

Sickle Cell Anemia Research Foundation, Inc.**Alexandria, Louisiana****Compiled Financial Statements****December 31, 2010**

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 8/31/11

Sickle Cell Anemia Research Foundation, Inc.

Alexandria, Louisiana

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COMPILED FINANCIAL STATEMENTS

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To the Board of Directors of
Sickle Cell Anemia Research Foundation, Inc.
Alexandria, Louisiana

I have compiled the accompanying statement of financial position of the Sickle Cell Anemia Research Foundation, Inc., (a nonprofit organization) as of December 31, 2010, and the related statements of activities and functional expenses for the year then ended. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

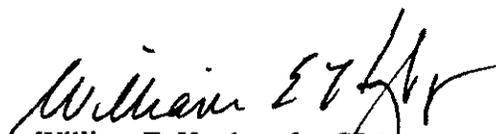
Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation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

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Accounting principles generally accepted in the United States of America require that fixed assets be stated at cost. Management has informed me that the Organization has stated its fixed assets prior to December 31, 2009, at appraised value. The effects of this departure from accounting principles generally accepted in the United States of America on financial position, results of operations, and cash flows have not been determined.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

July 26, 2011


William E. Hughes, Jr., CPA

Sickle Cell Anemia Research Foundation, Inc.
Statement of Financial Position

For the Year Ended December 31, 2010

Assets

Current Assets:

| | |
|-----------------------------|---------------|
| Cash | \$ 11,118 |
| Certificate of Deposit | 57,161 |
| Total Current Assets | <u>68,279</u> |

Property and Equipment

| | |
|-------------------------------------|----------------|
| Equipment | 15,313 |
| Building | 80,000 |
| Land | 5,000 |
| Less Accumulated Depreciation | <u>(5,063)</u> |
| Total Property and Equipment | <u>95,250</u> |

Total Assets

\$ 163,529

Liabilities and Net Assets

Current Liabilities:

| | |
|----------------------------------|--------------|
| Accounts Payable | \$ 945 |
| Payroll Taxes Payable | 4,796 |
| Total Current Liabilities | <u>5,741</u> |

Net Assets:

| | |
|-------------------------|----------------|
| Unrestricted Net Assets | <u>157,788</u> |
| Total Net Assets | <u>157,788</u> |

Total Liabilities and Net Assets

\$ 163,529

See Accountant's Compilation Report

Sickle Cell Anemia Research Foundation, Inc.
Statement of Activities

For the Year Ended December 31, 2010

| | <u>Unrestricted</u> |
|----------------------------------|--------------------------|
| Revenue and Support | |
| Grants: | |
| State of Louisiana | \$ 91,000 |
| Other Governmental Grants | 20,363 |
| Contributions | <u>20,685</u> |
| Total Revenue and Support | <u>132,048</u> |
| | |
| Expenses: | |
| Program Services | |
| Genetic Disease Program | <u>97,854</u> |
| Total Program Services | <u>97,854</u> |
| | |
| Supporting Services: | |
| Management and general | <u>32,074</u> |
| Total Supporting Services | <u>32,074</u> |
| | |
| Total Expenses | <u>129,928</u> |
| | |
| Change in Net Assets | 2,120 |
| | |
| Net Assets | |
| Beginning of year | <u>161,409</u> |
| | |
| End of Year | <u><u>\$ 163,529</u></u> |

See Accountant's Compilation Report

Sickle Cell Anemia Research Foundation, Inc.
Statement of Functional Expenses

For the Year Ended December 31, 2010

| | <u>Program Expenses</u> | <u>Management and General</u> | <u>Total Expenses</u> |
|---------------------------------------|--------------------------------|-----------------------------------|---------------------------------|
| Contract Labor | \$ 4,176 | \$ - | \$ 4,176 |
| Operating Services | 10,220 | 32,074 | 42,294 |
| Supplies | 2,132 | - | 2,132 |
| Salaries and Wages | 53,043 | - | 53,043 |
| Other Program Expenses | 23,220 | - | 23,220 |
| Total Expenses before Depreciation | <u>92,791</u> | <u>32,074</u> | <u>124,865</u> |
| Depreciation | <u>5,063</u> | <u>-</u> | <u>5,063</u> |
| Total Expenses | <u><u>\$ 97,854</u></u> | <u><u>\$ 32,074</u></u> | <u><u>\$ 129,928</u></u> |

See Asscountant's Compilation Report

Sickle Cell Anemia Research Foundation, Inc.

Schedule of Current Year Findings and Management's Response

For the Year Ended December 31, 2010

Finding No. 2010-01

Fixed Assets are not Recorded at Original Cost

Condition: The Sickle Cell Anemia Research Foundation, Inc., maintained their historical fixed assets at estimated market values which is not accepted under Generally Accepted Accounting Principles.

Criteria: Generally Accepted Accounting Principles require fixed assets to be recorded at their historical cost.

Effect: The Organization's fixed asset records are not in compliance with Generally Accepted Accounting Principles.

Questioned Costs: None

Recommendation: Management implement procedures to ensure that all capitalized assets are recorded at cost.

Management Response: Management agrees with the finding and will take corrective action to ensure that all assets are properly recorded.

Finding No. 2010-02

Payroll Tax Calculations and Reports are Inaccurate

Condition: Employees' payroll taxes and payroll tax returns are not accurate. Year-end Forms W-2 include both employer and employee taxes. Payroll tax deductions are incorrectly calculated.

Criteria: Internal Revenue Service requires the employer to accurately deduct payroll taxes from employee's compensation and file accurate quarterly and annual payroll tax reports.

Effect: The Organization is subject to penalties and interest for not accurately preparing payroll checks and reporting.

Questioned Costs: None Determined

Recommendation: Management implement procedures to accurately prepare payroll and payroll tax reporting.

Management's Response: Management agrees with this finding and will take corrective action to ensure that employee pay checks are prepared correctly and that payroll tax reporting is complete and accurate.

Finding No. 2010-03

General Ledger is not Maintained

Condition: The Organization does not maintain a general ledger of all its transactions. Bank reconciliations are not being prepared.

Criteria: The Organization is required by State granting agencies to maintain a system of accounting records to accurately and completely record all transactions.

Effect: With a lack of procedures and internal controls for properly recording transactions, the Organization is subject to misappropriation of assets without prevention or timely detection.

Questioned Costs: None noted.

Recommendation: The Organization implement processes and procedures to ensure that all transactions are properly recorded and bank statements are timely reconciled.

Management's Response: Management agrees with this finding and will take immediate steps to retain the services of a CPA to implement an accounting system that ensures complete accounting of all transactions and that bank reconciliations are timely prepared and reviewed.