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CENLA CHEMICAL DEPENDENCY COUNCIL, INC.

PINEVILLE, LOUISIANA

FINANCIAL STATEMENTS

AND

AUDITOR'S REPORT

FOR THE FISCAL 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 3/17/10

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.

June 30, 2009

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Paul Dauzat, CPA

MEMBER
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P.O. Box 12359
Alexandria, LA 71315

MEMBER
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Cenla Chemical Dependency Council, Inc.

I have audited the accompanying Statement of Financial Position of Cenla Chemical Dependency Council, Inc. (a non profit organization) as of June 30, 2009, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Council's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with U. S. generally accepted auditing standards and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Cenla Chemical Dependency Council, Inc. as of June 30, 2009, 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.

In accordance with *Government Auditing Standards*, I have also issued my report dated December 30, 2009 on my consideration of the Council's internal control over financial reporting and my test of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of my audit.

My audit was conducted for the purpose of forming an opinion on the basic financial statements of Cenla Chemical Dependency Council, Inc., taken as a whole. The accompanying additional information as listed in the 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 auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink, appearing to read "Paul Dautat". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Paul Dautat, CPA
December 30, 2009

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2009

ASSETS

CURRENT ASSETS

Cash	\$	3,113
Accounts Receivable (net)		416,665
TOTAL CURRENT ASSETS		419,778

PROPERTY AND EQUIPMENT

Property and Equipment	\$	391,037
Less-Accumulated Depreciation	\$	302,384
TOTAL PROPERTY AND EQUIPMENT		88,653

TOTAL ASSETS

508,431

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Bank Overdraft		105,145
Accounts Payable		6,113
Payroll Taxes and Related Payables		16,089
Line of Credit		66,134
Accrued Compensated Absences		28,058
Accrued Payroll		101,129
TOTAL CURRENT LIABILITIES		-
		322,668

NET ASSETS

Unrestricted and Undesignated		185,763
		185,763

TOTAL LIABILITIES AND NET ASSETS

\$ 508,431

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

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2009

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>TOTAL</u>
REVENUES			
Adolescent Treatment Center:			
Service Fees	\$ 1,118,880		\$ 1,118,880
Adolescent Outpatient	242,500	\$ -	
Halfway House Service Fees	967,702	-	967,702
Halfway House Rental	50,971	-	50,971
Juvenile Drug Court Grant	247,410	-	247,410
Detoxification Clinic	448,408	-	448,408
Rural Outreach Services Grant		573,531	573,531
Prevention Grant		136,816	136,816
Gambling Prevention	200,356		
J-WRAP	19,264		
HUD-LITS	92,042		
Adult IOP	46,829	-	46,829
Interest Earnings	1,320	-	1,320
In-Kind Support	32,500	-	32,500
Other Revenues and Support	97,302	-	97,302
Total Revenues and Support	3,565,484	710,347	4,275,831
Net Assets Released from Restrictions	710,347	(710,347)	-
TOTAL REVENUES, GAINS and RECLASSIFICATIONS	4,275,831	-	4,275,831
EXPENSES			
Program Services			
Adolescent Treatment Center	1,047,797	-	1,047,797
Halfway House	917,320	-	917,320
Juvenile Drug Court	113,172	-	113,172
Outpatient Services	268,982	-	
Rural Outreach Services	808,402	-	808,402
J-WRAP	10,977		
HUD-LITS	70,580		
Prevention	206,111	-	206,111
Gambling Prevention	24,138		
Rainbow DeTox	437,196	-	437,196
Supporting Services			
General and Administrative	274,491	-	274,491
In-Kind Services	32,500	-	32,500
TOTAL EXPENSES	4,211,666	-	4,211,666
CHANGE IN NET ASSETS	64,165	-	64,165
NET ASSETS, BEGINNING OF YEAR	121,598	-	121,598
NET ASSETS, END OF YEAR	\$ 185,763	\$ -	\$ 185,763

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

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2009

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in Net Assets	\$ 64,165
Adjustments to reconcile change in Net Assets to net cash provided by operating activities:	
Depreciation	31,065
Changes in operating assets and liabilities:	
Accounts receivable	(132,547)
Bank overdraft	105,145
Accounts payable	(86,994)
Payroll taxes payable	(15,608)
Accrued Liabilities	<u>(37,757)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>(72,531)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Principle payments on line of credit	(26,253)
Line of credit borrowings	45,000
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of property and equipment	<u>(41,806)</u>
NET DECREASE IN CASH	(95,590)
CASH- BEGINNING OF YEAR	<u>98,703</u>
CASH- END OF YEAR	<u><u>\$ 3,113</u></u>

ADDITIONAL REQUIRED DISCLOSURES

- 1 The Council considers all highly liquid investments with a maturity of three months or less when acquired to be cash equivalents.
- 2 No income taxes were paid during the year.
- 3 There were no material noncash investing and financing activities during the year which affected recognized assets and liabilities

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

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
JUNE 30, 2009

NOTES TO FINANCIAL STATEMENTS

NOTE 1- ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

NATURE OF ACTIVITIES

Cenla Chemical Dependency Council, Inc., is incorporated as a nonprofit organization which operates a men's and a women's halfway house which provides room, board, and counseling to individuals during rehabilitation from alcoholism; operates an adolescent treatment center which provides room, board, and counseling to adolescents for treatment and recovery from substance abuse; provides several substance school programs; and promotes community awareness of substance abuse.

Significant Accounting Policies

The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Basis of Accounting

The accompanying financial statements have been prepared on an accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Under this method, revenues are recognized when earned and expenses are recorded at the time liabilities are incurred.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-For-Profit Organizations*. Under SFAS No. 117 Cenla Chemical Dependency Council, Inc., 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.

Unrestricted net assets - Net Assets that are not subjected to donor-imposed stipulations.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that can be fulfilled by actions of the Council pursuant to those stipulations or that expire by the passage of time.

Permanently restricted net assets - Net assets subject to donor-imposed stipulations that may be maintained permanently by the Council.

There were no temporarily or permanently restricted net assets at June 30, 2009.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
JUNE 30, 2009

Fees and Other Receivables

Receivables are charged against income as they become uncollectible. In the opinion of management, all receivables at year end were considered collectible, and an allowance for doubtful collection was not considered necessary.

Promises to Give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. This policy affects the following revenue: grant/contribution from United Way for school counselor and individual and organizational contributions.

Restricted and Unrestricted Revenue

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

Property and Equipment

Property and equipment is stated at cost, or if acquired by gift, at the estimated market value on the date of the gift. The gifts are recorded as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Council reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Council reclassifies temporarily restricted net assets to unrestricted net assets at that time. Depreciation is computed using the straight-line method over the estimated useful life of the asset.

Income Tax Status

Cenla Chemical Dependency Council, Inc. qualifies as a tax-exempt organization under Section 501 [c] (3) of the U.S. Internal Revenue Code and comparable Louisiana Law and, accordingly, is not subject to federal or state income tax. The Organization has been determined to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code.

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 statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
JUNE 30, 2009

Donated Services

Services have been contributed by individuals in furtherance of the purposes of the Council. No amounts have been reflected in the financial statements for donated services. The Council pays for most services requiring specific expertise.

Use of Facilities

Central Louisiana State Hospital provides office facilities and utilities to Cenla Chemical Dependency Council, Inc. for administrative personnel. The fair value of the use of these facilities was \$32,500 and has been included in the statement of activities as noncash support and supporting services expense.

Functional Allocation of Expenses

The cost 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.

NOTE 2- CASH

Cash was fully federally insured with the Federal Deposit Insurance Corporation at June 30, 2009.

NOTE 3- PER DIEM FEES

The Council was paid a per diem of \$120 per patient day for the Adolescent Treatment Center. The Council earned \$1,118,880 in per diem fees for this program during the year which includes a receivable of \$ 43,560 from the Louisiana Department of Health and Hospitals, Office of Alcohol and Drug Abuse, as of June 30, 2009.

The Council was paid a per diem rate of \$35 for the Halfway House under a contract with the Louisiana Department of Health and Hospitals, Office of Alcohol and Drug Abuse. Also, the Council was paid a per diem of \$42 per patient day for the Halfway House and Rainbow Detox Clinic from the Department of Veterans Affairs.

NOTE 4- PROPERTY AND EQUIPMENT

Building	\$16,048
Vehicles	203,937
Furniture and fixtures	54,627
Equipment	<u>116,425</u>
	391,037
(Accumulated Depreciation)	<u>(302,384)</u>
Total	<u><u>\$88,653</u></u>

Depreciation expense for the current year amounted to \$ 31,065.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
JUNE 30, 2009

NOTE 5- LINE OF CREDIT

In June, 2005, a line of credit was established with Capital One Bank in the amount of \$ 160,000. The note is renewable annually at the discretion of the lender. The note requires monthly payments of interest with the principal due at maturity. The rate of interest is variable and is currently 3.5%.

NOTE 6- CONCENTRATIONS OF REVENUE AND SIGNIFICANT FUNDING SOURCE

The Council receives the majority of its revenue from funds provided through per diem contracts administered by the Louisiana Department of Health and Hospitals, Office of Alcohol and Drug Abuse. The amount of funds received are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal level and/or state level, the amount of the funds the Council receives could be reduced significantly, resulting in an adverse impact on its operations. Management is not aware of any actions that would adversely affect the amount of funds the Council will receive in the next fiscal year.

NOTE 7- COMPENSATION TO BOARD OF DIRECTORS

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

NOTE 8- RESTRICTION ON NET ASSETS

Net assets were released from donor restrictions during the year ended June 30, 2009, by incurring expenses satisfying the restricted purposes specified by the donor or by occurrence of other events by the grants.

Purpose restriction accomplished:

Rural Outreach Serviced	\$573,531
Prevention	<u>136,816</u>
Total	<u><u>710,347</u></u>

NOTE 9- RESTRICTED NET ASSETS

There were no temporarily or permanently restricted net assets at June 30, 2009.

NOTE 10- ACCOUNTS PAYABLE

Accounts payable at June 30, 2009 consisted of operational expenses for which reimbursement is expected in the subsequent period.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
JUNE 30, 2009

NOTE 11- ACCRUED LIABILITIES

Accrued liabilities at June 30, 2009 consisted of accrued salaries of \$ 101,129 and compensated absences in the amount of \$ 28,058.

NOTE 12- NEW PROGRAMS

Cenla Chemical Dependency Council, Inc. contracted with the State of Louisiana for three new programs implemented during the fiscal year ended June 30, 2009: J-WRAP, HUD-LITS, and gambling prevention.

ADDITIONAL INFORMATION

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
ADOLESCENT TREATMENT CENTER PROGRAM EXPENSES
YEAR END JUNE 30, 2009

SCHEDULE 1

Salaries and related payroll benefits	\$ 706,070
Travel	5,808
Insurance	34,481
Licenses	1,105
Repairs and maintenance	9,241
Rentals	5,469
Dues and subscriptions	855
Postage	604
Telephone	7,686
Office supplies	9,005
Medical supplies	7,242
Food	71,706
Auto expense	5,628
Housekeeping supplies	2,647
Other supplies	2,661
Educational materials	963
Recreational supplies	20,906
Other professional services	80,160
Medical services	14,400
Utilities	42,791
Depreciation	16,139
Miscellaneous	2,230
	<hr/>
TOTAL	<u>\$ 1,047,797</u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
HALFWAY HOUSE PROGRAM EXPENSES
YEAR ENDED JUNE 30, 2009

SCHEDULE 2

Salaries and related payroll benefits	\$ 622,921
Travel	8,032
Insurance	34,481
Advertising	1,576
Licenses	1,325
Repairs and maintenance	11,998
Rentals	6,289
Dues and subscriptions	998
Postage	210
Telephone	3,304
Office supplies	4,237
Medical supplies	14,897
Food	80,348
Housekeeping supplies	13,865
Auto expense	26,797
Educational materials	598
Recreational supplies	436
Other supplies	15,082
Medical services	6,620
Other professional services	7,194
Utilities	42,374
Depreciation expense	3,853
Miscellaneous	9,885
	<hr/>
TOTAL	<u><u>\$ 917,320</u></u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
JUVENILE DRUG COURT PROGRAM EXPENSES
YEAR ENDED JUNE 30, 2009

SCHEDULE 3

Salaries and related payroll benefits	\$ 73,531
Travel	4,673
Insurance	12,196
Licenses	915
Repairs and maintenance	1,713
Rentals	1,330
Dues and subscriptions	258
Postage	552
Telephone	3,238
Office supplies	1,784
Food	1,983
Auto expense	762
Housekeeping supplies	729
Medical supplies	180
Other supplies	930
Educational materials	88
Recreational supplies	1,644
Professional services	2,143
Depreciation expense	1,061
Utilities	3,020
Miscellaneous	442
	<hr/>
TOTAL	<u>\$ 113,172</u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
RURAL OUTREACH OUTREACH SERVICE PROGRAM EXPENSES
YEAR ENDED JUNE 30, 2009

SCHEDULE 4

Salaries and related payroll benefits	\$ 537,612
Travel	10,938
Contract labor	100
Insurance	36,571
Repairs and maintenance	3,689
Rentals	58,725
Dues and subscriptions	1,212
Postage	1,442
Telephone	23,961
Miscellaneous	1,389
Office supplies	17,099
Medical supplies	43,707
Food	504
Auto supplies	2,125
Housekeeping supplies	2,192
Educational supplies	1,491
Other supplies	2,891
Licenses	3,415
Professional services	40,910
Depreciation expense	256
Utilities	18,173
	<hr/>
TOTAL	<u><u>\$ 808,402</u></u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
PREVENTION PROGRAM EXPENSES
YEAR ENDED JUNE 30, 2009

SCHEDULE 5

Salaries and related payroll benefits	\$ 166,676
Travel	10,137
Rentals	940
Insurance	7,626
Postage	27
Repairs and Maintenance	2,308
Office supplies	3,419
Food	376
Other supplies	912
Other professional services	1,071
Telephone	2,739
Housekeeping supplies	133
Auto expense	481
Education materials	6,306
Depreciation expense	282
Utilities	2,086
Miscellaneous	592
	<hr/>
TOTAL	<u><u>\$ 206,111</u></u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
RAINBOW DE-TOX PROGRAM EXPENSES
YEAR END JUNE 30, 2009

SCHEDULE 6

Salaries and related payroll benefits	\$ 229,919
Travel	1,573
Insurance	12,456
Licenses	775
Repairs and maintenance	10,317
Rentals	2,108
Dues and subscriptions	223
Postage	291
Telephone	2,102
Medical supplies	1,040
Food	94,660
Auto expense	5,172
Housekeeping supplies	7,711
Other supplies	11,812
Educational materials	280
Recreational supplies	118
Other professional services	6,069
Medical services	6,000
Utilities	34,099
Miscellaneous	10,471
	<hr/>
TOTAL	<u>\$ 437,196</u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
OUTPATIENT
PROGRAM EXPENSES
YEAR END JUNE 30, 2009

SCHEDULE 7

Salaries and related payroll benefits	\$ 217,559
Travel	4,715
Insurance	17,971
Licenses	120
Repairs and maintenance	1,996
Rentals	4,242
Dues and subscriptions	73
Postage	382
Telephone	526
Office supplies	4,703
Medical supplies	7,154
Recreational supplies	659
Housekeeping supplies	813
Other supplies	735
Educational materials	107
Other professional services	2,143
Utilities	3,170
Miscellaneous	1,914
	<hr/>
TOTAL	<u>\$ 268,982</u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
J-WRAP
PROGRAM EXPENSES
YEAR END JUNE 30, 2009

SCHEDULE 8

Salaries and related payroll benefits	\$ 5,494
Travel	314
Rentals	1,400
Postage	88
Telephone	493
Office supplies	1,224
Food supplies	7
Housekeeping supplies	23
Miscellaneous	<u>1,934</u>
TOTAL	<u>\$ 10,977</u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
HUD-LITS
PROGRAM EXPENSES
YEAR END JUNE 30, 2009

SCHEDULE 9

Salaries and related payroll benefits	\$ 9,166
Travel	684
Insurance	1,793
Repairs and maintenance	691
Rentals	14,947
Dues and subscriptions	6,225
Office supplies	1,374
Food supplies	55
Recreational supplies	325
Housekeeping supplies	1,195
Other supplies	3,500
Other professional services	3,384
Utilities	150
Miscellaneous	<u>27,091</u>
 TOTAL	 <u><u>\$ 70,580</u></u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
GAMBLING PREVENTION
PROGRAM EXPENSES
YEAR END JUNE 30, 2009

SCHEDULE 10

Salaries and related payroll benefits	\$ 2,396
Travel	3,039
Repairs and maintenance	461
Rentals	971
Insurance	3,937
Dues and subscriptions	48
Postage	13
Telephone	2,546
Office supplies	1,804
Food supplies	330
Auto supplies	129
Housekeeping supplies	73
Other supplies	76
Educational materials	6,379
Other professional services	1,071
Utilities	859
Miscellaneous	6
	<hr/>
TOTAL	<u>\$ 24,138</u>

See independent auditor's report.

CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
GENERAL AND ADMINISTRATIVE EXPENSES
YEAR END JUNE 30, 2009

SCHEDULE 11

Salaries and related payroll benefits	\$ 221,939
Travel	385
Insurance	13,468
Licenses	72
Repairs and maintenance	481
Rentals	681
Dues and subscriptions	230
Postage	106
Telephone	3,154
Office supplies	4,795
Medical supplies	150
Recreational supplies	3,267
Housekeeping supplies	28
Other supplies	12
Auto supplies	705
Utilities	339
Miscellaneous	24,679
	<hr/>
TOTAL	<u>\$ 274,491</u>

See independent auditor's report.

OTHER REPORTS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Paul Dauzat, CPA

MEMBER
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Alexandria, LA 71315

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SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

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
Cenla Chemical Dependency Council, Inc.
Pineville, Louisiana

I have audited the financial statements of the Cenla Chemical Dependency Council as of June 30, 2009, and have issued my report thereon dated December 30, 2009. I conducted my audit in accordance with United States generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered Cenla Chemical Dependency Council's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Cenla Chemical Dependency Council's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Cenla Chemical Dependency Council's internal control over financial reporting.

My consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Cenla Chemical Dependency Council's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Cenla Chemical Dependency Council's financial statements that is more than inconsequential will not be prevented or detected by the Cenla Alcohol and Drug Abuse's internal control.

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

My consideration of internal control over financial reporting was for the limited purpose described in the first

paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Cenla Chemical Dependency Council's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and 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 my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, and Federal and State agencies and is not intended to be and should not be used by anyone other than these specified parties.



Paul Dauzat
Certified Public Accountant

December 30, 2009

CENLA CHEMICAL DEPENDENCY COUNCIL, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2009

I was engaged to audit the financial statements of the Cenla Chemical Dependency Council as of and for the year ended June 30, 2009, and have issued our report thereon dated December 30, 2009. I performed my procedures in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. My report on the financial statements as of and for the year ended June 30, 2009 resulted in an unqualified opinion.

Section I - Summary of Auditor's Reports

Financial Statements

Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weakness Yes No Significant Deficiencies Yes No

Compliance

Non Compliance Material to Financial Statements Yes No

Section II-Financial Statement Findings

None

**CENLA CHEMICAL DEPENDENCY COUNCIL, INC.
SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009**

Section 1- Internal Control and Compliance Material to the Financial Statements

There were no internal control or compliance findings for the year ended June 30, 2008.