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

**FINANCIAL STATEMENTS OF INDIVIDUAL FUNDS**

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND  
STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2023 AND 2022

	2023	2022
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 2,892,938	\$ 1,373,704
Accounts and cost reimbursement receivables (net of \$769,680 and \$1,004,968 allowance for 2023 and 2022, respectively)	3,574,705	4,523,552
Unconditional promises to give (net of \$0 and \$0 allowance for 2023 and 2022, respectively)	5,140	6,000
Inventory	72,070	83,803
Due from Local Investment Fund	1,455	-
Prepaid expenses and other	703,697	298,383
Total current assets	\$ 7,250,005	\$ 6,285,442
 Right of Use Asset	\$ 337,674	\$ 384,617
Total property and equipment	\$ 337,674	\$ 384,617
 Long-Term Investments		
Cash surrender value life insurance	\$ 524,082	\$ 512,723
Total long-term investments	\$ 524,082	\$ 512,723
Total assets	\$ 8,111,761	\$ 7,182,782
 <b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts payable	\$ 631,166	\$ 515,781
Accrued compensation	1,651,515	1,460,768
Lease Liabilities	337,674	384,616
Due to Local Investment Fund	574	12,455
Total current liabilities	\$ 2,620,929	\$ 2,373,620
 Other Liabilities		
Retirement payable	\$ 65,547	\$ 84,975
Total other liabilities	\$ 65,547	\$ 84,975
Total liabilities	\$ 2,686,476	\$ 2,458,595
 <b>Net Assets</b>		
<b>Without Donor Restrictions</b>		
Undesignated	\$ 5,395,410	\$ 4,687,490
Designated	-	-
Total net assets without donor restrictions	\$ 5,395,410	\$ 4,687,490
 With donor restrictions	29,875	36,697
Total net assets	\$ 5,425,285	\$ 4,724,187
Total liabilities and net assets	\$ 8,111,761	\$ 7,182,782

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

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	2023	2022
<b>Revenue and Support Without Donor Restrictions</b>		
Contributions	\$ 1,467,009	\$ 1,412,809
Children's home offerings	15,533	10,707
Special events	139,982	110,919
Child care support	29,474,519	25,068,940
Independent living services	598,196	611,025
Family plus program	27,742	25,589
Family development services	137,290	122,065
Medical and nursing	124,504	178,134
Methodist foster care	6,279,413	5,511,949
Foster care support grant	182,441	254,262
Trust funds	186,285	258,061
Interest income	141,215	66,118
Dividend income	252	251
Outdoor wilderness learning center & equine program	265,807	306,971
Educational services	503,536	497,044
Miscellaneous income	34,123	35,902
	<b>\$ 39,577,847</b>	<b>\$ 34,470,746</b>
<b>Net Assets Released from Restrictions</b>		
Restrictions satisfied by payments	\$ 6,822	\$ -
<b>Expenses</b>		
Administrative and general	\$ 6,598,533	\$ 6,096,854
Plant operation and maintenance	1,510,253	1,219,111
Medical and nursing	2,907,174	2,776,659
Dietary	2,226,163	2,130,306
W. A. J. Lewis building	2,409,341	2,209,583
Scott building	2,668,198	2,349,683
Residential group care	8,099,269	6,912,757
Recreational - PRTF	368,411	340,012
Educational services	1,201,271	1,204,317
Pastoral care	304,244	290,127
Family counseling center	312,262	477,628
Clinical services	2,853,135	2,367,691
Life skills services	688,797	744,789
Methodist foster care	6,720,021	5,803,145
Foster Care Support	194,303	246,014
Outdoor wilderness learning center & equine program	822,537	757,450
Development and public relations	726,591	673,724
Capital expenditures	49,248	13,441
Advocacy and community development	201,524	19,607
	<b>\$ 40,861,275</b>	<b>\$ 36,632,898</b>

- continued -



LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	2023	2022
Excess (Deficiency) of Revenue Over Expenses	\$ (1,276,606)	\$ (2,162,152)
Net Assets Transferred From Other Funds	1,984,528	2,792,350
Change in Net Assets Without Donor Restrictions	\$ 1,984,528	\$ 2,792,350
Changes in Net Assets With Donor Restrictions		
Net assets released from restrictions	\$ (6,822)	\$ -
Change in Net Assets with Donor Restrictions	\$ (6,822)	\$ -
Increase (Decrease) in Net Assets	\$ 1,984,528	\$ 2,792,350
Net Assets - Beginning of Year	4,724,187	4,093,989
Net Assets - End of Year	\$ 6,708,715	\$ 6,886,339

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

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL OPERATING FUND  
STATEMENTS OF CASH FLOWS**

**AS OF DECEMBER 31, 2023 AND 2022**

	2023	2022
<b>Cash Flows (To) From Operating Activities</b>		
Cash received from services	\$ 38,519,405	\$ 32,168,400
Cash received from contributions	1,537,373	1,400,488
Income from trust funds	186,293	195,115
Interest received	134,811	64,358
Dividends received	252	251
Miscellaneous receipts	24,197	21,425
Transfer from other funds	1,984,528	2,792,350
Cash paid to employees and suppliers	(40,818,377)	(36,605,187)
Net cash provided by (used for) operating activities	\$ 1,568,482	\$ 37,200
<b>Cash Flows (To) From Investing Activities</b>		
Purchase of property and equipment	\$ (49,248)	\$ (13,441)
Net cash provided by (used for) investing activities	\$ (49,248)	\$ (13,441)
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	\$ 1,519,234	\$ 23,759
<b>Cash and Cash Equivalents - Beginning of Year</b>	1,373,704	1,349,945
<b>Cash and Cash Equivalents - End of Year</b>	\$ 2,892,938	\$ 1,373,704
<b>Reconciliation of Changes in Net Assets to Cash Provided by Operating Activities</b>		
Change in net assets	\$ 701,100	\$ 630,198
Adjustments to reconcile changes in net assets to net cash used by operating activities:		
(Increase) decrease in accounts receivable and pledges	937,825	(526,726)
(Increase) decrease in prepaid expenses	(405,314)	(58,521)
(Increase) decrease in inventory	11,734	5,332
(Increase) decrease in cash surrender value of life insurance	(11,359)	(13,827)
(Increase) decrease in right of use asset	46,942	(384,616)
Increase (decrease) in accounts payable	118,266	(214,998)
Increase (decrease) in accrued wages	190,746	219,342
Increase (decrease) in deferred revenue	(4,336)	1,258
Increase (decrease) in lease liabilities	(46,942)	384,616
Increase (decrease) in retirement payable	(19,427)	(18,299)
Purchase of property and equipment	49,248	13,441
<b>Net Cash Provided by (Used for) Operating Activities</b>	\$ 1,568,482	\$ 37,200
<b>Interest Paid</b>	\$ 96,262	\$ 74,240
<b>Income Taxes Paid</b>	\$ -	\$ -

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

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

ENDOWMENT FUND  
STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2023 AND 2022

	2023	2022
<b>Assets</b>		
Current Assets		
Cash and cash equivalents	\$ 894,775	\$ 531,767
Accrued interest and dividends	68,688	54,227
Total current assets	\$ 963,463	\$ 585,994
Long-Term Investments		
Investments - Depository Trust Company - custodian	\$ 19,533,914	\$ 17,958,954
Investments - Merrill Lynch - custodian	19,295,119	17,781,015
Total long-term investments	\$ 38,829,033	\$ 35,739,969
Total assets	\$ 39,792,496	\$ 36,325,963
<b>Net Assets</b>		
Without Donor Restrictions		
Undesignated	\$ 36,850,476	\$ 33,527,560
Designated	1,964,402	1,984,528
Total net assets without donor restrictions	\$ 38,814,878	\$ 35,512,088
With donor restrictions	977,618	813,875
Total net assets	\$ 39,792,496	\$ 36,325,963

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

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

ENDOWMENT FUND  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	2023	2022
<b>Revenue and Support Without Donor Restrictions</b>		
Dividend income	\$ 223,998	\$ 203,522
Interest income	213,105	169,991
Settlement income and other	74	762
Income from pooled funds	181,540	361,285
Realized and unrealized gain (loss) on investments	4,772,220	(6,880,703)
Total revenue and support without donor restrictions	\$ 5,390,937	\$ (6,145,143)
<b>Net Assets Released from Restrictions</b>		
Restrictions satisfied by payments	\$ 6,880	\$ 2,908
<b>Expenses</b>		
Management and custody fees	\$ 110,499	\$ 96,630
Total expenses	\$ 110,499	\$ 96,630
<b>Excess (Deficiency) of Revenue Over Expenses</b>	\$ 5,287,318	\$ (6,238,865)
<b>Other Changes in Net Assets Without Donor Restrictions</b>		
Transfer (to) from Operating Fund	\$ (1,984,528)	\$ (1,792,350)
Transfer (to) from Local Investment Fund	-	-
<b>Change in Net Assets Without Donor Restrictions</b>	\$ 3,302,790	\$ (8,031,215)
<b>Changes in Net Assets With Donor Restrictions</b>		
Net realized and unrealized gain (loss) on investments	\$ 105,951	\$ (153,848)
Income from pooled funds	24,622	21,500
Net assets released from restrictions	(6,880)	(2,908)
Transfer (to) from Local Investment Fund	40,050	30,000
<b>Change in Net Assets With Donor Restrictions</b>	\$ 163,743	\$ (105,256)
<b>Change in Net Assets</b>	\$ 3,466,533	\$ (8,136,471)
<b>Net Assets - Beginning of Year</b>	36,325,963	44,462,434
<b>Net Assets - End of Year</b>	\$ 39,792,496	\$ 36,325,963

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

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

ENDOWMENT FUND  
STATEMENTS OF CASH FLOWS

AS OF DECEMBER 31, 2023 AND 2022

	2023	2022
<b>Cash Flows (To) From Operating Activities</b>		
Interest received	\$ 198,645	\$ 156,301
Dividends and settlements received	224,072	212,445
Income from pooled funds	206,163	382,785
Transfers to operating fund	(1,984,528)	(1,792,350)
Cash paid to suppliers of services and taxes	(110,499)	(96,630)
Net cash provided by (used for) operating activities	\$ (1,466,147)	\$ (1,137,449)
<b>Cash Flows (To) From Investing Activities</b>		
Proceeds from sale of securities	\$ 4,487,930	\$ 5,073,476
Transfer from local investment fund	40,050	30,000
Purchase of securities	(2,698,825)	(4,071,010)
Net cash provided by (used for) investing activities	\$ 1,829,155	\$ 1,032,466
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	\$ 363,008	\$ (104,983)
<b>Cash and Cash Equivalents - Beginning of Year</b>	531,767	636,750
<b>Cash and Cash Equivalents - End of Year</b>	\$ 894,775	\$ 531,767
<b>Reconciliation of Changes in Net Assets to Cash Provided by Operating Activities</b>		
Change in net assets	\$ 3,466,533	\$ (8,136,471)
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
(Increase) decrease in receivables	(14,461)	(5,529)
Net realized and unrealized (gain) loss on investments	(4,878,169)	7,034,551
Transfers to (from) other funds	(40,050)	(30,000)
<b>Net Cash Provided by (Used for) Operating Activities</b>	\$ (1,466,147)	\$ (1,137,449)
<b>Interest Paid</b>	\$ -	\$ -
<b>Income Taxes Paid</b>	\$ -	\$ -

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

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

LOCAL INVESTMENT FUND  
STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2023 AND 2022

	2023	2022
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 8,662,350	\$ 8,594,223
Accounts receivable	278,409	1,022,806
Accounts receivable - promises to give (current portion)	213,268	253,871
Due from Operations Fund	574	12,455
Total current assets	\$ 9,154,601	\$ 9,883,355
<b>Long-Term Investments</b>		
Stocks and bonds	\$ 278,158	\$ 315,093
Hattye Jordan Trust Fund - temporarily restricted	283,808	275,488
Barbara Williamson Trust Fund - temporarily restricted	688,232	721,736
The Pomeroy Trust, LLC - temporarily restricted	135,486	135,486
R. D. Webb Property - temporarily restricted	8,059	8,100
Lorraine Howard Property	462,035	462,035
R. D. Shelley Property	801	801
L. V. Lindingham Property	100	100
A. P. White Property	59,000	59,000
Total long-term investments	\$ 1,915,679	\$ 1,977,839
<b>Other Assets</b>		
Utility and rent deposits	\$ 14,494	\$ 14,494
Assets held for sale	406,323	396,000
Accounts receivable - promises to give (net of \$66,580 and \$71,580 allowance for 2023 and 2022, respectively)	155,703	391,449
Total other assets	\$ 576,520	\$ 801,943
Total assets	\$ 11,646,800	\$ 12,663,137
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts payable	\$ 68,104	\$ 357,190
Due to Operations Fund	\$ 1,455	\$ -
Line of Credit - United Methodist Foundation	1,500,000	2,600,000
Total current liabilities	\$ 1,569,559	\$ 2,957,190
<b>Net Assets</b>		
<b>Without Donor Restrictions</b>		
Undesignated	\$ 7,824,506	\$ 7,373,730
Designated:		
Capital improvements	\$ 753,179	\$ 385,000
Total designated	\$ 753,179	\$ 385,000
Total net assets without donor restrictions	\$ 8,577,685	\$ 7,758,730
<b>With Donor Restrictions</b>	1,499,556	1,947,217
Total net assets	\$ 10,077,241	\$ 9,705,947
Total liabilities and net assets	\$ 11,646,800	\$ 12,663,137

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

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

LOCAL INVESTMENT FUND  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	2023	2022
<b>Revenue and Support Without Donor Restrictions</b>		
Loraine Howard Property (oil and gas, timber, rents)	\$ 1,849,195	\$ 2,248,732
R. D. Webb Property (oil and gas)	18,059	172,958
Shelley Property (oil and gas)	55,117	82,384
Thurman Property (oil and gas)	28,605	64,152
Other investment property	604	551
Louisiana reforestation grant	-	10,000
Trust funds	50,935	61,008
Wills and bequests	90,000	333,184
Contributions and memorials	154,917	1,175,340
Dividend income	11,500	19,742
Interest income	116,265	19,149
Income from pooled funds	117,986	18,933
Net realized and unrealized gain (loss) in investments	(31,956)	(17,006)
Total revenue and support without donor restrictions	\$ 2,461,227	\$ 4,189,127
<b>Net Assets Released from Restrictions</b>		
Restrictions satisfied by payments	\$ 438,618	\$ 1,029,120
Restrictions satisfied by time	-	-
Total net assets released from restrictions	\$ 438,618	\$ 1,029,100
<b>Expenses</b>		
Administrative and general	\$ 150,107	\$ 461,121
Oil and gas expenditures	298,600	198,094
Capital expenditures	1,629,683	3,029,509
Income tax	3,000	3,000
Total expenses	\$ 2,081,390	\$ 3,691,724
<b>Excess (Deficiency) of Revenue Over Expenses</b>	\$ 818,455	\$ 1,526,503
<b>Other Changes in Net Assets Without Donor Restrictions</b>		
Transfer (to) from General Fund (net)	\$ -	\$ (1,000,000)
Transfer (to) from Fixed Assets Fund (net)	500	14,898
Total other changes in net assets without donor restrictions	\$ 500	\$ (985,102)
<b>Change in Net Assets Without Donor Restrictions</b>	\$ 818,955	\$ 541,401
<b>Changes in Net Assets With Donor Restrictions</b>		
Net realized and unrealized gain (loss) in investments	\$ (25,224)	\$ (185,627)
Contributions and grants	56,231	534,930
Net assets released from restrictions	(438,618)	(1,029,100)
Transfer (to) from Endowment Fund	(40,050)	(30,000)
Total changes in net assets with donor restrictions	\$ (447,661)	\$ (709,797)
<b>Change in Net Assets With Donor Restrictions</b>	\$ (447,661)	\$ (709,797)
<b>Increase (Decrease) in Net Assets</b>	\$ 371,294	\$ (168,396)
<b>Net Assets - Beginning of Year</b>	9,705,947	9,874,343
<b>Net Assets - End of Year</b>	\$ 10,077,241	\$ 9,705,947

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

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**LOCAL INVESTMENT FUND  
STATEMENTS OF CASH FLOWS**

**AS OF DECEMBER 31, 2023 AND 2022**

	2023	2022
<b>Cash Flows (To) From Operating Activities</b>		
Cash received from contributions, wills, and bequests	\$ 705,894	\$ 1,478,171
Cash received from trust funds	50,935	61,008
Interest received	109,843	16,503
Dividends and pooled funds	129,486	38,964
Receipts from investment properties	2,224,006	2,826,742
Transfers to operating fund	-	(1,000,000)
Receipts from insurance proceeds	254,393	-
Cash paid to suppliers and utility deposits	(637,197)	(568,470)
Net cash provided by (used for) operating activities	\$ 2,837,360	\$ 2,852,918
<b>Cash Flows (To) From Investing Activities</b>		
Transfer (to) from Endowment Fund (net)	\$ (40,050)	\$ (30,000)
Capital purchases for Plant Fund (net)	(1,629,683)	(3,029,509)
Proceeds from disposition of assets (net)	500	14,898
Proceeds from sale of stock	-	6,108
Net cash provided by (used for) investing activities	\$ (1,669,233)	\$ (3,038,503)
<b>Cash Flows (To) From Financing Activities</b>		
Proceeds from UMF Line of Credit	\$ -	\$ -
Payments on UMF Line of Credit	(1,100,000)	(1,400,000)
Net cash provided by (used for) financing activities	\$ (1,100,000)	\$ (1,400,000)
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	\$ 68,127	\$ (1,585,585)
<b>Cash and Cash Equivalents - Beginning of Year</b>	8,594,223	10,179,808
<b>Cash and Cash Equivalents - End of Year</b>	\$ 8,662,350	\$ 8,594,223
<b>Reconciliation of Changes in Net Assets to</b>		
<b>Cash Provided by Operating Activities</b>		
Change in net assets	\$ 371,294	\$ (168,396)
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
(Gain) loss on sale of assets	(500)	(14,898)
Noncash donation of stock, building, and equipment	(3,000)	(6,328)
(Increase) decrease in receivables and promises to give	1,025,305	(276,912)
(Increase) decrease in prepaid expense and other	-	(197,888)
Realized and unrealized (gain) loss on investments	62,159	202,852
Transfers to (from) other funds	40,050	30,000
Purchase of property and equipment (net)	1,629,683	3,029,509
Increase (decrease) in accounts payable	(287,631)	254,979
<b>Net Cash Provided by (Used for) Operating Activities</b>	\$ 2,837,360	\$ 2,852,918
<b>Interest Paid</b>	\$ -	\$ 15,068
<b>Income Taxes Paid</b>	\$ 3,000	\$ 3,000

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



**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL FIXED ASSETS  
STATEMENTS OF FINANCIAL POSITION**

**DECEMBER 31, 2023 AND 2022**

	2023	2022
<b>Assets</b>		
Property and Equipment		
Autos, trucks, and buses	\$ 1,830,955	\$ 1,461,296
Tractors and ground equipment	589,316	581,238
Furniture, fixtures, and equipment	1,034,472	1,085,884
Building and improvements	35,829,396	35,086,248
Land and land improvements	2,816,983	2,806,982
	\$ 42,101,122	\$ 41,021,648
Less: accumulated depreciation	(15,774,592)	(14,603,601)
	\$ 26,326,530	\$ 26,418,047
Construction in progress	148,347	62,425
	\$ 26,474,877	\$ 26,480,472
	\$ 26,474,877	\$ 26,480,472
<b>Net Assets</b>		
Without Donor Restrictions		
Undesignated	\$ 26,474,877	\$ 26,480,472
Designated	-	-
Total net assets without donor restrictions	\$ 26,474,877	\$ 26,480,472
With donor restrictions	-	-
	\$ 26,474,877	\$ 26,480,472
	\$ 26,474,877	\$ 26,480,472

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

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL FIXED ASSETS  
STATEMENTS OF ACTIVITIES**

**FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
<b>Expenses</b>		
Provision for depreciation	\$ (1,682,080)	\$ (1,500,356)
Gain (loss) on assets abandoned or sold	<u>(1,946)</u>	<u>5,513</u>
<b>Excess (Deficiency) of Revenue Over Expenses</b>	\$ (1,684,026)	\$ (1,494,843)
<b>Acquisition of Property and Equipment Without Donor Restrictions</b>		
Transfers from other funds	<u>1,678,431</u>	<u>3,028,052</u>
<b>Change in Net Assets Without Donor Restrictions</b>	\$ (5,595)	\$ 1,533,209
<b>Net Assets - Beginning of Year</b>	<u>26,480,472</u>	<u>24,947,263</u>
<b>Net Assets - End of Year</b>	<u><u>\$ 26,474,877</u></u>	<u><u>\$ 26,480,472</u></u>

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

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**GENERAL FIXED ASSETS  
STATEMENTS OF CASH FLOWS**

**AS OF DECEMBER 31, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
<b>Cash Flows (To) From Operating Activities</b>		
Cash transfers (to) from other funds	\$ -	\$ -
Net cash provided by (used for) operating activities	<u>\$ -</u>	<u>\$ -</u>
<b>Cash Flows (To) From Investing Activities</b>		
Proceeds from sale of assets	\$ -	\$ -
Net cash provided by (used for) investing activities	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Cash Equivalents - Beginning of Year</b>	<u>\$ -</u>	<u>\$ -</u>
<b>Cash and Cash Equivalents - End of Year</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
<b>Reconciliation of Changes in Net Assets to Cash Provided by Operating Activities</b>		
Change in net assets	\$ (5,595)	\$ 1,533,209
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	1,682,080	1,500,356
(Gain) loss on assets abandoned or sold	1,946	(5,513)
Transfers (from) to other funds	<u>(1,678,431)</u>	<u>(3,028,052)</u>
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
<b>Interest Paid</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
<b>Income Taxes Paid</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

**NOTES TO THE FINANCIAL STATEMENTS**

**LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022****NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****Organization and Purpose**

Louisiana United Methodist Children and Family Services, Inc. (the Organization) is a Louisiana nonprofit corporation owned by the Louisiana Annual Conference of the United Methodist Church. All powers and authority of the Organization shall be vested in and exercised by a Board of Directors and the property, business, and affairs of the Organization shall be managed under the direction of the Board of Directors. The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

The Organization (sometimes doing business as "The Louisiana Methodist Children's Home") seeks to minister to the diverse needs of Louisiana's children and families experiencing stress, brokenness, and other special circumstances. The Organization was formed for educational, eleemosynary, literary, scientific, and charitable objectives and purposes. The Organization develops, administers, and operates various residential and outpatient programs. These programs provide valutive, therapeutic, educational, recreational, and social services for the youth and their families.

The Lorraine Howard Educational Center (a.k.a. Howard School), located on the grounds of Louisiana Methodist Children's Home in Ruston, is a Louisiana Department of Education (LDOE) "Top Gains" alternative school. Fully licensed by LDOE as an alternative school, Howard School provides quality educational services to residents of the Organization and to select students from Lincoln Parish at the request of the Lincoln Parish School Board.

Louisiana United Methodist Children and Family Services, Inc. provides psychiatric residential treatment facility (PRTF) services under network provider agreements with Healthy Louisiana managed care organizations. In 2023, Healthy Louisiana is managed by six independent managed care organizations which are contracted by Louisiana Department of Health. On February 24, 2022, the PRTF located in Mandeville, Louisiana moved into the new thirty (32) bed facility in Loranger, Louisiana.

**Methodist Foster Care**

Therapeutic Foster Care is a family-based service which allows a child to live in a home with trained Therapeutic Foster Care Parents while receiving intensive treatment from community-based providers of mental health services for their emotional and behavioral needs. Therapeutic Foster Care gives a child a supportive family setting until the natural family can be reunited or a permanent placement can be arranged for the child.

**Donated Nonfinancial Assets**

During the year ended December 31, 2023 donated nonfinancial assets totaled \$75,525 which consisted of \$8,891 of jars, \$500 utility trailer, \$2,500 2011 Land Master vehicle in Southeast Louisiana, \$56,964 in clothing, shoes, toys, crafts, schools supplies and holiday novelty items, and \$6,670 in special event supplies, gift cards and food. Valuation was recorded at retail cost. The jars were utilized for the production of salsa and jelly which are associated with the OWL program.

During the year ended December 31, 2022 donated nonfinancial assets totaled \$461,237 which consisted of \$2,232 of Mayhaw berries, \$4,120 of jars, \$1,075 saddles, a \$396,000 residential home property, \$51,300 in clothing, shoes, toys, crafts, schools supplies and holiday novelty items, and \$6,510 in special event supplies, gift cards and food. Valuation was recorded at retail cost. The Mayhaw berries and jars were utilized for the production of salsa and jelly which are associated with the OWL program. The residential home is listed as an asset held for sale in the Local Investment Fund.

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

**Concentration of revenue**

The Organization receives a significant portion of its revenue from grants/contracts from government agencies, thus the Organization is subject to possible cutbacks due to changes in funding priorities. During 2023 and 2022, the Organization received approximately seventy-nine percent (79%) and ninety-seven percent (97%), respectively, of its gross public support from such grants/contracts.

**Basis of Accounting**

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted (GAAP) in the United States of America. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

*Net assets without donor restrictions* - Net assets which are not subject to donor-imposed stipulations.

*Net assets with donor restrictions* - Net assets subject to donor-imposed stipulations that will either 1) expire by incoming expenses satisfying the restricted purpose (purpose-restricted), and/or the passage of time or other events (time-restricted), or 2) will never expire (perpetual in nature). When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

**Liquidity**

Assets are presented in the accompanying statement of financial position according to their nearness of conversion to cash and liabilities according to the nearness of their maturity and resulting use of cash.

**Cash and Cash Equivalents**

For purposes of the Statement of Cash Flows, the Organization considers all unrestricted highly liquid investments with a maturity of six months or less to be cash and cash equivalents.

**Certificates of Deposit**

The Organization had one and one certificates of deposit as of December 31, 2023 and 2022, respectively, that were unrestricted funds:

	<u>2023</u>	<u>2022</u>
Local Investment Fund		
Cash and cash equivalents:		
Louisiana National Bank Toma Lodge, Ruston, Louisiana, dated August 22, 2022, maturing February 20, 2023, 0.15% annual percentage rate, interest credited monthly.	\$ -	\$ 100,000

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

## NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

## Certificates of Deposit (continued)

	<u>2023</u>	<u>2022</u>
Local Investment Fund		
Cash and cash equivalents		
Louisiana National Bank Toma Lodge, Ruston, Louisiana, dated August 22, 2023, maturing February 19, 2024, 2.0% annual percentage rate, interest credited monthly.	<u>100,000</u>	<u>-</u>
Cash and cash equivalents	<u>\$ 100,000</u>	<u>\$ 100,000</u>

## Letters of Credit

During the current year, the Organization obtained a letter, dated July 31, 2023, from Origin Bank, Ruston, Louisiana, stating that the Organization has a standing approval for a \$300,000 letter of credit through December 31, 2024. The letter of credit approval is to satisfy licensing requirements of \$100,000 for each of the Organization's Ruston, Loranger, and Sulphur, Louisiana locations.

During the prior year, the Organization obtained a letter, dated November 14, 2022, from Origin Bank, Ruston, Louisiana, stating that the Organization has a standing approval for a \$300,000 letter of credit through December 31, 2023. The letter of credit approval is to satisfy licensing requirements of \$100,000 for each of the Organization's Ruston, Mandeville, and Sulphur, Louisiana locations.

## Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions. This will affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Significant estimates include those assumed in valuing promises to give, the market values of investments, expected return on investments, estimated life expectancies, and the useful lives of depreciable assets. It is at least possible that the significant estimates will change within the next year.

## Accounts Receivable

The Organization routinely grants clients and clients' families credit for their services. The Organization also receives pledges that represent receivables. The policy for charging off uncollectible client service receivables is as follows: Debts for client care will be written off only when all reasonable attempts at recovery have been taken and it is not cost effective to continue the process. If the account has been discharged in bankruptcy, it is charged off in that period. If all attempts at recovery have been taken, debts will be written off for the client care in three years unless a prior determination has been made. The CFO will recommend debts for client care to be written off to the President/CEO or his/her designee.

**LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Accounts Receivable (continued)**

The policy for charging off uncollectible pledge receivables is as follows: Contributors who make pledges will be sent reminders from the DPR department. If the pledge is not given in the time specified or within one year thereafter, the account will be recommended to the president/CEO of the Organization for write-off by the DPR department. If the pledge has been discharged in bankruptcy it is charged off in that period.

An allowance for uncollectible accounts related to services and cost reimbursement totaled \$769,680 and \$1,004,968 as of December 31, 2023 and 2022, respectively. Also, an allowance related to accounts for unconditional promises to give totaled \$66,580 and \$71,580 as of December 31, 2023 and 2022, respectively.

The president/CEO or his/her designee must approve all debts for write-off after being satisfied that the recovery procedures have been complied with and that all reasonable attempts at recovery have been satisfied.

As of December 31, 2023 and 2022, the Organization's accounts receivable contains \$83,183 and \$88,598, respectively, due from the Lincoln Parish School Board for the state and local funds for educational services provided to resident and nonresident students of Howard School. For 2023, this receivable is the net amount of federal, state, and local funding derived from the Louisiana Department of Education's October 1, 2022 and February 1, 2023 student counts at Howard School, less actual services and benefits received from the Lincoln Parish School Board. For 2022, the Louisiana Department of Education's October 1, 2021 and February 1, 2022 student counts were used.

**Donated Property and Services**

Donated services and property are recognized at fair market value at the time the assets are made available to the Organization. No amounts have been reflected in the financial statements for donated services. The Organization pays for most services requiring specific expertise.

**Inventory**

Purchased inventory is stated at cost. Donated inventory is stated at approximate fair market value at the time of donation.

**Property and Equipment**

Fixed assets are recorded at cost if purchased or market value at time of donation. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets ranging from 3 to 50 years.

**Contributions**

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

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized.



**LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Contributions (continued)**

Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

The Organization primarily receives unrestricted contributions with the exception of certain bequests of future interest in testamentary trusts; these net assets are temporarily restricted by the donor until the trust matures at some future date and unconditional promises to give to be received in future periods.

Unconditional promises to give are recognized as revenues or gains in the period received as assets, decreases in liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

**Penalties**

The Organization paid \$0 and \$2,000 penalties for the years ended December 31, 2023 and 2022, respectively.

**Functional Allocation of Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities.

Costs are allocated between fundraising, management, and general or the appropriate program based on evaluations of the related benefits. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

**Credit Risk**

The Organization maintains cash accounts in various institutions with locations in Ruston, Louisiana. The balances are insured by the Federal Deposit Insurance Corporation, up to \$250,000. At December 31, 2023 and 2022, the Organization had no uninsured cash balances, but held \$10,518,569 and \$8,905,693, respectively, in securities purchases with an obligation to sell.

**NOTE 2 - DEFINED CONTRIBUTION PLAN**

The Organization sponsors employees regularly working more than 1,040 hours per year with more than 12 months of service in the Lay Employees' Pension Fund of the United Methodist Church whereby it matches the employees' 3% minimum contribution two-for-one for a total cost to the Organization of 6% of participating employees' gross earnings. Contributions by the Organization totaled \$850,486 for 2023 and \$786,967 for 2022. The Organization also funds the minister's retirement with the Louisiana Annual Conference of the United Methodist Church. Contributions by the Organization totaled \$17,734 and \$17,543 during 2023 and 2022, respectively.

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

## NOTE 3 - INVESTMENTS

The Organization's investments and certain cash and cash equivalents are held primarily by a national investment banking and financial services company and are managed by an investment advisor in accordance with the terms of an investment advisory agreement.

Investments in equity securities with readily determinable fair values and all investments in debt securities are measured at fair value in the statement of financial position. Pursuant to Accounting Standards Codification 958, *Financial Statements of Not-For-Profit Entities*, gains and losses on investments are reported in the statement of activities as increases or decreases in unrestricted net assets unless their use is temporarily or permanently restricted by explicit donor stipulations or by law.

	<u>2023</u>	<u>2022</u>
Net income (loss) for years – Endowment Fund		
Interest	\$ 213,105	\$ 169,991
Dividends and settlement income	224,072	204,284
Income from pooled fund	206,162	382,785
Realized and unrealized gains and (losses)	<u>4,878,171</u>	<u>(7,034,551)</u>
	\$ 5,521,510	\$ (6,277,491)
Less: investment expenses	<u>(110,499)</u>	<u>(96,630)</u>
	<u>\$ 5,411,011</u>	<u>\$ (6,374,121)</u>

Gross proceeds from the sale of securities amounted to \$4,487,930 and \$5,073,476 for the years ended December 31, 2023 and 2022, respectively.

Investments in this fund had a cost basis of \$29,557,665 with unrealized gains of \$9,271,367 as of December 31, 2023. During the year 2023 the Organization recognized unrealized gains of \$4,417,480 on these investments. Investments in this fund had a cost basis of \$30,580,984 with unrealized gains of \$5,158,985 as of December 31, 2022. During the year 2022 the Organization recognized unrealized losses of \$7,763,777 on these investments.

**Local Investment Fund**

During 2000, the Organization received a bequest from the Estate of Hattye Jordan. The Hattye Recoulley Jordan Charitable Remainder Unitrust has Hancock Whitney Bank as trustee and the Organization will receive the assets of the trust upon the death of the recipient. The assets of the trust were valued based upon available market rates discounted for the life expectancy of the recipient. The market values of the trust were \$333,419 and \$329,603 for 2023 and 2022, respectively. The discounted values were \$283,808 and \$275,488 for 2023 and 2022, respectively.

During 2015, the Organization received a bequest from the Estate of Barbara Williamson. The Barbara Williamson Charitable Lead Trust has an individual as the trustee and the Organization received a 20% interest in the assets of the trust. The assets are payable to the Organization at the rate of 5% of the fair market value of the assets of the trust on December 31 of each year for 50 years. The fair market value of 20% interest of the assets of the trust was \$720,045 and \$758,696 as of December 31, 2023 and 2022, respectively. The discounted values were \$688,232 and \$721,736 for 2023 and 2022, respectively.

During 2017, the Organization recorded a bequest from the Estate of Annie Pomeroy of an 1/7<sup>th</sup> interest in the Pomeroy Trust, LLC. The assets of the limited liability company were recorded at cost of \$135,486 and \$135,486 to reflect the Organization's interest as of December 31, 2023 and 2022, respectively.

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

NOTE 3 – INVESTMENTS (continued)

The Organization records unrealized gains and losses of securities held by the various trusts in the Statement of Activities as increases or decreases in temporarily restricted net assets.

**Other Information**

Also, at the end of 2009, the United Methodist Foundation of Louisiana established a “Donor Advised Fund” in an account named “Methodist Home for Children New Orleans Endowment.” The fund is a permanently restricted fund of the United Methodist Foundation, with an annual distribution available for use to operate a children’s home in the Greater New Orleans area.

The market value of the assets in the permanently restricted fund was \$497,923 and \$432,813 as of December 31, 2023 and 2022, respectively.

**Operating Fund**

The Organization owns two (2) cash surrender value life insurance policies with Met Life. The policies were issued on the lives of two (2) former officers of the Organization with current annual premiums of \$2,500 each paid with paid-up additional insurance surrendered. The original investments for each policy in paid-up additional insurance were \$70,000 and \$75,000, respectively. The increases in cash surrender value of life insurance for the years ended December 31, 2023 and 2022, were \$11,359 and \$13,828, respectively. The cash surrender values of the policies as of December 31, 2023 and 2022, were \$524,082 and \$512,724, respectively.

NOTE 4 – FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 Measurements) and the lowest priority to unobservable inputs (Level 3 Measurements). The three levels of the fair value hierarchy under ASC 820 are described as follows:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has ability to access.

Level 2: Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

NOTE 4 - FAIR VALUE MEASUREMENTS (continued)

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Fair Value of Assets Measured on a Recurring Basis

The Organization's investments in securities with readily determinable fair values are recorded at fair value based on quoted market prices. For those investments, where quoted prices are unavailable, management estimates fair value based on quoted prices for similar instruments with consideration of actively quoted interest rates, credit ratings and spreads, prepayment models, and collateral data. The Organization utilizes several externally managed funds of funds for private equity, venture capital, and hedge funds, and with these types of investments, quoted prices are often unavailable, and pricing inputs are generally unobservable. The Organization relies on the valuation procedures and methodologies of the external managers hired specifically to invest in such securities or in strategies which employ such securities. The application of those valuation procedures and methodologies are borne out in each manager's FASB ASC 820 compliant annual audited financial statements and were monitored through the Organization's reporting periods ended December 31, 2023 and 2022.

Investments held in pooled accounts managed by United Methodist Foundation are included in Level 2 of the fair value hierarchy as the investment pool is valued using the net asset value as reported by the custodian. The net asset values are determined based on the fair values of the underlying investments. The custodian uses independent pricing services, where available, to value the securities. If an independent pricing service does not value a security or the value is not, in the view of the custodian, representative of the market value, the custodian will attempt to obtain a price quote from a secondary pricing source, which may include third party brokers, investment advisers, and principal market makers or affiliated pricing services. If a secondary source is unable to provide a price, the custodian may obtain a quotation from the counterparty that sold the security.

This method may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation method is appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the hierarchy, the Organization's assets measured at fair value on recurring basis as of December 31, 2023 and 2022.

The following table sets forth a summary of changes in the fair value of the Organization's Level 3 assets in the Local Investment Fund for the years ended December 31, 2023 and 2022.

	<u>2023</u>	<u>2022</u>
Closely-held company stock:		
Balance, beginning of year	\$ 235,664	\$ 231,544
Unrealized gains(losses) related to instruments still held at report date	<u>(30,797)</u>	<u>4,120</u>
Balance, end of year	<u>\$ 204,867</u>	<u>\$ 235,664</u>

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

NOTE 4 - FAIR VALUE MEASUREMENTS (continued)	Cost Basis	Fair Market Basis	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Unrealized Gain (Loss)
<b>2023 LOCAL INVESTMENT FUND</b>						
Equity securities - cost or donated value						
Publicly Traded	\$ 39,962	\$ 73,291	\$ 73,291	\$ -	\$ -	\$ 33,329
Closely Held	16,984	204,867	-	-	204,867	187,883
Total Equity securities	<u>\$ 56,946</u>	<u>\$ 278,158</u>	<u>\$ 73,291</u>	<u>\$ -</u>	<u>\$ 204,867</u>	<u>\$ 221,212</u>
Net income - Local Investment Fund						
Interest		\$ 116,266				
Dividends		129,486				
		<u>\$ 245,752</u>				
<b>2023 INVESTMENTS ENDOWMENT FUND</b>						
<u>Argent Trust Company - Ruston, LA</u>						
Cash equivalents	<u>\$ 888,321</u>	<u>\$ 894,775</u>				
Equities						
Mutual funds						
Mutual funds - foreign	\$ 1,720,460	\$ 1,937,081	\$ 1,937,081	\$ -	\$ -	\$ 216,621
Mutual funds - domestic	974,769	1,779,055	1,779,055	-	-	804,286
Total mutual funds	<u>\$ 2,695,229</u>	<u>\$ 3,716,136</u>	<u>\$ 3,716,136</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,020,907</u>
Common stock	\$ 3,855,291	\$ 9,448,964	\$ 9,448,964	\$ -	\$ -	\$ 5,593,673
Total equities	<u>\$ 6,550,520</u>	<u>\$ 13,165,100</u>	<u>\$ 13,165,100</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,614,580</u>
Corporate bonds	\$ 2,651,610	\$ 2,492,546	\$ -	\$ 2,492,546	\$ -	\$ (159,064)
Foreign bonds nts and debentures	55,066	45,452	-	45,452	-	(9,614)
Mortgage bond	1,377,111	1,276,343	-	1,276,343	-	(100,768)
Municipal obligations	300,975	288,277	-	288,277	-	(12,698)
Taxable municipal obligations	1,111,433	984,900	-	984,900	-	(126,533)
U.S. governmental agency bonds	993,751	988,201	988,201	-	-	(5,550)
U.S. treasuries	285,517	293,095	293,095	-	-	7,578
Total fixed income securities	<u>\$ 6,775,463</u>	<u>\$ 6,368,814</u>	<u>\$ 1,281,296</u>	<u>\$ 5,087,518</u>	<u>\$ -</u>	<u>\$ (406,649)</u>
Total Argent Investments without cash	<u>\$ 13,325,983</u>	<u>\$ 19,533,914</u>	<u>\$ 14,446,396</u>	<u>\$ 5,087,518</u>	<u>\$ -</u>	<u>\$ 6,207,931</u>
<u>The United Methodist Foundation of LA</u>						
Cash equivalents	<u>\$ -</u>	<u>\$ -</u>				
Mutual Funds - Equity	\$ 2,343,101	\$ 2,045,022	\$ 2,045,022	\$ -	\$ -	\$ (298,079)
Money Accounts	352,141	352,141	-	352,141	-	-
Stocks and Related	8,989,872	12,171,937	12,171,937	-	-	3,182,065
Corporate Bonds	1,385,790	1,368,410	-	1,368,410	-	(17,380)
Government and Agency Securities	2,151,491	2,103,269	617,393	1,485,876	-	(48,222)
Pooled income funds	1,009,287	1,254,339	-	1,254,339	-	245,052
Total United Methodist Foundation Investments without cash	<u>\$ 16,231,682</u>	<u>\$ 19,295,118</u>	<u>\$ 14,834,352</u>	<u>\$ 4,460,766</u>	<u>\$ -</u>	<u>\$ 3,063,436</u>
Endowment fund total investments without cash equivalents	<u>\$ 29,557,665</u>	<u>\$ 38,829,032</u>	<u>\$ 29,280,748</u>	<u>\$ 9,548,284</u>	<u>\$ -</u>	<u>\$ 9,271,367</u>
Total stocks, bonds, and notes	<u>\$ 29,614,611</u>	<u>\$ 39,107,190</u>	<u>\$ 29,354,039</u>	<u>\$ 9,548,284</u>	<u>\$ 204,867</u>	<u>\$ 9,492,579</u>

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

NOTE 4 - FAIR VALUE MEASUREMENTS (continued)	Cost Basis	Fair Market Basis	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Unrealized Gain (Loss)
<b>2022 LOCAL INVESTMENT FUND</b>						
Equity securities - cost or donated value						
Publicly Traded	\$ 39,962	\$ 79,429	\$ 79,429	\$ -	\$ -	\$ 39,467
Closely Held	16,984	235,664	-	-	235,664	218,680
Total Equity securities	<u>\$ 56,946</u>	<u>\$ 315,093</u>	<u>\$ 79,429</u>	<u>\$ -</u>	<u>\$ 235,664</u>	<u>\$ 258,147</u>
Net income - Local Investment Fund						
Interest		\$ 19,149				
Dividends		38,675				
		<u>\$ 57,824</u>				
<b>2022 INVESTMENTS ENDOWMENT FUND</b>						
<b><u>Argent Trust Company - Ruston, LA</u></b>						
Cash equivalents	<u>\$ 531,767</u>	<u>\$ 531,767</u>				
<b>Equities</b>						
<b>Mutual funds</b>						
Mutual funds - foreign	\$ 1,720,460	\$ 1,731,349	\$ 1,731,349	\$ -	\$ -	\$ 10,889
Mutual funds - domestic	1,081,678	1,775,142	1,775,142	-	-	693,464
Total mutual funds	<u>\$ 2,802,138</u>	<u>\$ 3,506,491</u>	<u>\$ 3,506,491</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 704,353</u>
Common stock	\$ 3,970,855	\$ 7,984,811	\$ 7,984,811	\$ -	\$ -	\$ 4,013,956
Total equities	<u>\$ 6,772,993</u>	<u>\$ 11,491,302</u>	<u>\$ 11,491,302</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,718,309</u>
Corporate bonds	\$ 2,849,107	\$ 2,591,379	\$ -	\$ 2,591,379	\$ -	\$ (257,728)
Foreign bonds nts and debentures	105,801	89,606	-	89,606	-	(16,195)
Intermediate term fixed income fund	114,740	96,990	-	96,990	-	(17,750)
Mortgage bond	1,402,874	1,278,003	-	1,278,003	-	(124,871)
Municipal obligations	412,547	390,588	-	390,588	-	(21,959)
Short term fixed income fund	239,529	225,840	-	225,840	-	(13,689)
Taxable municipal obligations	1,137,126	967,963	-	967,963	-	(169,163)
U.S. government agency bonds	740,865	731,189	731,189	-	-	(9,676)
U.S. treasuries	100,120	96,094	96,094	-	-	(4,026)
Total fixed income securities	<u>\$ 7,102,709</u>	<u>\$ 6,467,652</u>	<u>\$ 827,283</u>	<u>\$ 5,640,369</u>	<u>\$ -</u>	<u>\$ (635,057)</u>
Total Argent Investments without cash	<u>\$ 13,875,702</u>	<u>\$ 17,958,954</u>	<u>\$ 12,318,585</u>	<u>\$ 5,640,369</u>	<u>\$ -</u>	<u>\$ 4,083,252</u>
<b><u>The United Methodist Foundation of LA</u></b>						
Cash equivalents	<u>\$ -</u>	<u>\$ -</u>				
Mutual Funds - Equity	\$ 2,702,470	\$ 2,255,610	\$ 2,255,610	\$ -	\$ -	\$ (446,860)
Money accounts	445,455	445,455	-	445,455	-	-
Preferred stocks	185	17	-	-	-	(168)
Stocks and related	9,318,006	10,946,688	10,946,688	-	-	1,628,682
Corporate bonds	1,363,466	1,268,381	-	1,268,381	-	(95,085)
Government and agency securities	1,929,857	1,812,414	617,393	1,195,021	-	(117,444)
Pooled income funds	945,843	1,052,450	-	1,052,450	-	106,607
Total United Methodist Foundation Investments without cash	<u>\$ 16,705,283</u>	<u>\$ 17,781,015</u>	<u>\$ 13,819,691</u>	<u>\$ 3,961,307</u>	<u>\$ -</u>	<u>\$ 1,075,732</u>
Endowment fund total investments without cash equivalents	<u>\$ 30,580,984</u>	<u>\$ 35,739,969</u>	<u>\$ 26,138,276</u>	<u>\$ 9,601,676</u>	<u>\$ -</u>	<u>\$ 5,158,985</u>
Total stocks, bonds, and notes	<u>\$ 30,637,930</u>	<u>\$ 36,055,062</u>	<u>\$ 26,217,705</u>	<u>\$ 9,601,676</u>	<u>\$ 235,664</u>	<u>\$ 5,417,132</u>

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

**NOTE 4 - FAIR VALUE MEASUREMENTS (continued)**

The Organization's Level 3 closely-held company stock has been valued using a base price provided by the closely-held company as determined by a third-party consultant. The base price was applicable throughout the year 2023. Purchases as a result of the closely-held company exercising its purchase option during the year were at that price. No unobservable inputs internally developed by the Organization have been applied to these investments.

The following table sets forth a summary of changes in the fair value of the Organization's Level 3 assets in the Operating Fund for the years ended December 31, 2023 and 2022.

	<u>2023</u>	<u>2022</u>
Cash surrender value of insurance:		
Balance, beginning of year	\$ 512,723	\$ 498,896
Increase in value, net	<u>11,359</u>	<u>13,827</u>
Balance, end of year	<u>\$ 524,082</u>	<u>\$ 512,723</u>

The Organization's Level 3 cash surrender value of life insurance with MetLife has been valued using a table provided by the Metropolitan Life Insurance Company that represents the amount the Organization can realize upon surrender of the policies.

**NOTE 5 - CONCENTRATION OF REVENUES AND ACCOUNTS RECEIVABLE**

Louisiana United Methodist Children and Family Services, Inc. provides psychiatric residential treatment facility services in its three children's homes. These services are reimbursed in part at a rate established in contract with Healthy Louisiana managed care organizations. These rates were determined and negotiated using the findings of annual cost reports conducted according to Louisiana Department of Health regulations, which are submitted to the Louisiana Department of Health upon completion.

Revenue from this service totaled \$29,599,023 and \$25,247,074 for 2023 and 2022, respectively. Accounts receivable balances related to this activity were \$3,620,467 and \$5,668,352 as of December 31, 2023 and 2022, respectively.

Accounts receivable arise from the normal course of providing these services and are not secured. An allowance for uncollectible accounts of \$769,680 and \$1,004,968 for 2023 and 2022, respectively, has been provided for accounts receivable, and cost reimbursement receivables related to services. Accounts receivable balances over 90 days past due were \$787,268 and \$1,938,479 as of December 31, 2023 and 2022, respectively.

**Pledges Receivable****Operating Fund**

The Organization received pledges during the years ended December 31, 2023 and 2022, totaling \$5,140 and \$6,000, respectively. These pledges were not restricted by the donors. The pledges were collected during the subsequent period and there was no allowance for uncollectible pledges for the current year or the prior year. There was no discount rate applied to these pledges.

**LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

**NOTE 5 - CONCENTRATION OF REVENUES AND ACCOUNTS RECEIVABLE (continued)**

**Operating Fund (continued)**

Promises to give - temporarily restricted are receivables from donors who have written commitments to contribute to the Organization. Promises to give - temporarily restricted are pledges temporarily restricted to purchase capital assets and renovate existing buildings and facilities. Pledges expected to be received within the next 12 months are classified as current assets. All pledges are expected to be received within the next 5 years.

**Local Investment Fund**

During 2019, the Organization launched a capital campaign to facilitate the construction of a new facility in Loranger, Louisiana. In December 2015 the Organization purchased 125 acres of undeveloped land north of I-12 in Loranger, Louisiana, in Tangipahoa Parish. The Organization created a premier treatment facility in Southeast Louisiana located in the middle of 50% of the state's entire population. The Organization has named the facility "Methodist Children's Home of Southeast Louisiana". This facility will provide regional services in Southeast Louisiana that will include a state-of-the-art psychiatric residential treatment facility with an adjacent clinic and administrative building with future expansion for Therapeutic Foster Care (TFC), Life Skills, and experimental therapy.

The Organization received pledges during the years ending December 31, 2023 and 2022 totaling \$0 and \$500,000, respectively. \$0 and \$0 were from employees of the Organization for the years ending December 31, 2023 and 2022, respectively. The pledges are to be collected over a 5-year period. An allowance for uncollected pledges of 12% and 12% of the totals, or \$66,580 and \$71,580 for the years ending December 31, 2023 and 2022, respectively, has been established based on historical collection rates. A discount rate of 1% of the total, or \$18,899 and \$15,081 discounts, have been applied to calculate the current balance of pledge receivables as of December 31, 2023 and 2022, respectively totaling \$368,971 and \$716,901.

The following is a 5-year schedule of anticipated collection of the pledges:

2024	\$	213,268
2025		145,973
2026		4,877
2027		3,853
2028 and after		1,000



## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

## NOTE 6 - INVENTORY

Inventories as of December 31, 2023 and 2022, consist of salsa products produced at the Outdoor Wilderness Learning Center at an approximate cost of \$13,390 and \$11,160, respectively. Supplies related to COVID-19 prevention located in Ruston, Louisiana, totaled \$0 and \$10,518 as of December 31, 2023 and 2022, respectively. Food inventory located at the Outdoor Wilderness Learning Center totaled \$2,204 and \$1,643 as of December 31, 2023 and 2022, respectively. Food inventory located in Sulphur, Louisiana, totaled \$12,333 and \$6,846 as of December 31, 2023 and 2022, respectively. Food inventory located in Ruston, Louisiana, totaled \$31,730 and \$41,835 as of December 31, 2023 and 2022, respectively. Food inventory located in Loranger, Louisiana totaled \$12,413 and \$11,801 as of December 31, 2023 and 2022. Total inventory reflected in the general operating fund totaled \$72,070 and \$83,803 as of December 31, 2023 and 2022, respectively.

	2023	2022
OWL salsa products	\$ 13,390	\$ 11,160
Supplies, Ruston, LA	0	10,518
Food, OWL	2,204	1,643
Food, Ruston, LA	31,730	41,835
Food, Sulphur, LA	12,333	6,846
Food, Loranger, LA	<u>12,413</u>	<u>11,801</u>
Totals	<u>\$ 72,070</u>	<u>\$ 83,803</u>

## NOTE 7 - PROPERTY AND EQUIPMENT

Fixed assets are recorded at cost if purchased, and at fair market value at time of donation. The major categories of fixed assets are as follows:

	Cost	Accumulated Depreciation	Net Book Value
<b>December 31, 2023</b>			
Land and improvements	\$ 2,816,983	\$ (72,458)	\$ 2,744,525
Buildings and improvements	35,829,396	(13,125,643)	22,703,753
Furniture and fixtures	1,017,817	(848,888)	168,929
Office furniture and equipment	16,655	(16,655)	-
Automobiles, trucks, and vans	1,830,955	(1,177,881)	653,074
Tractors and other equipment	<u>589,316</u>	<u>(533,067)</u>	<u>56,249</u>
Totals	<u>\$ 42,101,122</u>	<u>\$ (15,774,592)</u>	<u>\$ 26,326,530</u>
<b>December 31, 2022</b>			
Land and improvements	\$ 2,806,982	\$ (63,064)	\$ 2,743,918
Buildings and improvements	35,086,248	(11,960,080)	23,126,168
Furniture and fixtures	1,069,229	(899,601)	169,628
Office furniture and equipment	16,655	(16,655)	-
Automobiles, trucks, and vans	1,461,296	(1,162,068)	299,228
Tractors and other equipment	<u>581,238</u>	<u>(502,133)</u>	<u>79,105</u>
Totals	<u>\$ 41,021,648</u>	<u>\$ (14,603,601)</u>	<u>\$ 26,418,047</u>

**LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

**NOTE 7 - PROPERTY AND EQUIPMENT (continued)**

As of December 31, 2023 construction in progress consisted of a generator, timeout room, billing module, fence and road project totaling \$148,347. As of December 31, 2022 it consisted of a camera system and chiller that were not completed totaling \$62,425. The construction period interest included \$15,068 paid during 2022 on the line of credit with the United Methodist Foundation of Louisiana. The operating fund now reports the interest expense.

The depreciation expense was \$1,682,080 and \$1,500,356 for the years ended December 31, 2023 and 2022, respectively.

The following is a summary of depreciable lives by category based on a straight-line method of depreciation:

Land and improvements	20 and 30 years
Buildings and improvements	3, 5, 10, 15, 20, 25, 30, 40 and 50 years
Furniture and fixtures	3, 5, 10, 15, and 25 years
Office furniture and equipment	3, 5, 10, 15, and 25 years
Automobiles, trucks, and vans	5 and 10 years
Tractors and other equipment	3, 5 and 10 years

**NOTE 8 - SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

The Independent Living Program consists of four contracts. The contracts are an 80/20 matching program in which the Organization is reimbursed for expenditures equal to its in-kind or cash contribution. There are four regional contracts reflecting the period January 1, 2023 until June 30, 2023, and July 1, 2023 until December 31, 2023, for the period ending December 31, 2023. The regions are Monroe, Covington, Lake Charles, and Lafayette, Louisiana. These costs are allocated to the independent living program based on detailed ledgers maintained by the Organization. These costs consist of allocated portions of administrative overhead, salaries and related benefits, travel, operating services supplies, professional services, capital outlay, and miscellaneous expenses. The Organization does not reclassify these allocated portions as independent living services expenditures for financial statement purposes. Total revenue from this service totaled \$598,196 and \$611,025 for 2023 and 2022, respectively.

The Foster Parent Support Organization Program subgrant includes regional support group, peer mentoring, state communication system and conflict resolution. Revenue from this program totaled \$182,441 and \$254,262 during 2023 and 2022, respectively.

**NOTE 9 - RELATED PARTY**

Total contributions received from employees, officers, and Organization board members of the Organization totaled \$103,454 and \$65,142 during 2023 and 2022, respectively.

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

## NOTE 10 - NET ASSETS WITHOUT DONOR RESTRICTIONS

The Organization's net assets without donor restrictions reflects undesignated net assets and designated net assets. Designated net assets consist of the Board of Director's actions to reserve funds (net assets) for specific anticipated needs of the Organization during the current or foreseeable future.

The balance of net assets without donor restrictions consist of the following:

	<u>Totals</u>	<u>General Operating Fund</u>	<u>Endowment Fund</u>	<u>Local Investment Fund</u>	<u>Fixed Asset Fund</u>
<b>December 31, 2023</b>					
Net assets without donor restrictions	\$ 76,545,269	\$ 5,395,410	\$ 36,850,476	\$ 7,824,506	\$ 26,474,877
Designated:					
Operating budget	\$ 1,964,402	\$ -	\$ 1,964,402	\$ -	\$ -
Capital improvements:					
Building	500,000	-	-	500,000	-
Furniture and equipment	253,179	-	-	253,179	-
Total designated	<u>\$ 2,717,581</u>	<u>\$ -</u>	<u>\$ 1,964,402</u>	<u>\$ 753,179</u>	<u>\$ -</u>
Total net assets without donor restrictions	<u>\$ 79,262,850</u>	<u>\$ 5,395,410</u>	<u>\$ 38,814,878</u>	<u>\$ 8,577,685</u>	<u>\$ 26,474,877</u>
<b>December 31, 2022</b>					
Net assets without donor restrictions	\$ 72,069,252	\$ 4,687,490	\$ 33,527,560	\$ 7,373,730	\$ 26,480,472
Designated:					
Operating budget	\$ 1,984,528	\$ -	\$ 1,984,528	\$ -	\$ -
Capital improvements:					
Furniture and equipment	385,000	-	-	385,000	-
Total designated	<u>\$ 2,369,528</u>	<u>\$ -</u>	<u>\$ 1,984,528</u>	<u>\$ 385,000</u>	<u>\$ -</u>
Total net assets without donor restrictions	<u>\$ 74,438,780</u>	<u>\$ 4,687,490</u>	<u>\$ 35,512,088</u>	<u>\$ 7,758,730</u>	<u>\$ 26,480,472</u>

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

## NOTE 11 - NET ASSETS WITH DONOR RESTRICTIONS

	<u>2023</u>	<u>2022</u>
<b>Operating Fund</b>		
Current assets:		
Checking - Origin Bank	\$ 29,875	\$ 36,697
<b>Endowment Fund</b>		
Long-term investments:		
Pooled funds	294,503	170,810
<b>Local Investment Fund</b>		
Current assets:		
Checking - Origin Bank	14,999	161,087
Accounts receivable - promises to give (net)	368,971	645,320
Long-term investments:		
H.R. Jordan Charitable Remainder Trust	283,808	275,488
Barbara Williamson Charitable Lead Trust	688,233	721,736
The Pomeroy Trust, LLC	135,486	135,486
R.D. Webb property	<u>8,059</u>	<u>8,100</u>
Balances at year end	<u>\$ 1,823,934</u>	<u>\$ 2,154,724</u>
<b>Endowment Fund</b>		
Long-term investments:		
Pooled funds	<u>\$ 683,115</u>	<u>\$ 643,065</u>
Balances at year end	<u>\$ 683,115</u>	<u>\$ 643,065</u>
Net assets with donor restrictions	<u>\$ 2,507,049</u>	<u>\$ 2,797,789</u>

Composition of net assets with donor restrictions:

The following is the composition by type of fund of net assets with donor restrictions as of December 31, 2023:

	<u>Time Restricted</u>	<u>Purpose Restricted</u>	<u>Perpetual in Nature</u>	<u>Total</u>
Endowments	\$ -	\$ 294,503	\$ 683,115	\$ 977,618
H.R. Jordan Charitable Remainder Trust	283,808	-	-	283,808
Barbara Williamson Charitable Lead Trust	688,233	-	-	688,233
The Pomeroy Trust, LLC	135,486	-	-	135,486
R.D. Webb Property	8,059	-	-	8,059
Other	<u>-</u>	<u>413,845</u>	<u>-</u>	<u>413,845</u>
Totals	<u>\$ 1,115,586</u>	<u>\$ 708,348</u>	<u>\$ 683,115</u>	<u>\$ 2,507,049</u>

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

## NOTE 11 - NET ASSETS WITH DONOR RESTRICTIONS (continued)

## Composition of net assets with donor restrictions (continued)

The following is the composition by type of fund of net assets with donor restrictions as of December 31, 2022:

	Time Restricted	Purpose Restricted	Perpetual in Nature	Total
Endowments	\$ -	\$ 170,810	\$ 643,065	\$ 813,875
H.R. Jordan Charitable Remainder Trust	275,488	-	-	275,488
Barbara Williamson Charitable Lead Trust	721,736	-	-	721,736
The Pomeroy Trust, LLC	135,486	-	-	135,486
R.D. Webb Property	8,100	-	-	8,100
Other	-	843,104	-	843,104
	<u>\$ 1,140,810</u>	<u>\$ 1,013,914</u>	<u>\$ 643,065</u>	<u>\$ 2,797,789</u>
Totals	<u>\$ 1,140,810</u>	<u>\$ 1,013,914</u>	<u>\$ 643,065</u>	<u>\$ 2,797,789</u>

**Helen and Allen Barksdale Lecture Series**

Funds were contributed to establish a lecture series for the Organization. The income will fund the expenses of the lectures and the principal totaling \$100,000 will not be expended. The income (loss) included in the temporarily restricted fund was \$22,668 and \$(24,401) for the years ended December 31, 2023 and 2022, respectively. The market values of the assets of this account as of December 31, 2023 and 2022, were \$164,032 and \$142,583, respectively. \$100,000 of the balance is permanently restricted.

**Bradley Family Music Program**

Funds were contributed to establish the Bradley Family Music Program. The principal totaling \$10,000 will not be expended. The income of the endowment can be used for any music-related expense that benefits the youth and the Organization. Examples include, but are not limited to, musical instruments, hymnals or sheet music, and the cost or expense of instrument lessons or choir direction. The income (loss) included in the temporarily restricted fund was \$2,217 and \$(2,386) for the years ended December 31, 2023 and 2022, respectively. The market values of the assets of this account as of December 31, 2023 and 2022, were \$16,040 and \$13,942, respectively. \$10,000 of the balance is permanently restricted.

**Bull Buteau Vo-Tech Scholarship (formerly Vo-Tech Scholarship Funds)**

Beginning in 2011, funds were contributed to establish a Vocational Technical training scholarship for the Organization. Effective September 2014, the scholarship was renamed the "Bull Buteau Vo-Tech Scholarship." The income will fund the expenses of the Vo-tech school and the principal totaling \$447,600 will not be expended. Contributions of \$40,000 and \$30,000 were contributed for the years ending December 31, 2023 and 2022, respectively. The income (loss) included in temporarily restricted funds was \$80,094 and \$(78,011) for the years ended December 31, 2023 and 2022, respectively. The market values of the assets of this account in the endowment fund as of December 31, 2023 and 2022, were \$597,307 and \$481,381, respectively. \$447,600 of the balance is permanently restricted.

**LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022****NOTE 11 - NET ASSETS WITH DONOR RESTRICTIONS (continued)****Lester O. Bennett Scholarship Fund**

During 2017, funds were contributed to establish the Lester O. Bennett Scholarship Fund totaling \$15,000. The income of the scholarship fund shall be used to fund scholarships and education expenses. The funds can be used for any youth to continue their education at a high school, college, or vocational school. The market values of this account as of December 31, 2023 and 2022, were \$15,000 and \$15,000, respectively. \$15,000 of the balance is permanently restricted.

**Amy McGuire Endowed Scholarship Fund**

Funds were initially contributed to establish an Amy McGuire Endowed Scholarship Fund totaling \$90,410. During 2023 and 2022, \$50 and \$0, respectively, were contributed. The income and any non-endowed gifts given to the scholarship fund shall be used to fund scholarships and educational expenses. The funds can be used for any youth to continue their education at a university, community college, vocational training, HiSet expenses, or general educational expenses at the Organization. The income (loss) included in the temporarily restricted fund was 25,595 and \$(27,548) for the years ended December 31, 2023 and 2022, respectively. The market values of the assets of this account as of December 31, 2023 and 2022, were \$185,238 and \$160,969, respectively. \$110,515 of the balance is permanently restricted.

**NOTE 12 - INCOME TAXES**

The Organization qualifies as an Internal Revenue Code Section 501(c)(3) nonprofit organization.

However, the Organization has paid income taxes based upon income reported by "S" Corporation earnings. Total income tax expense for the years 2023 and 2022 was \$3,000 and \$3,500, respectively, on income of \$10,320 and \$11,939, respectively.

**NOTE 13 - LEASES****Family Counseling Center**

The Organization has office space leased for the Family Counseling Center in Ruston, Louisiana (\$2,050 monthly) with terms ending March 2026 (36 months). Rental expenses were \$23,850 and \$21,600 for the years 2023 and 2022, respectively.

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

## NOTE 13 – LEASES (continued)

**Northlake Behavioral Health System**

On March 22, 2018, the Organization entered into a new lease with MBH of Louisiana, LLC d/b/a Northlake Behavioral Health System to keep Methodist Children's Home of Greater New Orleans in the same location in Mandeville, Louisiana, that terminated by notice on April 26, 2021 effective October 31, 2021. At that time it became a month to month lease until February 28, 2022. The building is a 13,764 square foot building known as S & T Wards located on the northeast corner of campus at 23515 Highway 190, Mandeville, Louisiana, for the purpose of providing supervised and structured 24-hour residential care to youths in psychiatric residential care. The lease required a \$2,000 monthly utility payment, and a payment per meal for meals provided to residents and staff.

The terms of the lease have monthly payments of \$16,587 for the period of April 1, 2019 through March 31, 2022, due and payable on the first day of the month. Total rental expenses were \$33,174 for the year 2022.

**Therapeutic Foster Care Program**

The Organization has office space leased for Therapeutic Foster Care in Covington, Louisiana (\$1,980 monthly); Alexandria, Louisiana (\$2,900 monthly); Monroe, Louisiana (\$4,500 monthly); Shreveport, Louisiana (\$600 monthly) and Lafayette, Louisiana (\$2,763 monthly) with terms ending July 2023 (24 months), August 2025 (36 months), October 2025 (60 months), January 2022 (12 months), and January 2028 (60 months), respectively. Rental expenses were \$160,190 and \$134,583 for the years 2023 and 2022, respectively.

**Independent Living Program**

The Independent Living Program has office space leased in Covington, Louisiana (\$1,350 monthly); and Lafayette, Louisiana (\$1,100 monthly), with terms ending March 2025 (24 months) and June 2023 (24 months), respectively. Rental expenses were \$29,400 and \$41,550 for the years 2023 and 2022, respectively.

The Organization adopted ASC 842, *Leases*, effective December 31, 2022. See Note 17 for further discussion of the impact of adoption.

The Organization determines if an arrangement is a lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities in the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. Operating lease expense is recognized on a straight-line basis over the lease term. Louisiana United Methodist Children and Family Services, Inc. does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term.

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

**NOTE 13 - LEASES (continued)**

The Organization evaluated current contracts to determine which met the criteria of a lease. The right-of-use (ROU) assets represent the Organization's right to use underlying assets for the lease term, and the lease liabilities represent the Organization's obligation to make lease payments arising from these leases. The ROU assets and lease liabilities, all of which arise from operating leases, were calculated based on the present value of future payments over the lease terms. The Organization has made an accounting policy election to use a risk-free rate in lieu of its incremental borrowing rate to discount future lease payments. The weighted-average discount rate applied to calculate lease liabilities as of December 31, 2023 and 2022 was between 4.06% and 3.81% for 2023 and 4.11% for 2022 .

The Organization's operating leases consist of real estate office spaces for the Independent Living Programs and Therapeutic Foster Care Program in Alexandria, Monroe and Lafayette, Louisiana areas. Two leases terms exclude a one-year extension, available at the Organization's option, which is not reasonably certain to exercise. Therefore, the payments associated with the extensions are not included in the ROU asset nor the lease liability recognized as of December 31, 2022.

As of December 31, 2023 and 2022 the Louisiana United Methodist Children and Family Services, Inc's operating lease cost was \$367,674 and \$384,616, respectively. The short-term lease cost was approximately \$162,750 and \$121,950 as of December 31, 2023 and 2022, respectively. As of December 31, 2023, the weighted-average remaining lease term for the Organization's operating leases was approximately 5 years.

Cash paid for operating leases for the year ended December 31, 2023 and 2022 was \$213,440 and \$209,307, respectively. There was no noncash investing and financing transactions related to leasing other than the transition entry described in Note 17.

Future maturities of lease liabilities are presented in the following table:

	2024	\$ 162,750
	2025	130,000
	2026	39,300
	2027	33,150
	2028	-
Total lease payments		\$ 365,200
Less present value discount		(27,526)
Total lease obligations		<u>\$ 337,674</u>

**NOTE 14 - RETIREMENT PAYABLE**

During 2008, the Organization of Directors approved the adoption of a salary contribution plan for two key employees. The plan involves the payment of \$1,000 per month for each employee upon retirement for 15 years. The employee's retirement dates of July 1, 2011 and July 1, 2012, were used to record the present value of the liability based on a 6% rate. As of December 31, 2023, the liabilities were \$27,794 and \$37,798 for each employee and as of December 31, 2022, the liabilities were \$37,798 and \$47,176 for each employee. Retirement payments for the years ended December 31, 2023 and 2022, were \$12,000 and \$12,000, and \$12,000 and \$12,000, respectively.



## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

## NOTE 15 - SCHEDULE OF EXPENSES

The following schedules summaries expense by their natural expense and function classifications, which occurred during the years ended December 31, 2023 and 2022:

December 31, 2023	Total	Program		Management and General
		Services	Fundraising	
Salaries, benefits, and payroll taxes	\$ 30,595,504	\$ 26,081,266	\$ 478,086	\$ 4,036,152
Insurance expense	1,587,323	514,190	-	1,073,133
Professional services	586,422	201,295	1,446	383,681
Lease/rental expense	213,440	213,440	-	-
Food expense	980,696	980,696	-	-
Foster parent payments	2,978,515	2,978,515	-	-
Interest expense	96,262	-	-	96,262
Office and postage expense	251,909	119,956	14,529	117,424
Telephone	273,065	148,074	3,274	121,717
Travel and seminar	378,860	277,076	37,547	64,237
Training	88,355	44,788	-	43,567
Utilities	550,201	424,269	10,017	115,915
Repairs and maintenance	1,004,195	512,552	35,907	455,736
Supplies	668,840	553,653	16,444	98,743
Bad debt expense	-	-	-	-
Miscellaneous	822,045	437,133	129,341	255,571
Total before depreciation	\$ 41,075,632	\$ 33,486,903	\$ 726,591	\$ 6,862,138
Depreciation	1,682,080	1,550,534	24,604	106,942
Totals	\$ 42,757,712	\$ 35,037,437	\$ 751,195	\$ 6,969,080

December 31, 2022	Total	Program		Management and General
		Services	Fundraising	
Salaries, benefits, and payroll taxes	\$ 27,577,613	\$ 23,403,699	\$ 411,516	\$ 3,762,398
Insurance expense	911,312	239,985	-	671,327
Professional services	574,287	200,828	26,095	347,364
Lease/rental expense	230,907	197,733	-	33,174
Food expense	900,374	900,374	-	-
Foster parent payments	2,592,474	2,592,474	-	-
Interest expense-	74,240	-	-	74,240
Office and postage expense	220,065	81,124	15,197	123,744
Telephone	230,233	133,137	3,941	93,155
Travel and seminar	418,657	298,598	35,124	84,935
Training	83,214	42,412	-	40,802
Utilities	510,408	401,468	9,100	99,840
Repairs and maintenance	949,209	410,351	34,801	504,057
Supplies	893,734	515,467	7,073	371,194
Bad debt expense	220,000	-	-	220,000
Miscellaneous	793,481	431,229	130,877	231,375
Total before depreciation	\$ 37,180,208	\$ 29,848,879	\$ 673,724	\$ 6,657,605
Depreciation	1,500,356	1,332,778	12,628	154,950
Totals	\$ 38,680,564	\$ 31,181,657	\$ 686,352	\$ 6,812,555

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## NOTES TO THE FINANCIAL STATEMENTS

## FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

**NOTE 16 - SUBSEQUENT EVENTS**

In accordance with ASC 855, the Organization evaluated subsequent events through June 24, 2024, the date these financial statements were available to be issued. The Organization had no subsequent events to disclose.

**NOTE 17 - NEW PRONOUNCEMENTS**

In 2022, Louisiana United Methodist Children and Family Services, Inc. adopted Accounting Standards Update (ASU) No. 2016-02, *Leases*, which requires lessees to recognize leases on the statement of financial position and disclose key information about leasing arrangements. The Organization elected not to restate the comparative period (2021). It also elected not to reassess at adoption (i) expired or existing contracts to determine whether they are or contain a lease, (ii) the lease classification of any existing leases, or (iii) initial direct costs for existing leases. As a result of implementing ASU No. 2016-02, Louisiana United Methodist Children and Family Services, Inc. recognized right-of-use assets of \$337,674 and \$384,617 in the combined states of financial position as of December 31, 2023 and 2022, respectively. The Organization also recognized lease liabilities totaling \$337,674 and \$384,616 in its combined statements of financial position as of December 31, 2023 and 2022, respectively. The adoption did not result in a significant effect on amounts reported in the combined statement of activities for the years ended December 31, 2023 or 2022.

**NOTE 18 - LINE OF CREDIT**

On March 12, 2020, the Organization signed a promissory note with the United Methodist Foundation of Louisiana in the amount of six million dollars (\$6,000,000) for the purpose of construction of the new Methodist Children's Home in Tangipahoa Parish. There were no borrowings against the line during the year ended December 31, 2020. Interest is payable monthly at a variable interest rate per annum based on the United Methodist Foundation of Louisiana Fixed Income Fund Rate of Interest, adjusted monthly plus 2%. One of the custodial accounts on deposit with the lender serves as collateral for this line of credit.

During the prior year, the Organization paid \$1,400,000 on the note resulting in a balance due of \$2,600,000 that was due December 31, 2022 to the United Methodist Foundation of Louisiana. The interest rate at December 31, 2022 was two and three-quarter percent (2.75%). A total amount of interest paid on the loan for 2022 was \$89,308. The interest paid was considered construction period interest and has been included in the construction period cost of the facility during 2022 was \$15,068.

During the current year, the Organization paid \$1,100,000 principal on the note resulting in a balance due of \$1,500,000 that was due December 31, 2023 to the United Methodist Foundation of Louisiana. The interest rate at December 31, 2023 was five and one quarter percent (5.25%). A total amount of interest paid on the loan for 2023 was \$92,262. The interest paid during 2023 was reported in the general fund as a current expense.

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

NOTE 19 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of the balance sheet date, reduced by amounts not available for general use because of contractual or donor-imposed restrictions.

	<u>2023</u>	<u>2022</u>
Financial assets at year-end		
Cash and cash equivalents	\$ 12,450,063	\$ 10,499,694
Stocks, bonds and notes	39,107,191	36,055,062
Cash surrender value life insurance	524,082	512,723
Less those unavailable for general expenditures within one year, due to donor restrictions (Note 11)	(2,507,049)	(2,797,789)
Line of Credit collateral investments (Note 18)	<u>(1,500,000)</u>	<u>(2,600,000)</u>
Financial asset available to meet cash needs for general expenditure within one year	<u>\$ 48,074,287</u>	<u>\$ 41,669,690</u>

As part of the Organization's liquidity management, it invests cash in excess of daily requirements in short term investments.

**SUPPLEMENTARY INFORMATION**

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED DECEMBER 31, 2023

<u>Federal Grants/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Expenditures</u>
<b>United States Administration for Children and Families, Department of Health and Human Services</b>		
Louisiana Department of Children and Family Services, Office of Children and Family Services		
Independent Living Program - Monroe, LA (ended June 30, 2023)	93.674	\$ 63,841
Independent Living Program - Monroe, LA (ended June 30, 2024)	93.674	62,663
Independent Living Program - Covington, LA (ended June 30, 2023)	93.674	\$ 81,179
Independent Living Program - Covington, LA (ended June 30, 2024)	93.674	75,464
Independent Living Program - Lake Charles, LA (ended June 30, 2023)	93.674	\$ 48,002
Independent Living Program - Lake Charles, LA (ended June 30, 2024)	93.674	44,610
Independent Living Program - Lafayette, LA (ended June 30, 2023)	93.674	\$ 51,975
Independent Living Program - Lafayette, LA (ended June 30, 2024)	93.674	<u>60,963</u>
<b>Subtotal</b>		<b>\$ 488,697</b>
Social Services Block Grant - Independent Living Program Monroe, La (ended June 30, 2023)	93.667	\$ 20,392
Social Services Block Grant - Independent Living Program Monroe, La (ended June 30, 2024)	93.667	21,536
Social Services Block Grant - Independent Living Program Covington, La (ended June 30, 2023)	93.667	\$ 21,312
Social Services Block Grant - Independent Living Program Covington, La (ended June 30, 2024)	93.667	21,976
Social Services Block Grant - Independent Living Program Lake Charles, La (ended June 30, 2023)	93.667	\$ 21,846
Social Services Block Grant - Independent Living Program Lake Charles, La (ended June 30, 2024)	93.667	22,618
Social Services Block Grant - Independent Living Program Lafayette, La (ended June 30, 2023)	93.667	\$ 22,324
Social Services Block Grant - Independent Living Program Lafayette, La (ended June 30, 2024)	93.667	<u>20,694</u>
<b>Subtotal</b>		<b>\$ 172,698</b>
Title IV-E Foster Care -Monroe, La (ended June 30, 2023)	93.658	\$ 2,393
Title IV-E Foster Care -Covington, La (ended June 30, 2023)	93.658	\$ 2,984
Title IV-E Foster Care -Covington, La (ended June 30, 2024)	93.658	4,878
Title IV-E Foster Care -Lake Charles, La (ended June 30, 2023)	93.658	\$ 272
Title IV-E Foster Care -Lake Charles, La (ended June 30, 2024)	93.658	8,205
Title IV-E Foster Care -Lafayette, La (ended June 30, 2023)	93.658	\$ 320
Title IV-E Foster Care -Lafayette, La (ended June 30, 2024)	93.658	<u>8,409</u>
<b>Subtotal</b>		<b>\$ 27,461</b>
<b>United States Administration for Children and Families, Department of Health and Human Services</b>		
Social Services Block Grant - Foster Care Parent Support Organization Program (ended September 30, 2023)		
	93.667	<u>\$ 194,304</u>
<b>Total Federal Awards</b>		<b>\$ 883,160</b>

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED DECEMBER 31, 2023

General

The Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the Organization.

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Organization under programs of the federal government for the year ended December 31, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2, Part 200 of the Code of Federal Regulations (CFR), the *Uniform Administrative Requirements, Cost Principle, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to, and does not, present the financial position, changes in net assets, or cash flows of the Organization.

Basis of Accounting

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 reimbursements.

Payments to Sub-Recipients

There were no payments to sub-recipients for the year ended December 31, 2023.

Findings of Noncompliance

There were no federal awards findings or questioned costs reported during the audit for the year ended December 31, 2023.

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND REVENUE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Location			Totals	
	Ruston	SELA	SWLA	2023	2022
<b>Unrestricted Revenue and Support</b>					
Contributions					
Contributions	\$ 1,049,885	\$ 123,745	\$ 59,762	\$ 1,233,392	\$ 1,186,794
Sponsorships	156,392	4,700	-	161,092	160,265
United Way and other grants	-	-	-	-	513
Contributions - noncash	72,525	-	-	72,525	65,237
Total contributions	<u>\$ 1,278,802</u>	<u>\$ 128,445</u>	<u>\$ 59,762</u>	<u>\$ 1,467,009</u>	<u>\$ 1,412,809</u>
Children's Home offerings	<u>\$ 15,533</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,533</u>	<u>\$ 10,707</u>
Special events	<u>\$ 29,524</u>	<u>\$ 110,458</u>	<u>\$ -</u>	<u>\$ 139,982</u>	<u>\$ 110,919</u>
Child Care Support					
Child care support (TIIPS)	\$ 50,294	\$ 8,993	\$ 13,078	\$ 72,365	\$ 50,231
PRTF revenue	18,577,673	5,506,774	5,317,707	29,402,154	25,018,709
Total child care support	<u>\$ 18,627,967</u>	<u>\$ 5,515,767</u>	<u>\$ 5,330,785</u>	<u>\$ 29,474,519</u>	<u>\$ 25,068,940</u>
Independent Living Services (Federal Subgrant and Other)					
Independent living services	\$ 598,196	\$ -	\$ -	\$ 598,196	\$ 611,025
Total independent living services	<u>\$ 598,196</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 598,196</u>	<u>\$ 611,025</u>
Family Plus Program	<u>\$ 27,742</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,742</u>	<u>\$ 25,589</u>
Family Development Services					
Client fees	\$ 87,525	\$ -	\$ -	\$ 87,525	\$ 81,332
United Way grants	49,765	-	-	49,765	40,733
Total family development services	<u>\$ 137,290</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 137,290</u>	<u>\$ 122,065</u>
Medical and Nursing	<u>\$ 81,711</u>	<u>\$ 22,574</u>	<u>\$ 20,219</u>	<u>\$ 124,504</u>	<u>\$ 178,134</u>
Methodist Foster Care	<u>\$ 6,279,413</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,279,413</u>	<u>\$ 5,511,949</u>
Foster Care Grant	<u>\$ 182,441</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 182,441</u>	<u>\$ 254,262</u>
Trust Funds					
Marjorie D. Vickery Trust	\$ 96,000	\$ -	\$ -	\$ 96,000	\$ 90,000
Pomeroy Trust	7,118	-	-	7,118	72,072
UMF Fund Trusts	54,378	21,480	5,309	81,167	93,989
Ed and Gladys Hurley Trust	2,000	-	-	2,000	2,000
Total trust funds	<u>\$ 159,496</u>	<u>\$ 21,480</u>	<u>\$ 5,309</u>	<u>\$ 186,285</u>	<u>\$ 258,061</u>
Interest and dividends	<u>\$ 141,467</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 141,467</u>	<u>\$ 66,369</u>
Outdoor Wilderness Project income	<u>\$ 265,807</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 265,807</u>	<u>\$ 306,971</u>
Educational services	<u>\$ 503,536</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 503,536</u>	<u>\$ 497,044</u>
Miscellaneous income	<u>\$ 34,063</u>	<u>\$ 60</u>	<u>\$ -</u>	<u>\$ 34,123</u>	<u>\$ 35,902</u>
Total unrestricted income	<u>\$ 28,362,988</u>	<u>\$ 5,798,784</u>	<u>\$ 5,416,075</u>	<u>\$ 39,577,847</u>	<u>\$ 34,470,746</u>

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

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND EXPENSE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Location			Totals	
	Ruston	SELA	SWLA	2023	2022
Total Restricted Income					
Restrictions satisfied by payments	\$ 6,822	\$ -	\$ -	\$ 6,822	\$ -
<b>Expenses</b>					
<b>Administrative and General</b>					
Salaries	\$ 1,396,483	\$ 246,576	\$ 258,986	\$ 1,902,045	\$ 1,813,654
Payroll taxes	95,906	18,639	18,499	133,044	124,983
Employee benefits	303,912	45,674	55,759	405,345	358,013
Advertising	-	607	2,689	3,296	2,207
Dues and licenses	13,177	1,485	230	14,892	8,881
Insurance	744,362	158,604	142,228	1,045,194	648,580
Office supplies	50,582	15,477	33,135	99,194	110,731
Postage	6,987	3,544	2,422	12,953	6,203
Professional services	125,296	5,250	5,250	135,796	120,046
Payroll -HR Solutions	137,386	-	-	137,386	130,688
Lease expense	-	-	-	-	33,174
Vehicle	10,698	-	-	10,698	9,564
Subscriptions	-	-	-	-	195
Telephone	35,611	14,791	34,196	84,598	71,954
In-service training	350	2,233	8,557	11,140	4,137
Travel and seminar	28,710	1,937	10,949	41,596	48,385
Board meeting expense	4,821	-	-	4,821	6,329
Interest	-	96,262	-	96,262	74,240
Utilities	27,132	88,783	-	115,915	99,840
Miscellaneous	10,967	2,326	2,516	15,809	31,278
Office and equipment maintenance contracts	-	-	-	-	280
Accreditation	6,700	-	-	6,700	10,602
Banking and processing fees	9,487	-	-	9,487	9,614
Bad debt expense	-	-	-	-	220,000
Total administrative and general	\$ 3,008,567	\$ 702,188	\$ 575,416	\$ 4,286,171	\$ 3,943,578
<b>Human Resources</b>					
Salaries	\$ 258,347	\$ -	\$ -	\$ 258,347	\$ 246,188
Payroll taxes	17,600	-	-	17,600	17,333
Employee benefits	93,658	-	-	93,658	68,038
Unemployment benefits	9,081	-	-	9,081	14,228
Advertising and promotion	16,969	-	-	16,969	8,204
Dues and licenses	244	-	-	244	388
Insurance	18,858	-	-	18,858	8,269
Office supplies	2,823	-	-	2,823	4,039
Training	5,132	-	-	5,132	9,344
Travel and seminar	6,794	-	-	6,794	-
Miscellaneous	37,884	-	-	37,884	33,258
Total human resources	\$ 467,390	\$ -	\$ -	\$ 467,390	\$ 409,289
<b>Staff Development</b>					
Salaries	\$ 214,928	\$ -	\$ -	\$ 214,928	\$ 209,840
Payroll taxes	15,284	-	-	15,284	15,046
Employee benefits	55,802	-	-	55,802	49,743
Advertising and promotion	105	-	-	105	1,852
Dues and licenses	251	-	-	251	251
Employee appreciation	24,482	-	-	24,482	250
Office supplies	962	-	-	962	2,435
Training	27,295	-	-	27,295	27,321
Travel and seminar	6,597	-	-	6,597	7,858
Miscellaneous	12,462	-	-	12,462	22,178
Total staff development	\$ 358,168	\$ -	\$ -	\$ 358,168	\$ 336,774

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LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND EXPENSE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Location			Totals	
	Ruston	SELA	SWLA	2023	2022
<b>Expenses</b>					
<b>Information Management</b>					
Salaries	\$ 360,899	\$ -	\$ -	\$ 360,899	\$ 324,287
Payroll taxes	24,040	-	-	24,040	22,296
Employee benefits	93,009	-	-	93,009	71,329
Office supplies	1,492	-	-	1,492	336
Telephone	37,119	-	-	37,119	21,201
Travel and seminar	8,910	-	-	8,910	17,894
Technology, equipment, and maintenance	422,560	-	-	422,560	433,506
Miscellaneous	2,670	-	-	2,670	1,985
Total information management	<u>\$ 950,699</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 950,699</u>	<u>\$ 892,834</u>
<b>Health Information System</b>					
Salaries	\$ 350,456	\$ -	\$ -	\$ 350,456	\$ 346,622
Payroll taxes	24,290	-	-	24,290	24,682
Employee benefits	87,405	-	-	87,405	70,344
Electronic health records	63,158	-	-	63,158	63,158
Supplies	4,391	-	-	4,391	3,484
Travel and seminar	340	-	-	340	1,234
Miscellaneous	6,064	-	-	6,064	4,855
Total health information system	<u>\$ 536,104</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 536,104</u>	<u>\$ 514,379</u>
<b>Total administrative and general</b>	<u>\$ 5,320,928</u>	<u>\$ 702,188</u>	<u>\$ 575,416</u>	<u>\$ 6,598,532</u>	<u>\$ 6,096,854</u>
<b>Plant Operation and Maintenance</b>					
Salaries	\$ 478,411	\$ 116,488	\$ 92,123	\$ 687,022	\$ 574,966
Payroll taxes	34,667	8,049	7,088	49,804	42,209
Employee benefits	68,122	28,199	7,416	103,737	72,158
Repairs - buildings and grounds	262,384	88,192	88,058	438,634	335,690
Supplies	16,763	25,436	24,703	66,902	56,984
Utilities	22,419	-	97,834	120,253	108,587
Vehicle gas, oil, and repairs	12,211	3,725	11,203	27,139	22,183
Miscellaneous	16,344	-	418	16,762	6,334
Total plant operation and maintenance	<u>\$ 911,321</u>	<u>\$ 270,089</u>	<u>\$ 328,843</u>	<u>\$ 1,510,253</u>	<u>\$ 1,219,111</u>
<b>Medical and Nursing</b>					
Salaries	\$ 1,175,394	\$ 461,550	\$ 518,026	\$ 2,154,970	\$ 2,042,863
Payroll taxes	78,584	34,684	37,123	150,391	141,947
Employee benefits	258,972	28,636	37,700	325,308	304,459
Medical service - PRTF	5,912	23,322	28,326	57,560	72,361
Office supplies	14,532	-	43	14,575	6,459
Medical supplies - PRTF	39,415	9,484	13,817	62,716	75,097
Employee drug screens	3,605	408	-	4,013	2,501
Professional Medical Services	-	50,496	19,790	70,286	62,156
Psychologist - PRTF	14,400	-	800	15,200	14,400
Physician - PRTF	18,000	-	-	18,000	18,000
Training	7,868	44	1,887	9,799	11,246
Utilities	12,106	-	-	12,106	-
Miscellaneous	9,652	600	1,998	12,250	25,170
Total medical and nursing	<u>\$ 1,638,440</u>	<u>\$ 609,224</u>	<u>\$ 659,510</u>	<u>\$ 2,907,174</u>	<u>\$ 2,776,659</u>

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LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND EXPENSE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Expenses	Location			Totals	
	Ruston	SELA	SWLA	2023	2022
<b>Expenses</b>					
Dietary					
Salaries	\$ 562,015	\$ 140,433	\$ 211,148	\$ 913,596	\$ 922,130
Payroll taxes	40,132	10,262	14,611	65,005	65,683
Employee benefits	73,455	15,033	41,489	129,977	123,936
Food - PRTF	681,235	139,806	159,655	980,696	899,350
Food - special	-	-	-	-	1,024
Supplies	93,507	18,714	20,419	132,640	109,063
Miscellaneous	2,629	727	893	4,249	9,120
<b>Total dietary</b>	<b>\$ 1,452,973</b>	<b>\$ 324,975</b>	<b>\$ 448,215</b>	<b>\$ 2,226,163</b>	<b>\$ 2,130,306</b>
<b>W. A. J. Lewis Building - PRTF</b>					
Therapeutic and training:					
Salaries	\$ 1,981,074	\$ -	\$ -	\$ 1,981,074	\$ 1,817,137
Payroll taxes	146,140	-	-	146,140	135,175
Employee benefits	195,692	-	-	195,692	170,466
Motor vehicle	6,743	-	-	6,743	4,515
Utilities	32,005	-	-	32,005	35,280
Office supplies	6,702	-	-	6,702	6,521
Supplies	18,284	-	-	18,284	17,700
Laundry and linen	5,854	-	-	5,854	5,576
Telephone	704	-	-	704	670
Travel and seminar	2,006	-	-	2,006	5,195
Personal hygiene	8,442	-	-	8,442	4,607
Clothing	2,364	-	-	2,364	2,691
Miscellaneous	601	-	-	601	927
Recreational	2,730	-	-	2,730	3,123
<b>Total W. A. J. Lewis Building</b>	<b>\$ 2,409,341</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,409,341</b>	<b>\$ 2,209,583</b>
<b>Scott Building - PRTF</b>					
Therapeutic and training:					
Salaries	\$ 2,185,193	\$ -	\$ -	\$ 2,185,193	\$ 1,914,839
Payroll taxes	162,821	-	-	162,821	142,321
Employee benefits	194,964	-	-	194,964	165,922
Office supplies	8,363	-	-	8,363	11,497
Supplies	273	-	-	273	1,764
Travel and seminar	7,710	-	-	7,710	6,949
Activities	4,572	-	-	4,572	1,142
Housekeeping supplies	21,340	-	-	21,340	27,694
Linen and bedding	1,931	-	-	1,931	406
Utilities	64,145	-	-	64,145	62,015
Motor vehicles	5,608	-	-	5,608	6,674
Personal hygiene	7,722	-	-	7,722	2,596
Clothing	2,806	-	-	2,806	5,114
Miscellaneous	750	-	-	750	750
<b>Total Scott Building</b>	<b>\$ 2,668,198</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,668,198</b>	<b>\$ 2,349,683</b>
<b>Residential - PRTF</b>					
Admissions:					
Salaries	\$ 252,937	\$ -	\$ -	\$ 252,937	\$ 202,087
Payroll taxes	16,117	-	-	16,117	13,155
Employee benefits	73,439	-	-	73,439	58,753
Office supplies	16,729	-	-	16,729	7,152
Travel and seminar	1,613	-	-	1,613	1,545
Telephone	152	-	-	152	-
Miscellaneous	-	-	-	-	10,244
<b>Total admissions expenses</b>	<b>\$ 360,987</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 360,987</b>	<b>\$ 292,936</b>

- continued -

LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND EXPENSE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Location			Totals	
	Ruston	SBLA	SWLA	2023	2022
<b>Expenses</b>					
Residential - PRTF (continued)					
Therapeutic and training:					
Salaries - child care	\$ 3,221,422	\$ 1,431,026	\$ 1,803,228	\$ 6,455,676	\$ 5,465,944
Payroll taxes	240,349	105,090	130,313	475,752	400,670
Employee benefits	280,851	125,255	191,535	597,641	544,663
Supplies	13,154	3,530	603	17,287	12,529
Miscellaneous	755	470	460	1,685	4,601
Travel and seminar	5,761	275	2,582	8,618	34,433
Supplies - housekeeping	30,743	3,435	2,362	36,540	23,659
Linen and bedding	2,486	208	507	3,201	6,611
Motor vehicle expense	18,210	-	-	18,210	13,535
Utilities	44,206	-	-	44,206	44,507
Personal hygiene	12,269	5,226	8,277	25,772	22,297
Clothing	8,000	150	6,267	14,417	15,943
Activities	14,905	7,827	16,545	39,277	30,429
Total therapeutic and training	<u>\$ 3,893,111</u>	<u>\$ 1,682,492</u>	<u>\$ 2,162,679</u>	<u>\$ 7,738,282</u>	<u>\$ 6,619,821</u>
Total residential - PRTF	<u>\$ 4,254,098</u>	<u>\$ 1,682,492</u>	<u>\$ 2,162,679</u>	<u>\$ 8,099,269</u>	<u>\$ 6,912,757</u>
Recreational - PRTF					
Salaries	\$ 265,475	\$ -	\$ -	\$ 265,475	\$ 232,739
Payroll taxes	19,471	-	-	19,471	16,390
Employee benefits	33,020	-	-	33,020	37,637
Supplies	4,792	-	-	4,792	9,973
Activities	17,650	-	-	17,650	16,011
Training	2,129	-	-	2,129	1,167
Miscellaneous	1,176	-	-	1,176	439
Utilities	24,698	-	-	24,698	25,656
Total recreational - PRTF	<u>\$ 368,411</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 368,411</u>	<u>\$ 340,012</u>
Educational Services					
Howard School:					
Salaries	\$ 757,162	\$ -	\$ -	\$ 757,162	\$ 775,967
Payroll taxes	54,449	-	-	54,449	55,923
Employee benefits	162,844	-	-	162,844	149,553
Supplies	14,728	395	88	15,211	13,976
Miscellaneous	14,273	-	-	14,273	11,713
Utilities	20,223	-	-	20,223	18,202
Intranet	3,720	-	-	3,720	3,720
Total school services	<u>\$ 1,027,399</u>	<u>\$ 395</u>	<u>\$ 88</u>	<u>\$ 1,027,882</u>	<u>\$ 1,029,054</u>
Vocational Tech Program					
Salaries	\$ 129,000	\$ -	\$ -	\$ 129,000	\$ 134,881
Payroll taxes	9,861	-	-	9,861	10,110
Employee benefits	7,086	-	-	7,086	10,526
Supplies	14,773	-	-	14,773	7,589
Telephone	985	-	-	985	-
Utilities	11,016	-	-	11,016	10,122
Miscellaneous	668	-	-	668	2,035
Total vocational tech program	<u>\$ 173,389</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 173,389</u>	<u>\$ 175,263</u>
Total educational services	<u>\$ 1,200,788</u>	<u>\$ 395</u>	<u>\$ 88</u>	<u>\$ 1,201,271</u>	<u>\$ 1,204,317</u>

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LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND EXPENSE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Expenses	Location			Totals	
	Ruston	SELA	SWLA	2023	2022
Pastoral Care					
Salaries	\$ 98,043	\$ -	\$ -	\$ 98,043	\$ 94,167
Payroll taxes	3,098	-	-	3,098	3,044
Employee benefits	46,954	-	-	46,954	45,990
Allowance	15,881	1,078	2,476	19,435	19,524
Housing allowance	3,500	-	-	3,500	3,500
Supplies	5,630	116	190	5,936	4,948
Activities	1,003	-	-	1,003	414
Miscellaneous	2,940	-	-	2,940	5,439
Travel	3,503	-	-	3,503	2,562
Utilities	29,511	-	-	29,511	28,746
Church gifts to residents	75,767	8,268	6,286	90,321	81,793
Total pastoral care	<u>\$ 285,830</u>	<u>\$ 9,462</u>	<u>\$ 8,952</u>	<u>\$ 304,244</u>	<u>\$ 290,127</u>
Family Counseling Center					
Family counseling services:					
Salaries	\$ 194,889	\$ -	\$ -	\$ 194,889	\$ 322,051
Payroll taxes	14,235	-	-	14,235	22,602
Employee benefits	57,522	-	-	57,522	79,939
Advertising and promotion	1,152	-	-	1,152	2,377
Supplies	7,064	-	-	7,064	5,573
Banking and processing fees	2,270	-	-	2,270	2,081
Telephone	9,615	-	-	9,615	13,246
Travel & seminars	1,463	-	-	1,463	4,004
Professional training	-	-	-	-	725
Rent	23,850	-	-	23,850	21,600
Miscellaneous	202	-	-	202	2,626
Utilities	-	-	-	-	804
Total family counseling services	<u>\$ 312,262</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 312,262</u>	<u>\$ 477,628</u>

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LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND EXPENSE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

Expenses	Location			Totals	
	Ruston	SELA	SWLA	2023	2022
<b>Clinical Services</b>					
Salaries	\$ 1,746,237	\$ 207,063	\$ 206,702	\$ 2,160,002	\$ 1,802,480
Payroll taxes	120,726	14,494	13,829	149,049	125,098
Employee benefits	368,537	36,694	36,107	441,338	348,026
Therapeutic supplies	2,365	9,714	2,647	14,726	6,676
Travel and seminars	21,094	2,290	8,850	32,234	43,795
Travel - court	103	-	-	103	308
Office supplies	15,473	309	489	16,271	5,670
Professional services	8,333	1,760	10,838	20,931	14,375
Utilities	6,612	-	-	6,612	6,347
Miscellaneous	10,124	347	1,398	11,869	14,916
<b>Total clinical services</b>	<b>\$ 2,299,604</b>	<b>\$ 272,671</b>	<b>\$ 280,860</b>	<b>\$ 2,853,135</b>	<b>\$ 2,367,691</b>
<b>Independent Life Skills Services</b>					
<b>Monroe Region:</b>					
Salaries	\$ 111,135	\$ -	\$ -	\$ 111,135	\$ 129,801
Payroll taxes	7,418	-	-	7,418	8,942
Employee benefits	27,898	-	-	27,898	27,287
Travel and seminars	3,941	-	-	3,941	3,961
Supplies	5,929	-	-	5,929	3,220
Postage	458	-	-	458	634
Miscellaneous	1,523	-	-	1,523	19,146
Vehicle	1,978	-	-	1,978	2,675
Telephone	6,746	-	-	6,746	6,907
Utilities	3,741	-	-	3,741	3,376
<b>Total Monroe region</b>	<b>\$ 170,767</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 170,767</b>	<b>\$ 205,949</b>
<b>Covington Region:</b>					
Salaries	\$ 141,307	\$ -	\$ -	\$ 141,307	\$ 141,368
Payroll taxes	10,544	-	-	10,544	10,089
Employee benefits	16,877	-	-	16,877	17,974
Travel and seminars	3,740	-	-	3,740	2,345
Supplies	3,374	-	-	3,374	6,848
Rent	16,200	-	-	16,200	16,200
Miscellaneous	3,184	-	-	3,184	17,937
Telephone	8,473	-	-	8,473	7,922
Utilities	4,094	-	-	4,094	4,471
<b>Total Covington region</b>	<b>\$ 207,793</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 207,793</b>	<b>\$ 225,154</b>
<b>Lake Charles Region:</b>					
Salaries	\$ 107,952	\$ -	\$ -	\$ 107,952	\$ 99,186
Payroll taxes	7,345	-	-	7,345	6,720
Employee benefits	22,692	-	-	22,692	22,308
Travel and seminars	1,698	-	-	1,698	3,688
Supplies	982	-	-	982	2,830
Rent	-	-	-	-	12,150
Miscellaneous	255	-	-	255	332
Vehicle	1,596	-	-	1,596	1,236
Telephone	3,032	-	-	3,032	2,349
Utilities	-	-	-	-	1,872
<b>Total Lake Charles region</b>	<b>\$ 145,552</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 145,552</b>	<b>\$ 152,671</b>

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LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND EXPENSE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Location			Totals	
	Ruston	SELA	SWLA	2023	2022
<b>Expenses</b>					
<b>Independent Life Skills Services (continued)</b>					
<b>Lafayette Region:</b>					
Salaries	\$ 113,095	\$ -	\$ -	\$ 113,095	\$ 105,031
Payroll taxes	7,616	-	-	7,616	7,089
Employee benefits	18,249	-	-	18,249	20,542
Travel and seminars	2,624	-	-	2,624	3,291
Supplies	2,736	-	-	2,736	1,114
Rent	13,200	-	-	13,200	13,200
Miscellaneous	96	-	-	96	2,335
Vehicle	1,929	-	-	1,929	2,751
Telephone	5,140	-	-	5,140	5,662
<b>Total Lafayette region</b>	<b>\$ 164,685</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 164,685</b>	<b>\$ 161,015</b>
<b>Total Independent Life Skills Services</b>	<b>\$ 688,797</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 688,797</b>	<b>\$ 744,789</b>
<b>Methodist Foster Care</b>					
Salary	\$ 2,156,775	\$ -	\$ -	\$ 2,156,775	\$ 1,990,329
Payroll taxes	149,981	-	-	149,981	140,323
Employee benefits	394,061	-	-	394,061	354,814
Advertising/recruiting	25,864	-	-	25,864	29,997
Office supplies	50,310	-	-	50,310	39,862
Insurance	478,750	-	-	478,750	239,985
Rent/utilities	160,190	-	-	160,190	134,583
Miscellaneous	37,158	-	-	37,158	18,050
Telephone	78,910	-	-	78,910	71,114
Transportation/travel	175,834	-	-	175,834	159,775
Training	22,195	-	-	22,195	19,200
Foster parent daily rate	2,920,169	-	-	2,920,169	2,436,678
Reimbursements	58,346	-	-	58,346	155,796
Utilities	11,478	-	-	11,478	12,639
<b>Total Methodist Foster Care</b>	<b>\$ 6,720,021</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,720,021</b>	<b>\$ 5,803,145</b>
<b>Foster Care Support</b>					
Salary	\$ 132,407	\$ -	\$ -	\$ 132,407	\$ 181,384
Payroll taxes	10,306	-	-	10,306	13,179
Employee benefits	22,338	-	-	22,338	27,329
Office supplies	6,548	-	-	6,548	3,329
Miscellaneous	1,142	-	-	1,142	1,694
Telephone	2,163	-	-	2,163	2,011
Travel and seminars	19,399	-	-	19,399	17,088
<b>Total Foster Care Support</b>	<b>\$ 194,303</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 194,303</b>	<b>\$ 246,014</b>
<b>Outdoor Wilderness Learning Center</b>					
Salaries	\$ 224,395	\$ -	\$ -	\$ 224,395	\$ 253,312
Payroll taxes	16,283	-	-	16,283	18,463
Employee benefits	48,176	-	-	48,176	47,570
Advertising	2,436	-	-	2,436	770
Insurance	35,440	-	-	35,440	-
Training and challenge course	10,665	-	-	10,665	10,074
Telephone	32,154	-	-	32,154	23,256
Utilities	40,181	-	-	40,181	38,844
Supplies - O.W.L.	15,830	-	-	15,830	39,960
Supplies - office	4,573	-	-	4,573	119
Equipment and building repairs	46,779	-	-	46,779	52,478
Salsa and jelly supplies	20,841	-	-	20,841	20,807
Miscellaneous	19,056	-	-	19,056	4,667
Vehicle	20,237	-	-	20,237	20,660
<b>Total Outdoor Wilderness Learning Center</b>	<b>\$ 537,046</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 537,046</b>	<b>\$ 530,980</b>

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LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND EXPENSE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Location			Totals	
	Ruston	SELA	SWLA	2023	2022
<b>Expenses</b>					
<b>Methodist Equine Program</b>					
Salaries	\$ 168,285	\$ -	\$ -	\$ 168,285	\$ 135,108
Payroll taxes	12,331	-	-	12,331	9,718
Employee benefits	38,310	-	-	38,310	27,653
Advertising	290	-	-	290	249
Supplies	45,813	-	-	45,813	31,003
Travel and seminars	929	-	-	929	2,997
Veterinarian and ferrier	19,318	-	-	19,318	19,536
Miscellaneous	215	-	-	215	206
Total Methodist Equine Program	<u>\$ 285,491</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 285,491</u>	<u>\$ 226,470</u>
Total Outdoor Wilderness Learning Ctr & Equine	<u>\$ 822,537</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 822,537</u>	<u>\$ 757,450</u>
<b>Development and Public Relations</b>					
Salaries	\$ 395,329	\$ -	\$ -	\$ 395,329	\$ 337,295
Payroll taxes	29,064	-	-	29,064	24,403
Employee benefits	53,693	-	-	53,693	49,818
Advertising	1,541	-	-	1,541	3,573
Supplies	16,444	-	-	16,444	7,073
Telephone	3,274	-	-	3,274	3,941
Digital Communications	21,698	-	-	21,698	11,998
Printing	58,091	-	-	58,091	56,290
Postage	14,529	-	-	14,529	15,197
Travel and seminars	20,699	-	-	20,699	13,528
Regional development activities	6,519	-	-	6,519	14,823
Special events	12,205	21,362	-	33,567	35,365
Software maintenance	35,907	-	-	35,907	34,801
Miscellaneous	7,925	-	-	7,925	8,828
Professional services	1,446	-	-	1,446	26,095
Utilities	10,017	-	-	10,017	9,100
Vehicle	16,848	-	-	16,848	21,596
Total Public Relations and Development	<u>\$ 705,229</u>	<u>\$ 21,362</u>	<u>\$ -</u>	<u>\$ 726,591</u>	<u>\$ 673,724</u>

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LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.

GENERAL OPERATING FUND EXPENSE DETAIL  
STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	Location			Totals	
	Ruston	SELA	SWLA	2023	2022
<b>Expenses</b>					
Advocacy and Community Development					
Salaries	\$ 150,608	\$ -	\$ -	\$ 150,608	\$ 14,136
Payroll taxes	9,833	-	-	9,833	990
Employee benefits	34,295	-	-	34,295	4,448
Advertising	-	-	-	-	33
Supplies	505	-	-	505	-
Miscellaneous	125	-	-	125	-
Travel and seminars	6,158	-	-	6,158	-
	<u>\$ 201,524</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 201,524</u>	<u>\$ 19,607</u>
<b>Capital Expenditures</b>					
Equipment and trailers	\$ 3,888	\$ -	\$ -	\$ 3,888	\$ 5,334
Furniture and fixtures	-	-	-	-	-
Building and improvements	32,375	-	12,985	45,360	8,107
	<u>\$ 36,263</u>	<u>\$ -</u>	<u>\$ 12,985</u>	<u>\$ 49,248</u>	<u>\$ 13,441</u>
<b>Total Expenses</b>	<u>\$ 32,490,869</u>	<u>\$ 3,892,858</u>	<u>\$ 4,477,548</u>	<u>\$ 40,861,275</u>	<u>\$ 36,632,898</u>

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



**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**STATEMENTS OF CHANGES IN GENERAL FIXED ASSETS**

**FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022**

	Land and Improvements	Buildings and Improvements	Construction in Progress	Autos, Furniture, and Equipment	Total
<b>December 31, 2023</b>					
General Fixed Assets - Beginning of Year	\$ 2,806,982	\$ 35,086,248	\$ 62,425	\$ 3,128,417	\$ 41,084,072
Transfers	\$ -	\$ 47,425	\$ (62,425)	\$ 15,000	\$ -
Additions					
General operating fund	\$ -	\$ 32,698	\$ -	\$ 16,550	\$ 49,248
Local investment fund	10,001	868,173	148,347	617,163	1,643,684
General fixed asset	-	-	-	-	-
Total additions	<u>\$ 10,001</u>	<u>\$ 900,871</u>	<u>\$ 148,347</u>	<u>\$ 633,713</u>	<u>\$ 1,692,932</u>
Retirements					
General fixed assets	\$ -	\$ (205,148)	\$ -	\$ (322,388)	\$ (527,536)
General Fixed Assets - End of Year	<u>\$ 2,816,983</u>	<u>\$ 35,829,396</u>	<u>\$ 148,347</u>	<u>\$ 3,454,743</u>	<u>\$ 42,249,469</u>
<b>December 31, 2022</b>					
General Fixed Assets - Beginning of Year	\$ 2,788,450	\$ 24,598,537	\$ 8,272,594	\$ 3,440,213	\$ 39,099,794
Transfers	\$ 6,844	\$ 8,223,037	\$ (8,272,594)	\$ 42,713	\$ -
Additions					
General operating fund	\$ -	\$ 8,107	\$ -	\$ 5,334	\$ 13,441
Local investment fund	42,502	2,686,242	62,425	268,918	3,060,087
General fixed asset	-	-	-	-	-
Total additions	<u>\$ 42,502</u>	<u>\$ 2,694,349</u>	<u>\$ 62,425</u>	<u>\$ 274,252</u>	<u>\$ 3,073,528</u>
Retirements					
General fixed assets	\$ (30,814)	\$ (429,675)	\$ -	\$ (628,761)	\$ (1,089,250)
General Fixed Assets - End of Year	<u>\$ 2,806,982</u>	<u>\$ 35,086,248</u>	<u>\$ 62,425</u>	<u>\$ 3,128,417</u>	<u>\$ 41,084,072</u>

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

**OTHER SUPPLEMENTARY INFORMATION**



**SILAS SIMMONS** LLP

CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

209 N. Commerce St.  
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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT  
OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

To the Organization of Directors of  
Louisiana United Methodist Children and Family Services, Inc.

We have audited, in accordance with the 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, the financial statements of Louisiana United Methodist Children and Family Services, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2023; the related statements of activities and cash flows for the years ended December 31, 2023, as listed in the table of contents; and the related notes to the financial statements, and have issued our report thereon dated June 24, 2024.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Louisiana United Methodist Children and Family Services, Inc.'s (the Organization) internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 Organization'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. We did not identify any deficiencies in internal control that we consider to be significant deficiencies.

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

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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. Under Louisiana Revised Statute 24:513, this communication is distributed by the Louisiana Legislative Auditor as a public document.

A handwritten signature in cursive script that reads "Silas Simmons, LLP".

Monroe, Louisiana  
June 24, 2024



**SILAS SIMMONS** LLP

CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

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

To the Organization of Directors of  
Louisiana United Methodist Children and Family Services, Inc.

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Louisiana United Methodist Children and Family Services, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Louisiana United Methodist Children and Family Services, Inc.'s major federal programs for the year ended December 31, 2023. Louisiana United Methodist Children and Family Services, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Louisiana United Methodist Children and Family Services, 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 year ended December 31, 2023.

***Basis for Opinion on Each Major Federal Program***

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Louisiana United Methodist Children and Family Services, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Louisiana United Methodist Children and Family Services, Inc.'s compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Louisiana United Methodist Children and Family Services, Inc.'s federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Louisiana United Methodist Children and Family Services, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Louisiana United Methodist Children and Family Services, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Louisiana United Methodist Children and Family Services, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Louisiana United Methodist Children and Family Services, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Louisiana United Methodist Children and Family Services, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on 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 a 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

*Silas Simmons, LLP*

Monroe, Louisiana

June 24, 2024

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## SCHEDULE OF CURRENT YEAR FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED DECEMBER 31, 2023

**SECTION I: SUMMARY OF AUDITOR'S RESULTS**

## Financial Statements:

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

## Federal Awards:

- |    |   |               |
|----|---|---------------|
| 1. | Type of auditor's report issued on compliance for major programs:   | Unmodified    |
| 2. | Internal control over major Federal programs:   |               |
|    | a. Material weakness(es) identified?  | No            |
|    | b. Significant deficiency(ies) identified that are not considered to be material weaknesses?                  | None reported |
|    | c. Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)? | No            |

3. Identification of major programs:

CFDA NumbersName of Federal Program or Cluster

93.674

U.S. Department of Health and Human Services:  
Independent Living Program

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

Auditee qualifies as low-risk auditee?

Yes

## State Awards:

- |    |  |               |
|----|--|---------------|
| 1. | Type of auditor's report issued on compliance for major programs:  | Unmodified    |
| 2. | Internal control over major State programs:  |               |
|    | a. Material weakness(es) identified?   | No            |
|    | b. Significant deficiency(ies) identified that are not considered to be material weaknesses?                               | None reported |
|    | c. Any audit findings disclosed that are required to be reported in accordance with State Single Audit Implementation Act? | No            |



LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.  
SCHEDULE OF CURRENT YEAR FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2023

**SECTION II: FINANCIAL STATEMENT FINDINGS**

There were no findings related to the financial statements for the year ended December 31, 2023.

**SECTION III: FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

There were no items identified in the course of our testing during the current year required to be reported.

**SECTION IV: STATE AWARD FINDINGS AND QUESTIONED COSTS**

There were no items identified in the course of our testing during the current year required to be reported.

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED DECEMBER 31, 2022

**SECTION I: SUMMARY OF AUDITOR'S RESULTS**

Financial Statements:

- |  |            |
|--|------------|
| 1. Type of auditor's report issued on the financial statements:                              | Unmodified |
| 2. Internal control over financial reporting:  |            |
| a. Material weakness(es) identified?   | No         |
| b. Significant deficiency(ies) identified that are not considered to be material weaknesses? | Yes        |
| 3. Material noncompliance relating to the financial statements?                              | No         |

Federal Awards:

- |   |               |
|---|---------------|
| 1. Type of auditor's report issued on compliance for major programs:  | Unmodified    |
| 2. Internal control over major Federal programs:  |               |
| a. Material weakness(es) identified?  | No            |
| b. Significant deficiency(ies) identified that are not considered to be material weaknesses?                  | None reported |
| d. Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)? | No            |
| 3. Identification of major programs:  |               |

CFDA Numbers

93.674  
93.498

Name of Federal Program or Cluster

U.S. Department of Health and Human Services:  
Independent Living Program  
Provider Relief - CARES ACT

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000

Auditee qualifies as low-risk auditee?

Yes

State Awards:

- |  |               |
|--|---------------|
| 1. Type of auditor's report issued on compliance for major programs:   | Unmodified    |
| 2. Internal control over major State programs:   |               |
| a. Material weakness(es) identified?   | No            |
| b. Significant deficiency(ies) identified that are not considered to be material weaknesses?                               | None reported |
| d. Any audit findings disclosed that are required to be reported in accordance with State Single Audit Implementation Act? | No            |

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED DECEMBER 31, 2022

**SECTION II: FINANCIAL STATEMENT FINDINGS**

There were no findings related to the financial statements for the year ended December 31, 2022.

**SECTION III: FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

There were no items identified in the course of our testing during the current year required to be reported.

**SECTION IV: STATE AWARD FINDINGS AND QUESTIONED COSTS**

There were no items identified in the course of our testing during the current year required to be reported.

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.  
 SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD  
 FOR THE YEAR ENDED DECEMBER 31, 2023

Agency Head Name: Rick Wheat, President and CEO

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 204,356
Benefits - insurance	27,076
Benefits - retirement	12,260
Benefits - FICA	12,887
Car allowance	N/A
Vehicle provided by Organization	N/A
Per diem	N/A
Reimbursements	N/A
Travel	317
Registration fees	25
Conference travel	N/A
Continuing professional education fees	N/A
Housing	N/A
Unvouchered expenses	N/A
Special meals	35

**LOUISIANA UNITED METHODIST CHILDREN  
AND FAMILY SERVICES, INC.**

**STATEWIDE AGREED-UPON PROCEDURES REPORT  
DECEMBER 31, 2023**



**SILAS SIMMONS** LLP

CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

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## INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Organization of Directors of the  
Louisiana United Methodist Children and Family Services, Inc.  
and the Louisiana Legislative Auditor:

We have performed the procedures detailed in the Schedule of Agreed-Upon Procedures and Findings on pages 70-80, which were agreed to by the Louisiana United Methodist Children and Family Services, Inc. and the Louisiana Legislative Auditor (LLA), on the control and compliance areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period January 1, 2023, through December 31, 2023. The Louisiana United Methodist Children and Family Services, Inc.'s management is responsible for those control and compliance areas identified in the SAUPs.

The Louisiana United Methodist Children and Family Services, Inc. has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the control and compliance areas identified in LLA's SAUPs for the fiscal period January 1, 2023, through December 31, 2023. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

Our procedures and findings are described in the Schedule of Agreed-Upon Procedures and Findings on pages 70-80.

We were engaged by Louisiana United Methodist Children and Family Services, Inc. to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those control and compliance areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Louisiana United Methodist Children and Family Services, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on those control and compliance areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

*Silas Simmons, LLP*

Monroe, Louisiana  
May 28, 2024

Members: American Institute of CPAs, Mississippi Society of CPAs, Louisiana Society of CPAs

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2023

*Written Policies and Procedures*

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1. Obtain and inspect the Entity's written policies and procedures and observe that they address each of the following categories and subcategories, as applicable:
  - a) Budgeting, including preparing, adopting, monitoring, and amending the budget.
  - b) Purchasing, including (1) how purchases are initiated, (2) how vendors are added to the vendor list, (3) the preparation and approval process of purchase requisitions and purchase orders, (4) controls to ensure compliance with the Public Bid Law, and (5) documentation required to be maintained for all bids and price quotes.
  - c) Disbursements, including processing, reviewing, and approving.
  - d) Receipts/Collections, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions.
  - e) Payroll/Personnel, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee(s) rate of pay or approval and maintenance of pay rate schedules.
  - f) Contracting, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
  - g) Travel and expense reimbursement, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
  - h) Credit Cards (and debit cards, fuel cards, purchase cards, if applicable), including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
  - i) Ethics, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the Entity's ethics policy .
  - j) Debt Service, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
  - k) Information Technology Disaster Recovery/Business Continuity, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
  - l) Prevention of Sexual Harassment, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2023

Performance: We reviewed the written policies and procedures for the related functions listed in the above procedures. Through our review, we were able to verify that the Organization has appropriate written policies and procedures for the related topics as applicable to public funds and the organization's operations.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

*Board or Finance Committee*

---

2. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and
  - a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
  - b) For those entities reporting on the governmental accounting model, observe that the minutes referenced or included monthly budget-to-actual comparisons on the general fund and major special revenue funds, as well as monthly financial statements (or budget-to-actual comparisons, if budgeted) for major proprietary funds. *Alternately, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.*
  - c) For governmental entities, obtain the prior year audit report and observe the unrestricted fund balance in the general fund. If the general fund had a negative ending unrestricted fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unrestricted fund balance in the general fund.
  - d) observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

Performance: We obtained a copy of the organization's board/committee minutes for the fiscal period. We reviewed the minutes and determined the managing board met on a frequency in accordance with the organization's enabling legislation, charter, or equivalent document. We reviewed the minutes and verified they referenced or included financial activity relating to public funds during the fiscal period. We observed the unassigned fund balance in the general fund did not have a negative balance in the prior year audit report.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.



LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2023

*Bank Reconciliations*

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3. Obtain a listing of client bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the Entity's main operating account. Select the Entity's main operating account and randomly select five additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for selected each selected account, and observe that--
- a) Bank reconciliations include evidence that they were prepared within two months of the related statement closing date;
  - b) Bank reconciliations include written evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation; and
  - c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than twelve months from the statement closing date, if applicable.

Performance: We obtained a list of bank accounts applicable to public funds from management and had management identify the main operating bank account. We obtained the related bank statements and randomly selected one month from the fiscal period and determined the bank reconciliations had been prepared within two months of the related statement closing date, included evidence of a member of management unrelated to the cash collection/disbursement processes had reviewed each bank reconciliation, and included documentation that management had researched reconciling items that have been outstanding for more than twelve months from that statement closing date.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

*Collections*

---

- 4. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select five deposit sites (or all deposit sites if less than five).
- 5. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site, obtain and inspect written policies and procedures relating to employee job duties at each collection location, and observe that job duties are properly segregated at each collection location such that
  - a) Employees responsible for cash collections do not share cash drawers/registers;
  - b) Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation to the deposit;

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2023

- c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit; and
  - d) the employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, is not responsible for collecting cash, unless another employee verifies the reconciliation.
6. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash.. Observe that the bond or insurance policy for theft was in force during the fiscal period.
7. Randomly select two deposit dates for each of the five bank accounts selected for Procedure 3 under "Bank Reconciliations." Obtain supporting documentation for each of the ten deposits and:
- a) Observe that receipts are sequentially pre-numbered.
  - b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
  - c) Trace the deposit slip total to the actual deposit per the bank statement.
  - d) Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than ten miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).
  - e) Trace the actual deposit per the bank statement to the general ledger.

Performance: We obtained a listing of collection locations and management's representation that the listing was complete. The organization has only one collection location and all receipts come in the form of direct deposit. We obtained written policies and procedures and inquired of management and employees and determined the organization has a process specifically defined to ensure a separation of duties and determine completeness of collections for each revenue source by a person who is not responsible for collections. We randomly selected two deposit dates and performed the procedures above by tracing the deposits to collection documentation, bank statements, general ledger, and the Office of Statewide Reporting and Accounting Policy vendor payments.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

*Non-Payroll Disbursements (excluding card purchases, travel reimbursements, and petty cash purchases)*

8. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select five locations (or all locations if less than 5).

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

## FOR THE YEAR ENDED DECEMBER 31, 2023

9. For each location selected under Procedure 8, obtain a listing of those employees involved with nonpayroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties and observe that job duties are properly segregated such that—
- a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order or making the purchase;
  - b) At least two employees are involved in processing and approving payments to vendors;
  - c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files;
  - d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments; and
  - e) Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.
10. For each location selected under Procedure 8, obtain the Entity's nonpayroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select five disbursements for each location, obtain supporting documentation for each transaction and observe that—
- a) the disbursement matched the related original itemized invoice/billing statement, and supporting documentation indicates that deliverables included on the invoice were received by the entity, and
  - b) the disbursement documentation included evidence of segregation of duties tested under Procedure 9, as applicable.
11. Using the Entity's main operating account and the month selected in Bank Reconciliations Procedure 3, randomly select five non-payroll-related electronic disbursements and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds per the Entity's policy, and (b) approved by the required number of authorized signers per the Entity's policy.

Performance: We obtained a list of locations that process payments and management's representation that the listing was complete. The organization has one location for processing payments. We reviewed written policies and procedures and inquired of management and employees to determine that the organization has a process specifically defined to ensure a separation of duties and observed that job duties are properly segregated such that at least two employees are involved in initiating, approving, and placing a purchase request, at least two employees are involved in processing and approving payments to vendors, and an employee other than the employee responsible for processing checks is responsible for periodically reviewing changes to vendor files. For the one location from Procedure 8, we randomly selected five non-payroll disbursement transactions and obtained the supporting documentation and observed that the selected disbursements matched the related original invoice and that the related documentation included evidence of segregation of duties tested under Procedure 9.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

## LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

## SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2023

*Credit Cards/Debit Cards/Fuel Cards/Purchase Cards*

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12. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.
13. Using the listing prepared by management, randomly select five cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card, obtain supporting documentation, and:
  - a) Observe that there is evidence that the monthly statement or combined statement and supporting documentation were reviewed and approved, in writing, by someone other than the authorized card holder.
  - b) Observe that finance charges and late fees were not assessed on the selected statements.
14. Using the monthly statements or combined statements selected under Procedure 13, excluding fuel cards, randomly select ten transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions. For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals.

Performance: We inquired of management and received a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards, including the card numbers and the names of the persons who maintained possession of the cards. We also received representation from management that the listing was complete. We randomly selected five cards that were used during the fiscal period and randomly selected one monthly statement for each card selected. We reviewed the statement to determine whether there was evidence that it was reviewed and approved, in writing, by someone other than the authorized card holder. We also reviewed the statement to determine whether finance charges and/or late fees were assessed on the statement. We obtained supporting documentation for all transactions to determine whether there was an original itemized receipt, documentation of the business/public purpose, and other required written documentation.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2023

*Travel and Travel-Related Expense Reimbursements (excluding card transactions)*

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15. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select five reimbursements and obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the five reimbursements selected –
- a) If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration ([www.gsa.gov](http://www.gsa.gov));
  - b) If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased;
  - c) Observe that each reimbursement is supported by documentation of the business/public purpose and other documentation required by Written Policies and Procedures (Procedure 1h); and
  - d) Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

Performance: We obtained a list of all travel and related expense reimbursements and received representation from management that the listing was complete. We randomly selected five travel and related expense reimbursements and obtained the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. We determined all per diem rates agreed with the rates established by the governing authorities. All reimbursements were based off mileage rates and no actual costs were used. We observed each reimbursement was supported by appropriate documentation, including purpose and approval, in accordance with the organization's written policies and procedures.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

*Contracts*

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16. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. Obtain management's representation that the listing is complete. Randomly select five contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and
- a) Observe that the contract was bid in accordance with the Louisiana Public Bid Law, if required by law;
  - b) Observe that the contract was approved by the governing body/board, if required by policy or law;
  - c) If the contract was amended, observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms; and

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2023

- d) Randomly select one payment from the fiscal period for each of the five contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Performance: We obtained a listing of all contracts in effect during the fiscal period and management's representation that the listing was complete. We reviewed all three contracts and none were subject to the Louisiana Public Bid Law. All contracts were approved by the appropriate official and board in accordance with the organization's written policies and procedures. We determined the selected contracts did not include amendments to the original contracts. We randomly selected one payment for each contract and compared the payment to the written contract information to determine that the invoice and related payment complied with the terms of the contract.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

*Payroll and Personnel*

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17. Obtain a listing of employees and elected officials employed during the fiscal period and management's representation that the listing is complete. Randomly select five employees/officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.
18. Randomly select one pay period during the fiscal period. For the five employees/officials selected under Procedure 17, obtain attendance records and leave documentation for the pay period and observe that –
- a) all selected employees/officials documented their daily attendance and leave;
  - b) supervisors approved the attendance and leave of the selected employees/officials; and
  - c) any leave accrued or taken during the pay period is reflected in the Entity's cumulative leave records; and
  - d) the rate paid to the employees or officials agrees to the authorized salary/pay rate found within the personnel file.
19. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the listing is complete. Randomly select two employees/officials and, obtain related documentation of the hours and pay rates used in management's termination payment calculations and agree the hours to the employees'/officials' cumulative leave records, agree the pay rates to the employees'/officials' authorized pay rates in the employees'/officials' personnel files, and agree the termination payment to entity policy.
20. Obtain management's representation that employer and employee portions of payroll taxes, retirement contributions, health insurance premiums, and workers' compensation premiums have been paid, and any associated forms have been filed, by required deadlines.

LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2023

Performance: We obtained a listing of all persons employed during the fiscal period and management's representation that the listing was complete. We randomly selected five employees, obtained personnel files, and agreed pay rates to personnel files. We determined that all selected employees documented their daily attendance and leave for the selected pay period. We determined that the attendance and leave of each employee for the selected pay period was approved by each employee's respective supervisor. For the five employees selected, we determined that accrued and/or paid leave in the pay period was properly reflected in the organization's cumulative leave records.

We obtained a listing of all employees terminated during the fiscal period and management's representation that the listing was complete. We randomly selected two employees from the list and agreed the hours to the employees' cumulative leave records, agreed the pay rates to the employees' personnel files, and determined that the termination payments agreed to the organization's written policies and procedures. We obtained management's representation that employer and employee portions of third-party payroll-related amounts have been paid, and any related forms have been timely filed.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

*Ethics*

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21. Using the five randomly selected employees/officials from Procedure 17 under "Payroll and Personnel," obtain ethics documentation from management, and:
- a) Observe whether the documentation demonstrates that each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170,, and
  - b) Observe whether the entity maintains documentation which demonstrates each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.
22. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

Performance: The organization is a nonprofit entity not subject to the Louisiana Code of Ethics one hour of ethics training requirement. The organization's *Code of Ethics and Compliance* contains the *Organizational Code of Ethics*, the *Code of Ethics* (for employees), the *Ethical Reporting Policy* and specific steps for reporting unethical behavior, policies regarding the *Federal False Claims Act*, the *Louisiana Medical Assistance Programs Integrity Law* and the *Louisiana Medicaid Fraud and Abuse Laws*, as well as encouragement and specific steps and contact information for reporting such fraud and abuse. Each employee signs a copy of the Code of Ethics and this signed copy is placed in the employee file which is maintained by the organization's Human Resources department.

Exceptions: Not applicable to this nonprofit entity.

Management's response: Not applicable.

**LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.**

**SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS**

**FOR THE YEAR ENDED DECEMBER 31, 2023**

***Debt Service***

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23. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each debt instrument issued as required by Article VII, Section 8 of the Louisiana Constitution.
24. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balance and payments to those required by debt covenants.

Exceptions: Not applicable to this nonprofit entity.

Management's response: Not applicable.

***Fraud Notice***

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25. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the Entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the Entity is domiciled as required by R.S. 24:523.
26. Observe that the Entity has posted, on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Performance: We inquired of management of any misappropriations of public funds or assets during the year and none were noted. We inquired and observed fraud notice posted on the premises and website.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

***Information Technology Disaster Recovery/Business Continuity***

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27. Perform the following procedures -

- a) Obtain and inspect the Entity's most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observe evidence that such backup occurred within the past week, was not stored on the local server or network, and was encrypted.
- b) Obtain and inspect the Entity's most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past three months.



LOUISIANA UNITED METHODIST CHILDREN AND FAMILY SERVICES, INC.

SCHEDULE OF AGREED-UPON PROCEDURES AND FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2023

- c) Obtain a listing of the Entity's computers currently in use, and their related locations, and management's representation that the listing is complete. Randomly select five computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.
28. Randomly select five terminated employees using the list of terminated employees obtained in Procedure 19 under "Payroll and Personnel" above. Observe evidence that the selected terminated employees have been removed or disabled from the network.

Exceptions: No exceptions were found as a result of these procedures.

Management's response: Not applicable.

*Prevention of Sexual Harassment*

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29. Using the five randomly selected employees/officials from Procedure 17 under "Payroll and Personnel" above, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.
30. Observe that the Entity has posted its sexual harassment policy and complaint procedure on its website.
31. Obtain the Entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that it includes the applicable requirements of R.S. 42:344:
- a) Number and percentage of public servants in the agency who have completed the training requirements;
  - b) Number of sexual harassment complaints received by the agency;
  - c) Number of complaints which resulted in a finding that sexual harassment occurred;
  - d) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
  - e) Amount of time it took to resolve each complaint.

Exceptions: Not applicable to this nonprofit entity.

Management's response: Not applicable.