

**POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA**

**FINANCIAL REPORT
JUNE 30, 2011**

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 FEB 22 2012

**POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA
JUNE 30, 2011**

Table of Contents

	<u>Page</u>
Independent Accountant's Review Report	1
Financial Statements	
Statement of Financial Position	2
Statement of Activities	3
Statement of Functional Expenses	4
Statement of Cash Flows	5
Notes to Financial Statements	6-8
Supplemental Information	
Independent Accountant's Report on Applying Agreed-Upon Procedures	9-11
Schedule of Findings & Responses	12
Schedule of Prior Year Findings	13
Louisiana Attestation Questionnaire	14-15

MAJOR, MORRISON & DAVID
CERTIFIED PUBLIC ACCOUNTANTS

JOHN L. MORRISON III, CPA, PC
MARK A. DAVID, CPA, PC

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

VAN P. MAJOR, CPA (1951-2005)

Independent Accountant's Review Report

To the Board of Directors
Pointe Coupee Enrichment Center, Inc.
New Roads, LA

We have reviewed the accompanying statement of financial position of Pointe Coupee Enrichment Center, Inc. (a nonprofit organization) as of June 30, 2011, and the related statement of activities, functional expenses, and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the Organization's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

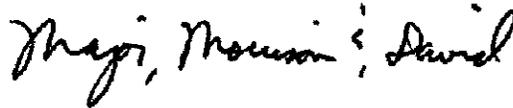
Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Our review was made primarily for the purpose of expressing a conclusion that there are no material modifications that should be made to the financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America. The supplemental information as listed in the foregoing table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and we did not become aware of any material modifications that should be made to such information.

In accordance with the Louisiana Governmental Audit Guide and the provisions of state law, we have issued a report dated December 6, 2011, on the results of our agreed upon procedures.

As discussed in Note 12 to the financial statements, certain errors resulting in an overstatement of previously reported income as of June 30, 2009, were discovered by management of the company subsequent to the issuance of our report on those financial statements dated December 21, 2010. Accordingly, an adjustment has been made to unrestricted net assets as of July 1, 2010, to correct the error.

Major, Morrison & David
Certified Public Accountants
December 6, 2011



POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Financial Position

June 30, 2011

ASSETS

Cash and cash equivalents	\$	8,098
Grants receivable		<u>13,004</u>
Total Assets		<u>21,102</u>

LIABILITIES

Accounts payable and accrued expenses		1,800
Payroll withholdings and deductions		2,686
Notes Payable		<u>4,600</u>
Total Liabilities		<u>9,086</u>

NET ASSETS

Unrestricted		<u>12,016</u>
Total net assets	\$	<u><u>12,016</u></u>

See accompanying notes and independent accountant's report.

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Activities

For the Year Ended June 30, 2011

	Unrestricted	Temporarily Restricted	Total
Revenues			
Support from federal grants:			
Support from Children's Trust Fund	\$ -	\$ 1,330	\$ 1,330
21st Century Learning	-	197,770	197,770
Summer Food Program	-	17,840	17,840
Miscellaneous revenues	7,539	-	7,539
Net assets released from restrictions:			
Restrictions satisfied by program payments	216,940	(216,940)	-
Total revenues	224,479	-	224,479
Expenses			
Children's Trust Fund	-	-	-
21st Century	190,230	-	190,230
Summer Food Program	24,760	-	24,760
Freedom School	-	-	-
Total program expenses	214,990	-	214,990
Management and general	24,842	-	24,842
Total expenses	239,832	-	239,832
Change in net assets	(15,353)	-	(15,353)
Net assets - beginning of the year	27,369	-	27,369
Net assets - end of year	\$ 12,016	\$ -	\$ 12,016

See accompanying notes and independent accountant's report.

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Functional Expenses

For the Year Ended June 30, 2011

EXPENSES	Children's Trust Fund	21st Century	Summer Food Program	Management & General	Total
Salaries & related benefits	\$ -	\$ 117,377	\$ 1,270	\$ -	\$ 118,647
Contract services	-	23,381	12,213	5,450	41,044
Accounting	-	-	-	9,900	9,900
Advertising	-	-	-	205	205
Bank charges	-	-	-	927	927
Computer services	-	2,140	-	500	2,640
Field trips	-	-	-	-	-
Insurance	-	6,995	-	-	6,995
Interest	-	-	-	393	393
Licenses & permits	-	1,154	-	200	1,354
Postage	-	-	-	145	145
Rent & utilities	-	-	-	3,200	3,200
Supplies	-	24,263	11,261	3,922	39,446
Training	-	2,030	-	-	2,030
Travel	-	1,658	-	-	1,658
Vehicle expense	-	11,232	16	-	11,248
Total expenses	\$ -	\$ 190,230	\$ 24,760	\$ 24,842	\$ 239,832

See accompanying notes and independent accountant's report.

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Cash Flows

For the Year Ended June 30, 2011

Cash Flows From Operating Activities	
Change in net assets	\$ (15,353)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:	
(Increase) decrease in:	
Grants receivable	22,222
Due from affiliates	2,390
Trading securities	-
Increase (decrease) in:	
Accounts payable	(12,860)
Income taxes payable	-
Other accrued liabilities	1,931
Payroll tax payables	-
Total adjustments	<u>13,683</u>
Net Cash Provided (Used) by Operating Activities	<u>(1,670)</u>
Cash Flows From Investing Activities	
Net Cash Provided (Used) by Investing Activities	<u>-</u>
Cash Flows From Financing Activities	
Repayment of short term debt	<u>(20,400)</u>
Net Cash Provided (Used) by Financing Activities	<u>(20,400)</u>
Net increase (decrease) in cash & cash equivalents	(22,070)
Cash & cash equivalents, beginning of year	<u>30,168</u>
Cash & cash equivalents, end of year	<u>\$ 8,098</u>

See accompanying notes and independent accountant's report.

**POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA**

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011**

Note 1 - Organization

Pointe Coupee Enrichment Center, Inc. ("Center") was incorporated in the State of Louisiana as a non-profit corporation on January 6, 2008, and registered with the Internal Revenue Service as a tax-exempt entity under Section 501(c)(3) of the Internal Revenue Code.

The mission is to provide academic enrichment opportunities for school age children in the community. Its goal is to remediate and enrich at risk students by improving their academic and social progress. Eligible children between the ages of five and seventeen may enroll in the program.

Note 2 - Summary of Significant Accounting Policies

Accounting Records

The Center's accounting records are maintained on a calendar year; however, these financial statements were prepared under a fiscal year based on coinciding with grant contracts passed through the State of Louisiana, Department of Children and Family Services, Division of Programs and the Department of Education.

Basis of Accounting

The accompanying financial statement has been prepared on the accrual basis of accounting.

Basis of Presentation

Financial presentation follows the recommendations of the FASB-ASC (Financial Accounting Standards Board - Accounting Standards Codification) 958, *Financial Statements of Not-for-Profit Organizations*. Under FASB-ASC 958, the Center is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and cash equivalents

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

Accounts Receivable

Accounts receivable consist of amounts due under federal and state grants/awards as well as amounts due for professional services rendered. The Center uses the direct write off method of accounting for uncollectible receivables. Use of this method is not materially different from the allowance method required by generally accepted accounting principles, as all receivables are considered collectible. For this reason there is no allowance recorded in the accompanying financial statements.

Contributions/Grants

The Center follows FASB-ASC 958, *Accounting for Contributions Received and Contributions Made*. In accordance with FASB-ASC 958, contributions or grants received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. Restricted net assets are reclassified to unrestricted net assets upon satisfaction of time or purpose of restriction.

Revenues

The Center's revenue is derived primarily from providing services to eligible participants that are reimbursed under contracts with government entities. Revenues are recorded when reimbursements are earned.

POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

Expenses

Directly identifiable expenses are charged to programs and support services. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Center.

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 at the date of the financial statements, disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

As stated previously, the Center is recognized as a tax-exempt entity under Section 501(c)(3) for income tax purposes. As of December 31, 2010, the Center has filed Form 990-EZ with the Internal Revenue Service. The organization has evaluated its positions regarding the accounting for uncertain income tax positions and does not believe that it has any material uncertain tax positions. With few exceptions, the organization is no longer subject to federal, state or local tax examinations by tax authorities for years before June 30, 2008.

Advertising

Advertising costs are expensed as incurred. Advertising costs of \$205 were incurred for the year ending June 30, 2011.

Note 3 - Cash and Cash Equivalents

The Center maintains its bank accounts at one local financial institution, all in demand deposit accounts. The center's book balances as of June 30, 2011, was \$8,098. Bank balances at June 30, 2011, totaled \$15,197 which was fully insured by the Federal Deposit Insurance Corporation (FDIC).

Note 4 - Accounts Receivables

Accounts receivable consist of \$13,004 due from the Department of Education for the June 2011 period for the 21st Century grant.

Note 5 - Payables

Payables due at June 30, 2011, consist of the following:

Trade	\$ 1,800
Payroll withholdings & related	<u>2,686</u>
Total	<u>\$ 4,486</u>

Note 6 - Notes Payable

Notes payable as of June 30, 2011, consist of a short term loan from the administrator in the amount of \$4,600. This amount will be repaid within the next operating cycle. See note 9 related parties.

Note 7 - Operating Leases

The Center has a month to month lease for the building in which it operates. Monthly amounts of \$400 are payable in advance on the 1st of the month and totaled \$3,200 for the current year.

POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

Note 8 - Net Assets Released from Restrictions

Net assets were released from grant restrictions by incurring expenses satisfying the restricted purpose or by the expiration of time during the year. The net assets released from restriction due to accomplishment of grant requirements totaled \$216,940.

Note 9 - Related Party Transactions

During a previous year, the Center advanced \$2,390 to an affiliate organization, Pointe Coupee Outreach, Inc., which was repaid in the current year. The Center was also advanced funds from the administrator for cash flow purposes during prior years (see note 6). Funds in the amount of \$20,400 were repaid in the current year.

The husband of the administrator provides rental space for the operations of the center on a monthly basis (see note 7).

Note 10 - Concentration of Risk

During the current year, the Center received 97% of its funding from State of Louisiana, Department of Children and Family Services and Department of Education. If the Center is unable to secure this funding in the future, the programs provided by the Center will be terminated.

Note 11 - Contingencies

The Center receives revenues from governmental grants and contracts which are subject to audit by the grantor agencies. The ultimate determination of amounts received under these programs generally is based upon allowable cost reported to and subject to audit by the grantor. Until such audits are performed, if any, there exists a contingency to refund any amount received in excess of allowable cost. Management is of the opinion that no material liability will result from such audits. No provision has been made for any possible liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.

Note 12 - Prior Period Adjustments

An error resulting in the overstatement of income and understatement of notes payable from the 2009 fiscal year activity was discovered during the current year when the notes were repaid. In the 2009 fiscal year, \$20,000 was recorded as income when it should have been reported as a loan from the administrator (see notes 6 and 9). Based on this error, unrestricted net assets were overstated and notes payable understated by this amount. Correction of this error results as follows:

Prior year unrestricted fund balance	\$ 47,369
Prior year adjustment	<u>(20,000)</u>
Unrestricted net assets-restated	<u>\$ 27,369</u>

Note 13 - Subsequent Events

Management has performed an evaluation of the Center's activities through December 6, 2011 and has concluded that there are no significant events requiring recognition or disclosure through the date and time these financial statements were available to be issued on December 6, 2011.

MAJOR, MORRISON & DAVID
CERTIFIED PUBLIC ACCOUNTANTS

JOHN L. MORRISON III, CPA, PC
 MARK A. DAVID, CPA, PC

AMERICAN INSTITUTE OF
 CERTIFIED PUBLIC ACCOUNTANTS
 SOCIETY OF LOUISIANA
 CERTIFIED PUBLIC ACCOUNTANTS

VAN P. MAJOR, CPA (1951-2005)

Independent Accountant's Report
 on Applying Agreed-Upon Procedures

To the Board of Directors
 Pointe Coupee Enrichment Center, Inc.
 New Roads, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of Pointe Coupee Enrichment Center, Inc., the Legislative Auditor, State of Louisiana, and applicable state grantor agency/agencies solely to assist the users in evaluating management's assertions about Pointe Coupee Enrichment Center, Inc.'s compliance with certain laws and regulations during the year ended June 30, 2011 included in the accompanying *Louisiana Attestation Questionnaire*. Management of Pointe Coupee Enrichment Center, Inc. is responsible for its financial records and compliance with applicable laws and regulations. This agreed-upon procedures engagement was performed in accordance with attestation 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 this report. Consequently, we 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.

Pointe Coupee Enrichment Center, Inc.'s federal award expenditures for all federal programs for the fiscal year follow:

Federal, State, or Local Grant Name	Grant Year	CFDA No. (if applicable)	Amount
Twenty First Century Community Learning Centers	2010-2011	84.287	190,230
Summer Food Service Program	2010-2011	10.559	24,760
Total Expenditures			214,990

2. For each federal, state, and local award, we randomly selected 6 disbursements from each award administered during the period under examination, provided that no more than 30 disbursements would be selected.
 - a) Six disbursements were selected from each award.
3. For the items selected in procedure 2, we traced the six disbursements to supporting documentation as to proper amount and payee.
 - a) We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

4. For the items selected in procedure 2, we determined if the six disbursements were properly coded to the correct fund and general ledger account.

All payments selected were properly coded to the correct fund and general ledger account.

5. For the items selected in procedure 2, we determined whether the six disbursements received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approvals from the administrator. We recommended improvements could be made in the filing of the documentation in order to create easier access upon future examinations.

6. For the items selected in procedure 2: For federal awards, we determined whether the disbursements complied with the applicable specific program compliance requirements summarized in the *Compliance Supplement* (or contained in the grant agreement, if the program is not included in the *Compliance Supplement*):

Activities allowed or unallowed:

We reviewed the previously listed disbursements for types of services allowed or not allowed. All items tested complied with the allowability requirements.

Eligibility

We reviewed the previously listed disbursements for eligibility requirements. All items tested complied with the eligibility requirements.

Reporting

We reviewed the previously listed disbursements for reporting requirements. All items tested complied with the reporting requirements.

7. For the programs selected for testing in item (2) that had been closed out during the period under review, we compared the close-out report, when required, with the agency's financial records to determine whether the amounts agree.

The six disbursements selected included federal programs that were closed out during the period of our review. We compared the close-out reports for these federal programs with the agency's financial records. The amounts reported on the close-out reports agreed to the agency's financial records.

Open Meetings

8. We examined evidence indicating that agendas for meetings recorded in the minute book were posted as an open meeting as required by R.S. 42:1 through 42:13 (the open meetings law).

Pointe Coupee Enrichment Center is not required to hold open meetings. However, management has indicated that notices were mailed to all program participants notifying them of all meetings occurring at the Center's office and being open to the public for attendance for information regarding the programs offered.

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.

Pointe Coupee Enrichment Center provided comprehensive budgets to the applicable state grantor agencies for the programs mentioned previously. These budgets specified the anticipated uses of the funds, estimates of the duration of the projects, and plans showing specific goals and objectives that included measures of performance.

Prior Comments and Recommendations

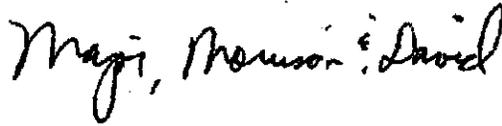
10. We reviewed any prior-year suggestions, recommendations, and/or comments to determine the extent to which such matters have been resolved.

The Center was late in filing their review report for the year ending June 30, 2010. The report has since been filed. Future reports shall be issued on time.

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

This report is intended solely for the use of management of Pointe Coupee Enrichment Center, 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.

Major, Morrison & David



December 6, 2011

**POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA**

**Schedule of Findings & Responses
For the Year Ended June 30, 2011**

FINANCIAL STATEMENT FINDINGS

No current year findings.

**POINTE COUPEE ENRICHMENT CENTER, INC.
 (A NONPROFIT ORGANIZATION)
 NEW ROADS, LOUISIANA**

**Schedule of Prior Year Findings
 For the Year Ended June 30, 2011**

FINANCIAL STATEMENT FINDINGS

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partial)</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
Section I - Internal Control and Compliance Material to the Financial Statements:				
10-1	2010	Failure to provide timely reports to the Legislative Auditor in accordance with LA 24:513.	Yes	Management engaged an approved CPA to prepare the required financial statements. The 2010 report was submitted upon completion. Future reports will be submitted according to state law.

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

December 6, 2011 (Date Transmitted)

Major, Morrison & David, CPAs
P.O. Box 190
New Roads, La. 70760

In connection with your review of our financial statements as of June 30, 2011 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 December 6, 2011.

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 [x] 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 [x] No []

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

Yes [x] 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 [x] No []

Open Meetings

Our meetings, as they relate to public funds, have been posted as an open meeting as required by R.S. 42:1 through 42:13 (the open meetings law).

Yes [x] 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 [x] No []

Prior Year Comments

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

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 that may occur up to the date of your report.

Secretary _____ Date

Treasurer _____ Date

 _____
President 12/6/11 Date