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RAPIDES ASSOCIATION FOR RETARDED CITIZENS
ALEXANDRIA LOUISIANA

FINANCIAL REPORTS
JUNE 30, 2001

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 1-16-02

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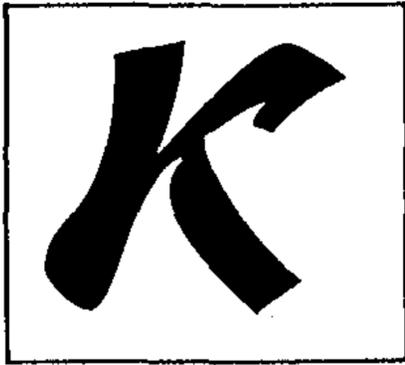
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Roland D. Kraushaar

Certified Public Accountant

1406 Texas Avenue Alexandria, LA 71301
Post Office Box 12538 Alexandria, LA 71315

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Rapides Association for Retarded Citizens
Alexandria, Louisiana

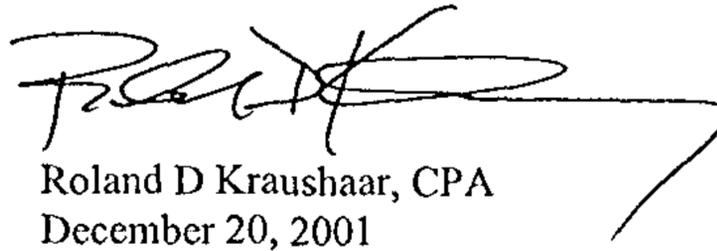
I have audited the accompanying statements of financial position of the Rapides Association for Retarded Citizens (a non-profit organization) as of June 30, 2001, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Association's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit 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. 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 statements presentation. I believe that my audit provides a reasonable basis for my opinion.

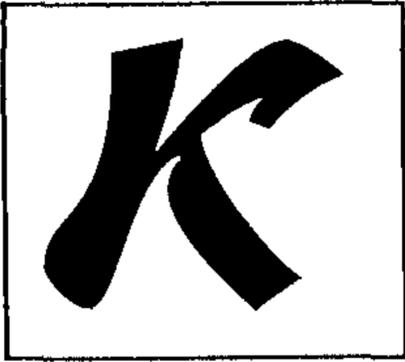
In my opinion the statements of financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Rapides Association for Retarded Citizens as of June 30, 2001, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued a report dated December 20, 2001 on my consideration of the Associations internal control over financial reporting and my test of its compliance with certain provisions of laws, regulations, contracts and grants.

My audit was conducted for the purpose of forming an opinion on the statements of financial position, activities and cash flows taken as a whole. The financial information listed as "Supplemental Data" in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of Rapides Association For Retarded Citizens. This information has been subjected to the auditing procedures applied in the audit of the financial statements, and in my opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.



Roland D Kraushaar, CPA
December 20, 2001



Roland D. Kraushaar
Certified Public Accountant

1406 Texas Avenue Alexandria, LA 71301
Post Office Box 12538 Alexandria, LA 71315

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To The Board of Commissioners
Rapides Association for Retarded Citizens
Alexandria, Louisiana

I have audited the accompanying statements of position, activities and cash flows of the Rapides Association for Retarded Citizens, as of and for the year ended June 30, 2001, and have issued my report thereon dated December 20, 2001, I conducted my audit 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.

Compliance

As part of obtaining reasonable assurance about whether the Rapides Association for Retarded Citizens general purpose financial statements are free of material misstatements, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statements 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 that are required to be reported under Government Auditing Standards.

Internal Control Over Reporting

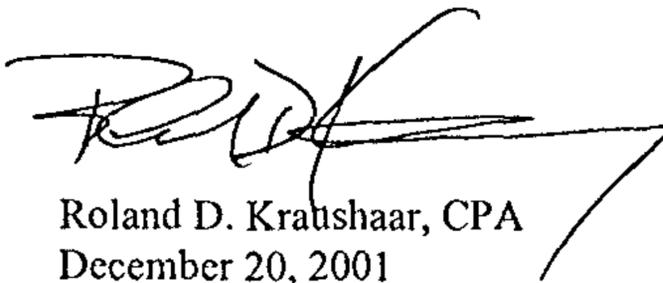
In planning and performing my audit, I considered the Rapides Association for Retarded Citizens, internal control over general purpose financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting.

However, I noted certain matters involving the internal control over financial reporting and its operation that I consider to be reportable conditions.

Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in my judgment, could adversely affect the Rapides Association for Retarded Citizens ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 2001-1

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, I believe item 2001-1 of the reportable conditions described above is a material weakness.

This report is intended for the information of management, and federal awarding agencies and pass-through entities.



Roland D. Krautshaar, CPA
December 20, 2001

FINANCIAL SECTION

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

COMBINED STATEMENT OF FINANCIAL POSITION
June 30, 2001

ASSETS

CURRENT ASSETS

Cash and equivalents	\$	607,888
Accounts Receivable		77,977
Prepaid expenses		4,886
Accrued interest		<u>12,823</u>

Total current assets \$ 703,574

PROPERTY, PLANT AND EQUIPMENT

Buildings	50,335
Major movable equipment	66,961
Motor vehicles	219,407
Accumulated depreciation	<u>(252,056)</u>

Total property, plant and equipment 84,647

OTHER ASSETS

Deposits W/C Insurance	1,455
Deposit on Vans	<u>7,277</u>

Total other assets 8,732

TOTAL ASSETS \$ 796,953

LIABILITIES AND NET ASSETS

LIABILITIES

Employee withholdings	\$	8,103
Accounts Payable		<u>3,669</u>

Total liabilities \$ 11,772

NET ASSETS-UNRESTRICTED 785,181

TOTAL LIABILITIES AND NET ASSETS \$ 796,953

See Notes to Financial Statements

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

COMBINED STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2001

PUBLIC SUPPORT AND REVENUES

Fees and contracts	
OCDD contract	\$ 217,286
LRS contract	14,075
Medicaid waivers	266,519
SIL	338,266
Respite	2,372
Money manager	523
PCA	5,296
Weslyn contract	19,947
Grant DOTD	26,311
Membership dues	825
Interest income	27,314
Project revenue	7,460
Client Loans (Net)	(3,991)
Coke sales	6,795
Client/employee meals/miscellaneous	<u>20,252</u>

TOTAL PUBLIC SUPPORT AND REVENUE \$ 949,250

EXPENSES

Administrative and General	170,336
Plant Operations and Maintenance	35,146
Capital Asset Cost	34,087
Coke Purchases	5,877
Coffee (net)	252
Dietary	22,950
Employee Bonus	3,400
Flower Fund (net)	(195)
Miscellaneous	4,665
Therapeutic and Training	<u>597,561</u>

TOTAL EXPENSES 874,079

NET FROM OPERATIONS 75,171

OTHER INCOME

Sale of Van	<u>1,500</u>
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CHANGE IN NET ASSETS 76,671

NET ASSETS, Beginning of year 708,510

NET ASSETS, End of year \$ 785,181

See Notes to Financial Statements.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

COMBINED STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2001

OPERATING ACTIVITIES	
Net operating income	\$ 75,171
Adjustment to reconcile net operating income to net cash provided by operating activities	
Depreciation	36,608
(Increase) decrease in Accounts receivable	(8,081)
Accrued interest	(3,158)
Increase (decrease) in Accounts payable	(5,671)
Employee withholdings	<u>4,599</u>
Net cash provided by operating activities	<u>99,468</u>
INVESTING ACTIVITIES	
Deposit on Van	(277)
Deposit used on van	7,000
New van	(33,311)
Purchase of equipment	(9,774)
Sale of old Van	<u>1,500</u>
Net Investing Activities	<u>(34,862)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	64,606
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>543,282</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 607,888</u>

See Notes to Financial Statements.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

NOTES TO FINANCIAL STATEMENTS

NOTE 1. NATURE OF ACTIVITIES

The Rapides Association for Retarded Children, Inc. was incorporated in the State of Louisiana on February 10, 1955, as a non-profit organization. According to its charter the primary purpose of the Association is to promote the general welfare of mentally retarded children in Rapides Parish and to aid parents and families in the solution of personal and social problems arising from mental retardation. It shall provide facilities for the evaluation, care, treatment and education of mentally retarded children in the Parish. The organization is supported primarily through contracts for services with various governmental agencies, which accounts for over 90% of their total revenue. The organization is established as a dues paying organization and open to anyone in Rapides Parish, upon payment of their dues. The collection of dues amounted to \$ 825 for the year ended June 30, 2001.

CONTRIBUTED SERVICES

During the year ended June 30, 2001, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition many individuals volunteer their time at the facility.

ESTIMATES

The preparation of financial statements in conformity with Generally Accepted Accounting Principles require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

PROPERTY AND EQUIPMENT

Donations of property and equipment (if any) are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. The organization has not received any restricted assets, or cash required to acquire restricted assets, in many years, but, if some are received they will be properly recorded. Property and equipment are depreciated using the straight line method.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

NOTES TO FINANCIAL STATEMENTS
(Continued)

NOTE 2. - FINANCIAL STATEMENT PRESENTATION

In 1996, the organization adopted statements of financial accounting standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the organization 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. In addition, the organization is required to present a statement of cash flows. As permitted by this new statement, the organization has discontinued its use of fund accounting and has, accordingly, reclassified its financial statements to present the three classes of net assets as required. This reclassification had no effect on the change in net assets for 2001. The organization presently has no restricted assets, therefore, only unrestricted assets are reported in these financial statements.

CONTRIBUTIONS

The organization also adopted SFAS No. 116, "Accounting for Contributions Received and Contributions Made," in 1996. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. The organization presently receives no restricted contributions, nor have they received any during the past few years, therefore, the adoption of this statement has had no effect on the financial statements.

INCOME TAXES

The organization is a Not-for-Profit organization that is exempt from income taxes under Section 501 (C) (3) of the Internal Revenue Code.

CASH AND CASH EQUIVALENT

For purposes of the statements of cash flows, the organization considers all checking accounts and bank certificates of deposits to be cash equivalent.

DESCRIPTION OF LEASING ARRANGEMENTS

The real estate upon which the building and facilities are located belongs to the City of Alexandria and is provided to the organization at no cost.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

NOTES TO FINANCIAL STATEMENTS
(CONTINUED)

DEPOSITS

The organization maintains cash in various checking, savings and certificates of deposit in various banks in the area. At year end, the carrying amount of the organization's deposits were \$ 607,888 and the bank balance was \$ 627,088. Of the bank balances \$200,000 was covered by federal depository insurance. The remaining balance of \$ 427,088 was not insured or collateralized.

FIXED ASSETS

A summary of fixed assets follows:

	<u>BALANCE</u> <u>JUNE 30, 2000</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2001</u>
Buildings	\$ 50,335	\$ -	\$ -	\$ 50,355
Major movable equipment	57,187	9,773	-	66,961
Motor vechiles	<u>189,639</u>	<u>33,311</u>	<u>3,543</u>	<u>219,407</u>
Total fixed assets	297,161	43,085	3,543	336,703
Accumulated depreciation	<u>218,991</u>	<u>36,608</u>	<u>3,543</u>	<u>252,056</u>
NET FIXED ASSETS	<u>\$ 78,170</u>	<u>6,477</u>	<u>-</u>	<u>84,647</u>

The following useful lives are used to compute depreciation:

Buildings	25-30 years
Major movable equipment	5-10 years
Motor vehicles	4 years

SUPPLEMENTAL DATA

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
 Alexandria, Louisiana
 COMBINING STATEMENT OF FINANCIAL POSITION
 June 30, 2001

	<u>RARC</u>	<u>JETC</u>	<u>COMBINED</u>
ASSETS			
CURRENT ASSETS			
Cash and equivalents	\$ 502,986	\$ 104,902	\$ 607,888
Accounts Receivable	77,977	-	77,977
Prepaid expenses	4,886	-	4,886
Due from JETC	8,412	-	8,412
Accrued interest	<u>10,732</u>	<u>2,091</u>	<u>12,823</u>
Total current assets	<u>604,993</u>	<u>106,993</u>	<u>711,986</u>
PROPERTY, PLANT AND EQUIPMENT			
Buildings	50,335	-	50,335
Major movable equipment	38,232	28,729	66,961
Motor vehicles	219,407	-	219,407
Accumulated depreciation	<u>(240,416)</u>	<u>(11,640)</u>	<u>(252,056)</u>
Total property, plant and equipment	<u>67,558</u>	<u>17,089</u>	<u>84,647</u>
OTHER ASSETS			
Deposits W/C Insurance	1,455	-	1,455
Deposit on Vans	<u>7,277</u>	<u>-</u>	<u>7,277</u>
Total other assets	<u>8,732</u>	<u>-</u>	<u>8,732</u>
TOTAL ASSETS	<u>\$ 681,283</u>	<u>\$ 124,082</u>	<u>\$ 805,365</u>
LIABILITIES AND NET ASSETS			
LIABILITIES			
Employee withholdings	\$ 8,103	\$ -	\$ 8,103
Accounts Payable	3,669	-	3,669
Due to RARC	<u>-</u>	<u>8,412</u>	<u>8,412</u>
Total liabilities	<u>11,772</u>	<u>8,412</u>	<u>20,184</u>
NET ASSETS UNRESTRICTED	<u>669,511</u>	<u>115,670</u>	<u>785,181</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 681,283</u>	<u>\$ 124,082</u>	<u>\$ 805,365</u>

See Notes to Financial Statements.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

COMBINING STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2001

	<u>RARC</u>	<u>JETC</u>	<u>COMBINED</u>
PUBLIC SUPPORT AND REVENUES			
Fees and contracts			
OCDD contract	\$ 217,286	\$ -	\$ 217,286
LRS contract	14,075	-	14,075
Medicaid waivers	266,519	-	266,519
SIL	338,266	-	338,266
Respite	2,372	-	2,372
Money manager	523	-	523
PCA	5,296	-	5,296
Weslyn contract	19,947	-	19,947
Grant DOTD	26,311	-	26,311
Membership dues	825	-	825
Interest income	22,973	4,341	27,314
Project revenue	-	7,460	7,460
Client Loans (Net)	-	(3,991)	(3,991)
Coke sales	-	6,795	6,795
Client/employee meals/miscellaneous	20,252	-	20,252
	<u>934,645</u>	<u>14,605</u>	<u>949,250</u>
TOTAL PUBLIC SUPPORT AND REVENUE			
	<u>934,645</u>	<u>14,605</u>	<u>949,250</u>
EXPENSES			
Administrative and General	170,336	-	170,336
Plant Operations and Maintenance	35,146	-	35,146
Capital Asset Cost	34,087	-	34,087
Coke Purchases	-	5,877	5,877
Coffee (net)	-	252	252
Dictary	22,950	-	22,950
Employee Bonus	-	3,400	3,400
Flower Fund (net)	-	(195)	(195)
Miscellaneous	-	4,665	4,665
Therapeutic and Training	597,561	-	597,561
	<u>860,080</u>	<u>13,999</u>	<u>874,079</u>
TOTAL EXPENSES	<u>860,080</u>	<u>13,999</u>	<u>874,079</u>
NET FROM OPERATIONS	74,565	606	75,171
OTHER INCOME			
Sale of Van	1,500	-	1,500
	<u>1,500</u>	<u>-</u>	<u>1,500</u>
CHANGE IN NET ASSETS	<u>76,065</u>	<u>606</u>	<u>76,671</u>
NET ASSETS, Beginning of year	<u>593,446</u>	<u>115,064</u>	<u>708,510</u>
NET ASSETS, End of year	<u>\$ 669,511</u>	<u>\$ 115,670</u>	<u>\$ 785,181</u>

See Notes to Financial Statements.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

COMBINING STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2001

	<u>RARC</u>	<u>JETC</u>	<u>TOTALS</u>
OPERATING ACTIVITIES			
Net operating income	\$ 74,565	\$ 606	\$ 75,171
Adjustment to reconcile net operating income to net cash provided by operating activities			
Depreciation	34,087	2,521	36,608
(Increase) decrease in			
Accounts receivable	(8,081)	-	(8,081)
Accrued interest	(2,740)	(418)	(3,158)
Increase (decrease) in			
Accounts payable	(5,671)	-	(5,671)
Employee withholdings	4,599	-	4,599
	96,759	2,709	99,468
Net cash provided by operating activities			
INVESTING ACTIVITIES			
Deposit on Van	(277)	-	(277)
Deposit used on new van	7,000	-	7,000
New van	(33,311)	-	(33,311)
Purchase of equipment	(1,853)	(7,921)	(9,774)
Due to/from JETC/RARC	(8,412)	8,412	-
Sale of old Van	1,500	-	1,500
	(35,353)	491	(34,862)
Net Investing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENTS	61,406	3,200	64,606
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	441,580	101,702	543,282
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 502,986	\$ 104,902	\$ 607,888

See Notes to Financial Statements.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

STATEMENT OF FINANCIAL POSITION
June 30, 2001

ASSETS

CURRENT ASSETS

Cash and equivalents	\$ 502,986
Accounts Receivable	77,977
Accrued interest	10,732
Due from JETC	8,412
Prepaid expenses	<u>4,886</u>

Total current assets \$ 604,993

PROPERTY, PLANT AND EQUIPMENT

Buildings	50,335
Major movable equipment	38,232
Motor vehicles	219,407
Accumulated depreciation	<u>(240,416)</u>

Total property, plant and equipment 67,558

OTHER ASSETS

Deposits W/C Insurance	1,455
Deposit on Vans	<u>7,277</u>

Total Other Assets 8,732

TOTAL ASSETS \$ 681,283

LIABILITIES AND NET ASSETS

LIABILITIES

Employee withholdings	\$ 8,103
Accounts Payable	<u>3,669</u>

Total liabilities \$ 11,772

NET ASSETS 669,511

TOTAL LIABILITIES AND FUND BALANCE \$ 681,283

See Notes to Financial Statements.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2001

PUBLIC SUPPORT AND REVENUES

Fees and contracts	
OCDD contract	\$ 217,286
LRS contract	14,075
Medicaid waivers	266,519
SII	338,266
Respite	2,372
Weslyn contract	19,947
Money manager	523
PCA	5,296
Grant DOTD	26,311
Membership dues	825
Interest income	22,973
Client/employee meals/miscellaneous	<u>20,252</u>

TOTAL PUBLIC SUPPORT
AND REVENUE

934,645

EXPENSES

Administrative and General	170,336
Plant Operations and Maintenance	35,146
Capital Asset Cost	34,087
Dietary	22,950
Therapeutic and Training	<u>597,561</u>

TOTAL EXPENSES

860,080

NET FROM OPERATIONS

74,565

OTHER INCOME

Sale of Van	<u>1,500</u>
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CHANGE IN NET ASSETS

76,065

NET ASSETS, Beginning of year

593,446

NET ASSETS, End of year

\$ 669,511

See Notes to Financial Statements

RAPIDES ASSOCIATION FOR RETARDED CITIZEN
Alexandria, Louisiana

SCHEDULE OF EXPENSES
For the Year Ended June 30, 2001

ADMINISTRATIVE AND GENERAL	
Salaries - Administrator	\$ 38,721
Salaries - Assistant Administrator	25,133
Salaries - Clerical	23,968
Payroll Taxes	6,726
Unemployment tax	1,546
Employee Benefits	1,674
Insurance	
Van	5,144
Worker's Comp	1,830
Licenses	594
Office Supplies	8,505
Membership dues	4,911
Motor Vehicle Expenses	24,355
Postage	1,330
Audit	5,500
Architect	4,950
Telephone	7,071
Training, In-Service	4,476
Travel & Seminars	4,110
Other	<u>(208)</u>
 Total Administrative and General	 <u>170,336</u>
 PLANT OPERATION AND MAINTENANCE	
Salaries & Wages	4,586
Payroll taxes	351
Insurance- Workmens compensation	851
Repairs & Maintenance, Buildings & Grounds	6,178
Repairs equipment	2,029
Insurance Building	4,179
Utilities	12,276
Supplies	<u>4,696</u>
 Total Plant Operation and Maintenance	 <u>35,146</u>

RAPIDES ASSOCIATION FOR RETARDED CITIZEN
Alexandria, Louisiana

SCHEDULE OF EXPENSES
For the Year Ended June 30, 2001

CAPITAL ASSET COST

Depreciation - Buildings	1,347
Depreciation - Furniture & Equipment	3,189
Depreciation - Vans	<u>29,551</u>

Total Capital Asset Cost 34,087

DIETARY

Salaries	6,408
Payroll Taxes	490
Unemployment tax	354
Insurance-Workman's Compensation	1,189
Food	14,453
Supplies	<u>56</u>

Total Dietary 22,950

THERAPEUTIC AND TRAINING

Salaries	517,608
Payroll Taxes	39,186
Unemployment tax	17,266
Employee Benefit	3,820
Medical & Nursing	1,701
Insurance-Workman's Compensation	<u>17,980</u>

Total Therapeutic & Training 597,561

TOTAL EXPENSES \$ 860,080

See Notes to Financial Statements

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2001

	<u>RARC</u>
OPERATING ACTIVITIES	
Operating Income	\$ 74,565
Adjustment to reconcile net operating income to net cash provided by operating activities	
Depreciation	34,087
(Increase) decrease in	
Accounts receivable	(8,081)
Prepaid Expenses	
Accrued interest	(2,740)
Increase (decrease) in	
Accounts payable	(5,671)
Employee withholdings	<u>4,599</u>
Net cash provided by operating activities	<u>96,759</u>
INVESTING ACTIVITIES	
Deposit on Van	(277)
Deposit used on Van	7,000
New van	(33,311)
Purchase of equipment	(1,853)
Due from JETC	(8,412)
Sale of old Van	<u>1,500</u>
Net Investing Activities	<u>(35,353)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	(35,353)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>441,580</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 406,227</u>

See Notes to Financial Statements

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
John Eskew Training Center
Alexandria Louisiana

STATEMENT OF FINANCIAL POSITION
June 30, 2001

ASSETS

CURRENT ASSETS

Cash and Equivalent	\$ 104,902
Accrued interest	<u>2,091</u>

TOTAL CURRENT ASSETS	\$ 106,993
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FIXED ASSETS

Equipment	28,729
Accumulated Depreciation	<u>(11,640)</u>

NET FIXED ASSETS	<u>17,089</u>
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TOTAL ASSETS	<u>\$ 124,082</u>
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LIABILITIES AND NET ASSETS

LIABILITIES

Due to RARC	\$ 8,412
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TOTAL LIABILITIES	<u>8,412</u>
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NET ASSETS UNRESTRICTED	<u>115,670</u>
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TOTAL LIABILITIES AND NET ASSETS	<u>\$ 124,082</u>
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See Notes to Financial Statements

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
John Eskew Training Center
Alexandria Louisiana

STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2001

REVENUES	
Project Revenue-Net(Schedule)	\$ 7,460
Interest Earned	4,341
Client Loans (Net)	(3,991)
Coke Sales	<u>6,795</u>
 TOTAL REVENUES	 <u>14,605</u>
 EXPENSES	
Coke Purchases	5,877
Employee Bonus	3,400
Flower Fund (Net)	(195)
Coffee (net)	252
Miscellaneous	<u>4,665</u>
 TOTAL EXPENSES	 <u>13,999</u>
 CHANGE IN NET ASSETS	 606
 NET ASSETS, BEGINNING OF YEAR	 <u>115,064</u>
 NET ASSETS, END OF YEAR	 <u>\$ 115,670</u>

See Notes to Financial Statements

RAPIDES ASSOCIATION FOR RETARDED CITIZENS

John Eskew Training Center

Alexandria, Louisiana

STATEMENT OF CASH FLOWS

For the Year Ended June 30, 2001

	JETC
OPERATING ACTIVITIES	
Net from Operations	\$ 606
Adjustment to reconcile changes in net assets to net cash provided by operating activities	
Depreciation	2,521
(Increase) decrease in Accrued interest	<u>(418)</u>
Net cash provided by operating activities	<u>2,709</u>
INVESTING ACTIVITIES	
Purchase of fixed assets	(7,921)
Due to RARC	<u>8,412</u>
Net investing activities	<u>491</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,200
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>101,702</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 104,902</u>

See Notes to Financial Statements.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
John Eskew Training Center
Alexandria Louisiana

PROJECT SCHEDULE
For the Year Ended June 30, 2001

PROJECT	REVENUE	SALARIES	WORKER'S COMPENSATION	PAYROLL TAXES	OPERATING EXPENSES	DEPRECIATION	NET INCOME
Domestic Services	\$ 30,334	\$ 17,012	\$ 3,157	\$ 1,301	\$ 2,059	\$ -	\$ 6,805
Bingo	945	683	127	52	-	-	83
R.A.R.C.-Maintenance	2,861	2,303	427	176	-	-	(45)
R.A.R.C.-Kitchen	2,927	2,284	424	175	-	-	44
Paper Shredding	18,366	9,082	1,686	695	2,485	2,387	2,031
Spacers	5,273	5,374	997	411	399	-	(1,908)
Shoe	4,258	3,408	632	261	464	-	(507)
Spackling	12,317	7,306	1,356	559	1,197	134	1,765
Dividers	2,221	2,178	404	167	280	-	(808)
TOTALS	\$ 79,502	\$ 49,630	\$ 9,210	\$ 3,797	\$ 6,884	\$ 2,521	\$ 7,460

See Notes to Financial Statements.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
ALEXANDRIA, LOUISIANA

SCHEDULE OF FINDINGS, QUESTIONED COSTS
AND CORRECTIVE ACTION

Year Ended June 30, 2001

FUND INVOLVED	FINDINGS	COST
General Fund	2001-1 <u>Inadequate Segregation of Duties</u>	N/A

Finding:

Due to the small number of accounting employees, the Association did not have adequate segregation of functions within the accounting system.

Recommendation:

Based upon the size of the accounting operations and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

Response and/or Corrective Action:

No response and/or corrective action necessary.

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

SCHEDULE OF ALLOWABLE COSTS ATTRIBUTED TO OMR CONTRACT
June 30, 2001

	<u>COST</u>		<u>AUDIT</u>		<u>AS</u>
	<u>REPORT</u>		<u>ADJUSTMENTS</u>		<u>ADJUSTED</u>
ADMINISTRATIVE AND GENERAL MISCELLANEOUS					
Salaries - Administrator	\$ 38,733	6)	(12)	\$	38,721
Salaries - Assistant Administrator	25,177	6)	(44)		25,133
Salaries - Clerical	24,005	6)	(37)		23,968
Payroll Taxes	6,726		-		6,726
Unemployment	19,166	1)	(17,620)		1,546
Employee Benefits	1,674		-		1,674
Insurance-Workman's Compensation	30,210	2)	(28,380)		1,830
Insurance-Liability	4,180	9)	(4,180)		
Insurance-Motor Vehicle	5,430	3)	(286)		5,144
Licenses	594		-		594
Office Supplies	8,845	8)	(340)		8,505
Motor Vehicle Expense	25,366	7)	(1,011)		24,355
Postage	1,385	7)	(55)		1,330
Audit & Legal	5,500		-		5,500
Telephone	7,071		-		7,071
Training, In-service	4,144	8)	332		4,476
Travel & Seminars	4,120	8)	(10)		4,110
	<u>\$ 212,326</u>		<u>\$ (51,643)</u>	<u>\$</u>	<u>160,683</u>
PLANT OPERATION AND MAINTENANCE					
Salaries & Wages	\$ 4,586		\$ -	\$	4,586
Payroll Taxes	351		-		351
Insurance-Workmens compensation	-	2)	851		851
Insurance-Building	-	9)	4,179		4,179
Maintenance, Buildings & Grounds	2,205		-		2,205
Repairs, Buildings & Grounds	3,973		-		3,973
Repairs & Maintenance, Furniture- and Equipment	3,880	11)	(1,851)		2,029
Supplies	4,696		-		4,696
Utilities	12,276		-		12,276
	<u>\$ 31,967</u>		<u>\$ 3,179</u>	<u>\$</u>	<u>35,146</u>

RAPIDES ASSOCIATION FOR RETARDED CITIZENS
Alexandria, Louisiana

SCHEDULE OF ALLOWABLE COSTS ATTRIBUTED TO OMR CONTRACT
June 30, 2001

(Continued)

	<u>COST</u> <u>REPORT</u>	<u>AUDIT</u> <u>ADJUSTMENTS</u>	<u>AS</u> <u>ADJUSTED</u>
CAPITAL ASSET COST			
Depreciation - Buildings	\$ 1,347	\$ -	\$ 1,347
Depreciation - Furniture & Equipment	145 5)	3,044	3,189
Depreciation - Motor Vehicles	<u>7,482 5)</u>	<u>22,069</u>	<u>29,551</u>
Total Capital Asset Cost	<u>\$ 8,974</u>	<u>\$ 25,113</u>	<u>\$ 34,087</u>
DIETARY			
Food	\$ 927	\$ -	\$ 927
Supplies	<u>56</u>	<u>\$ -</u>	<u>56</u>
Total Dietary	<u>\$ 983</u>	<u>\$ -</u>	<u>\$ 983</u>
THERAPEUTIC AND TRAINING			
Salaries	\$ 519,244 6)	\$ (1,636)	\$ 517,608
Employee Benefits	4,166 10)	(346)	3,820
Unemployment tax	1)	17,266	17,266
Insurance-Workman's Compensation	2)	17,980	17,980
Medical-Nursing	1,701	-	1,701
Payroll Taxes	<u>39,722 1)</u>	<u>(536)</u>	<u>39,186</u>
Total Therapeutic & Training	<u>\$ 564,833</u>	<u>\$ 32,728</u>	<u>\$ 597,561</u>
TOTALS	<u>\$ 819,083</u>	<u>\$ 9,377</u>	<u>\$ 828,460</u>

- 1) To reallocate payroll taxes and reduce for taxes on unallowed wages.
- 2) To reallocate Workman's Compensation insurance and reduce for insurance on unallowed wages
- 3) To offset return of premium shown as miscellaneous income.
- 5) Depreciation on DOTD vans received as grants and other equipment as adjusted.
- 6) Differences in Accrual
- 7) Reimbursement of expenses
- 8) Difference in Accounts Payable
- 9) To adjust for prepaid insurance at beginning and end of the year for building and to reclassified
- 10) To reallocate.
- 11) Minor equipment capitalized

See Notes to Financial Statements