

CAMERON COMMUNITY ACTION AGENCY, INC.
Grand Lake, Louisiana

Financial Statements
December 31, 2012

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Broussard & Company
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Cameron Community Action Agency, Inc.
Grand Lake, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of Cameron Community Action Agency, Inc. (the Agency) (a non-profit organization) which comprise the statement of financial position as of December 31, 2012, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Agency as of December 31, 2012, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

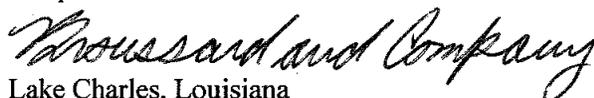
Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying combining statement of financial position and schedule of government grant revenue on pages 11 and 12 are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 29, 2013, on our consideration of the Agency'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control over financial reporting and compliance.



Lake Charles, Louisiana

April 29, 2013

Cameron Community Action Agency, Inc.
Statement of Financial Position
As of December 31, 2012

Assets	
Current Assets	
Cash and cash equivalents	\$ 121,899
Grants receivable	15,676
Inventory	3,238
Prepaid expenses	27,176
Total Current Assets	<u>167,989</u>
Property and Equipment	
Buildings and improvements	3,974,180
Vehicles	158,123
Furniture, fixtures and equipment	59,137
	<u>4,191,440</u>
Less accumulated depreciaiton	(673,789)
Total Property and Equipment	<u>3,517,651</u>
Total Assets	<u><u>\$ 3,685,640</u></u>
Liabilities and Net Assets	
Current Liabilities	
Accounts payable	\$ 4,081
Accrued payroll	11,927
	<u>16,008</u>
Total Current Liabilities	<u>16,008</u>
Net Assets	
Unrestricted:	
Appropriated - property and equipment	3,517,651
Unappropriated	151,981
Total unrestricted	<u>3,669,632</u>
Temporarily restricted	-
Total Net Assets	<u>3,669,632</u>
Total Liabilities and Net Assets	<u><u>\$ 3,685,640</u></u>

See accompanying notes to financial statements.

Cameron Community Action Agency, Inc.
Statement of Activities
For the Year Ended December 31, 2012

	Unrestricted	Temporarily Restricted	Combined Total
Support and Revenue			
Support:			
Contributions	\$ 6,268	\$ 23,019	\$ 29,287
Grants from governmental agencies and other organizations	-	738,704	738,704
Total support	6,268	761,723	767,991
Revenues:			
Program service fees	13,687	-	13,687
Interest income	-	-	-
Total revenues	13,687	-	13,687
Net assets released from restrictions	771,712	(771,712)	-
Total Support and Revenues	791,667	(9,989)	781,678
Functional Expenses			
Program Services:			
Head Start	674,374	-	674,374
Community Services Block Grant (CSBG)	46,919	-	46,919
Child and Adult Care Food Program (CACFP)	55,350	-	55,350
Low-Income Home Energy Assistance Program (LIHEAP)	63,394	-	63,394
Local funds and programs	71,676	-	71,676
Teen center	17,550	-	17,550
Head Start parent involvement	24,341	-	24,341
Total program services	953,604	-	953,604
Total Functional Expenses	953,604	-	953,604
Change in Net Assets	(161,937)	(9,989)	(171,926)
Net Assets - Beginning of Year	3,831,569	9,989	3,841,558
Net Assets - End of Year	\$ 3,669,632	\$ -	\$ 3,669,632

See accompanying notes to financial statements.

Cameron Community Action Agency, Inc.
Schedule of Functional Expenses
For the Year Ended December 31, 2012

Head Start	Program Services										Total
	CSBG	CACFP	LIHEAP	Local funds	Teen Center	Parent Involvement	Total				
\$ 344,885	\$ 27,004	\$ -	\$ -	\$ 26,667	\$ 14,943	\$ -	\$ 413,499				
29,990	2,348	-	-	2,319	1,299	-	35,956				
36,219	1,000	-	-	7,859	-	-	45,078				
-	986	-	-	-	-	-	986				
-	-	-	61,750	-	-	-	61,750				
20,050	231	-	-	5,167	-	-	25,448				
-	-	-	-	10	-	24,341	24,351				
11,097	-	8,787	-	2,499	1,076	-	23,459				
4,106	-	-	-	1,121	-	-	5,227				
1,872	4,573	-	98	4,849	-	-	11,392				
17,548	-	-	-	2,960	-	-	20,508				
7,008	-	428	-	752	-	-	8,188				
-	1,488	-	-	317	-	-	1,805				
26,813	4,313	3,615	-	6,610	-	-	41,351				
32,557	3,263	-	-	1,029	-	-	36,849				
5,893	-	-	-	-	-	-	5,893				
-	1,075	-	-	370	-	-	1,445				
-	-	41,121	-	-	-	-	41,121				
130,547	-	-	-	9,147	-	-	139,694				
5,789	638	1,399	1,546	-	232	-	9,604				
\$ 674,374	\$ 46,919	\$ 55,350	\$ 63,394	\$ 71,676	\$ 17,550	\$ 24,341	\$ 953,604				

See accompanying notes to financial statements.

Cameron Community Action Agency, Inc.
Statement of Cash Flows
For the Year Ended December 31, 2012

Cash Flows From Operating Activities	
Change in net assets	\$ (171,926)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	139,694
(Increase) in grants receivable	(2,557)
(Increase) in inventory	(264)
(Increase) in prepaid expenses	(1,689)
(Decrease) in accounts payable	(339)
Increase in accrued payroll	<u>3,280</u>
Net Cash Used by Operating Activities	<u>(33,801)</u>
Cash Flows From Investing Activities	
Equipment purchases	<u>(9,590)</u>
Net Cash Used by Investing Activities	<u>(9,590)</u>
Net Decrease in Cash and Cash Equivalents	(43,391)
Cash and Cash Equivalents - Beginning of Period	<u>165,290</u>
Cash and Cash Equivalents - End of Period	<u><u>\$ 121,899</u></u>

See accompanying notes to financial statements.

CAMERON COMMUNITY ACTION AGENCY, INC.
Notes to Financial Statements
December 31, 2012

NOTE 1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Cameron Community Action Agency, Inc. (the Agency) is a private nonprofit corporation and was incorporated in January of 1987. The Agency will continue in existence for ninety-nine years per its charter and is governed by a board of directors consisting of elected officials, clergymen, local business leaders, advocates for the poor and other interested individuals. The Agency receives grants from the federal and state governments to conduct various service programs.

Service programs include but are not limited to Head Start, Community Service Block grants (CSBG), Child and Adult Food Program (CACFP) and the Low-Income Home Energy Assistance Program (LIHEAP). Head Start provides educational, psychological, nutritional, medical, and social services to the Area's economically challenged pre-school children. CSBG funds are used for administrative and other budgeted purposes as well as direct emergency assistance for qualifying residents. CACFP provides food and food service supplies to the children enrolled in the Head Start program. LIHEAP funds are used for the payment of home energy bills for qualifying residents.

In addition, the Agency handles local funds for energy grants, medical assistance and teen outreach programs as well as dealing with housing issues for qualifying residents.

Income Taxes

The Agency is exempt from federal income taxes under Section 501 (c) (3) of the Internal Revenue Code. Accordingly, no provision for federal and state income taxes is included in the financial statements.

The Agency is required to file the applicable Form 990, *Return of Organization Exempt from Income Tax*. The applicable form is based on the Agency's gross receipts. The Agency is in compliance with the filing requirements of the Internal Revenue Service. Returns are subject to examination by the IRS, generally for three years after they are filed.

Method of Accounting

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

Accounting 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 and disclosures. Accordingly, actual results could differ from those estimates.

CAMERON COMMUNITY ACTION AGENCY, INC.
Notes to Financial Statements (Continued)
December 31, 2012

NOTE 1 - NATURE OF ACTIVITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

Compensated Absences

Vacation and sick leave are recorded as expenditures of the period in which paid. Sick leave accumulates at a rate of 1.5 days per month and is not payable upon termination or resignation. Vacation leave accumulates at the same rate after three months of service has been completed. Upon termination or resignation, a maximum of nine days can be paid to an employee. This same amount can be carried over from year to year. Any liability as of December 31, 2012 would be considered immaterial and has not been recorded on the Agency's accounting records.

Property and Equipment

The Agency capitalizes property and equipment over \$1,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Depreciation of property and equipment is calculated on the straight line basis over the estimated useful life of the asset. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose.

Contributed Services

No amounts have been reflected in the financial statements for donated services. The Agency generally pays for services requiring specific expertise. However, individuals volunteer their time and perform a variety of tasks that assist the Agency but these services do not meet the criteria for recognition as contributed services.

Functional Expenses

The costs of providing the various programs and other 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.

Donations

Donations received are recorded as unrestricted, temporarily restricted, or permanently restricted net assets depending on the existence or nature of any donor restrictions.

CAMERON COMMUNITY ACTION AGENCY, INC.
Notes to Financial Statements (Continued)
December 31, 2012

NOTE 2 - PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2012 consists of the following:

Buildings	\$ 3,974,180
Vehicles	158,123
Equipment	<u>59,137</u>
	4,191,440
Less accumulated depreciation	<u>(673,789)</u>
Net property and equipment	<u>\$ 3,517,651</u>

Depreciation expense for the year ended December 31, 2012 was \$139,694.

NOTE 3 - FAIR VALUE MEASUREMENTS

The fair value of financial instruments classified as current assets, including cash, approximate the carrying value, principally because of the short maturity of those items.

NOTE 4 - ECONOMIC DEPENDENCY

The Agency receives a substantial portion of its total support and revenues from the U.S. Department of Health and Human Services for the Head Start program. A significant reduction in the level of this support or suspension in funding would have an adverse effect on the continuing operations of the Agency.

NOTE 5 - SUBSEQUENT EVENTS

The Agency evaluated its December 31, 2012 financial statements for subsequent events through April 29, 2013, the date of which the financial statements were available to be issued. The Agency is not aware of any subsequent events which would require recognition or disclosure in the financial statements.

NOTE 6 - BOARD COMPENSATION

Members of the Agency 's Board of Directors receive no compensation and are reimbursed only for any expenses incurred relating to the Agency's business which must have appropriate supporting documentation.

CAMERON COMMUNITY ACTION AGENCY, INC.
Notes to Financial Statements (Continued)
December 31, 2012

NOTE 7 – GRANT REVENUE

The Agency's major source of revenue is federal and state governmental grants. The use of these funds is restricted to the purpose set forth in the individual grant agreement. Such grants are subject to review and audit by the grantor agencies. The result of such reviews or audits could result in requests for reimbursement by the grantor for expenditures disallowed under the terms and conditions of the grant. In the opinion of the Agency's management, such disallowances and requests for reimbursements, if any, will not be significant.

NOTE 8 – FUNCTIONAL ALLOCATION OF EXPENSES

Expenses were allocated in the accompanying financial statements to program service functional expense groups. The methods of allocation were based on several factors such as utilization of office space as well as the Agency's estimates of the relative proportion of various staff members' time and effort between program and administrative functions.

NOTE 9 – NET ASSETS RELEASED FROM RESTRICTION

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes for the year ended December 31, 2012 in the amount of \$771,712.

Cameron Community Action Agency, Inc.
Combining Statement of Financial Position
For the Year Ended December 31, 2012

	Local Funds	CACFP	CSBG	Head Start	Total
Assets					
Current Assets					
Cash and cash equivalents	\$ 32,418	\$ 13,114	\$ 55	\$ 76,312	\$ 121,899
Grant receivables	3,278	9,967	2,431	-	15,676
Inventory	-	3,238	-	-	3,238
Prepaid expenses	-	-	-	27,176	27,176
Total Current Assets	35,696	26,319	2,486	103,488	167,989
Property and Equipment					
Buildings and improvements	121,053	-	-	3,853,127	3,974,180
Vehicles	-	-	-	158,123	158,123
Furniture, fixtures and equipment	44,854	-	-	14,283	59,137
Total Current Assets	165,907	-	-	4,025,533	4,191,440
Less accumulated depreciation	(134,179)	-	-	(539,610)	(673,789)
Total Property and Equipment	31,728	-	-	3,485,923	3,517,651
Total Assets	\$ 67,424	\$ 26,319	\$ 2,486	\$ 3,589,411	\$ 3,685,640
Liabilities and Net Assets					
Liabilities					
Accounts payable	\$ 1,546	\$ 912	\$ -	\$ 1,623	\$ 4,081
Accounts payable	997	-	720	10,210	11,927
Total Current Liabilities	2,543	912	720	11,833	16,008
Net Assets					
Unrestricted net assets					
Appropriated - property and equipment	31,728	-	-	3,485,923	3,517,651
Unappropriated	33,153	25,407	1,766	91,655	151,981
Total unrestricted	64,881	25,407	1,766	3,577,578	3,669,632
Temporarily restricted	-	-	-	-	-
Total Net Assets	64,881	25,407	1,766	3,577,578	3,669,632
Total Liabilities and Net Assets	\$ 67,424	\$ 26,319	\$ 2,486	\$ 3,589,411	\$ 3,685,640

See accompanying notes to financial statements.

Cameron Community Action Agency, Inc.
Schedule of Government Grant Revenue
For the Year Ended December 31, 2012

Head Start	\$ 536,210
CSBG	52,507
CACFP	58,417
LIHEAP	67,237
Local grants	<u>24,333</u>
Total	<u><u>\$ 738,704</u></u>

See accompanying notes to financial statements.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Directors
Cameron Community Action Agency, Inc.
Grand Lake, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Cameron Community Action Agency, Inc. (a nonprofit organization) (the Agency), which comprise the statement of financial position as of December 31, 2012, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated April 29, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Agency's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control over financial reporting.

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

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

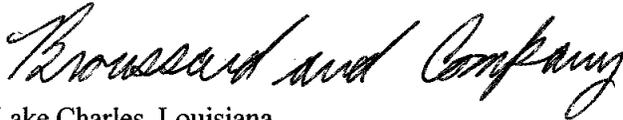
Board of Directors
Cameron Community Action Agency, Inc.
Lake Charles, Louisiana

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Agency's financial statements are free from 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Agency's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Agency's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Lake Charles, Louisiana
April 29, 2013



Broussard & Company
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Board of Directors
Cameron Community Action Agency, Inc.
Grand Lake, Louisiana

Report on Compliance for Each Major Program

We have audited the Cameron Community Action Agency, Inc.'s (the Agency) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Agency's major federal programs for the year ended December 31, 2012. The Agency's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Agency's major federal program based on our audit of the types of compliance requirements referred to above. 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 the Agency'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 on compliance for each major federal program. However, our audit does not provide a legal determination of the Agency's compliance.

Opinion on Major Federal Program

In our opinion, the Cameron Community Action Agency, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2012.

Board of Directors
Cameron Community Action Agency, Inc.
Grand Lake, Louisiana

Report on Internal Control over Compliance

Management of the Agency is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Agency's internal control over compliance with the types of requirements that could have a direct and material effect on its major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for its major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 the Agency's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Lake Charles, Louisiana
April 29, 2013

CAMERON COMMUNITY ACTION AGENCY, INC.

**Schedule of Expenditures of Federal Awards
Year Ended December 31, 2012**

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Identifying Number</u>	<u>Federal Expenditures</u>
U.S. Department of Health and Human Services:			
Direct programs:			
Head Start	93.600		\$ 674,374
Pass-through programs from:			
Community Services Block Grant	93.569	2009N0086	46,919
Louisiana Housing Finance Authority Low-Income Home Energy Assistance	93.568		<u>63,394</u>
Total Department of Health and Human Services			784,687
U.S. Department of Agriculture:			
Passed through:			
Louisiana Department of Education Child and Adult Care Food Program	10.558		<u>\$ 55,350</u>
Total expenditures of federal awards			<u>\$ 840,037</u>

Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the Cameron Community Action Agency, Inc. (the Agency) under programs of the federal government for the year ended December 31, 2012. 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*. Because the Schedule presents only a selected portion of the operations of the Agency, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Agency.

Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, *Cost Principles for Non-Profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

CAMERON COMMUNITY ACTION AGENCY, INC.

Schedule of Findings and Questioned Cost
Year Ended December 31, 2012

SECTION I – SUMMARY OF AUDITORS’ RESULTS

Financial Statements

Type of auditor’s report issued Unqualified
Internal control over financial reporting:
Material weaknesses identified? Yes No
Significant deficiencies identified not
considered to be material weaknesses? Yes None reported
Noncompliance material to financial statements
noted? Yes No

Federal Awards

Internal control over major programs:
Material weaknesses identified? Yes No
Significant deficiencies identified not
considered to be material weaknesses? Yes None reported
Type of auditor’s report issued on compliance
for major programs: Unqualified
Any audit findings disclosed that are required
to be reported in accordance with Circular
A-133, Section .510 (a)? Yes No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
93.600	US Department of Health and Human Services, Head Start

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

Auditee qualified as low-risk auditee? Yes No

No Separate Management Letter Issued

CAMERON COMMUNITY ACTION AGENCY, INC.

**Schedule of Findings and Questioned Cost
Year Ended December 31, 2012**

Internal Control over Financial Reporting

Current Year Findings and Questioned Costs

There were no current year findings or questioned costs.

Prior Year Findings and Questioned Costs

11-1(IC) Significant Deficiency

Condition:	The Agency does not have a staff person who has the qualifications and training to apply generally accepted accounting principles in recording the Agency's financial transactions or preparing its financial statements, including the related notes.
Criteria:	Internal controls should be in place that provide reasonable assurance that management review of financial results occurs in order to minimize the risk of a material misstatement.
Cause:	Financial statements encompassing the Agency's entire operations are not produced.
Effect:	Material misstatements in the Agency's financial statements could occur.
Recommendation:	Management should put in a place a financial statement review that includes the Agency's entire operation.
Corrective Action:	In the prior year, the Agency had evaluated the cost versus benefit of establishing internal controls over the preparation of financial statements in accordance with accounting principles generally accepted in the United States of America, and determined that it was in its best interests to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation. For the current year, this significant deficiency was resolved with the Agency hiring a contract certified public accountant to prepare their financial statements.

Compliance

There were no findings related to compliance during the fiscal year ending December 31, 2012.

There were no findings related to compliance during the fiscal year ending December 31, 2011.