

1245
REISSUE

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.

MONROE, LOUISIANA

FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION
FOR THE YEAR ENDED
DECEMBER 31, 2008

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/27/10

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.

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JANUARY 11, 2010

LOUISIANA LEGISLATIVE AUDITOR
BATON ROUGE, LOUISIANA

RE: 2008 RESUBMITTED REPORT FOR
Ouachita Multi-Purpose Community Action Program, Inc. # 1245

DEAR SIR OR MADAM:

THE 2008 REPORT AND FINANCIAL STATEMENTS WERE REISSUED DUE TO A REQUEST FROM THE FEDERAL CLEARING HOUSE TO ADD THE LIHEAP FEDERAL PROGRAM AS A MAJOR PROGRAM. OUR FIRM THEN DID ADDITIONAL WORK ON THE LIHEAP PROGRAM IN ORDER TO JUSTIFY OUR OPINION ON ITS BEING A MAJOR PROGRAM. NO AMOUNTS/FIGURES CHANGED IN THE 2008 REPORT ONLY THE DATES CHANGED AS WELL AS ITEMS RELATED TO ADDING LIHEAP PROGRAM AS A MAJOR PROGRAM.

IF YOU NEED ANY ADDITIONAL INFORMATION, PLEASE TELEPHONE ME.

THANKS,

Rowland Perry, CPA
ROWLAND PERRY, CPA

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
DECEMBER 31, 2008

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December 31, 2009

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

Board of Directors

Ouachita Multi-Purpose Community Action Program, Inc.
Monroe, Louisiana

We have audited the financial statements of Ouachita Multi-Purpose Community Action Program, Inc. (a nonprofit organization) as of and for the year ended December 31, 2008, and have issued our report thereon dated December 31, 2009. We conducted our audit in accordance with accounting standards generally accepted in the United States of America applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Ouachita Multi-Purpose Community Action Program, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Ouachita Multi-Purpose Community Action Program, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Agency's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally

accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the Agency's financial statements that is more than inconsequential will not be prevented or detected by the Agency's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Agency's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Ouachita Multi-Purpose Community Action Program, Inc.'s financial statements are free of 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 an instance of non-compliance or other matters that is required to be reported under *Government Auditing Standards*, and which is described in the accompanying schedule of findings and questioned costs as item 08-1.

Ouachita Multi-Purpose Community Action Program, Inc.'s response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Ouachita Multi-Purpose Community Action Program, Inc.'s response and, accordingly, we express no opinion on it.

This report is intended for the information of the audit committee, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Johnston, Perry, Johnson & Associates, L.L.P.

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December 31, 2009

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

Board of Directors

Ouachita Multi-Purpose Community Action Program, Inc.
Monroe, Louisiana

Compliance

We have audited the compliance of Ouachita Multi-Purpose Community Action Program, Inc. (a nonprofit organization) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2008. Ouachita Multi-Purpose Community Action Program, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Ouachita Multi-Purpose Community Action Program, Inc.'s management. Our responsibility is to express an opinion on Ouachita Multi-Purpose Community Action Program, Inc.'s compliance based on our audit.

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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes

examining, on a test basis, evidence about Ouachita Multi-Purpose Community Action Program, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Ouachita Multi-Purpose Community Action Program, Inc.'s compliance with those requirements.

As described in item 08-1 in the accompanying schedule of findings and questioned costs, Ouachita Multi-Purpose Community Action Program, Inc. did not comply with requirements regarding cost principles that are applicable to its Head Start and CSBG programs. Compliance with such requirements is necessary, in our opinion, for Ouachita Multi-Purpose Community Action Program, Inc. to comply with requirements applicable to these programs.

In our opinion, except for the noncompliance described in the preceding paragraph, Ouachita Multi-Purpose Community Action Program, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2008.

Internal Control Over Compliance

The management of Ouachita Multi-Purpose Community Action Program, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Ouachita Multi-Purpose Community Action Program, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Ouachita Multi-Purpose Community Action Program, Inc.'s internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement or a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Ouachita Multi-Purpose Community Action Program, Inc.'s response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Ouachita Multi-Purpose Community Action Program, Inc.'s response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, Board of Directors, the audit committee, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

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December 31, 2009

INDEPENDENT AUDITORS' REPORT

Board of Directors
Ouachita Multi-Purpose Community Action Program, Inc.
Monroe, Louisiana

We have audited the accompanying statement of financial position of the Ouachita Multi-Purpose Community Action Program, Inc. (a nonprofit organization) as of and for the year ended December 31, 2008, and the related statement of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Agency's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; *Government Auditing Standards*, issued by the Comptroller General of the United States; and the provisions of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Ouachita Multi-Purpose Community Action Program, Inc., as of December 31, 2008, and the changes in its net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2009 on our consideration of Ouachita Multi-Purpose Community Action Program, 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was made for the purpose of forming an opinion on the basic financial statements of Ouachita Multi-Purpose Community Action Program, Inc. taken as a whole. The accompanying financial information listed as supplementary financial information on pages 22-29, including the accompanying Schedule of Federal Awards for the year ended December 31, 2008, are presented for purposes of additional analysis as required by the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations* and are not a required part of the financial statements. The accompanying financial information listed as supplementary financial information on pages 22-29 has been prepared in accordance with grantors' requirements and is not intended to be a complete presentation in accordance with accounting principles generally accepted in the United States of America. Such information on pages 22-29 has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED DECEMBER 31, 2008

ASSETS

CURRENT ASSETS

Cash	355,862
Accounts Receivable - Grants	691,471
Due from Other Funds	<u>103,295</u>

<u>TOTAL CURRENT ASSETS</u>	1,150,628
-----------------------------	-----------

FIXED ASSETS AND PROPERTY

Furniture, Buildings, and Equipment at Cost, Net	1,609,359
Land	<u>56,500</u>

<u>TOTAL FIXED ASSETS AND PROPERTY</u>	1,665,859
--	-----------

<u>TOTAL ASSETS</u>	<u>2,816,487</u>
---------------------	------------------

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts Payable	368,031
Accrued Liabilities	80,486
Due to Other Funds	103,295
Refundable Advances	<u>392,175</u>

<u>TOTAL CURRENT LIABILITIES</u>	943,987
----------------------------------	---------

NET ASSETS

Unrestricted Operations	206,641
Fixed Assets and Property	<u>1,665,859</u>

<u>TOTAL NET ASSETS</u>	1,872,500
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<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>2,816,487</u>
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The accompanying notes are an integral part of these financial statements.

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
 MONROE, LOUISIANA
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Operations</u>	<u>Fixed Assets</u>	<u>Total</u>
<u>SUPPORT AND REVENUE</u>			
Grants - CSBG	438,452	-	438,452
Grants - LIHEAP	1,023,936	-	1,023,936
Grants - Project Independence	30,681	-	30,681
Grants - HHS	4,231,127	-	4,231,127
Grants - USDA Food Program	472,453	-	472,453
Other Grants	492	-	492
In-Kind Contributions	1,190,809	-	1,190,809
Miscellaneous	74,085	-	74,085
<u>TOTAL SUPPORT AND REVENUE</u>	<u>7,462,035</u>	<u>-0-</u>	<u>7,462,035</u>
<u>EXPENSES</u>			
Program Services:			
CSBG	269,764	-	269,764
Head Start (HHS)	5,031,069	71,799	5,102,868
USDA - Food Services	420,884	1,827	422,711
OCOG	-	27,711	27,711
Home Energy Assistance (LIHEAP)	1,014,076	-	1,014,076
Project Independence	24,857	-	24,857
Housing Counseling	83	-	83
<u>TOTAL PROGRAM SERVICES</u>	<u>6,760,733</u>	<u>101,337</u>	<u>6,862,070</u>
<u>SUPPORT SERVICES</u>			
General and Administrative	632,641	640	633,281
<u>TOTAL SUPPORT SERVICES</u>	<u>632,641</u>	<u>640</u>	<u>633,281</u>
<u>FUND-RAISING</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL FUND-RAISING</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>TOTAL EXPENSES</u>	<u>7,393,374</u>	<u>101,977</u>	<u>7,495,351</u>
<u>EXCESS (DEFICIT) OF SUPPORT OVER EXPENSES</u>	68,661	(101,977)	(33,316)
<u>CHANGES IN NET ASSETS</u>			
Acquisition of Property	-	-	-
Gain on Asset Disposition	-	-	-
<u>NET ASSETS - BEGINNING OF YEAR</u>	<u>137,980</u>	<u>1,767,836</u>	<u>1,905,816</u>
Transfers	-	-	-
<u>NET ASSETS - END OF YEAR</u>	<u>206,641</u>	<u>1,665,859</u>	<u>1,872,500</u>

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

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
 MONROE, LOUISIANA
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED DECEMBER 31, 2008

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in Net Assets	(33,316)
Adjustments to Reconcile Increase in Net Assets	
To Net Cash Provided (Used) by Operating Activities:	
Depreciation	101,977
(Increase) Decrease in:	
Accounts Receivable - Grants	(380,105)
Accounts Receivable - Other	-
Due from Other Funds	(28,019)
Increase (Decrease) in Operating Liabilities -	
Accounts Payable	292,247
Accrued Liabilities	(3,712)
Due to Other Funds	28,019
Refundable Advances	<u>143,616</u>

<u>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>	<u>120,707</u>
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CASH FLOWS FROM INVESTING ACTIVITIES:

Purchase of Fixed Assets	<u>-</u>
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<u>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</u>	<u>-0-</u>
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CASH FLOWS FROM FINANCING ACTIVITIES:

None	<u>-</u>
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<u>NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES</u>	<u>-0-</u>
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<u>NET INCREASE IN CASH AND CASH EQUIVALENTS</u>	<u>120,707</u>
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<u>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</u>	<u>235,155</u>
--	----------------

<u>CASH AND CASH EQUIVALENTS - END OF YEAR</u>	<u>355,862</u>
--	----------------

SUPPLEMENTAL CASH BASIS DATA

Interest Paid	-0-
Income Taxes Paid	-0-

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

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JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
 CERTIFIED PUBLIC ACCOUNTANTS

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
 MONROE, LOUISIANA
 STATEMENT OF FUNCTIONAL EXPENSES
 FOR THE YEAR ENDED DECEMBER 31, 2008

	Home Energy Assistance <u>LINEAP</u>	<u>OCO</u>	<u>CSBG</u>	Head Start <u>HHS</u>	USDA Food Services
Salaries	33,570	-	149,352	2,356,982	152,051
Fringe Benefits	7,726	-	64,825	788,544	34,159
Travel & Training	1,262	-	11,944	145,881	-
Occupancy	-	-	11,530	194,557	-
Telephone	-	-	8,282	-	-
Insurance	-	-	9,616	86,337	-
Vehicle Operation	-	-	-	-	-
Supplies & Postage	374	-	2,627	13,276	16,794
Repairs & Maintenance	-	-	2,393	51,143	8,425
Professional Services	1,955	-	-	171,112	-
Food & Related Supplies	-	-	-	30,274	209,455
Miscellaneous	937	-	284	2,154	-
Client Assistance Payments	968,252	-	8,911	-	-
Interest	-	-	-	-	-
In-Kind Expenditures	-	-	-	1,190,809	-
<u>TOTAL EXPENSES</u> <u>BEFORE DEPRECIATION</u>	1,014,076	-0-	269,764	5,031,069	420,884
<u>DEPRECIATION</u>	-	27,711	-	71,799	1,827
<u>TOTAL EXPENSES</u>	<u>1,014,076</u>	<u>27,711</u>	<u>269,764</u>	<u>5,102,868</u>	<u>422,711</u>

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

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 CERTIFIED PUBLIC ACCOUNTANTS

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
 MONROE, LOUISIANA
 STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Project Indepen- dence</u>	<u>Housing Coun- seling</u>	<u>Total Program Services</u>	<u>General And Adminis- trative</u>	<u>Total Expenses</u>
Salaries	15,006	-	2,706,961	341,923	3,048,884
Fringe Benefits	6,156	-	901,410	119,649	1,021,059
Travel & Training	-	-	159,087	57,217	216,304
Occupancy	-	-	206,087	11,044	217,131
Telephone	-	-	8,282	8,435	16,717
Insurance	-	-	95,953	2,727	98,680
Vehicle Operation	3,379	-	3,379	-	3,379
Supplies & Postage	-	-	33,071	36,778	69,849
Repairs & Maintenance	-	-	61,961	4,939	66,900
Professional Services	10	-	173,077	27,712	200,789
Food & Related Supplies	-	-	239,729	-	239,729
Miscellaneous	306	83	3,764	4,768	8,532
Client Assistance Payments	-	-	977,163	17,449	994,612
Interest	-	-	-	-	-0-
In-Kind Expenditures	-	-	1,190,809	-	1,190,809
<u>TOTAL EXPENSES</u>					
<u>BEFORE DEPRECIATION</u>	24,857	83	6,760,733	632,641	7,393,374
<u>DEPRECIATION</u>	-	-	101,337	640	101,977
<u>TOTAL EXPENSES</u>	<u>24,857</u>	<u>83</u>	<u>6,862,070</u>	<u>633,281</u>	<u>7,495,351</u>

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

- 12 -

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
 CERTIFIED PUBLIC ACCOUNTANTS

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Nature of Activities

Ouachita Multi-Purpose Community Action Program, Inc. (OMCAP) is a private nonprofit corporation incorporated under the laws of the State of Louisiana. OMCAP is governed by a Board of Directors composed of members from Ouachita Parish. OMCAP operates as a community action agency administering various federal and state funded programs designed to provide assistance to the poor and disadvantaged in Ouachita Parish in Louisiana. The following programs, with their approximate percentage of total revenues indicated, are administered by OMCAP:

Head Start Program (72.67%) - Provides comprehensive early child development for disadvantaged and handicapped preschool children and their families. Funding is provided by federal funds from the U.S. Department of Health and Human Services.

Child and Adult Care Food Program (6.73%) - Provides a food service program in coordination with the Head Start Program. Funding is provided by federal funds passed through the Louisiana Department of Education.

Community Services Block Grant (CSBG) (5.88%) - Administers programs designed to provide services and activities that will have a measurable impact on causes of poverty in the community. Funding is provided by federal funds passed through the Louisiana Department of Labor.

Home Energy Assistance Program (13.72%) - Assists low income households to offset the burden of high energy costs. Funding is provided by federal funds passed through the Louisiana Housing Finance Agency.

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

Project Independence Program (0.41%) - Provides transportation services to eligible participants. Funding is provided by federal funds from the Louisiana Department of Social Services.

Housing Counseling Services (0.00%) - Includes a full range of services, advice, and assistance to housing consumers to assist them in improving their housing conditions and meeting the responsibilities of homeownership and tenancy. Funding is provided by federal funds from the U.S. Department of Housing and Urban Development.

Ouachita Council of Governments (OCOG) (0.01%) - Accounts for quarterly reimbursements received from the Ouachita Council of Governments for general agency operations.

General Services (0.58%) - Provides payment of necessary agency expenses not specifically attributable to a grant/contract operated by the agency. Funding is provided by various donations.

B. Basis of Accounting

The financial statements of OMCAP have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

C. Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Agency is required to report information regarding its

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

C. Basis of Presentation

financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

D. Income Taxes

OMCAP is a nonprofit corporation and is exempt from state and federal income taxes under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to OMCAP's tax-exempt purpose is subject to taxation as unrelated business income. OMCAP had no such income for this audit period.

E. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

F. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, OMCAP considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

G. Property and Equipment

Acquisitions of buildings, equipment, and improvements and all expenditures for repairs, maintenance, and betterments in excess of \$500 that materially prolong the useful lives of assets are capitalized. Capitalized

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

G. Property and Equipment (Continued)

assets are stated at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful life of each asset.

The Federal Government has a reversionary interest in property purchased with federal funds. Its disposition as well as the ownership of any proceeds there from is subject to federal regulations. The use of assets purchased with federal funds is limited to the purposes intended by the funding agency.

H. Revenue and Support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Contractual grant revenue is reported as unrestricted support due to the restrictions placed on those funds by the funding sources being met in the same reporting period as the revenue is earned.

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. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or 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.

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

I. 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. Management has determined that fund-raising expenses are not material.

J. Advertising Costs

Advertising costs are expensed as they are incurred. Advertising expenses for the year ended December 31, 2008 are immaterial.

K. Total Columns of Combined Statements - Supplementary Information

Total columns on the combined statements - overview are captioned "memorandum only" to indicate that they are presented only to help with financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 - FUNDING POLICIES AND SOURCES OF FUNDS:

The Agency receives its monies through various methods of funding. Most of the funds are received on a grant basis. Under this method funds are received as needed or on a monthly or quarterly allocation of the total budget (grant) in advance of the actual expenditure. The Agency also receives funds as a reimbursement of actual expenditures, and upon a per unit of service provided method. The Agency also receives funds by contributions from both public and private sources. The loss of any of the large sources could have a negative effect on the Agency.

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2008

NOTE 3 - CONCENTRATIONS OF CREDIT RISK:

OMCAP maintains its temporary cash investments with financial institutions that are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 at each bank. At December 31, 2008, total cash balances held at financial institutions were \$826,766. At December 31, 2008, \$826,766 was insured by FDIC, \$-0- was secured by the bank with pledged securities, and the remaining \$-0- was unsecured.

Concentrations of credit risk with respect to grant receivables were limited due to the balance being comprised of amounts due from governmental agencies under contractual terms. As of December 31, 2008, OMCAP had no significant concentrations of credit risk in relation to grant receivables.

NOTE 4 - GRANT RECEIVABLES:

Accounts Receivable - Grants at December 31, 2008 consists of reimbursements for expenses incurred under the various grant programs. The following list presents Accounts Receivable - Grants by fund at December 31, 2008.

Head Start	507,676
USDA	49,036
LIHEAP	131,756
Project Independence	<u>3,003</u>
<u>Total</u>	<u>691,471</u>

Management has determined that the allowance for bad debts is not material. Receivables are written off when management deems them not collectible.

NOTE 5 - BOARD OF DIRECTORS' COMPENSATION:

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member.

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
 MONROE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2008

NOTE 6 - IN-KIND CONTRIBUTIONS:

The Agency received various in-kind contributions mainly for all Head Start Programs during the year from private and public sources. These contributions have been reported as revenues, and the offsetting expenses have been reported in the financial statements.

NOTE 7 - PROPERTY AND EQUIPMENT:

Property and equipment consisted of the following at December 31, 2008:

	Estimated Depreciable Life	Purchased With Federal Funds	Purchased With Non- Federal Funds	Total
Land		37,000	19,500	56,500
Buildings & Improvements	5 - 30 Years	2,276,657	-	2,276,657
Furniture & Equipment	3 - 7 Years	1,608,029	17,675	1,625,704
Accumulated Depreciation		(2,276,500)	(16,502)	(2,293,002)
Net Investment In Property & Equipment		<u>1,645,186</u>	<u>20,673</u>	<u>1,665,859</u>

Depreciation expense for the year ended December 31, 2008 was \$101,977.

NOTE 8 - REFUNDABLE ADVANCES:

OMCAP records federal funds received in excess of expenditures as a refundable advance until they are expended for the purpose of the contract or until the funds are returned to the appropriate funding source. Refundable advances at December 31, 2008 consist of the following:

Head Start Prior Year Federal Funds Not Reprogrammed:	143,606
Head Start Current Year Federal Funds Not Reprogrammed:	<u>202,013</u>
Total for Head Start Program	345,619
LIHEAP Federal Funds Not Reprogrammed	<u>46,556</u>
<u>Total</u>	<u>392,175</u>

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2008

NOTE 9 - RETIREMENT PLAN:

OMCAP participates in a tax sheltered annuity whereby an amount equal to 7% of the salary of eligible employees is contributed to the plan. The amount contributed by OMCAP for the year ended December 31, 2008 was \$207,507.

NOTE 10 - UNRESTRICTED OPERATING NET ASSETS:

Unrestricted operating net assets totaling \$206,641 for 2008 are detailed by individual program as follows:

USDA	48,613
CSBG	(13,892)
Project Independence	(1,436)
Housing Counseling	4,516
Ouachita Council of Governments	12,939
General Services	<u>155,901</u>
<u>Total</u>	<u>206,641</u>

NOTE 11 - LEASES:

The Agency leases certain buildings under operating leases. The rental costs on these items for the year ended December 31, 2008 were \$17,409. There were no commitments under lease agreements having initial or remaining non-cancelable terms in excess of one year as of December 31, 2008.

NOTE 12 - ACCRUED LIABILITIES:

Accrued liabilities consisted of the following at December 31, 2008:

Accrued Leave	56,490
Payroll Taxes Payable	<u>23,996</u>
<u>Total</u>	<u>80,486</u>

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2008

NOTE 13 - RELATED PARTY:

There were no related party transactions during the period ending December 31, 2008.

NOTE 14 - NONCOMPLIANCE FINDINGS AND QUESTIONED COSTS

The Agency receives funding/grants from various government agencies and such funding is subject to certain requirements and conditions. The items listed in the schedule of findings and questioned costs will be reviewed by the appropriate funding agency and a final resolution of the questioned costs will be made by such agency.

NOTE 15 - HEAD START REPROGRAMMED FUNDS

In 2007, the Agency incurred renovation costs in the amount of \$330,097. Such expenditures were approved in the year 2008 and were included in the 2008 budget, but Head Start program officials approved the use of the funds in 2007.

SUPPLEMENTARY FINANCIAL INFORMATION

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

SCHEDULE I

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.

MONROE, LOUISIANA

COMBINING SCHEDULE OF FINANCIAL POSITION

ENDED DECEMBER 31, 2008

	Head Start Program	Child & Adult Care Food Program	CSBG	Home Energy Assis- tance	Project Indepen- dence
<u>ASSETS</u>					
Current Assets					
Cash	12,135	92,456	1,024	82,682	2,178
Grant Receivables	507,676	49,036	-	131,756	3,003
Other Receivables	-	-	-	-	-
Due from Other Funds	60,809	-	-	-	5,441
<u>Total Current Assets</u>	<u>580,620</u>	<u>141,492</u>	<u>1,024</u>	<u>214,438</u>	<u>10,622</u>
Property and Equipment					
Property and Equipment	2,944,275	96,977	39,828	7,255	4,650
Accumulated Depreciation	(2,008,543)	(91,964)	(39,828)	(7,056)	(4,550)
<u>Net Property and Equipment</u>	<u>935,732</u>	<u>5,013</u>	<u>-0-</u>	<u>199</u>	<u>100</u>
<u>TOTAL ASSETS</u>	<u>1,516,352</u>	<u>146,505</u>	<u>1,024</u>	<u>214,637</u>	<u>10,722</u>
<u>LIABILITIES AND NET ASSETS</u>					
Current Liabilities					
Accounts Payable	195,261	16,834	-	155,936	-
Accrued Liabilities	39,740	481	13,404	1,222	1,558
Due to Other Funds	-	75,564	1,512	10,724	10,500
Refundable Advances	345,619	-	-	46,556	-
<u>Total Current Liabilities</u>	<u>580,620</u>	<u>92,879</u>	<u>14,916</u>	<u>214,438</u>	<u>12,058</u>
Net Assets					
Unrestricted					
Operating	-	48,613	(13,892)	-	(1,436)
Fixed Assets	935,732	5,013	-	199	100
<u>Total Net Assets</u>	<u>935,732</u>	<u>53,626</u>	<u>(13,892)</u>	<u>199</u>	<u>(1,336)</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>1,516,352</u>	<u>146,505</u>	<u>1,024</u>	<u>214,637</u>	<u>10,722</u>

SCHEDULE I
(CONTINUED)

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
COMBINING SCHEDULE OF FINANCIAL POSITION (CONTINUED)
DECEMBER 31, 2008

	Housing Counseling	OCOG	General	Total
<u>ASSETS</u>				
Current Assets				
Cash	4,516	2,131	158,740	355,862
Grant Receivables	-	-	-	691,471
Other Receivables	-	-	-	-
Due from Other Funds	-	10,808	26,237	103,295
<u>Total Current Assets</u>	<u>4,516</u>	<u>12,939</u>	<u>184,977</u>	<u>1,150,628</u>
Property and Equipment				
Property and Equipment	768	827,933	37,175	3,958,861
Accumulated Depreciation	(730)	(123,829)	(16,502)	(2,293,002)
<u>Net Property and Equipment</u>	<u>38</u>	<u>704,104</u>	<u>20,673</u>	<u>1,665,859</u>
<u>TOTAL ASSETS</u>	<u>4,554</u>	<u>717,043</u>	<u>205,650</u>	<u>2,816,487</u>
<u>LIABILITIES AND NET ASSETS</u>				
Current Liabilities				
Accounts Payable	-	-	-	368,031
Accrued Liabilities	-	-	24,081	80,486
Due to Other Funds	-	-	4,995	103,295
Refundable Advances	-	-	-	392,175
<u>Total Current Liabilities</u>	<u>-0-</u>	<u>-0-</u>	<u>29,076</u>	<u>943,987</u>
Net Assets				
Unrestricted				
Operating	4,516	12,939	155,901	206,641
Fixed Assets	38	704,104	20,673	1,665,859
<u>Total Net Assets</u>	<u>4,554</u>	<u>717,043</u>	<u>176,574</u>	<u>1,872,500</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>4,554</u>	<u>717,043</u>	<u>205,650</u>	<u>2,816,487</u>

SCHEDULE II

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.

MONROE, LOUISIANA

COMBINING SCHEDULE OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2008

	Head Start Program	Child & Adult Care Food Program	CSBG	Home Energy Assistance	Project Indepen- dence
<u>REVENUES AND OTHER SUPPORT</u>					
Contractual Revenue -					
Grants	4,231,127	472,453	438,452	1,023,936	30,681
Miscellaneous Revenues	518	29,691	-	95	-
Gain on Asset Disposition	-	-	-	-	-
In-Kind Receipts	1,190,809	-	-	-	-
<u>Total Revenues and Other Support</u>	<u>5,422,454</u>	<u>502,144</u>	<u>438,452</u>	<u>1,024,031</u>	<u>30,681</u>
<u>EXPENSES</u>					
Salaries	2,572,466	180,006	246,918	33,570	15,006
Fringe Benefits	860,956	43,551	102,601	7,726	6,156
Travel & Training	201,200	903	12,939	1,262	-
Occupancy	194,557	-	22,574	-	-
Telephone	-	143	16,574	-	-
Insurance	86,337	-	12,343	-	-
Vehicle Operation	-	-	-	-	3,379
Supplies & Postage	38,542	19,477	5,954	5,876	-
Repairs & Maintenance	51,143	8,425	2,880	4,452	-
Professional Services	194,016	2,759	2,049	1,955	10
Food & Related Supplies	30,274	209,455	-	-	-
Miscellaneous	2,154	678	1,808	938	306
Client Assistance Payments	-	-	8,911	958,252	-
Interest	-	-	-	-	-
In-Kind Space	264,000	-	-	-	-
In-Kind Other	926,809	-	-	-	-
Depreciation	71,799	1,827	-	-	-
<u>Total Expenses</u>	<u>5,494,253</u>	<u>467,224</u>	<u>435,551</u>	<u>1,024,031</u>	<u>24,857</u>
<u>CHANGE IN NET ASSETS</u>	(71,799)	34,920	2,901	-0-	5,824
<u>NET ASSETS, BEGINNING OF YEAR</u>	1,007,531	18,706	(16,793)	199	(7,160)
Transfers	-	-	-	-	-
<u>NET ASSETS, END OF YEAR</u>	<u>935,732</u>	<u>53,626</u>	<u>(13,892)</u>	<u>199</u>	<u>(1,336)</u>

SCHEDULE II
(CONTINUED)

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
COMBINING SCHEDULE OF ACTIVITIES (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Housing Counseling</u>	<u>OCOG</u>	<u>General</u>	<u>Total</u>
<u>REVENUES AND OTHER SUPPORT</u>				
Contractual Revenue -				
Grants	-	492	-	6,197,141
Miscellaneous Revenues	-	168	43,613	74,085
Gain on Asset Disposition	-	-	-	-
In-Kind Receipts	-	-	-	1,190,809
<u>Total Revenues and Other Support</u>	<u>-0-</u>	<u>660</u>	<u>43,613</u>	<u>7,462,035</u>
<u>EXPENSES</u>				
Salaries	-	-	918	3,048,884
Fringe Benefits	-	-	69	1,021,059
Travel & Training	-	-	-	216,304
Occupancy	-	-	-	217,131
Telephone	-	-	-	16,717
Insurance	-	-	-	98,680
Vehicle Operation	-	-	-	3,379
Supplies & Postage	-	-	-	69,849
Repairs & Maintenance	-	-	-	66,900
Professional Services	-	-	-	200,789
Food & Related Supplies	-	-	-	239,729
Miscellaneous	83	-	2,565	8,532
Client Assistance Payments	-	-	17,449	994,612
Interest	-	-	-	-
In-Kind Space	-	-	-	264,000
In-Kind Other	-	-	-	926,809
Depreciation	-	27,711	640	101,977
<u>Total Expenses</u>	<u>83</u>	<u>27,711</u>	<u>21,641</u>	<u>7,495,351</u>
<u>CHANGE IN NET ASSETS</u>				
	(83)	(27,051)	21,972	(33,316)
<u>NET ASSETS, BEGINNING OF YEAR</u>				
	4,637	744,094	154,602	1,905,816
Transfers	-	-	-	-
<u>NET ASSETS, END OF YEAR</u>	<u>4,554</u>	<u>717,043</u>	<u>176,574</u>	<u>1,872,500</u>

SCHEDULE III

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.

MONROE, LOUISIANA

STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - HEAD START PROGRAM
FOR THE YEAR ENDED DECEMBER 31, 2008

	<u>Budget</u>	<u>Actual</u>	<u>COB Balances Current Year</u>
<u>REVENUES</u>			
Federal Share Awarded This Period (Includes Reprogrammed Funds of \$330,097 For Construction and Renovation)	4,763,237	4,763,237	-
Grantee's Contribution	1,190,809	1,190,809	-
Miscellaneous	-	518	518
<u>TOTAL REVENUES</u>	<u>5,954,046</u>	<u>5,954,564</u>	<u>518</u>
<u>EXPENDITURES</u>			
Head Start Program			
Personnel	2,823,566	2,572,466	251,100
Fringe Benefits	762,363	860,956	(98,593)
Travel	15,000	201,200	(186,200)
Supplies	72,000	38,542	33,458
Contractual	26,500	194,016	(167,516)
Facilities/Construction - Spent in 2007	366,118	330,097	36,021
Other	697,690	364,465	333,225
<u>TOTAL</u>	<u>4,763,237</u>	<u>4,561,742</u>	<u>201,495</u>
Grantee's Share	1,190,809	1,190,809	
<u>TOTAL EXPENDITURES</u>	<u>5,954,046</u>	<u>5,752,551</u>	
<u>REVENUES OVER (UNDER) EXPENDITURES</u>		<u>202,013</u>	

SCHEDULE IV

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.

MONROE, LOUISIANA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED DECEMBER 31, 2008

<u>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH GRANTOR'S NUMBER</u>	<u>EXPENDITURES</u>
<u>U.S. Department of Health and Human Services</u>			
Direct Programs:			
*Head Start (FY 12/31/08)	93.600	06CH5175/40	4,231,645
Passed Through Louisiana Department Of Labor			
*Community Services Block Grant	93.569	2007N0027 2006N0027	435,551
Passed Through Louisiana Housing Finance Agency			
* Low-Income Home Energy Assistance Program	93.568	Unknown	1,023,936
Passed Through Louisiana Department of Social Services, Office of Family Support			
Project Independence	93.558	Unknown	<u>24,857</u>
<u>Total U.S. Department Of Health and Human Services</u>			<u>5,715,989</u>
<u>U.S. Department of Agriculture</u>			
Passed Through Louisiana Department Of Education			
Child and Adult Care Food Program (Head Start FY 9/30/09)	10.558	Unknown	170,797
Child and Adult Care Food Program (Head Start FY 9/30/08)	10.558	Unknown	<u>276,130</u>
<u>Total U.S. Department Of Agriculture</u>			<u>446,927</u>
<u>TOTAL FEDERAL EXPENDITURES</u>			<u>6,162,916</u>

* Major Program

Note: The accompanying schedule of expenditures of federal awards is prepared on the accrual basis of accounting.

SCHEDULE IV
(CONTINUED)

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2008

NOTE 1 - BASIS OF PRESENTATION:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Ouachita Multi-Purpose Community Action Program, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

NOTE 2 - SUBRECIPIENTS:

Ouachita Multi-Purpose Community Action Program, Inc. did not provide federal awards to subrecipients.

SCHEDULE V

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.

MONROE, LOUISIANA

SCHEDULE OF BOARD MEMBERS COMPENSATION

FOR THE YEAR ENDED DECEMBER 31, 2008

No compensation was paid to any board member during the period under audit.

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2008

SECTION I — SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- * Material weakness(es) identified? yes X no
- * Control deficiency(s) identified that are not
considered to be material weaknesses? X yes none reported
- Noncompliance material to financial
statements noted? yes X no

Federal Awards

Internal control over major programs:

- * Material weakness(es) identified? Not Applicable
- * Control deficiency(s) identified that are not
considered to be material weaknesses? X yes none reported

Type of auditors' report issued on compliance for major programs:
Unqualified

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

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
93.600	Department of Health and Human Services - Head Start
93.569	- Community Services Block Grant

Dollar threshold used to distinguish
between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? yes X no

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2008

SECTION II - FINANCIAL STATEMENT FINDINGS

08-1

Criteria: Refunds for expenses should be deposited in the accounts of the funds that paid for the expense.

Condition: A prior year refund from Louisiana workers compensation in the amount of \$30,899 was deposited into the general fund rather than the appropriate funds that paid for the expense.

Questioned Costs: Head Start \$25,646
CSBG \$2,781
USDA \$1,854
LIHEAP \$618

Context: Federal award cost principles

Effect: This finding has no effect on the financial statements.

Cause: The Board of Directors voted to deposit the refund into the general account.

Recommendation: We recommend management transfer the refunded monies into the fund accounts that paid for the expense.

Reply: Management agrees with this finding and will transfer the refunded monies into the fund accounts that paid for the expense.

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2008

SECTION III - FINANCIAL STATEMENT FINDINGS AND QUESTIONED COSTS
HEAD START AND CSBG, ONLY MAJOR PROGRAMS

08-1

Criteria: Refunds for expenses should be deposited in the accounts of the funds that paid for the expense.

Condition: A prior year refund from Louisiana workers compensation in the amount of \$30,899 was deposited into the general fund rather than the appropriate funds that paid for the expense.

Questioned Costs: Head Start \$25,646
CSBG \$2,781

Context: Federal award cost principles

Effect: This finding has no effect on the financial statements.

Cause: The Board of Directors voted to deposit the refund into the general account.

Recommendation: We recommend management transfer the refunded monies into the fund accounts that paid for the expense.

Reply: Management agrees with this finding and will transfer the refunded monies into the fund accounts that paid for the expense.

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
CORRECTIVE ACTION TAKEN ON PRIOR YEAR FINDINGS
DECEMBER 31, 2008

SECTION I - Internal Control

07-1

Finding: Several timesheets reviewed were not approved by the supervisor.

Status: Cleared

07-2

Finding: Four of twenty-five employee files tested did not contain the employee's W-4 or I-9.

Status: Cleared

SECTION II - Compliance

There were no findings nor questioned costs for the year ended December 31, 2007.

OUACHITA MULTI-PURPOSE COMMUNITY ACTION PROGRAM, INC.
MONROE, LOUISIANA
EXIT CONFERENCE
FOR THE YEAR ENDED DECEMBER 31, 2008

An exit conference was held at the Ouachita Multi-Purpose Community Action Program, Inc.'s administrative office in Monroe, Louisiana. Mr. Rowland Perry, CPA, represented the auditors. The Executive Director of the Agency and Chief Financial Officer represented the Agency.

We reported that we did not discover any material weaknesses in internal or administrative controls, but did discuss the matters noted on the schedule of findings and questioned costs.