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WAREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
NEW ORLEANS, LOUISIANA

FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION
FOR THE YEAR ENDED
MARCH 31, 1980

Under provisions of state law, this report is a public document. A copy of this report has been made available to the public. It is intended for the use of other organizations and individuals. This report is not to be used for the purpose of litigation. For a full and complete understanding of the report, please refer to the report and, where appropriate, to the office of the period.

OCT 13 4 1980

Author: Dale [redacted]

MONROE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
HER HOUSE, LOUISIANA
MARCH 31, 1988

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September 3, 1998

INDEPENDENT AUDITORS' REPORT

To the Board of Directors,
Warehouse Community Improvement Organization, Inc.,
Metairie, Louisiana

We have audited the accompanying statement of financial position of the Warehouse Community Improvement Organization, Inc., as of and for the year ended March 31, 1998, and the related statement of activities and cash flows for the year then ended. These financial statements are the responsibility of the Agency's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and the provisions of the Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments and Nonprofit Organizations. These standards and OMB Circular A-133 require that we 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 accounts 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. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Warehouse Community Improvement Organization, Inc., as of March 31, 1998, and the changes in its net assets and cash flows for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated September 3, 1998 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 grants.

Our audit was made for the purpose of forming an opinion on the basic financial statements of Worcester Community Improvement Organization, Inc. taken as a whole. The accompanying financial information listed as supplementary financial information in the table of contents and the accompanying schedule of Federal Awards for the year ended March 31, 1968, are presented for purposes of additional analysis as required by the Office of Management and Budget (OMB) Circular A-133, Auditing of States, Local Governments and Nonprofit Organizations and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Robert Roy Johnson & Associates, LLP

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September 3, 1998

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

Board of Directors
Warehouse Community Improvement Organization, Inc.
Baton Rouge, Louisiana

We have audited the financial statements of Warehouse Community Improvement Organization, Inc. as of and for the year ended March 31, 1998, and have issued our report thereon dated September 3, 1998. We conducted our audit in accordance with generally accepted accounting 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 Warehouse Community Improvement Organization, Inc.'s financial statements are free of material misstatement, we 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 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 non-compliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Warehouse Community Improvement Organization, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. 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 accounts 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. However, we noted other matters involving the internal control over financial reporting that we have reported to the management of Northcoast Community Improvement Organization, Inc. in the attached schedule of Findings and Questioned Costs as items 97-1, 97-2, 97-3, and 97-4.

This report is intended for the information of the audit committee, management, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Johnston, Perry, Johnson & Associates, LLP

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September 3, 1998

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of Directors

Morehouse Community Improvement Organization, Inc.
Baton, Louisiana

Compliance

We have audited the compliance of Morehouse Community Improvement Organization, Inc. with the types of compliance requirements described in the U.S. Office of Management and Budget OMB Circular A-133 Compliance Requirements that are applicable to each of its major federal programs for the year ended March 31, 1998. Morehouse Community Improvement Organization, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Morehouse Community Improvement Organization, Inc.'s management. Our responsibility is to express an opinion on Morehouse Community Improvement Organization, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted accounting standards; 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 Morehouse Community Improvement Organization, Inc.'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. Our audit does not provide a legal determination of Morehouse Community Improvement Organization, Inc.'s compliance with those requirements.

In our opinion, Morehouse Community Improvement Organization, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended March 31, 1988.

Internal Control Over Compliance

The management of Morehouse Community Improvement Organization, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Morehouse Community Improvement Organization, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. 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 noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we noted other matters involving the internal control over compliance that we have reported to the management of Morehouse Community Improvement Organization, Inc. in the attached Schedule of Findings and Questioned Costs as items 97-1, 97-2, 97-3, and 97-4.

This report is intended for the information of the audit committee, management, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

Johnston, Perry, Johnson & Associates, LLP

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

MOREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
 NEW ORLEANS, LOUISIANA
 STATEMENT OF FINANCIAL POSITION
 MARCH 31, 1969

ASSETS

CURRENT ASSETS

Cash in Bank		809,356
Accounts Receivable		
Grants	198,111	
Other	<u>56</u>	<u>233,167</u>

TOTAL CURRENT ASSETS 1,042,523

FIXED ASSETS

Furniture and Equipment (Net of Accumulated Depreciation)		391,520
--	--	---------

TOTAL ASSETS 1,434,043

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts Payable and Accrued Expenses		178,473
---------------------------------------	--	---------

TOTAL LIABILITIES 178,473

NET ASSETS

Dedicated Net Assets		
Operations	61,820	
Fixed Assets	391,520	
Temporarily Restricted	<u>100,000</u>	<u>453,340</u>

TOTAL NET ASSETS 453,340

TOTAL LIABILITIES AND NET ASSETS 1,434,043

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

WORMBOURNE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
 NEW ORLEANS, LOUISIANA
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED MARCH 31, 1998

CHANGES IN UNRESTRICTED NET ASSETS

SUPPORT AND REVENUE

Support	
Grants	1,260,491
Interest Income - Grants	<u>892</u>
<u>TOTAL SUPPORT</u>	<u>1,261,383</u>

Revenues	
Meal Income	9,876
In-Kind Receipts	208,862
Other Income	<u>78</u>
<u>TOTAL REVENUE</u>	<u>218,816</u>

TOTAL SUPPORT AND REVENUE 1,480,199

EXPENSES

Program Services	
Head Start	1,419,978
Child Care Food Program	131,221
Summer Child Care Program	<u>112,926</u>
<u>TOTAL PROGRAM SERVICES</u>	<u>1,664,125</u>

Support Services	
General and Administrative	<u>161,900</u>
<u>TOTAL EXPENSES</u>	<u>1,826,025</u>

(INCREASE) DECREASE IN UNRESTRICTED NET ASSETS 70,274

CHANGES IN TEMPORARILY RESTRICTED NET ASSETS

SUPPORT AND REVENUE

Grants	<u>180,080</u>
<u>TOTAL SUPPORT</u>	<u>180,080</u>

INCREASE (DECREASE) IN TEMPORARILY RESTRICTED NET ASSETS 180,080

INCREASE (DECREASE) IN TOTAL NET ASSETS 170,274

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

HOUSING COMMUNITY IMPROVEMENT ORGANIZATION, INC.
NEW ORLEANS, LOUISIANA
STATEMENT OF ACTIVITIES (CONTINUED)
FOR THE YEAR ENDED MARCH 31, 1998

<u>NET ASSETS - BEGINNING OF YEAR</u>	
Unrestricted	383,004
Temporarily Restricted	-
<u>TOTAL NET ASSETS - BEGINNING OF YEAR</u>	<u>383,004</u>
<u>NET ASSETS - END OF YEAR</u>	
Unrestricted	453,258
Temporarily Restricted	102,002
<u>TOTAL NET ASSETS - END OF YEAR</u>	<u>555,260</u>

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

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MOORESCO COMMUNITY IMPROVEMENT ORGANIZATION, INC.
 NEW ORLEANS, LOUISIANA

STATEMENT OF FUNCTIONAL EXPENSES

MARCH 31, 1993

	HEAD STAFF	CHILD CARE FOOD PROGRAM	SENIOR CHILD CARE	TOTAL PROGRAM SERVICES	GENERAL AND ADMINISTRATIVE	TOTAL
Salaries	388,819	23,478	78,742	646,833	300,708	1,715,779
Principles	181,873	2,882	3,145	198,588	47,107	349,725
TOTAL PERSONNEL	570,692	26,360	81,887	845,421	347,815	1,693,925
Travel	21,388	804	1,742	23,934	3,586	27,570
Supplies	28,385	2,485	8,008	37,878	6,186	44,064
Food	-	18,626	18,929	37,555	-	37,555
Contractual	400	480	4,100	4,980	7,888	13,348
Other Costs	282,888	15,988	5,482	294,358	12,484	306,842
Pa-aid Expenses	311,552	-	-	311,552	-	311,552
TOTAL EXPENSES BEFORE DEPRECIATION	1,948,600	125,173	118,607	1,888,882	366,445	1,783,728
DEPRECIATION	76,375	6,048	5,213	11,541	9,455	91,367
TOTAL EXPENSES	1,872,225	131,221	123,820	1,900,423	375,900	1,896,325

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

WOODHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
 NEW ORLEANS, LOUISIANA
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED MARCH 31, 1988

CASH FLOWS USED FOR OPERATING ACTIVITIES:

Change in Net Assets	170,274
Adjustments to Reconcile Changes in Net Assets to Net Cash Used for Operating Activities:	
Depreciation	81,387
Increase in Accounts Receivable	(21,884)
Increase in Accounts Payable and Accrued Expenses	<u>24,437</u>
Net Cash Provided (Used) for Operating Activities	<u>254,214</u>

CASH FLOWS USED FOR INVESTING ACTIVITIES:

Purchase of Fixed Assets	(141,373)
Net Cash Provided (Used) for Investing Activities	<u>(141,373)</u>

NET INCREASE IN CASH AND CASH EQUIVALENTS 112,841

CASH AND CASH EQUIVALENTS - MARCH 31, 1987 69,785

CASH AND CASH EQUIVALENTS - MARCH 31, 1988 282,126

SUPPLEMENTAL DATA

Interest Paid	-0-
---------------	-----

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

-11-

WAREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
MER ROUGE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 1990

NOTE 1 - Summary of Significant Accounting Policies

A. Statement of Presentations:

The accompanying financial statements have been prepared on the accrual basis and conform to generally accepted accounting principles for not-for-profit organizations.

B. Organization:

Warehouse Community Improvement Organization, Inc. was organized to promote and develop economic opportunities for the people of Mer Rouge and West Carroll Parishes. The Agency is operated exclusively for charitable, educational, and scientific purposes. The main operation is a Headstart program. The Agency is not a component unit of any other governmental organization.

C. Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

D. Cash Equivalents:

Cash equivalents consist of short-term, highly liquid investments which are readily convertible into cash within ninety (90) days of purchase.

E. Fixed Assets:

Fixed assets acquired by the Agency are considered to be owned by the Agency. However, State and Federal funding sources maintain equitable interest in the property purchased with grant monies as well as the right to determine the use of any proceeds from the sale of these assets. The State and Federal governments have a reversionary interest in those assets purchased with its funds which have a cost of \$500 or more.

The Agency follows the practice of capitalizing, at cost, all expenditures for fixed assets in excess of \$500. Depreciation is computed on a straight-line basis over the estimated service lives of the assets.

SENIORHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
NEW ORLEANS, LOUISIANA
NOTE: TO FINANCIAL STATEMENTS (CONTINUED)
MARCH 31, 1999

NOTE 1 - Summary of Significant Accounting Policies (Continued)

K. Fixed Assets: (Continued)

The following yearly lives have been assigned to the fixed assets:

Computer Equipment and Vehicles	5
Furniture, Fixtures and Equipment	7
Buildings	39

Net values are computed as follows:

Computer Equipment and Vehicles	418,266
Furniture, Fixtures and Equipment	349,941
Buildings	<u>128,162</u>
Total	896,369
Less: Accumulated Depreciation	<u>508,008</u>
NET VALUE	<u>388,361</u>

F. Contributions:

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Assets received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

G. Functional Allocation of 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.

WAREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
MER Rouge, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
MARCH 31, 1998

NOTE 1 - Summary of Significant Accounting Policies (Continued)

H. Cash in Bank:

All funds are in institutions insured by an agency of the Federal Government, the Federal Deposit Insurance Corporation. Government securities with a PAR value of \$90,000 have been pledged to secure amounts over \$100,000. The Agency had \$44,310 in the bank that was not insured by an agency of the federal government or a pledge of securities.

I. Related Party Transactions:

There were no related party transactions for the year ended March 31, 1998.

NOTE 2 - Funding Policies and Sources of Funds

The Agency receives its monies through various methods of funding. Most of the funds are received on a grant basis from federal, state and local sources. Under this method funds are received as needed or on a monthly or quarterly allocation of the total budget (grant) in advance of the actual expenditure. The Agency also receives funds as a reimbursement of actual expenditures, and upon a per unit of service provided method. The Agency also receives funds by contributions from both public and private sources.

Grants and contracts received for the period April 1, 1997 to March 31, 1998 are as follows:

<u>Funding Source</u>	<u>Revenue Recognized</u>
Federal	
Department of Health and Human Services (Includes \$802 of Interest Earned on Grant Funds)	1,388,614
Louisiana	
Department of Education	136,895
Department of Social Services	186,544

MOBILEHOME COMMUNITY IMPROVEMENT ORGANIZATION, INC.
NEW ORLEANS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
MARCH 31, 1998

NOTE 3 - Grants Receivable

Grants receivable at March 31, 1998, consists of reimbursements for expenses incurred under the various grant programs. The following list presents grants receivable by fund at March 31, 1998:

Department of Social Services	5,000
Department of Education	16,955
Department of Health and Human Services	106,257
<u>Total</u>	<u>128,212</u>

The reserve for bad debts is not material as management believes all receivables are fully collectible.

NOTE 4 - Board of Directors' Compensation

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

NOTE 5 - In-Kind Contributions

The Agency received various in-kind contributions during the year from private and public sources. These contributions have been reported as revenues, and the offsetting expenses have been reported in the financial statements.

NOTE 6 - Income Tax Status

The Agency, a non-profit corporation, is exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code.

NOTE 7 - Accrued Leave

The Agency does not provide annual leave for its employees and therefore has no accrued annual leave.

NOTE 8 - Noncompliance Findings and Questioned Costs

The Agency receives funding/grants from various government agencies and such funding is subject to certain requirements and conditions. The items listed in the schedule of findings and questioned costs will be reviewed by the appropriate funding agency and a final resolution of the questioned costs will be made by such agency.

WAREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
NEW ORLEANS, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
MARCH 31, 1998

NOTE 7 - Financial Statement Presentation

The Agency has previously adopted the provisions of Statement of Financial Accounting Standards No. 116, Accounting for Contributions Received and Contributions Made and No. 117, Financial Statements of Not-for-Profit Organizations. Statement No. 116 requires the Agency to distinguish between contributions that increase permanently restricted net assets, temporarily restricted net assets, and unrestricted net assets. It also requires recognition of contributions, including contributed services meeting certain criteria, at fair values. Statement No. 117 establishes standards for general purpose external financial statements of not-for-profit organizations and requires a statement of financial position, a statement of activities, and a statement of cash flows. Before adoption of FASB No. 116 and No. 117, the Agency presented financial information on the basis of funds and account groups as in accordance with governmental generally accepted accounting principles.

NOTE 10 - Temporarily Restricted Net Assets

The Summer Child Care Program received funding in the amount of \$100,000 that will not be used until the summer of 1999. This money is set aside as temporarily restricted net assets for the year ended March 31, 1998.

SUPPLEMENTARY FINANCIAL INFORMATION

ROCKWELL COMMUNITY IMPROVEMENT ORGANIZATION, INC.
REB BOND, 2007EAAA
COMPARING BALANCE SHEET - ALL PROCEEDS
FOR THE YEAR ENDED MARCH 31, 1999

	ORIGINAL	RECONSTRUCT	NETTED	NETTED	NETTED	FIXED	DEFERRED	TOTAL
	AMOUNT	AMOUNT	AMOUNT	AMOUNT	AMOUNT	AMOUNT	AMOUNT	AMOUNT
CURRENT ASSETS								
Cash	36	42,819	79,423	96,218	-	-	-	220,116
Accounts Receivable - Grants	-	104,251	36,899	5,899	-	-	-	147,011
Accounts Receivable - Other	-	-	54	-	-	-	-	54
Due from Other Funds	-	27,438	-	-	-	-	(87,448)	-
TOTAL CURRENT ASSETS	36	174,508	116,326	102,117	-	-	(87,448)	220,116
FIXED ASSETS AND DEFERRED								
Furniture and Equipment at	-	-	-	-	-	191,528	-	191,528
Cash, Net	-	-	-	-	-	-	-	-
TOTAL ASSETS	36	174,508	116,326	102,117	-	191,528	(87,448)	220,116
CURRENT LIABILITIES								
Accounts Payable and Accrued	-	679,149	789	-	-	-	-	679,938
Expenses	-	3,426	18,628	-	-	-	-	22,054
Due to Other Funds	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	679,344	197,417	-	-	-	(22,054)	679,287
NET ASSETS								
Unrestricted Net Assets	36	640	81,907	97	-	-	-	82,680
Reserves	-	-	-	-	-	981,528	-	981,528
Fixed Assets and Property	-	-	-	-	-	-	-	-
Temporarily Restricted Net	-	-	-	220,099	-	-	-	220,099
Assets	-	-	-	-	-	-	-	-
TOTAL NET ASSETS	36	640	81,907	220,097	-	981,528	-	1,203,262
TOTAL LIABILITIES AND								
NET ASSETS	36	174,508	116,326	102,117	-	981,528	(87,448)	1,203,262

WINDHOLE COOPERATIVE IMPROVEMENT ORGANIZATION, INC.

100 WINDHOLE, LAKEVIEW

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS - (CONTINUED PAGE 1)
FOR THE YEAR ENDED MARCH 31, 1999**

	GENERAL	REVENUES FROM	CHILD CARE	FOUNDER	FIXED	TOTAL
		MEMBERSHIP	PROGRAMS	CHILD	ASSETS	PROGRAMS
		FEES		GRANTS		GRANTS
REVENUES AND REVENUES						
GRANTS - BSN	-	3,337,122	-	-	-	3,337,122
GRANTS - BSN Food Services	-	-	139,000	-	-	139,000
GRANTS - Summer Child Care	-	-	-	108,884	-	108,884
GRANTS - Summer Child Care -	-	-	-	-	-	-
GRANTS - Summer Child Care -	-	-	-	-	-	-
Temporarily Restricted	-	-	8,876	169,800	-	178,676
Donor Receipts	-	-	-	-	-	-
Interest Contributions	-	334,642	-	-	-	334,642
Interest	-	982	-	-	-	982
Other	-	39	-	-	-	39
TOTAL REVENUES AND REVENUES	0	3,672,181	148,076	278,684	0	3,998,941
EXPENSES						
Programs	-	679,927	31,478	12,142	-	723,547
Childcare Benefits	-	228,080	2,848	2,582	-	233,910
Travel	-	24,894	834	2,142	-	27,870
Construction	-	9,422	808	4,800	-	15,030
Supplies	-	25,485	2,855	8,858	-	37,198
Other Costs	-	213,080	13,918	5,493	-	232,491
Rent	-	-	73,676	18,359	-	92,035
Capital Expenditure	-	181,373	-	-	-	181,373
Depreciation	-	334,642	-	-	-	334,642
TOTAL EXPENSES	0	1,673,421	125,772	258,927	92,387	1,949,507
NET REVENUE OVER EXPENDITURES	0	1,998,760	22,304	119,757	(92,387)	1,948,434
NET ASSETS - BEGINNING OF YEAR	34	187	48,749	-	343,522	393,692
ACQUISITION OF ASSETS	0	0	0	0	242,379	242,379
NET ASSETS - END OF YEAR	34	187	48,749	119,757	251,143	542,069

WAREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
 1808 BURGESS, LOUISIANA
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED MARCH 31, 1966

<u>FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Grantee's Number</u>	<u>Federal Disbursements/ Expenditures</u>
Department of Agriculture State of Louisiana/ Department of Education Child Care Food Program FYE September 30, 1966	10.558	N/A	125,173
Department of Health and Human Services *Head Start	13.008	N/A	3,338,753
Louisiana Department of Social Services Summer Child Care Program	N/A	N/A	101,507

*Major Federal Program

WAREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
POOR BOARDS, LOUISIANA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED MARCH 31, 1999

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Warehouse Community Improvement Organization, Inc. and is presented on the accrual basis of accounting. 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.

NOTE 2 SUBRECIPIENTS

Warehouse Community Improvement Organization, Inc. did not provide federal awards to subrecipients.

HOUSING COMMUNITY IMPROVEMENT ORGANIZATION, INC.
HER HOUSE, LOUISIANA
COMPENSATION TO BOARD MEMBERS
FOR THE YEAR ENDED MARCH 31, 1999

No compensation was paid any board member during the year under audit.

WORKHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
BIBB BLDG., LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED MARCH 31, 1988

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

* Material weakness(es) identified? ___ yes X no

* Reportable condition(s) identified that
are not considered to be material
weakness(es)? X yes ___ no

Noncompliance material to financial
statements noted? ___ yes X no

Federal Awards

Internal control over major programs:

* Material weakness(es) identified? ___ yes X no

* Reportable condition(s) identified that
are not considered to be material
weakness(es)? X yes ___ no

Type of auditors' report issued on compliance for major programs:
Unqualified

Any audit findings disclosed that are
required to be reported in accordance
with section 816(a) of Circular A-133? ___ yes X no

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
13.422	Department of Health & Human Services - Head Start

Dollar threshold used to distinguish
between type A and type B programs: \$380,000

Auditee qualified as low-risk auditee? ___ yes X no

BOEHMERS COMMUNITY IMPROVEMENT ORGANIZATION, INC.
HER BOUGE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED MARCH 31, 1988

SECTION II - FINANCIAL STATEMENT FINDINGS

97-1

Criteria: To ensure proper controls, employees should sign employee time cards at end of each pay period.

Conditions: We found that some employee time cards are not being signed by the employees.

Questioned Costs: None

Context: During our test of employee time cards, we noted that some time cards were signed by the employees and some were not.

Effects: No effect on the financial statements, but does have an effect on internal controls.

Cause: There has not been a formal policy set up to ensure that employees sign time cards.

Recommendation: We recommend that all time cards be signed by the employees to ensure proper controls.

Response: The Executive Director agreed with this recommendation and intends to begin implementation.

97-2

Criteria: The Agency should have a clear distinction regarding exempt employees versus non-exempt employees. The Agency should also follow the Wage and Hour Law guidelines on classifying their employees.

Conditions: We noted that there is no formal classification made of exempt or non-exempt employees. We noted that no policy exists to pay employees who are non-exempt 24 times their normal hourly rate for all hours worked over forty per week.

Questioned Costs: None

Context: The Agency is under Wage and Hour Law, and should follow these guidelines.

Effects: There is no effect on the financial statements, but does have an effect on internal controls.

HOMERIDGE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
NEW ORLEANS, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED MARCH 31, 1999

Cause: Management was unaware that classification of employees and policies to follow Wage and Hour Law guidelines should be in place.

Recommendation: We recommend that the Agency classify all employees as exempt or non-exempt employees based on Wage and Hour Law guidelines. We also recommend that once this classification is made, the Agency pay all non-exempt employees 1 1/2 times their normal hourly rate for all hours worked over forty per week.

Response: Management will classify all employees and follow Wage and Hour Law regarding paying employees overtime.

99-3

Criteria: To ensure proper controls, the Agency should have employee time records for all employees.

Condition: While payroll time cards were kept by each employee, we could not locate any records that detailed the time spent on the Summer Child Care Program (SCCP) versus other programs for those employees who worked on more than one program.

Questioned costs: We calculated \$1,344 of excess payroll paid to SSCP employees that is not documented by time records.

Context: The Agency should have time records for each employee.

Effect: The questioned cost has an immaterial effect on the financial statements, and also has an effect on internal controls.

Cause: This is the first year of the SSCP, and management was unaware of these criteria.

Recommendation: We recommend that the Agency repay SSCP \$1,344 from the general fund to cover the computed overpaid costs. We also recommend that employees keep time records for each program they work for to justify the time spent on each program.

NEBRASKA COMMUNITY IMPROVEMENT ORGANIZATION, INC.
NEA HOUSE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED MARCH 31, 1990

Response: The \$1,384 has been paid back to NCCP. Management agrees with the recommendations and will implement these suggestions.

97-4

Criteria: All funds in financial institutions should be insured by an agency of the federal government, the Federal Deposit Insurance Corporation.

Condition: FDIC insures up to \$100,000 in financial institutions. Amounts over this should be insured. Government securities with a FMV value of \$64,000 have been pledged to secure amounts over \$100,000 for the Agency. There is still \$64,310 that is uninsured by government agencies.

Questioned Costs: None

Contexts: The Agency should obtain additional government securities to insure all funds held in institutions.

Effect: This has no effect on the financial statements.

Cause: Management did not realize they were uninsured.

Recommendation: We recommend that the Agency obtain additional securities to insure all funds held in institutions.

Response: Management agrees with this recommendation.

SECTION III - FEDERAL AIDED FINDINGS AND QUESTIONED COSTS

97-3

Criteria: To ensure proper controls, employees should sign employee time cards at end of each pay period.

Conditions: We found that some employee time cards are not being signed by the employee.

Questioned Costs: None

WAREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
MER RIDGE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED MARCH 31, 1988

Context: During our test of employee time cards, we noted that some time cards were signed by the employees and some were not.

Effect: No effect on the financial statements, but does have an effect on internal controls.

Cause: There has not been a formal policy set up to ensure that employees sign time cards.

Recommendation: We recommend that all time cards be signed by the employees to ensure proper controls.

Response: The Executive Director agreed with this recommendation and intends to begin implementation.

33-2

Criteria: The Agency should have a clear distinction regarding exempt employees versus non-exempt employees. The Agency should also follow the Wage and Hour Law guidelines on classifying their employees.

Condition: We noted that there is no formal classification made of exempt or non-exempt employees. We noted that no policy exists to pay employees who are non-exempt 1 1/2 times their normal hourly rate for all hours worked over forty per week.

Questioned Costs: None

Context: The Agency is under Wage and Hour Law, and should follow these guidelines.

Effect: There is no effect on the financial statements, but does have an effect on internal controls.

Cause: Management was unaware that classification of employees and policies to follow Wage and Hour Law guidelines should be in place.

MONROE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
MON ROUSE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED MARCH 31, 1988

Recommendation: We recommend that the Agency classify all employees as exempt or non-exempt employees based on Wage and Hour Law guidelines. We also recommend that once this classification is made, the Agency pay all non-exempt employees 1.5 times their normal hourly rate for all hours worked over forty per week.

Response: Management will classify all employees and follow Wage and Hour Law regarding paying employees overtime.

97-4

Criteria: All funds in financial institutions should be insured by an agency of the Federal government, the Federal Deposit Insurance Corporation.

Condition: FDIC insures up to \$100,000 in financial institutions. Amounts over this should be insured. Government securities with a PAR value of \$95,000 have been pledged to secure amounts over \$100,000 for the Agency. There is still \$98,300 that is uninsured by government agencies.

Questioned Costs: None

Context: The Agency should obtain additional government securities to insure all funds held in institutions.

Effect: This has no effect on the financial statements.

Cause: Management did not realize they were uninsured.

Recommendation: We recommend that the Agency obtain additional securities to insure all funds held in institutions.

Response: Management agrees with this recommendation.

WAREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
3838 BOULDER, LOUISIANA
CORRECTIVE ACTION TAKEN ON PRIOR YEAR FINDINGS
MARCH 31, 1996

- Finding:** The computer system is not always backed-up on a regular basis and access to the computer system is not controlled. We recommend that the computer system be backed-up on a regular basis and the back-up kept off-site. We also recommend that access to the computer system be controlled by password.
- Status:** The computer system is now backed-up on a regular basis and access to the computer system is controlled.
- Finding:** We found that there is no written documentation for the hourly rates for in-kind services such as speech therapy and doctor's visits. We recommend that the Agency obtain written documentation on all donated services.
- Status:** There is now written documentation for the hourly rates used for in-kind services.
- Finding:** We found that employee time cards are not signed by the employees nor their supervisor. We recommend that all time cards be signed by both employee and supervisor to ensure proper controls.
- Status:** Employee time cards are still not being signed by all employees.

WAREHOUSE COMMUNITY IMPROVEMENT ORGANIZATION, INC.
MER Rouge, LOUISIANA
EXIT CONFERENCE
MARCH 31, 1988

An exit conference was held on September 1, 1988. Those in attendance were Scotland H. Perry, CPA; the Executive Director; the Fiscal Officer; the Board Chairman and a board member.

We reported that we did not discover any material weaknesses in internal control but did discover minor weaknesses in internal control. Such findings have been reported on pages 22 through 27.

The officials of Warehouse Community Improvement Organization, Inc. received our findings and recommendations favorably and have taken action to implement the recommendations.