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**GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH
OUTREACH MINISTRY
BATON ROUGE, LOUISIANA**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2009

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 4/21/10

CHRISTINA G. PRICE
Certified Public Accountant
A Limited Liability Company

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH
OUTREACH MINISTRY
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2009

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CHRISTINA G. PRICE, LLC

6177 Deanne Marie Drive
Zachary, LA 70791

Email: christinapricecpa@bellsouth.net
Phone: 225.247.9447
Fax: 225.654.6061

INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Greater Mount Olive Missionary Baptist Church Outreach Ministry
Baton Rouge, Louisiana

I have compiled the accompanying statement of financial position of Greater Mount Olive Missionary Baptist Church Outreach Ministry (a nonprofit organization) as of June 30, 2009 and the related statements of activities and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management (the board of directors). I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.



Christina G Price, CPA

A Limited Liability Company

March 12, 2010

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

STATEMENT OF FINANCIAL POSITION
JUNE 30, 2009

Assets

Current Assets:

Cash and cash equivalents	\$ 8,098
Accounts receivable	<u>25,018</u>
Total Current Assets	33,116
Total Assets	<u>33,116</u>

Liabilities and Equity

Current Liabilities:

Accounts payable	15,851
Total Current Liabilities	<u>15,851</u>
Net Assets - Unrestricted	17,265
	<u>17,265</u>
Total Liabilities & Net Assets	<u>\$ 33,116</u>

The accompanying notes and accountant's report are an integral part of this statement.

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
(A NONPROFIT ORGANIZATION)
BATON ROUGE, LOUISIANA

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

SUPPORT AND REVENUE

Summer Enrichment	\$ 62,240
La. Department of Education	75,304
Total Support and Revenue	<u>137,544</u>

EXPENSES

Administrative	
Summer Enrichment	6,818
La. Department of Education	4,390
Program Services	
Summer Enrichment	83,988
La. Department of Education	68,388
Total Expenses	<u>163,584</u>
Change in Net Assets	(26,040)

Net assets - beginning of period \$ 43,305

Net assets - end of period \$ 17,265

The accompanying notes and accountant's report are an integral part of this statement.

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
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BATON ROUGE, LOUISIANA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Total</u>	<u>Summer Enrichment</u>	<u>Department of Education</u>
ADMINISTRATIVE			
Contract Labor	\$8,890	\$4,500	\$4,390
Maintenance	962	962	
Printing	360	360	
Supplies-Office	996	996	
PROGRAM EXPENSES			
Program Labor	82,036	67,146	14,890
Professional Services	613	140	473
Supplies - Educational	5,386	5,386	
Supplies - Food	52,727		52,727
Supplies - Dietary	298		298
Travel	<u>11,316</u>	<u>11,316</u>	
Total Expenses	<u>\$163,584</u>	<u>\$90,806</u>	<u>\$72,778</u>

The accompanying notes and accountant's report are an integral part of this statement.

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
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BATON ROUGE, LOUISIANA

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009

CASH FLOWS FROM OPERATING ACTIVITIES:	
Decrease in net assets	\$ (26,040)
Adjustments to reconcile increase in net assets to net cash used by operating activities	
(Increase) decrease in operating assets	
Accounts Receivable	(484)
(Decrease) Increase in operating liabilities	
Accounts Payable	(4,649)
Net cash used by operating activities	<u>\$ (31,173)</u>
DECREASE IN CASH	(31,173)
CASH AND CASH EQUIVALENTS - beginning of period	\$ 39,271
CASH AND CASH EQUIVALENTS - end of period	<u>\$ 8,098</u>

The accompanying notes and accountant's report are an integral part of this statement.

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
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BATON ROUGE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2009

INTRODUCTION

Greater Mount Olive Missionary Baptist Church Outreach Ministry (The Organization) is a nonprofit organization created to provide families and individuals with high quality accommodations in a safe environment that enhances personal well being and equips them with proper tools for everyday living. The organization carries out this mission by operating a summer enrichment program for 6-8 weeks during the summer months for grades 1 through 8. Students follow a grade appropriate curriculum in preparation for the upcoming school year. The organization provides meals to these students attending these programs. The organization's activities are provided by the Louisiana Department of Education, Greater Mount Olive Missionary Baptist Church (a separate entity), and private funds. As the organization sees opportunities for community outreach, other programs may be considered.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF ACCOUNTING

Basis of accounting refers to the timing of recognition of revenues and expenses in the accounts and reporting in the financial statements, and the measurement focus refers to what transactions and events should be recorded. The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting in accordance with generally accepted accounting principles. Under this method, revenues are recognized when they are earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows.

The financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities. The measurement focus is on the flow of economic resources.

B. INCOME TAXES

The Organization is a nonprofit organization that is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

C. FUNCTIONAL EXPENSES

Expenses are charged directly to the program or administration based on specific identification.

GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH OUTREACH MINISTRY
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BATON ROUGE, LOUISIANA

NOTES TO FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2009

2. CASH AND CASH EQUIVALENTS

Custodial credit risk is the risk that in the event of a bank failure, the Company's deposits may not be returned. At June 30, 2009, the Federal Depository Insurance Corporation (FDIC) insured deposits up to \$250,000. Bank deposits consist of amounts held in demand deposit accounts. At June 30, 2009, the Organization's carrying amount of bank deposits totaled \$8,098.

3. ACCOUNTS RECEIVABLE

At June 30, 2009, accounts receivable represents the balance of state grants assistance due from the Louisiana Department of Education of \$25,018.

4. 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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statement and the reported amounts of revenues, expenses and other financing sources and uses during the reporting period. Actual results could differ from those estimates.

5. REVENUE RECOGNITION

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

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BATON ROUGE, LOUISIANA

SUMMARY OF CURRENT YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009

These findings were discussed March 12, 2010. The meeting was conducted with Mrs. Jacqueline Dixon and Carl Joseph, Administrator and President of the Board, respectively, of Greater Mount Olive Missionary Baptist Church Outreach Ministry. Management is aware of the deficiencies noted in the following findings. Management believes that they have made great strides in their efforts to make improvements in internal controls within the accounting department.

FINANCIAL STATEMENTS

Finding 2009 — 1 Failure to provide timely reports as provided in LA R.S. 24:513

The organization's accounting data was made available November 13, 2009. The organization was unable to engage its prior Certified Public Accountant in sufficient time for work completion by December 31, 2009. The organization obtained an engagement letter from a Certified Public Accountant on January 4, 2010. An extension was obtained and approved with a due date of February 22, 2010. The extended due date was not met due to the illness of the contact for the engagement and the accountant's failure to properly maintain computer backups. The preliminary report resided on accountant's portable drive which was stolen and never recovered. A second extension was requested which was approved and expires March 31, 2010.

Questioned Costs: None

Recommendation: The Organization should ensure that records are maintained on a routine basis and begin engagement process for Certified Public Accountant prior to June 30 year end to provide sufficient time for report completion.



GREATER MOUNT OLIVE MISSIONARY BAPTIST CHURCH

3155 Victoria Drive
Baton Rouge, Louisiana 70805
Phone (225) 355-5155 Fax (225) 355-5122
REV. S.C. DIXON, Pastor / Teacher
"The Church Where Peace and Love Abides"

March 12, 2010

Christina G Price, CPA
c/o Louisiana Office of Legislative Auditor
PO Box 94397
Baton Rouge, LA 70804

RE: Management Response to Findings & Corrective Action

Ms. Price,

Please find below our response to the finding in our compilation report ended June 30, 2009.

Finding 2009 - 1 Failure to provide timely reports as provided in LA R.S. 24:513

We are in the process of working with our accountant and staff to ensure timely and accurate reporting. Our procedure, due to our limited staff, is to record general ledger items on a monthly basis and reconcile bank accounts monthly and other general ledger accounts quarterly. We are also working with our accountant to provide semi-annual reviews of the general ledger.

Sincerely,

Jacqueline J Dixon

Greater Mount Olive Missionary Baptist Church Outreach Ministry
Administrator