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Lower Algiers Community Development Association, Inc.

Accountant's Review and Attestation Reports,
With Financial Statements and
Notes To the Financial Statements

For The Year Ended June 30, 2007

Deemer CPA and Consulting Services, LLC

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 4/9/08

Lower Algiers Community Development Association, Inc.
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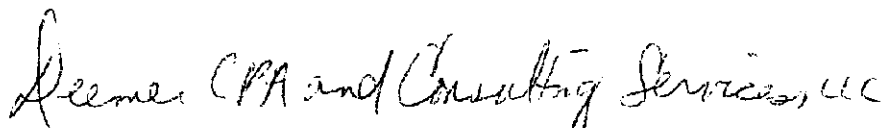
Accountant's Review Report

To the Board of Director's of
Lower Algiers Community Development Association, Inc.

I have reviewed the accompanying statement of financial position of Lower Algiers Community Development Association, Inc. (a non-profit corporation) as of June 30, 2007, and the related statement 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. All information included in these financial statements is the representation of the management of Lower Algiers Community Development Association, Inc.

A review consists principally of inquiries of Lower Algiers Community Development Association, Inc.'s personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.


Deemer CPA and Consulting Services, LLC
New Orleans, Louisiana
March 28, 2008

Lower Algiers Community Development Association, Inc.
Statement of Financial Position
As of June 30, 2007

<u>Assets</u>	
Cash	<u>\$ 23,697</u>
Total Current Assets	23,697
Furniture, Fixtures, and Equipment (Net)	<u>28,134</u>
Total Assets	<u>\$ 51,831</u>
<u>Liabilities and Net Assets</u>	
Accrued Salaries and Payroll taxes	\$ 8,683
Total Liabilities	8,683
<u>Net Assets</u>	
Unrestricted	<u>43,148</u>
Total Net Assets	<u>43,148</u>
Total Liabilities and Net Assets	<u>\$ 51,831</u>

See accompanying accountant's report.

Lower Algiers Community Development Association, Inc.
Statement of Activities
For the Fiscal Year Ended June 30, 2007

	<u>Unrestricted</u>
Revenues	
Grant revenue	\$ 185,904
Insurance Proceeds	<u>6,400</u>
Total revenues	192,304
 Expenses	
Program Services	
NOCOA expenses	\$ 88,469
OCS expenses	<u>85,168</u>
Total Program Services	\$ 173,637
 Support Services	
General & Administrative	<u>9,671</u>
Total Support Services	<u>9,671</u>
Total Expenses	<u>183,308</u>
Change In Net Assets	\$ 8,996
Net Assets At Beginning Of Year	<u>34,152</u>
Net Assets At End Of Year	<u><u>\$ 43,148</u></u>

See accompanying accountant's report.

Lower Algiers Community Development Association, Inc.
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2007

Cash Flows From Operating Activities:

Changes in Net Assets	\$ 8,996
Adjustments to Reconcile Net Revenues over Expenditures to Net Cash Provided by Operating Activities	
Depreciation Expense	2,005
Changes in Operating Assets and Liabilities	
Accounts Payable	(1,103)
Accrued Salaries and Benefits	<u>1,039</u>
Net Cash Provided by Operating Activities	10,937

Cash Flows From Investing Activities:

Purchase/Sale of equipment, furniture etc.	<u>(4,936)</u>
Net Cash Used by Investing Activities	(4,936)

Cash Flows From Financing Activities:

Net Cash Used by Financing Activities	0
Net Cash Increase for Period	6,001
Cash, At Beginning of Period July 1, 2006	<u>17,696</u>
Cash, At End of Period June 30, 2007	<u>\$ 23,697</u>

See accompanying accountant's report.

Lower Algiers Community Development Association, Inc.
Notes to the Financial Statements
For the Fiscal Year Ended June 30, 2007

1. Summary of Significant Accounting Principles

General – Lower Algiers Community Development Association, Inc. is a nonprofit corporation located at 6400 General Meyer Avenue, in Algiers, Louisiana. The organization provides many social services including counseling, meals, social and recreational activities and computer training to senior citizen and youth clients.

Lower Algiers Community Development Association, Inc.'s main source of funding is grants from the New Orleans Council on Aging and Office of Community Services (State of Louisiana).

Basis of Accounting – Lower Algiers Community Development Association, Inc.'s financial statements are prepared on the accrual basis of accounting, whereby revenue is recorded when earned and expenses are recorded when incurred.

Income Taxes – Lower Algiers Community Development Association, Inc. has been determined to be tax exempt under Section 501 (c) 3 of the Internal Revenue Code.

Cash - Cash is comprised of cash on hand and in banks.

Use of Estimates - The preparation of financial statements in conformity with generally accepted accounting principles 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 statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. Restrictions on Net Assets

Restrictions placed on net assets are related to the funds received by Lower Algiers Community Development Association, Inc. from federal grant awards. These restrictions are released as grant rules and regulations are met by the organization. At June 30, 2005 Lower Algiers Community Development Association, Inc. did not have any restricted net assets.

3. Economic Dependency

Lower Algiers Community Development Association, Inc. receives the majority of its revenue from grants. The agency's ability to acquire grant funds each year significantly impacts their revenues and operations.

4. Board of Directors' Compensation:

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member. However, board members are reimbursed for any out-of-pocket costs they might incur on behalf of the Development Association in accordance with the Association's applicable reimbursement policy.

Lower Algiers Community Development Association, Inc.
Schedule of Functional Expenses
For the Fiscal Year Ended June 30, 2007

	<u>New Orleans Council On Aging</u>	<u>Office Of Community Services</u>	<u>General & Admin.</u>	<u>Total</u>
Salaries	\$ 44,121	25,487	-	\$ 69,608
Payroll Tax Expense	3,507	1,859	-	5,366
Equipment	-	2,619	-	2,619
Occupancy	7,500	5,165	-	12,665
Professional Fees	16,313	19,851	-	36,164
Insurance	-	958	-	958
Telephone	1,494	1,557	-	3,051
Utilities	1,185	1,105	-	2,290
Automobile Expense	100	915	-	1,015
Supplies	2,647	1,363	-	4,010
Program Expense	4,229	17,017	126	21,372
Office Expense	566	465	0	1,031
Repairs & Maintenance	6,807	6,807	7,540	21,154
Depreciation	-	-	2,005	2,005
Total Expenses	\$ 88,469	\$ 85,168	\$ 9,671	\$ 183,308

See Accountant's Review Report.

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Quasi-public Entities)

March 18, 2008 (Date Transmitted)

Deemer CPA & Consulting Services, LLC

4335 Werner Drive

New Orleans, Louisiana 70126

(Auditors)

In connection with your review of our financial statements as of **June 30, 2007** and for the period then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of March 18, 2008.

Federal, State, and Local Awards

We have detailed for you the amount of Federal, state and local award expenditures for the fiscal year, by grant and grant year.

Yes No

All transactions relating to federal, state, and local grants have been properly recorded within our accounting records and reported to the appropriate state, federal, and grantor officials.

Yes No

The reports filed with federal, state, and local agencies are properly supported by books of original entry and supporting documentation.

Yes No

We have complied with all applicable specific requirements of all federal, state, and local programs we administer, to include matters contained in the OMB Compliance Supplement, matters contained in the grant awards, eligibility requirements, activities allowed and unallowed, and reporting and budget requirements.

Yes No

Open Meetings

Our meetings, as they relate to public funds, have been posted as an open meeting as required by LSA-RS 42:1 through 42:12 (the open meetings law).

Yes No

Budget

For each federal, state, and local grant we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance

Yes No

Prior Year Comments

We have resolved all prior-year recommendations and/or comments.

N/A
Yes No

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the federal, state, and local grants, to include the applicable laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We will also disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies any known noncompliance which may occur up to the date of your report.

John Jones Secretary _____ Date _____
Stanley J. Stemann Treasurer _____ Date _____
Billy McFarland President _____ Date _____

**ATTESTATION REPORT
(Quasi-Public Entity)**

**Independent Accountant's Report
on Applying Agreed-Upon Procedures**

To the Management of Lower Algiers Community Development Association, Inc.

I have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of Lower Algiers Community Development Association, Inc., the Legislative Auditor, State of Louisiana, and applicable state grantor agency/agencies solely to assist the users in evaluating management's assertions about Lower Algiers Community Development Association's compliance with certain laws and regulations during the period ended June 30, 2007 included in the accompanying *Louisiana Attestation Questionnaire*. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, I make no representation regarding the sufficiency of the procedures described below, either for the purpose for which this report has been requested or for any other purpose.

Federal, State, and Local Awards

1. Determine the amount of Federal, state and local award expenditures for the fiscal year, by grant and grant year.

Grant Source	Grant Period	Grant Expenditures 7/1/06 – 6/30/07
Office of Community Svcs.	7/1/06- 6/30/07	\$ 85,168
New Orleans Council on Aging, Inc.	7/1/06- 6/30/07	\$ 88,469
Total		\$ 173,637

2. For each Federal, state, and local award, I randomly selected 6 disbursements from each award administered during the period under examination.

There were two separate funding sources, from which 6 disbursements were randomly selected during the period of July 1, 2006 through June 30, 2007.

3. For the items selected in procedure 2, I traced the twelve disbursements to supporting documentation as to proper amount and payee.

I requested invoices, receipts, and/or contracts from the agency to complete this procedure. There were no exceptions noted.

4. For the items selected in procedure 2, I determined that the twelve disbursements were properly coded to the correct fund and general ledger account.

The twelve disbursements examined appeared to be coded to the correct fund and general ledger accounts. Cancelled checks from the agency's separate bank accounts were agreed to postings in the general ledger.

5. For the items selected in procedure 2, I attempted to determine whether the twelve disbursements received approval from proper authorities.

The twelve disbursements tested appeared to have approval from the proper authorities through review of check signatures.

6. For the items selected in procedure 2: For federal, state and local awards, I determined whether the disbursements complied with the grant agreement, relating to:

Activities allowed or unallowed:

I reviewed the previously listed disbursements for types of services allowed or not allowed. The allowability requirements appeared to be met for each of the twelve disbursements, because expenditures were included in the approved budget and appeared to coincide with the goals of the program.

Eligibility

I reviewed the previously listed disbursements for eligibility requirements. According to cancelled checks and explanations of expenditures by the Executive Director, disbursements appeared to be in accordance with the approved budget for twelve disbursements reviewed.

Reporting

I reviewed the previously listed disbursements for reporting requirements. Twelve disbursements appeared to be reported properly according to cancelled checks, invoices, and other supporting documentation. However, the agency did not meet its reporting requirement under the State of Louisiana's audit law. The agency's reporting deadline of December 31, 2007 was not met.

7. For the programs selected for testing in item (2), I planned to compare the close-out report, when required, with the entity's financial records to determine whether the amounts agree.

There were no close-out reports due during this review/attestation.

Meetings

8. I examined evidence indicating that agendas for meetings recorded in the minute book were posted as an open meeting as required by LSA-RS 42:1 through 42:12 (the open meetings law).

Management has asserted that "open meetings" documents were properly posted on the door of board meetings, and complete agendas were made available, as required. I was provided a copy of the documents that were posted which appeared to have met the open meetings LSA-RS 42:1 through 42-12 requirements.

Comprehensive Budget

9. For all grants exceeding five thousand dollars, we determined that each applicable federal, state, or local grantor agency/agency was provided with a comprehensive budget of those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance.

Lower Algiers Community Development Association, Inc.'s accountants provided comprehensive budgets to the applicable local, state, and federal grantors for the programs mentioned previously. These budgets specified the anticipated uses of the funds, estimates of the duration of the project, and plans showing specific goals and objectives that included measures of performance.

Prior Comments and Recommendations

10. I reviewed the prior year compilation report for any prior-year suggestions, recommendations, and/or comments to determine the extent to which such matters have been resolved.

Lower Algiers Community Development Association, Inc. had no prior year findings.

I was not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to my attention that would have been reported to you.

This report is intended solely for the use of the management of Lower Algiers Community Development Association, Inc., the Legislative Auditor (State of Louisiana), and the applicable state grantor agency/agencies and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Deleane CPA and Consulting Services, LLC

March 28, 2008

07-01 State of Louisiana Reporting Requirements Not Met

Criteria:

The State of Louisiana audit law requires that the agency submit its' financial reports on or before six months following the end of the fiscal year.

Condition:

The review/attestation of Lower Algier's Community Development Association, Inc. was not completed until March 2008.

Cause:

The executive staff at the agency experienced various medical conditions that presented challenges in the timing of this review.

Effect:

The review/attestation report was not issued prior to the State of Louisiana's deadline nor the approved extension deadline.

Recommendation:

It is recommended that the agency's financial reports be submitted to the State of Louisiana on or before December 31 each year.

Management's Response:

The Lower Algier's Community Development Association, Inc. will establish time tables to ensure that future financial reports are submitted within State of Louisiana deadlines.