

**LOUISIANA CENTER AGAINST POVERTY, INC.**  
**Monroe, Louisiana**

**COMPILATION REPORT  
AND  
FINANCIAL STATEMENTS  
WITH SUPPLEMENTAL INFORMATION  
As of And for the Year Ended June 30, 2021**

**BY**

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**Compilation Report  
And Financial Statements  
With Supplemental Information  
As of and for the Year Ended June 30, 2021**

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### Independent Accountant's Compilation Report

To the Board of Directors  
Louisiana Center Against Poverty, Inc.  
Monroe, Louisiana

Management is responsible for the accompanying financial statements of Louisiana Center Against Poverty, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2021 and the related statements of activities, functional expenses, cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. I do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

The supplementary information contained in Schedules 1 and 2 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to my compilation engagement. I have not audited or reviewed the supplementary information. and do not express an opinion, a conclusion, nor provide any assurance on such information.

Rosie D. Harper  
Certified Public Accountant

December 22, 2021

## **FINANCIAL STATEMENTS**

LOUISIANA CENTER AGAINST POVERTY, INC.  
Statement of Financial Position  
June 30, 2021

Statement A

**Assets**

Cash and Cash Equivalents	\$ 5,746
Grants and Contracts Receivable	<u>8,000</u>
Total Assets	<u><u>13,746</u></u>

**Liabilities and Net Assets**

Liabilities:

Accrued Liabilities	<u>11,980</u>
Total Liabilities	<u>11,980</u>

Net Assets:

Without Donor Restrictions	1,766
With Donor Restrictions	<u>-</u>
Total Net Assets	<u>1,766</u>
Total Liabilities and Net Assets	<u><u>\$ 13,746</u></u>

See Accompanying Independent Accountant's Report and Notes to Financial Statements.

## LOUISIANA CENTER AGAINST POVERTY, INC.

Statement B

## Statement of Activities

For the Year Ended

June 30, 2021

**CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS:****Revenues and Gains**

Other Revenues	\$ 2,000
<b>TOTAL REVENUES AND GAINS WITHOUT DONOR RESTRICTIONS</b>	<u>2,000</u>

**Net Assets Released from Restrictions:**

Restrictions Satisfied by Payments	<u>109,278</u>
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<b>TOTAL NET ASSETS RELEASED FROM RESTRICTIONS</b>	<u>109,278</u>
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<b>TOTAL REVENUE, GAINS AND OTHER SUPPORT WITHOUT DONOR RESTRICTIONS</b>	<u>111,278</u>
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**Expenses**

Program Expense	<u>131,127</u>
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Total Expenses	<u>131,127</u>
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<b>DECREASE IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>	<u>(19,849)</u>
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**CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS**

Grants and Contracts	
Federal	109,278

Net Assets Released from Restrictions	
Restrictions Satisfied by Payments	<u>(109,278)</u>

<b>INCREASE IN NET ASSETS WITH DONOR RESTRICTIONS</b>	<u>-</u>
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<b>DECREASE IN NET ASSETS</b>	(19,849)
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<b>NET ASSETS AT THE BEGINNING OF THE YEAR</b>	<u>21,604</u>
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## Other Changes in Net Assets

Prior Period Adjustment	<u>11</u>
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Total Other Changes in Net Assets	<u>11</u>
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<b>NET ASSETS AT THE END OF THE YEAR</b>	<u><u>\$ 1,766</u></u>
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See Accompanying Independent Accountant's Report and Notes to Financial Statements.

LOUISIANA CENTER AGAINST POVERTY, INC.  
Statement of Functional Expenses  
For the Year Ended  
June 30, 2021

**Personnel Costs**

Salaries and Wages	\$ 43,587
Payroll Taxes and Other Fringe Benefits	2,697
<b>Total Personnel Costs</b>	<u>46,284</u>

**Other Expenses**

Advertisement	84
Automobile Expense	1,108
Contract Labor	19,175
Covid Relief (Contribution)	7,556
Bank Service Charges	36
Insurance	7,601
Office Expenses and Supplies	7,599
Operating Costs	19,739
Printing and Copying	246
Professional Fees	2,764
Rent Expense, Facilities and Office	10,553
Telephone	2,322
Travel	3,450
Utilities	2,610
<b>Total Other Expenses</b>	<u>84,843</u>
<b>Total Functional Expenses</b>	<u><u>\$ 131,127</u></u>

See Accompanying Independent Accountant's Report and Notes to Financial Statements.



LOUISIANA CENTER AGAINST POVERTY, INC.  
Statement of Cash Flows  
For the Year Ended  
June 30, 2021

<b>Operating Activities</b>	<u>All Funds</u>
Change in Net Assets	\$ (19,849)
Adjustments to Reconcile Change in Unrestricted Net Assets to Net Cash Used by Operating Activities	
Increase in Grant Receivables	(8,000)
Increase in Accrued Liabilities	5,221
Total Adjustments	<u>(2,779)</u>
Net Cash Used by Operating Activities	<u>(22,628)</u>
Net Decrease in Cash and Cash Equivalents	<u>(22,628)</u>
Cash and Cash Equivalents as of Beginning of Year	<u>28,374</u>
Cash and Cash Equivalents as of the End of Year	<u><u>\$ 5,746</u></u>

See Accompanying Independent Accountant's Report and Notes to Financial Statements.

**Louisiana Center Against Poverty, Inc.  
Monroe, Louisiana**

**Notes to the Financial Statements  
As of and for the Year Ended June 30, 2021**

**NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Operations**

Louisiana Center Against Poverty, Inc. is a nonprofit organization, organized to implement comprehensive programs addressing economic, education, and health problems in the parishes of Concordia, East Carroll, Madison, Ouachita, and Tensas. The organization's primary focus is counseling, mentoring and tutoring youth, in the area, concerning alcohol and drug abuse prevention, clothing and feeding, healthcare planning and prevention, job creation and economic development, and introduction and exposure to new and existing technologies.

**Basis of Accounting**

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

**Public Support and Revenue**

To comply with restrictions that donors place on grants and other gifts as well as designations made by its governing board, the principles of reporting net assets are used. The organization is funded substantially through state contracts and grants on an annual basis. The organization recognizes revenue, from contracts and grants, on pro-rata basis as predetermined by the funding agencies. Contributions of cash and other assets are reported as net assets with donor restrictions if they are received with donor restrictions or restrictions designated by the governing board. Contributions are considered to be without restrictions unless restricted by the donor and are reported as net assets without donor restrictions.

**Estimates**

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Cash and Cash Equivalents**

The Organization considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents. Under state law, the agency may deposit funds in demand accounts, interest bearing accounts, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. Carrying values approximate their fair values because of short term maturities of the financial instruments.

**Louisiana Center Against Poverty, Inc.**  
**Notes to the Financial Statements (Continued)**

**Contributed Services**

The organization receives significant services donated by members from the various communities it serves in conducting its programs. No amounts have been reflected in the financial statements for those services.

**Property, Furniture, and Equipment**

The Organization records donations of property, furniture and equipment as support at their fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset for a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. Assets purchased by the Organization are recorded at costs.

The organization record, at cost, purchases of property and equipment in excess of \$5,000 as fixed assets. Donations of property and equipment are recorded at fair market value at the time of donation. Depreciation is calculated on the straight-line method over the useful lives of its respective assets.

Automobiles	5 Years
Computer Equipment	5 Years
Equipment	8 Years
Office Furniture	8 Years

**Income Taxes**

The organization is a nonprofit organization, exempt under section 501 (c) (3) of the internal revenue code and did not conduct unrelated business activities. Therefore, no provision for corporate income taxes has been included in the financial statements.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain tax position that more likely than not would not be sustained upon examination by the IRS. Management has analyzed the tax positions taken by the Organization, and has concluded that as of December 22, 2021, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Organization is subject to routine audits by Internal Revenue Service for the years ended June 30, 2021, 2020, and 2019; however, there are currently no audits for any tax period in progress.

**Louisiana Center Against Poverty, Inc.**  
**Notes to the Financial Statements (Continued)**

**NOTE B. CONTRACT/GRANT AWARDS**

Louisiana Center Against Poverty, Inc. was funded as received funds through the following agencies by contracts and grant awards for June 30, 2021 as follows:

Funding Department	Funding Period	Contract Grant Amount	Previously Recognized	Recognized During Report
<b>State of Louisiana:</b>				
Northeast Delta Human Services Authority	08/01/2020 - 09/30/2020	\$ 10,746	\$ -	\$ 9,278
Louisiana Department of Health (LDH)	10/30/2020 - 12/01/2020	50,000	-	50,000
Louisiana Department of Education	11/01/2020 - 05/30/2021	50,000	-	50,000
Total Contracts and Grants		<u>\$ 110,746</u>	<u>\$ -</u>	<u>\$ 109,278</u>

**NOTE C. CASH AND CASH EQUIVALENTS**

For the year ended June 30, 2021, the Organization had the following cash and no cash equivalents:

Without Donor Restrictions:	
Cash and Cash Equivalents	<u>\$ 5,746</u>
Total Cash and Cash Equivalents Without Donor Restrictions	<u>\$ 5,746</u>

**NOTE D. DESCRIPTION OF LEASING ARRANGEMENTS**

For the year ended June 30, 2021, the facility used for office space was leased under a short-term arrangement. Total office space lease cost for the year ended June 30, 2021 was \$10,000.

**NOTE E. FUNCTIONAL ALLOCATION OF EXPENSES**

The costs of providing the various programs and activities have been summarized on a functional basis on the statement of activities. Accordingly, certain costs have been allocated among the programs supporting services benefited.

**NOTE F. RELATED PARTIES**

Carolyn Hunt serves as the Executive Director of the agency, and her spouse, Danny Hunt is employed as the bookkeeper. The Board of Directors approved the appointment of the Executive Director and the bookkeeper.

**NOTE G. BUDGET PRACTICES**

**Louisiana Center Against Poverty, Inc.**  
**Notes to the Financial Statements (Continued)**

The Organization prepares an annual budget that is approved by the Board of Directors. As a result, “budget to actual” comparative statements are presented as supplemental information.

**NOTE H. LIQUIDITY MANAGEMENT**

For the year ended June 30, 2021, the following financial assets could be made readily available within one year of the statement of financial position date to meet general expenditures:

Cash	\$ 5,746
Grant and Contract Receivable	<u>8,000</u>
Total	<u>\$ 13,746</u>

As part of its liquidity management, the Organization has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations become due.

**NOTE I. PRIOR PERIOD ADJUSTMENT**

For the year ended June 30, 2021, the Organization had the following prior period adjustment:

Voided Check	\$ 11
Total	<u>\$ 11</u>

**NOTE J. CONCENTRATION OF RISK**

For the year ended June 30, 2021, the Louisiana Center Against Poverty, Inc. was subject to significant concentration risks due to the fact that ninety-eight percent (98%) of its funding consisted of contracts and grants received from the State of Louisiana.

**NOTE K. SUBSEQUENT EVENTS**

Management has evaluated subsequent events through the date that the financial statements were available to be issued, December 22, 2021, and determined that no events occurred that require disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

## **SUPPLEMENTAL INFORMATION**

LOUISIANA CENTER AGAINST POVERTY, INC.  
Schedule of Compensation - Key Management

For the Year Ended  
June 30, 2021

Job Title	<b>Carolyn Hunt</b>	<b>Danny Hunt</b>
	<b>Executive Director</b>	<b>Bookkeeper</b>
Salary	\$ 27,380	\$ 6,400
Benefits-Insurance	-	-
Benefits-Retirement	-	-
Other Benefits	-	-
Car Allowance	-	-
Vehicle provided by Government	-	-
Per Diem	-	-
Reimbursements	2,419	2,623
Registration Fees	-	-
Conference Travel	-	-
Continuing Professional Education Fees	-	-
Housing	-	-
Unvouchered Expenses	-	-
Special Meals	-	-
<b>Total Compensation</b>	<b>\$ 29,799</b>	<b>\$ 9,023</b>

See Accompanying Independent Accountant's Report and Notes to Financial Statements.

LOUISIANA CENTER AGAINST POVERTY, INC.  
Schedule of Board Members

For the Year Ended  
June 30, 2021

<b>Board Member</b>	<b>Title</b>	<b>Location</b>
Leartrice Hawkins	Chairman	Lake Providence, Louisiana
Morgan Moss	Board Member	Rayville, Louisiana
Vickey Wilson	Board Member	Lake Providence, Louisiana
Carol Powell-Lexing	Board Member	Monroe, Louisiana
Loria Hudson	Board Member	Monroe, Louisiana

See Accompanying Independent Accountant's Report and Notes to Financial Statements.



**LOUISIANA CENTER AGAINST POVERTY, INC.**  
**Statement of Activities-Budget to Actual**  
**Northeast Delta Human Services Authority (LASOR)**

**For the Year Ended**  
**June 30, 2021**

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
<b>Revenue</b>			
Grants and Contracts	\$ 10,745	\$ 9,278	\$ 1,467
<b>Total Revenue</b>	<u>10,745</u>	<u>9,278</u>	<u>1,467</u>
<b>Expenses</b>			
Personnel Costs			
Salaries and Wages	7,240	6,590	650
Payroll Taxes and Other Fringe Benefits	2,488	791	1,697
<b>Total Personnel Costs</b>	<u>9,728</u>	<u>7,381</u>	<u>2,347</u>
Other Expenses	1,017	1,897	(880)
<b>Total Expenses</b>	<u>10,745</u>	<u>9,278</u>	<u>1,467</u>
<b>Change in Net Assets</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

**LOUISIANA CENTER AGAINST POVERTY, INC.**  
**Statement of Activities-Budget to Actual**  
**Louisiana Department of Education (Virtual Learning)**

**For the Year Ended**  
**June 30, 2021**

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
<b>Revenue</b>			
Grants and Contracts	\$ 50,000	\$ 50,000	\$ -
<b>Total Revenue</b>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
<b>Expenses</b>			
Personnel Costs			
Salaries and Wages	20,150	20,242	(92)
Payroll Taxes and Other Fringe Benefits	<u>2,106</u>	<u>1,912</u>	<u>194</u>
Total Personnel Costs	22,256	22,154	102
Other Expenses	<u>27,744</u>	<u>27,846</u>	<u>(102)</u>
<b>Total Expenses</b>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
<b>Change in Net Assets</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Accompanying Independent Auditor's Report and Notes to Financial Statements.