

**BEAUREGARD COMMUNITY ACTION
ASSOCIATION, INC.
DeRidder, Louisiana**

**Financial Statements
September 30, 2007**

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 3-26-08

TABLE OF CONTENTS

	<u>Page</u>
Independent Accountants' Report	1
Independent Accountants' Report on Applying Agreed Upon Procedures	2 - 3
Statement of Financial Position	4
Statement of Activities and Changes in Net Assets	5 - 8
Statement of Cash Flows	9
Notes to Financial Statements	10 - 12



Founded in 1978

BROUSSARD & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS, L.L.C.

INDEPENDENT ACCOUNTANTS' REPORT

Board of Directors
Beauregard Community Action Association, Inc.
DeRidder, Louisiana

We have reviewed the accompanying statement of financial position of Beauregard Community Action Association, Inc. (a nonprofit organization) as of September 30, 2007, and the related statements of activities and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Beauregard Community Action Association, Inc.

A review consists principally of inquiries of Organization personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Broussard & Company

Lake Charles, Louisiana
March 14, 2008

MOSS BLUFF OFFICE
695 Sam Houston Jones Parkway, Suite D
Lake Charles, Louisiana 70611
Ph: (337) 217-3370 Fax: (337) 439-6647

LAKE CHARLES OFFICE
One Lakeshore Drive, Suite 1900
Lake Charles, Louisiana 70629
Ph: (337) 439-6600 Fax: (337) 439-6647

SULPHUR OFFICE
704 First Avenue
Sulphur, Louisiana 70663
Ph: (337) 527-0010 Fax: (337) 527-0014



Founded in 1978

BROUSSARD & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS, L.L.C.

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Board of Directors
Beauregard Community Action Association, Inc.
DeRidder, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of Beauregard Community Action Association, Inc., the Legislative Auditor, State of Louisiana, and applicable state grantor agency/agencies solely to assist the users in evaluating management's assertions about Beauregard Community Action Association, Inc.'s compliance with certain laws and regulations during the year ended September 30, 2007, included in the accompanying *Louisiana Attestation Questionnaire*. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Federal, State, and Local Awards

1. Determine the amount of Federal, state and local award expenditures for the fiscal year, by grant and grant year.

Beauregard Community Action Association, Inc.'s Federal award expenditures for all Federal programs for the fiscal year follow:

Federal Grant Name	Grant Year	CFDA No.	Amount
Community Services Block Grant	9-30-06/07	93.569	92,897
Low Income Home Energy Assistance	9-30-04	93.568	88,155
Emergency Food and Shelter	12-31-07	14.231	15,723
Total Expenditures			196,775

MOSS BLUFF OFFICE
695 Sam Houston Jones Parkway, Suite D
Lake Charles, Louisiana 70611
Ph: (337) 217-3370 Fax: (337) 439-6647

LAKE CHARLES OFFICE
One Lakeshore Drive, Suite 1900
Lake Charles, Louisiana 70629
Ph: (337) 439-6600 Fax: (337) 439-6647

SULPHUR OFFICE
704 First Avenue
Sulphur, Louisiana 70663
Ph: (337) 527-0010 Fax: (337) 527-0014

2. For each Federal, state, and local award, we randomly selected 6 disbursements from each award administered during the period under examination, provided that no more than 30 disbursements would be selected.
3. For the items selected in procedure 2, we traced the six disbursements to supporting documentation as to proper amount and payee.

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

4. For the items selected in procedure 2, we determined if the six disbursements were properly coded to the correct fund and general ledger account.

All of the payments were properly coded to the correct fund and general ledger account.

5. For the items selected in procedure 2, we determined whether the six disbursements received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approvals from the executive director.

6. For the items selected in procedure 2: For federal awards, we determined whether the disbursements complied with the applicable specific program compliance requirements summarized in *the Compliance Supplement* (or contained in the grant agreement, if the program is not included in the *Compliance Supplement*) and for state and local awards, we determined whether the disbursements complied with the grant agreement, relating to:

Activities allowed or unallowed; eligibility; reporting

All applicable disbursements selected complied with above requirements.

7. For the programs selected for testing in item (2) that had been closed out during the period under review, we compared the close-out report, when required, with the entity's financial records to determine whether the amounts agree.

None of the disbursements selected included programs that were closed out during the period of our review.

Meetings

8. We examined evidence indicating that agendas for meetings recorded in the minute book were posted as an open meeting as required by LSA-RS 42:1 through 42:12 (the open meetings law).

Bronson & Company

March 14, 2008

BEAUREGARD COMMUNITY ACTION ASSOCIATION, INC.
DeRidder, Louisiana
Statement of Financial Position
September 30, 2007

ASSETS	
Cash and cash equivalents	\$ 81,085
Property and equipment	<u>160</u>
Total Assets	\$ <u>81,245</u>
LIABILITIES	
Accounts payable	\$ <u>5,064</u>
Total Liabilities	<u>5,064</u>
NET ASSETS - UNRESTRICTED	<u>76,181</u>
TOTAL LIABILITIES AND NET ASSETS	\$ <u>81,245</u>

See accompanying notes to financial statements.

BEAUREGARD COMMUNITY ACTION ASSOCIATION, INC.

DeRidder, Louisiana

Statement of Activity and Changes of Net Assets

For The Year Ended September 30, 2007

	<u>General and Administrative</u>	<u>CSBG</u>
REVENUES		
State and federal grants	\$ -	\$ 85,385
Other	<u>6,436</u>	<u>-</u>
Total Revenues	<u>6,436</u>	<u>85,385</u>
EXPENSES		
Program Services		
Salaries	-	67,684
Fringe benefits	-	8,071
Travel	-	-
Program services	<u>9,237</u>	<u>17,136</u>
Total Program Services	<u>9,237</u>	<u>92,891</u>
General and Administrative		
Fringe benefits and other	-	-
Depreciation	<u>-</u>	<u>-</u>
Total General and Administrative	<u>-</u>	<u>-</u>
OTHER CHANGES		
Acquisition (disposition) of property and equipment	<u>-</u>	<u>-</u>
CHANGE IN NET ASSETS	<u>(2,801)</u>	<u>(7,506)</u>
UNRESTRICTED NET ASSETS - Beginning	(6,157)	(816)
Prior period adjustment - correction of error	-	-
UNRESTRICTED NET ASSETS - Beginning, as restated	<u>(6,157)</u>	<u>(816)</u>
UNRESTRICTED NET ASSETS - Ending	<u>\$ (8,958)</u>	<u>\$ (8,322)</u>

See accompanying notes to financial statements.

BEAUREGARD COMMUNITY ACTION ASSOCIATION, INC.

DeRidder, Louisiana

Statement of Activity and Changes of Net Assets

For The Year Ended September 30, 2007

	<u>Energy Assistance Program</u>	<u>Head Start and CACFP</u>	<u>Medicaid Program</u>
REVENUES			
State and federal grants	\$ -	\$ -	\$ -
Other	<u>328</u>	<u>667</u>	<u>1,484</u>
Total Revenues	<u>328</u>	<u>667</u>	<u>1,484</u>
EXPENSES			
Program Services			
Salaries	-	-	1,548
Fringe benefits	-	-	200
Travel	-	-	-
Program services	<u>786</u>	<u>-</u>	<u>106</u>
Total Program Services	<u>786</u>	<u>-</u>	<u>1,854</u>
General and Administrative			
Fringe benefits and other	-	-	-
Depreciation	<u>-</u>	<u>-</u>	<u>-</u>
Total General and Administrative	<u>-</u>	<u>-</u>	<u>-</u>
OTHER CHANGES			
Acquisition (disposition) of property and equipment	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET ASSETS	<u>(458)</u>	<u>667</u>	<u>(370)</u>
UNRESTRICTED NET ASSETS - Beginning	1,153	21,093	(1,709)
Prior period adjustment - correction of error	-	-	-
UNRESTRICTED NET ASSETS - Beginning, as restated	<u>1,153</u>	<u>21,093</u>	<u>(1,709)</u>
UNRESTRICTED NET ASSETS - Ending	<u>\$ 695</u>	<u>\$ 21,760</u>	<u>\$ (2,079)</u>

See accompanying notes to financial statements.

BEAUREGARD COMMUNITY ACTION ASSOCIATION, INC.
DeRidder, Louisiana
Statement of Activity and Changes of Net Assets
For The Year Ended September 30, 2007

	<u>Emergency Food and Shelter</u>	<u>LIHEAP</u>	<u>CHDO</u>
REVENUES			
State and federal grants	\$ 19,964	\$ 85,318	\$ -
Other	<u>-</u>	<u>-</u>	<u>23,655</u>
Total Revenues	<u>19,964</u>	<u>85,318</u>	<u>23,655</u>
EXPENSES			
Program Services			
Salaries	-	6,181	17,475
Fringe benefits	-	631	1,691
Travel	-	-	1,039
Program services	<u>15,723</u>	<u>81,343</u>	<u>2,446</u>
Total Program Services	<u>15,723</u>	<u>88,155</u>	<u>22,651</u>
General and Administrative			
Fringe benefits and other	-	-	-
Depreciation	<u>-</u>	<u>-</u>	<u>-</u>
Total General and Administrative	-	-	-
OTHER CHANGES			
Acquisition (disposition) of property and equipment	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET ASSETS	<u>4,241</u>	<u>(2,837)</u>	<u>1,004</u>
UNRESTRICTED NET ASSETS - Beginning	4,832	6,059	59,626
Prior period adjustment - correction of error	-	-	-
UNRESTRICTED NET ASSETS - Beginning, as restated	<u>4,832</u>	<u>6,059</u>	<u>59,626</u>
UNRESTRICTED NET ASSETS - Ending	<u>\$ 9,073</u>	<u>\$ 3,222</u>	<u>\$ 60,630</u>

See accompanying notes to financial statements.

BEAUREGARD COMMUNITY ACTION ASSOCIATION, INC.

DeRidder, Louisiana

Statement of Activity and Changes of Net Assets

For The Year Ended September 30, 2007

	<u>Property</u>	<u>Total</u>
REVENUES		
State and federal grants	\$	\$ 190,667
Other		<u>32,570</u>
Total Revenues		<u>223,237</u>
EXPENSES		
Program Services		
Salaries		92,888
Fringe benefits		10,593
Travel		1,039
Program services		<u>126,777</u>
Total Program Services		<u>231,297</u>
General and Administrative		
Fringe benefits and other		-
Depreciation	<u>964</u>	<u>964</u>
Total General and Administrative	964	964
OTHER CHANGES		
Acquisition (disposition) of property and equipment	<u>-</u>	<u>-</u>
CHANGE IN NET ASSETS	<u>(964)</u>	<u>(9,024)</u>
UNRESTRICTED NET ASSETS - Beginning	1,124	85,205
Prior period adjustment - correction of error	-	-
UNRESTRICTED NET ASSETS - Beginning, as restated	<u>1,124</u>	<u>85,205</u>
UNRESTRICTED NET ASSETS - Ending	\$ <u>160</u>	\$ <u>76,181</u>

BEAUREGARD COMMUNITY ACTION ASSOCIATION, INC.

DeRidder, Louisiana

Statement of Cash Flows

For the Year Ended September 30, 2007

CASH FLOWS FROM OPERATING ACTIVITIES:

Cash received from supporters, grants, programs, fees	\$ 232,723
Cash Provided By Operating Activities	<u>232,723</u>
Cash paid to employees, suppliers, and for programs	<u>232,413</u>
Cash Disbursed For Operating Activities	<u>232,413</u>
 Net Cash Provided by Operating Activities	 <u>310</u>
 Net Increase In Cash	 310

CASH AND CASH EQUIVALENTS

Beginning	<u>80,775</u>
Ending	<u><u>\$ 81,085</u></u>

RECONCILIATION OF INCREASE IN UNRESTRICTED

NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:

Increase (decrease) in unrestricted net assets	\$ (9,024)
Adjustments to reconcile changes in excess of revenue and support over expenses to net cash provided by operating activities:	
Depreciation	964
(Increase) decrease in receivables	9,486
Increase (decrease) in accounts payable	<u>(1,116)</u>
 Net Cash Provided (Used) by Operating Activities	 <u><u>\$ 310</u></u>

BEAUREGARD COMMUNITY ACTION ASSOCIATION, INC.
DeRidder, Louisiana
Notes to Financial Statements
September 30, 2007

Note 1 - Nature of Organization and Summary of Significant Accounting Policies :

Nature of Organization

The Beauregard Community Action Association, Inc. was incorporated under the laws of the State of Louisiana on September 16, 1965. The Association is a non-profit community action association which is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code. The laws of the State of Louisiana exempt the Association from Louisiana taxation.

Grants, miscellaneous contributions of cash, and other assets are reported as unrestricted support unless donor stipulations are not removed during the fiscal year.

The Association's primary source of revenue is federal and state grant monies, which provide services to elderly and low-income clients.

Program and Supporting Services

The following programs and supporting services are included in the accompanying financial statements:

CSBG - The CSBG accounts for funds granted by the United States Department of Health and Human Services under the Community Services Block Grant Program.

Energy Assistance Program - The Energy Assistance Program accounts for funds donated to local utility companies by the public to provide to low income families.

Medicaid Program - Beauregard Community Action Association is an enrollment center with staff trained to complete applications. Persons wishing to apply must be interviewed and provide required documentation of living and financial status. This program is a cost reimbursement program through the Department of Health and Hospitals.

Emergency Food and Shelter - The Emergency Food and Shelter accounts for funds granted by the Emergency Food and Shelter National Board Program.

LIHEAP - The LIHEAP accounts for funds granted by the United States Department of Health and Human Services under the Low Income Home Energy Assistance Block Grant Program.

Community Housing Development Organization (CHDO) - This fund is financed by the U.S. Department of Housing and Urban Development through the Louisiana Housing Finance Agency acting on behalf of the State of Louisiana. The Agency is responsible for identifying potential sites for the project, ranking the sites by specified criteria, selecting the optimal sites and then providing additional technical assistance and site control loan as needed.

BEAUREGARD COMMUNITY ACTION ASSOCIATION, INC.
DeRidder, Louisiana
Notes to Financial Statements (Continued)
September 30, 2007

Head Start -- The objectives of this program is to provide comprehensive health, educational, nutritional, social, and other developmental services primarily to economically disadvantaged preschool children so that the children will attain school readiness. Parents receive social services and participate in various decision-making processes related to the operation

Method of Accounting

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

Estimates

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

Cash and Cash Equivalents

For purposes of reporting cash flows, the Association considers all highly liquid debt investments purchased with a maturity of three months or less to be cash equivalents.

Property and Equipment

Property and equipment is stated at cost. It is the Association's policy to capitalize expenditures for these items in excess of \$500. Depreciation of property and equipment is computed principally by the straight-line method over 5 - 10 years.

Funding Policies

The Association receives their monies through basically three methods of funding. Most of the funds are obtained through grants. Under this method, funds are received on a monthly allocation of the total budget in advance of the actual expenditure. The Association also receives funds as a reimbursement of actual expenditures. The other method by which the Association receives funding is through private and in-kind contributions.

Compensated Absences

Employees accrue vacation leave based on years of service. At September 30, 2007, accrued vacation leave was approximately \$8,950 based on the current pay levels and maximum carryover amounts. This amount is not reflected in the financial statements based on the above criteria.

BEAUREGARD COMMUNITY ACTION ASSOCIATION, INC.
DeRidder, Louisiana
Notes to Financial Statements (Continued)
September 30, 2007

Note 1 - Summary of Significant Accounting Policies (Continued):

Functional Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activity. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Deposits with Financial Institutions

The Association's bank balances of deposits with financial institutions at September 30, 2007 were fully insured by the Federal Deposit Insurance Corporation.

Note 2 - Board Members

During the period covered by our audit, there were no payments made to or on behalf of board members.

Note 3 - Claims and Contingencies

The Association receives revenues from various Federal and State grant programs which are subject to final review and approval as to allowability of expenditures by the respective grantor agencies. Any settlements or expenses arising out of a final review are recognized in the period in which agreed upon by the agency and the Association.

Note 4 - Operating Leases

The Association leases office equipment at \$211 per month, for 36 months. Additionally, the Association leases its facility from the Beauregard Parish Police Jury for \$100 per month. The lease term is renewed annually. Total lease costs for the year ended September 30, 2007 were \$3,739.

Note 5 - Economic Dependency

The Association receives the majority of its revenue from funds provided through grants. The grant amounts are appropriated each year by the Federal and State governments. The significant budget cuts are made at the Federal and/or State level, the amount of funds the association receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Association will receive in the next fiscal year.