

**OPPORTUNITIES INDUSTRIALIZATION
CENTER OF OUACHITA, INCORPORATED
MONROE, LOUISIANA**

**FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT
WITH SUPPLEMENTAL INFORMATION
As of and for the Year Ended June 30, 2022**

BY

**ROSIE D. HARPER
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**OPPORTUNITIES INDUSTRIALIZATION CENTER OF
OUACHITA, INCORPORATED**
MONROE, LOUISIANA

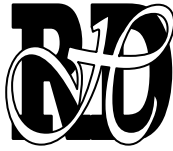
**FINANCIAL STATEMENTS
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As of and for the Year Ended June 30, 2022**

**OPPORTUNITIES INDUSTRIALIZATION CENTER OF
OUACHITA, INCORPORATED
Monroe, Louisiana**

**Financial Statements
and Independent Auditor's Report
with Supplemental Information
As of and for the Year Ended June 30, 2022**

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Independent Auditor's Report

To the Board of Directors of
Opportunities Industrialization Center of Ouachita, Incorporated

Opinion

I have audited the accompanying financial statements of Opportunities Industrialization Center of Ouachita, Incorporated (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Opportunities Industrialization Center of Ouachita, Incorporated as of June 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

I conducted my audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). My responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the Financial Statements section of my report. I am required to be independent of Opportunities Industrialization Center of Ouachita, Incorporated and to meet my other ethical responsibilities in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

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 Opportunities Industrialization Center of Ouachita, Incorporated' 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

My 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 my 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 GAAS 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 substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

Industrialization Center of Ouachita, Incorporated Independent Auditor's Report (Continued)

In performing an audit in accordance with GAAS and *Government Auditing Standards*, I:

- Exercise professional judgement 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 responsible 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 on the effectiveness of Opportunities Industrialization Center of Ouachita, Incorporated' 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 my judgment, there are conditions or events, considered in the aggregate that raise substantial doubt Opportunities Industrialization Center of Ouachita, Incorporated' ability to continue as a going concern for a reasonable period of time.

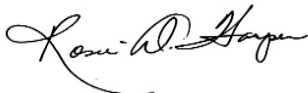
I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that I identified during the audit.

Report on Supplementary Information

My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The information in Schedules 1 through 3 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS. In my opinion, (Schedules 1 through 3) the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued my report dated December 30, 2022, on my consideration of Opportunities Industrialization Center of Ouachita, Incorporated 's internal control over financial reporting and on my 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 my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Opportunities Industrialization Center of Ouachita, Incorporated '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 Opportunities Industrialization Center of Ouachita, Incorporated 's internal control over financial reporting and compliance.



Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
December 30, 2022

FINANCIAL STATEMENTS

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Statement of Financial Position
For the Year Ended
June 30, 2022

Assets

Cash and Cash Equivalents	\$	32,739
Accounts Receivable		1,462
Grant Receivable		67,610
Security Deposit		580
Property, Plant & Equipment (Net, Note L)		68,933
Total Assets		171,324

Liabilities and Net Assets

Liabilities:

Deferred Revenue		115,970
Accrued Liabilities		11,983
Total Liabilities		127,953

Net Assets:

Without Donor Restrictions:

Net Investment in Fixed Assets		68,933
Operating		(25,562)
Total Net Assets Without Donor Restrictions		43,371

With Donor Restrictions

		-
Total Net Assets		43,371

Total Liabilities and Net Assets	\$	171,324
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See Accompanying Independent Auditor's Report and Notes to Financial Statements.

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Statement of Activities
For the Year Ended
June 30, 2022

CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS

Revenues and Gains

Student Fees	\$ 1,289
Other Revenues	11,021
In-Kind Contributions	131,072
	143,382
TOTAL REVENUES AND GAINS WITHOUT DONOR RESTRICTIONS	143,382

Net Assets Released from Restrictions

Restrictions Satisfied by Payments	372,886
TOTAL REVENUES, GAINS AND OTHER SUPPORT WITHOUT DONOR RESTRICTIONS	516,268

Expenses

Program Expenses	336,574
General and Administrative Expenses	173,951
Total Expenses	510,525
INCREASE IN NET ASSETS WITHOUT DONOR RESTRICTIONS	5,743

CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS

Grants

Local	23,404
Federal	32,153
State	311,586
Other Grants	-
	-

TOTAL REVENUES AND GAINS WITH DONOR RESTRICTIONS	367,143
--	---------

Net Assets Released from Restrictions

Restrictions Satisfied by Payments	(372,886)
DECREASE IN NET ASSETS WITH DONOR RESTRICTIONS	(5,743)

CHANGES IN NET ASSETS

-

NET ASSETS AT THE BEGINNING OF THE YEAR	43,371
	43,371

NET ASSETS AT THE END OF THE YEAR	\$ 43,371
	43,371

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Statement of Cash Flows
For the Year Ended
June 30, 2022

Operating Activities	<u>All Funds</u>
Change in Net Assets	\$ -
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:	
Provision for Depreciation	2,167
Decrease in Grants Receivable	69,155
Decrease in Accounts Payable/Accrued Liabilities	(50,324)
Increase in Deferred Revenue	<u>9,659</u>
Total Adjustments	<u>30,657</u>
Net Cash Provided by Operating Activities	<u>30,657</u>
 Financing Activities	
PPP/SBA Loan Forgiven	<u>(45,045)</u>
Net Cash Used by Financing Activities	<u>(45,045)</u>
Net Decrease in Cash and Cash Equivalents	<u>(14,388)</u>
Cash and Cash Equivalents as of the Beginning of Year	<u>47,127</u>
Cash and Cash Equivalents as of the End of Year	<u><u>\$ 32,739</u></u>
 Supplemental Information:	
Interest Paid	<u><u>\$ -</u></u>

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Statement of Functional Expenses
For the Year Ended
June 30, 2022

	<u>Support Activities</u>		<u>Total Expenses</u>
	<u>Program Services</u>	<u>General and Administrative</u>	
Personnel Costs			
Salaries and Wages	\$ 171,293	\$ 90,673	\$ 261,966
Payroll Taxes and Other Fringe Benefits	26,542	14,580	41,122
Total Personnel Costs	197,835	105,253	303,088
Other Expenses			
Bank Service Charges	-	1	1
Custodial	523	307	830
Depreciation Expense	1,365	802	2,167
Dues and Subscriptions	-	370	370
Equipment Purchase	408	240	648
Graduation Costs	1,547	-	1,547
In-kind Lease Expense	82,575	48,497	131,072
Insurance	3,882	2,280	6,162
Office Supplies	859	504	1,363
Other Expenses	5,903	1,112	7,015
Postage	168	99	267
Professional Fees	6,499	1,761	8,260
Repairs and Maintenance	2,812	1,651	4,463
Telephone/Internet	7,936	4,661	12,597
Training	13,340	-	13,340
Utilities	10,922	6,413	17,335
Total Other Expenses	138,739	68,698	207,437
Total Functional Expenses	\$ 336,574	\$ 173,951	\$ 510,525

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

**Opportunities Industrialization Center of Ouachita, Incorporated
Monroe, Louisiana**

**Notes to the Financial Statements
As of and For the Year Ended June 30, 2022**

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Opportunities Industrialization Center of Ouachita, Incorporated is a private non-profit organization domiciled in Monroe, Louisiana. The Organization was chartered by the State of Louisiana on March 10, 1975. The Organization is recognized as a tax exempt (non-profit) organization under section 501 (c) (3) of the Internal Revenue Service Code. The Organization is supported primarily through state and private grants, contributions, and donations from the public, and fundraisers. The objective of the Organization is primarily to provide services to train the unemployed for jobs in the industries of Northeast Louisiana. The Organization is governed by a Board of Directors consisting of eight (8) members, which receive no compensation.

Method of Accounting

The financial statements have been prepared on the accrual method of accounting and in conformity with the standards promulgated by the American Institute of Certified Public Accountants in its *Audit and Accounting Guide for Not-for-Profit Organizations*.

Basis of Presentation

The financial statements have been prepared in accordance with U.S generally accepted accounting principles ("US GAAP"), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

Net Assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization and the board of directors.

Net Assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

Public Support and Revenue

In order 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. Revenue and public support consist mainly of membership dues, fundraising, and contributions. 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.

Opportunities Industrialization Center of Ouachita, Incorporated
Notes to Financial Statements (Continued)

Depreciation

The Organization follows the practice of capitalizing, at cost, all expenditures for fixed assets in excess of \$5,000. Depreciation is computed on a straight-line basis over the useful lives of the assets generally as follows:

Building and improvements	30 years
Furniture and equipment	7 years

Income Taxes

Opportunities Industrialization Center of Ouachita, Incorporated is exempt from federal income taxes under Section 501 (c) (3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying 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 30, 2022, 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, 2020, 2021, and 2022; however, there are currently no audits for any tax period in progress.

Advertising

The Organization expenses advertising costs as they are incurred. For the year ended June 30, 2022, there was no advertising expense.

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. The Organization had no cash equivalents during the audit period. On June 30, 2022, the Organization had cash totaling \$32,739 as follows:

Without Donor Restrictions:	
Cash and Cash Equivalents	\$ 32,739
Total Cash and Cash Equivalents	
Without Donor Restrictions	<u>\$ 32,739</u>

Opportunities Industrialization Center of Ouachita, Incorporated
Notes to Financial Statements (Continued)

Fair Value of Financial Instruments

The carrying amounts of cash, cash equivalents, investments, and notes payable are reported in the statement of financial position at approximate fair values because of the short maturity of those instruments.

Revenues, Grants, and Other Support

Federal and Other State Grants

Federal and other state grants are generally on a cost reimbursement basis. An accrual is made when eligible expenses are incurred. Revenues from federal and other state grants are recorded when the Organization has a right to reimbursement under the related grant, generally corresponding to the incurring of grant-related expenses by the Organization, or when earned under the terms of the grant.

Contributions

Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional contributions are not recognized until the conditions on which they depend have been substantially met. Contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence and/or nature of any donor restrictions. Donor-restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statement of activities and changes in net assets as net assets released from restrictions.

Deferred Revenue

The Organization follows the deferred method of revenue recognition. Under the deferred method, grants and other revenue received during the year for expenses to be incurred in the following year are recorded as deferred revenue.

Total Columns

Total columns are presented to facilitate financial analysis. Data in these columns do not present financial position results of operations and changes in net assets in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

NOTE B. PENSION PLAN

The Organization does not have a retirement program for its employees and the employees are not members of the State of Louisiana Retirement System. All employees of the Organization are members of the Social Security System. In addition to the employees' contribution, the agency contributes 7.65 percent to the Social Security System. Contributions to the Social Security System for the year ended June 30, 2022 was \$20,040. The Organization does not guarantee the benefits granted by the Social Security System.

Opportunities Industrialization Center of Ouachita, Incorporated
Notes to Financial Statements (Continued)

NOTE C. IN-KIND OPERATING LEASE

The Organization follows standards relating to contributions received and contributions made as consistent with the FASB Codification which requires both contributed services and assets to be valued at fair value on the date of the receipt. The Organization has an in-kind operating lease as follows:

<u>Years Left in</u> <u>Lease</u>	<u>Education & Office</u> <u>Facilities</u>	<u>Location</u>
7.25	\$ -	Richwood, Louisiana

Management estimates the in-kind annual value of the lease to be \$131,072 based upon the price that would be paid to rent a comparable facility. The leased building and office facility in Richwood, Louisiana are located at the former Richwood High School. The land and building are owned by the Ouachita Parish School Board and subleased to the Town of Richwood. On October 25, 2007, the Organization renewed its lease for twenty-two (22) years for zero (\$0.00) dollars per month with an option to renew for an additional twenty-five (25) years at zero (\$0.00) dollars per month. At the end of the lease, the facility in Richwood will revert back to the owners.

NOTE D. GRANT RECEIVABLES

At June 30, 2022, the Organization had grant receivables as follows:

United Way	\$ 2,814
State Treasury	64,796
Total	<u>\$ 67,610</u>

NOTE E. FUNCTIONAL ALLOCATION OF EXPENSES

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

NOTE F. COMPENSATED ABSENCES

Compensated absences are absences for which employees will be paid, such as vacation, and/or sick leave. The Organization has a formal policy for accumulation and vesting of vacation, annual leave, and sick leave which is based on the length of service. The days that are granted are included in annual salaries. Vacation days not taken during the current year are carried forward, however, should an employee leave or be terminated from the Organization they will be paid for up to ten (10) days only of accumulated annual leave days. For the year ended June 30, 2022, the total amount for accumulated days for compensated absences was \$6,450. The cost for compensated absences is recognized in the pay period taken by employees.

Opportunities Industrialization Center of Ouachita, Incorporated
Notes to Financial Statements (Continued)

NOTE G. DEFERRED REVENUE

At June 30, 2022, the Organization had deferred revenue totaling \$115,970 consisting of the following:

General Fund	\$ 64,576
Monroe Housing Authority (MHA)	9,771
United Way (UW)	36,524
LDR Nonprofit Assistance Program	5,099
Total	<u>\$ 115,970</u>

NOTE H. ACCRUED LIABILITIES

At June 30, 2022, the Organization had accrued liabilities totaling \$11,980 consisting of the following:

Accrued Liabilities	\$ 7,449
Payroll Liabilities	4,534
Total	<u>\$ 11,983</u>

NOTE I. COMMITMENTS

On March 20, 2008, the Organization entered into a cooperative endeavor with the State of Louisiana Office of Facility Planning and Control of the Division of Administration for the construction of a new technical center, which will be located on the campus of the current Richwood site. The new technical center will be utilized to expand educational and vocational training opportunities benefiting individuals with low to no income levels. The total project is estimated to cost \$4,285,000 over a five-year period. As of June 30, 2022, \$55,266 has been expended as follows:

<u>Year</u>	<u>Amount Expended</u>
2008	\$ 13,815
2009	41,451
Total	<u>\$ 55,266</u>

NOTE J. BUDGET PRACTICES

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 K. LIQUIDITY MANAGEMENT

As of June 30, 2022, the following financial assets could be made readily available within one year of the statement of financial position date to meet general expenditures:

Opportunities Industrialization Center of Ouachita, Incorporated
Notes to Financial Statements (Continued)

NOTE K. LIQUIDITY MANAGEMENT (Continued)

Cash	\$	32,739
Accounts Receivable		1,462
Grants Receivable		67,610
Total	\$	<u>101,811</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 L. PROPERTY, PLANT AND EQUIPMENT

For the period ended June 30, 2022, the Organization had net property, plant and equipment totaling \$68,933. The following schedule reflects the balances in property, plant, and equipment at June 30, 2022:

	<u>7/1/2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/2022</u>
Depreciable Assets				
Building	\$ 65,000	\$ -	\$ -	\$ 65,000
Furniture & Equipment	141,369	-	-	141,369
Leasehold Improvement in Progress	55,266	-	-	55,266
Total Depreciable Assets	<u>261,635</u>	<u>-</u>	<u>-</u>	<u>261,635</u>
Less Accumulated Depreciation				
Depreciation	(195,535)	(2,167)	-	(197,702)
Total Accumuated Depreciation	<u>(195,535)</u>	<u>(2,167)</u>	<u>-</u>	<u>(197,702)</u>
Net Depreciable Assets	<u>66,100</u>	<u>(2,167)</u>	<u>-</u>	<u>63,933</u>
Other Property & Equipment				
Land	5,000	-	-	5,000
Net Property, Plant, & Equipment	<u>\$ 71,100</u>	<u>\$ (2,167)</u>	<u>\$ -</u>	<u>\$ 68,933</u>

NOTE M. INTERFUND RECEIVABLES AND PAYABLES

The statement of Financial Position focuses on the Organization as a whole. Therefore, interfund receivables (“Due From”) and interfund liabilities (“Due To”) are eliminated from the financial statements because they are not assets or liabilities of the Organization as a whole. However, the Organization maintained separate funds to account for activities within those funds; interfund liabilities and receivables are recognized at the fund level. The Organization maintained the following funds for the period ending June 30, 2022:

General Fund

All assets over which the Board of Directors has discretionary control have been included in the General Fund.

Opportunities Industrialization Center of Ouachita, Incorporated
Notes to Financial Statements (Continued)

NOTE M. INTERFUND RECEIVABLES AND PAYABLES (Continued)

MHA Fund

The MHA Fund is used to account for a grant from the Monroe Housing Authority. The grant provides funding for an after-school tutorial program.

United Way Fund

The United Way Fund is used to account for a grant from United Way of Northeast Louisiana. The grant provides funding for the I CAN Tutorial Program, a career training program, and a community initiative financial literacy program.

WIB Fund

The WIB Fund is to account for a grant from United States Department of Labor under the Workforce Investment Act Passed through the Ouachita Parish Police Jury. The funds are used for the purpose of providing job training to welfare recipients to facilitate the transition into the workforce.

State Treasury Fund

The State Treasury Fund is used to account for a state grant from Louisiana Community College. It provides funding for the provision of services in professional development training (pre-employability skills), high school secondary education tests literacy elevation, job skills, counseling, job search and placement assistance for low to moderate income clients who are disadvantaged, unemployed, and/or underemployed.

LDR Fund

The LDR Fund is used to account for a grant administered by the Louisiana Non-profit and Small Business Assistance Grant. The Department of Revenue (LDR) provides grant funding to assist in the administration of COVID-19 response and relief efforts.

SBA Fund

The SBA Fund is used to account for a loan from the Small Business Administration (SBA). The grant provided eligible small businesses and nonprofit organizations with loans to help keep their workforce employed during the Coronavirus (Covid-19) crisis. In January of 2022, the loan was forgiven and recognized as grant income by the Organization.

NOTE M. RELATED PARTY TRANSACTION

There were no related party transactions for the year ended June 30, 2022.

Opportunities Industrialization Center of Ouachita, Incorporated
Notes to Financial Statements (Continued)

NOTE N. INTERFUND RECEIVABLES AND PAYABLES (Continued)

The Organization had the following balances in its interfund accounts for the period ended June 30, 2022:

	Due From	Due To
General Fund		
United Way Fund	\$ -	\$ 33,884
MHA Fund	16,152	9,402
LDR	-	5,099
State Treasury	58,345	-
Total General Fund	<u>74,497</u>	<u>48,385</u>
MHA Fund		
General Fund	9,402	16,152
Total MHA Fund	<u>9,402</u>	<u>16,152</u>
United Way Fund		
General Fund	33,884	-
Total United Way Fund	<u>33,884</u>	<u>-</u>
LDR Fund		
General Fund	5,099	-
Total LDR Fund	<u>5,099</u>	<u>-</u>
State Treasury Fund		
General Fund	-	58,345
Total State Treasury Fund	<u>-</u>	<u>58,345</u>
Total Interfund Transactions	<u>\$ 122,882</u>	<u>\$ 122,882</u>

NOTE O. SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through December 30, 2022, the date which the financial statements were available to be issued and determined that there are no events which require disclosure.



ROSIE D. HARPER

Certified Public Accountant, LLP

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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 Financial Statements Performed In Accordance With *Government Auditing Standards*

To the Board of Directors
Opportunities Industrialization Center of Ouachita, Incorporated

I 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 Opportunities Industrialization Center of Ouachita, Incorporated (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued my report thereon dated December 30, 2022.

Report on Internal Control over Financial Reporting

In planning and performing my audit of the financial statements, I considered Opportunities Industrialization Center of Ouachita, Incorporated' 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 my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Opportunities Industrialization Center of Ouachita, Incorporated' internal control. Accordingly, I do not express an opinion on the effectiveness of Opportunities Industrialization Center of Ouachita, Incorporated' internal control.

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

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

Independent Auditor's Report On Internal Control Over Financial Reporting and on Compliance and Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards* (Continued)

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Opportunities Industrialization Center of Ouachita, Incorporated' financial statements are free from material misstatement, I 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance 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 my 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. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
December 30, 2022

SUPPLEMENTAL INFORMATION

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Schedule of Assets, Liabilities, and Net Assets
For the Year Ended
June 30, 2022

	Without Donor Restrictions	With Donor Restrictions						Total All Funds
	General	MHA	United Way	Workforce	LDR	State Treasury	Total	
Assets								
Cash and Cash Equivalents	\$ 26,060	\$ 6,679	\$ -	\$ -	\$ -	\$ -	\$ 6,679	\$ 32,739
Accounts Receivables	170	1,292	-	-	-	-	1,292	1,462
Grants Receivables	-	-	2,814	-	-	64,796	67,610	67,610
Security Deposit	580	-	-	-	-	-	-	580
Due from Other Funds	74,497	9,402	33,884	-	5,099	-	48,385	122,882
Property, Plant & Equipment (Net)	68,933	-	-	-	-	-	-	68,933
Total Assets	170,240	17,373	36,698	-	5,099	64,796	123,966	294,206
Liabilities and Net Assets								
Liabilities:								
Deferred Revenue	64,576	9,771	36,524	-	5,099	-	51,394	115,970
Accrued Liabilities	4,920	438	174	-	-	6,451	7,063	11,983
Due to Other Funds	57,373	7,164	-	-	-	58,345	65,509	122,882
Total Liabilities	126,869	17,373	36,698	-	5,099	64,796	123,966	250,835
Net Assets:								
Without Donor Restrictions:								
Net Investment in Fixed Assets	68,933	-	-	-	-	-	-	68,933
Operating	(25,562)	-	-	-	-	-	-	(25,562)
Total Without Donor Restrictions	43,371	-	-	-	-	-	-	43,371
With Donor Restrictions	-	-	-	-	-	-	-	-
Total Net Assets	43,371	-	-	-	-	-	-	43,371
Total Liabilities and Net Assets	\$ 170,240	\$ 17,373	\$ 36,698	\$ -	\$ 5,099	\$ 64,796	\$ 123,966	\$ 294,206

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Schedule of Support, Revenue, Expenses, and Changes in Net Assets
For the Year Ended
June 30, 2022

Schedule 2

	Without Donor Restrictions	With Donor Restrictions						Total All Funds
	General	MHA	United Way	Workforce	LDR	State Treasury	Total	
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS								
Revenues and Gains								
Student Fees	\$ -	\$ 1,289	\$ -	\$ -	\$ -	\$ -	\$ 1,289	\$ 1,289
Other Revenues	6,567	4,454	-	-	-	-	4,454	11,021
In-kind Contributions	131,072	-	-	-	-	-	-	131,072
TOTAL REVENUES AND GAINS WITHOUT DONOR RESTRICTIONS	137,639	5,743	-	-	-	-	5,743	143,382
Net Assets Released from Restrictions								
Restrictions Satisfied by Payments	372,886	-	-	-	-	-	-	372,886
TOTAL REVENUES, GAINS AND OTHER SUPPORT WITHOUT DONOR RESTRICTIONS	510,525	5,743	-	-	-	-	5,743	516,268
Expenses								
Program Expense	336,574	-	-	-	-	-	-	336,574
General and Administrative Expenses	173,951	-	-	-	-	-	-	173,951
Total Expenses	510,525	-	-	-	-	-	-	510,525
INCREASE (DECREASE) IN NET ASSETS WITHOUT DONOR RESTRICTIONS	-	5,743	-	-	-	-	5,743	5,743
CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS								
Revenues and Gains								
Local	-	-	23,404	-	-	-	23,404	23,404
Federal	-	32,153	-	-	-	-	32,153	32,153
State	-	-	-	41,685	19,901	250,000	311,586	311,586
Other Grants	-	-	-	-	-	-	-	-
TOTAL REVENUES AND GAINS WITH DONOR RESTRICTIONS	-	32,153	23,404	41,685	19,901	250,000	367,143	367,143
Net Assets Released from Restrictions								
Restrictions Satisfied by Payments	-	(37,896)	(23,404)	(41,685)	(19,901)	(250,000)	(372,886)	(372,886)
INCREASE (DECREASE) IN NET ASSETS WITH DONOR RESTRICTIONS	-	(5,743)	-	-	-	-	(5,743)	(5,743)
INCREASE (DECREASE) IN NET ASSETS	-	-	-	-	-	-	-	-
NET ASSETS AT THE BEGINNING OF THE YEAR	43,371	-	-	-	-	-	-	43,371
NET ASSETS AT THE END OF THE YEAR	\$ 43,371	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 43,371

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Schedule of Cash Flows
For the Year Ended
June 30, 2022

	Without Donor Restrictions	With Donor Restrictions					Total All	
	General	MHA	United Way	Workforce	LDR	State Treasury	Total	Funds
Operating Activities								
Change in Net Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:								
Provision for Depreciation	2,167	-	-	-	-	-	-	2,167
Decrease (Increase) in Grants Receivable/Other Receivables	-	3,994	(2,813)	120,000	-	(52,026)	69,155	69,155
Decrease (Increase) in Due from Other Funds	(28,833)	369	(2,147)	-	(5,099)	-	(6,877)	(35,710)
Increase (Decrease) in Accounts Payable/Accrued Liabilities	(6,506)	(1,311)	-	(48,958)	-	6,451	(43,818)	(50,324)
Increase (Decrease) in Deferred Revenue	41,285	-	4,960	(41,685)	5,099	-	(31,626)	9,659
Increase (Decrease) in Due to Other Funds	15,865	3,627	-	(29,357)	-	45,575	19,845	35,710
Total Adjustments	23,978	6,679	-	-	-	-	6,679	30,657
Net Cash Provided (Used) by Operating Activities	23,978	6,679	-	-	-	-	6,679	30,657
Financing Activities								
PPP/SBA Loan Forgiven	(45,045)	-	-	-	-	-	-	(45,045)
Net Cash Provided (Used) by Financing Activities	(45,045)	-	-	-	-	-	-	(45,045)
Net Increase (Decrease) in Cash and Cash Equivalents	(21,067)	6,679	-	-	-	-	6,679	(14,388)
Cash and Cash Equivalents as of Beginning of Year	47,127	-	-	-	-	-	-	47,127
Cash and Cash Equivalents as of the End of Year	\$ 26,060	\$ 6,679	\$ -	\$ -	\$ -	\$ -	\$ 6,679	\$ 32,739
Supplemental Information:								
Interest Paid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED

Schedule of Expenses

For the Year Ended

June 30, 2022

	Without Donor	Net Assets With Donor Restrictions Released From Restrictions						Total All		
	Restrictions	United					State		Total	Funds
	General	MHA	Way	Workforce	LDR	Treasury				
General & Administrative										
Personnel Costs										
Salaries and Wages	\$ -	\$ 11,270	\$ -	\$ 13,729	\$ 5,563	\$ 60,111	\$ 90,673	\$ 90,673		
Payroll Taxes and Other Fringe Benefits	-	1,120	-	1,695	331	11,434	14,580	14,580		
Total Personnel Costs	-	12,390	-	15,424	5,894	71,545	105,253	105,253		
Other Expenses										
Bank Service Charges	1	-	-	-	-	-	-	1		
Custodial	-	-	-	-	-	307	307	307		
Depreciation Expense	802	-	-	-	-	-	-	802		
Dues and Subscriptions	-	-	370	-	-	-	370	370		
Equipment Purchase	240	-	-	-	-	-	-	240		
Insurance	-	-	-	-	-	2,280	2,280	2,280		
In-Kind Lease Expense	48,497	-	-	-	-	-	-	48,497		
Office Supplies	-	-	-	-	-	504	504	504		
Other Administrative Expenses	314	-	798	-	-	-	798	1,112		
Postage	-	-	-	-	-	99	99	99		
Professional Fees	-	-	-	-	-	1,761	1,761	1,761		
Repairs and Maintenance	-	-	-	-	-	1,651	1,651	1,651		
Telephone/Internet	-	-	-	-	-	4,661	4,661	4,661		
Utilities	-	-	337	-	-	6,076	6,413	6,413		
Total Other Expenses	49,854	-	1,505	-	-	17,339	18,844	68,698		
Total General & Administrative	49,854	12,390	1,505	15,424	5,894	88,884	124,097	173,951		
Program Expenses										
Personnel Costs										
Salaries and Wages	-	19,190	16,903	23,376	9,472	102,352	171,293	171,293		
Payroll Taxes and Other Fringe Benefits	-	1,905	1,713	2,885	564	19,475	26,542	26,542		
Total Personnel Costs	-	21,095	18,616	26,261	10,036	121,827	197,835	197,835		
Other Expenses										
Custodial	-	-	-	-	-	523	523	523		
Depreciation Expense	1,365	-	-	-	-	-	-	1,365		
Equipment Purchase	408	-	-	-	-	-	-	408		
Graduation Cost	-	-	413	-	-	1,134	1,547	1,547		
In-Kind Lease Expense	82,575	-	-	-	-	-	-	82,575		
Insurance	-	-	-	-	-	3,882	3,882	3,882		
Office Supplies	-	-	-	-	-	859	859	859		
Other Program Expenses	3,437	951	1,515	-	-	-	2,466	5,903		
Postage	-	-	-	-	-	168	168	168		
Professional Fees	-	-	-	-	3,500	2,999	6,499	6,499		
Repairs and Maintenance	-	-	-	-	-	2,812	2,812	2,812		
Telephone/Internet	-	-	-	-	-	7,936	7,936	7,936		
Training Materials/Supplies	-	3,460	781	-	471	8,628	13,340	13,340		
Utilities	-	-	574	-	-	10,348	10,922	10,922		
Total Other Expenses	87,785	4,411	3,283	-	3,971	39,289	50,954	138,739		
Total Program Expenses	87,785	25,506	21,899	26,261	14,007	161,116	248,789	336,574		
Total Functional Expenses	\$ 137,639	\$ 37,896	\$ 23,404	\$ 41,685	\$ 19,901	\$ 250,000	\$ 372,886	\$ 510,525		

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Statement of Activities-Budget to Actual
General Fund (Cash Basis)

For the Year Ended
June 30, 2022

	Budgeted	Actual	Variance
Revenue			
Student Fees and Other Revenue	\$ 2,636	\$ 6,567	\$ (3,931)
Total Revenue	2,636	6,567	(3,931)
Expenses			
Personnel Costs			
Salaries and Wages	-	-	-
Payroll Taxes and Other Fringe Benefits	-	-	-
Total Personnel Costs	-	-	-
Other Expenses	2,636	6,567	(3,931)
Total Expenses	2,636	6,567	(3,931)
Change in Net Assets	\$ -	\$ -	\$ -

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Statement of Activities-Budget to Actual
MHA Fund

For the Year Ended
June 30, 2022

	Budgeted	Actual	Variance
Revenue			
Grants	\$ 38,393	\$ 37,896	\$ 497
Total Revenue	38,393	37,896	497
 Expenses			
Personnel Costs			
Salaries and Wages	30,427	30,460	(33)
Payroll Taxes and Other Fringe Benefits	3,093	3,025	68
Total Personnel Costs	33,520	33,485	35
Other Expenses	4,376	4,411	(35)
Total Expenses	37,896	37,896	-
Change in Net Assets	\$ 497	\$ -	\$ 497

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Statement of Activities-Budget to Actual
United Way Fund

For the Year Ended
June 30, 2022

	Budgeted	Actual	Variance
Revenue			
Grants	\$ 9,500	\$ 23,404	\$ (13,904)
Total Revenue	9,500	23,404	(13,904)
Expenses			
Personnel Costs			
Salaries and Wages	2,500	16,903	(14,403)
Payroll Taxes and Other Fringe Benefits	87	1,713	(1,626)
Total Personnel Costs	2,587	18,616	(16,029)
Other Expenses	6,413	4,788	1,625
Total Expenses	9,000	23,404	(14,404)
Change in Net Assets	\$ 500	\$ -	\$ 500

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Statement of Activities-Budget to Actual
Workforce Fund

For the Year Ended
June 30, 2022

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
Revenue			
Grants	\$ 41,685	\$ 41,685	\$ -
Total Revenue	<u>41,685</u>	<u>41,685</u>	<u>-</u>
Expenses			
Personnel Costs			
Salaries and Wages	37,105	37,105	-
Payroll Taxes and Other Fringe Benefits	<u>4,580</u>	<u>4,580</u>	<u>-</u>
Total Personnel Costs	41,685	41,685	-
Other Expenses	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenses	<u>41,685</u>	<u>41,685</u>	<u>-</u>
Change in Net Assets	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Statement of Activities-Budget to Actual
State Treasury Fund

For the Year Ended
June 30, 2022

	Budgeted	Actual	Variance
Revenue			
Grants	\$ 250,000	\$ 250,000	\$ -
Total Revenue	250,000	250,000	-
Expenses			
Personnel Costs			
Salaries and Wages	162,463	162,463	-
Payroll Taxes and Other Fringe Benefits	30,909	30,909	-
Total Personnel Costs	193,372	193,372	-
Other Expenses	56,628	56,628	-
Total Expenses	250,000	250,000	-
Change in Net Assets	\$ -	\$ -	\$ -

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
 Schedule of Board Members
 For the Year Ended
 June 30, 2022

Board Member	Title	Location
Mayor Jamie Mayo	Chairman	Monroe, Louisiana
Mrs. Teresia Dickerson	Vice-Chairwoman	Monroe, Louisiana
Ms. LaQuita Danna	Public Relations Chairwoman	Monroe, Louisiana
Mr. Wilson W. Wilson	Building Committee Chairman	Monroe, Louisiana
Mrs. Juanita Rambo-Heard	Board Secretary	Monroe, Louisiana
Judge Larry Jefferson	Personnel Chairman	Monroe, Louisiana
Mrs. Rosie Lee	Board Member	Monroe, Louisiana
Mr. Bernard Menyweather	Board Member	Monroe, Louisiana

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

OPPORTUNITIES INDUSTRIALIZATION CENTER OF OUACHITA, INCORPORATED
Schedule of Compensation - Key Management

For the Year Ended
June 30, 2022

Job Title	William Smith, CPA Executive Director	Sonya Elmore Bookkeeper
Salary	\$ 44,066	\$ 39,360
401K	-	-
Benefits-Insurance	-	5,995
Benefits-Retirement	-	-
Other Benefits	-	-
Car Allowance	-	-
Vehicle provided by Organization	-	-
Per Diem	-	-
Reimbursements	-	-
Travel	-	-
Registration Fees	-	-
Conference Travel	-	-
Continuing Professional Education Fees	-	-
Housing	-	-
Unvouchered Expenses	-	-
Special Meals	-	-
Total Compensation	\$ 44,066	\$ 45,355

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