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**TWELFTH WARD SAVE OUR COMMUNITY
ORGANIZATION, INC.**

**FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT ACCOUNTANTS' REPORT**

FOR THE YEAR ENDED JUNE 30, 2005

(UNAUDITED COMPILATION)

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 2/28/07

**Policy Statement for
Auditees Whose Records Have Been Destroyed by Hurricanes Katrina and Rita**

Due to the catastrophic effects of Hurricanes Katrina and Rita, it has come to my attention that some auditees, primarily local auditees, are unable to provide the assurance detailed in the audit law because of a loss of records due to the natural disasters of the aforementioned hurricanes.

In my capacity as Legislative Auditor, I am empowered by the Constitution to be the fiscal advisor to the Legislature and to perform duties and functions relating to auditing fiscal records of the state, its agencies, and political subdivisions. In this capacity, I have the authority to compile financial statements and to examine, audit, or review the books and accounts of the state treasurer, all public boards, commissions, agencies, departments, political subdivisions of the state, public officials and employees, public retirement systems ... municipalities and all other public or quasi-public agencies or bodies, hereinafter collectively referred to as the "auditee" R.S. 24:513A(1)(a). I exercise my responsibilities and duties through the employment of professional personnel in the unclassified service of the state and through the approval of the engagements of licensed certified public accountants retained by auditees.

The audit law is specific in regard to the standards by which audits and reviews are to be conducted by the Legislative Auditor and persons appointed by him or approved by him. The law is, however, silent as regards the Legislative Auditor's responsibilities for reporting when the records of an agency have been destroyed as above described. However, the underlining premise of the Constitution and audit law is that the Legislative Auditor is empowered to determine, within generally accepted governmental auditing standards, the best manner of reporting in order to render to the Legislature and the citizens of Louisiana a fair and accurate account of the fiscal records of the state.

It is, therefore, my determination that when the Director of Advisory Services has concluded that the records of an auditee have been totally or partially destroyed, the Director of Advisory Services has authority to direct the agency as to what reporting will be acceptable to the Legislative Auditor. In all instances, I require that the agency head execute an affidavit wherein the agency head describes, in detail, the date, time, and circumstances of the destruction of the financial records. I further require that the agency head within the affidavit assure that there is a plan for compiling the financial records and reporting as required by the audit law for subsequent years.

Once I have received the agency head's affidavit and the Director of Advisory Services' recommendation, I will tender the appropriate authority for that auditee's reporting for the catastrophic year.



Signature



Date

STATE OF LOUISIANA

AGENCY: 12TH Ward SOCO

PARISH OF ORLEANS

FISCAL YEAR ENDED: June 30, 2005


AFFIDAVIT

BEFORE ME, the undersigned authority, personally came and appeared, Charles F. Webb, Fiscal Affairs Advisor, 12th Ward Save Our Community Organization, a resident of Orleans Parish, who attested to the following:

I Charles F. Webb have been in my above referenced capacity since January 1985. I have personal knowledge that the agency's financial records were destroyed by the catastrophic effects of Hurricane Katrina. Fifteen percent (15%) of the agency's aforementioned records for the fiscal year ended 6-30-05 are currently available. However, there is not sufficient evidence to provide for an audit as required by the audit law of the State of Louisiana.

There are sufficient records to provide for a compilation for the fiscal year ended 6-30-05.

I understand that this affidavit and the accompanying financial reports, if applicable, serve as a special reporting for fiscal year ended 6-30-05 given the catastrophic destruction of the records. I have developed a plan for complying with the reporting requirements of the audit law in future years.



Charles F. Webb

Director
Title

616 Baronne St., Ste. 205
Address

New Orleans, LA 70113
Address

504-529-2229
Phone

November 15, 2006
Date

SWORN TO and subscribed before me, Notary, this 15 day of Nov, 2006.



NOTARY PUBLIC

Printed or Typed Name: Carl V. Williams

Notary ID or Bar Roll No.: 18507

My commission is for life

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Member
American Institute of
Certified Public Accountants
Society of Louisiana
Certified Public Accountants

Michael B. Bruno, CPA
Alcide J. Tervalon, Jr., CPA
Waldo J. Moret, Jr., CPA
Paul K. Andoh, Sr., CPA

INDEPENDENT ACCOUNTANTS' REPORT

To the Board of Directors
**Twelfth Ward Save Our Community
Organization, Inc.**
New Orleans, Louisiana

We have compiled the accompanying statement of financial position of **Twelfth Ward Save Our Community Organization, Inc. (the Organization)** as of June 30, 2005 and the related statements of activities, functional expenses 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.

A compilation is limited to presenting in the form of financial statements information that is the representation of **the Organization**. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

In accordance with the Louisiana Governmental Audit guide and the provisions of state law, we have issued a report dated August 28, 2006, on the results of our agreed-upon procedures.

Bruno & Tervalon LLP

**BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS**

August 28, 2006

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2005

ASSETS

Current Assets:

Cash	\$ <u>61,330</u>
Total current assets	<u>61,330</u>
Property and equipment, net (NOTE 3)	<u>126,300</u>
Total assets	<u>\$187,630</u>

LIABILITIES AND NET ASSETS

Current Liabilities:

Current portion of note payable (NOTE 4)	\$ 8,218
Accounts payable	5,500
Accrued expenses and other liabilities	<u>3,720</u>
Total current liabilities	<u>17,438</u>
Note payable (NOTE 4)	<u>33,096</u>
Total liabilities	<u>50,534</u>
CONTINGENCIES (NOTES 6 and 7)	
Net assets, unrestricted	<u>137,096</u>
Total liabilities and net assets	<u>\$187,630</u>

The accompanying notes are an integral part of this financial statement.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

Revenue and Support:	
Grantor-State of Louisiana	\$836,950
Rental income	28,800
Other revenue	<u>2,095</u>
Total revenue and support	<u>867,845</u>
Expenses:	
Program services:	
Martin Luther King Homemaker Services program	160,000
Milan Broadmoor Senior Center program	163,644
Milan Transportation program	50,000
Milan Reading and Math program	355,400
Inner City Aids Awareness and Outreach Program	70,000
Inner City Cancer Obesity/Wellness program	<u>40,000</u>
Total program services	<u>839,044</u>
Support services:	
Management and general	<u>23,193</u>
Total expenses	<u>862,183</u>
Change in net assets	5,662
Net assets at beginning of year	<u>131,434</u>
Net assets at end of year	<u>\$137,096</u>

The accompanying notes are an integral part of this financial statement.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2005

	NEW ORLEANS COUNCIL ON AGING				OFFICE OF URBAN AFFAIRS AND DEVELOPMENT		TREASURER OF THE STATE OF LOUISIANA		TOTAL PROGRAM AND GENERAL	TOTAL PROGRAM SERVICES	TOTAL MANAGEMENT AND GENERAL	TOTAL EXPENSES
	MARTIN LUTHER KING HOMEMAKER SERVICES PROGRAM	MILAN BROADMOOR SENIOR CENTER PROGRAM	MILAN TRANSPORTATION	MILAN READING AND MATH PROGRAM	AIDS AWARENESS/ OUTREACH PROGRAM	CANCER OBESITY/ WELLNESS PROGRAM	TOTAL PROGRAM SERVICES	TOTAL MANAGEMENT AND GENERAL				
Salaries and wages	\$103,393	\$107,848	\$ -	\$ 224,550	\$ 33,867	\$ -	\$469,658	\$ -	\$469,658	\$ -	\$469,658	
Fringe benefits	8,278	17,222	-0-	17,229	2,533	-0-	45,262	-0-	45,262	-0-	45,262	
Supplies	3,759	2,489	-0-	6,884	279	-0-	13,411	-0-	13,411	-0-	13,411	
Insurance	-0-	4,669	-0-	-0-	-0-	-0-	4,669	-0-	4,669	6,719	11,388	
Equipment	1,889	-0-	-0-	1,908	-0-	-0-	3,797	-0-	3,797	-0-	3,797	
Utilities	10,938	-0-	22,581	50,885	14,103	6,000	104,507	7,159	111,666	-0-	111,666	
Contractual services	15,175	18,150	27,000	42,525	4,750	27,100	134,700	1,675	136,375	-0-	136,375	
Maintenance and repairs	120	7,273	-0-	-0-	-0-	-0-	7,393	-0-	7,393	-0-	7,393	
Telephone	-0-	2,143	-0-	-0-	-0-	-0-	2,143	-0-	2,143	-0-	2,143	
Postage and shipping	-0-	152	-0-	-0-	-0-	-0-	152	-0-	152	-0-	152	
Dues and subscriptions	-0-	-0-	-0-	5	-0-	-0-	5	-0-	5	-0-	5	
Travel and automobile	448	261	-0-	615	-0-	-0-	1,324	-0-	1,324	-0-	1,324	
Field trips	-0-	810	-0-	-0-	-0-	-0-	810	-0-	810	-0-	810	
Occupancy	-0-	2,200	-0-	-0-	-0-	-0-	2,200	-0-	2,200	-0-	2,200	
Administrative cost	8,000	-0-	-0-	-0-	-0-	-0-	8,000	-0-	8,000	-0-	8,000	
Other	<u>8,000</u>	<u>427</u>	<u>419</u>	<u>10,799</u>	<u>14,468</u>	<u>6,900</u>	<u>41,013</u>	<u>5,036</u>	<u>46,049</u>	<u>-</u>	<u>46,049</u>	
Total expenses before depreciation	160,000	163,644	50,000	355,400	70,000	40,000	839,044	20,589	859,633	-0-	859,633	
Depreciation	-0-	-0-	-0-	-0-	-0-	-0-	-0-	2,550	-0-	2,550	-0-	
Total expenses	<u>\$160,000</u>	<u>\$163,644</u>	<u>\$50,000</u>	<u>\$355,400</u>	<u>\$70,000</u>	<u>\$40,000</u>	<u>\$839,044</u>	<u>\$23,139</u>	<u>\$862,183</u>	<u>-</u>	<u>\$862,183</u>	

The accompanying notes are an integral part of this financial statement

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

Cash Flows from Operating Activities:	
Change in net assets	\$ 5,662
Adjustments to reconcile change in net assets to net cash used in operating activities:	
Depreciation	2,550
Changes in assets and liabilities:	
Decrease in accrued expenses	(1,544)
Decrease in accounts payable	<u>(9,408)</u>
Net cash used in operating activities	<u>(2,740)</u>
Decrease in cash	<u>(2,740)</u>
Cash, June 30, 2004	<u>64,070</u>
Cash, June 30, 2005	<u>\$ 61,330</u>

The accompanying notes are an integral part of this financial statement.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 - Organization and Purpose:

Background

The **Twelfth Ward Save Our Community Organization, Inc. (the "Organization")** is a not-for-profit corporation organized under the laws of the State of Louisiana. The purpose for which **the Organization** is organized are exclusively religious, charitable, scientific, literary, and educational within the meaning of Section 501(c)(3) of the Internal Revenue Code of 1986 or the corresponding provision of any future United States Internal Revenue Law.

General

As of June 30, 2005, **the Organization** administered the following programs:

- Martin Luther King Homemaker Services Program;
- Milan-Broadmoor Senior Center Program;
- Milan Transportation Program;
- Milan Reading and Math Program;
- Inner City Minority Aids Awareness and Outreach Program; and
- Inner City Cancer Obesity/Wellness Program

A brief description of each program follows:

- Martin Luther King Homemaker Services Program

The Martin Luther King Homemaker Services (MLK Homemakers) Program began in 1992. The major activities of the program consist of performing routine household tasks including dusting, washing dishes, sweeping, running errands, shopping, and some other services needed or requested by clients. The program provides companionship and any other socialization or cleaning activities that will make the clients daily living easier.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

NOTE 1 - Organization and Purpose, Continued:

General, Continued

- Milan-Broadmoor Senior Center Program

The Milan-Broadmoor Senior Center (Milan Area Senior) Program was established in 1977. The program was created to facilitate and actively administer to its many elderly their need of supportive services and activities which will enhance their dignity, foster their independence and encourage community involvement. The program provides transportation for seniors to and from the center to receive a well balanced mid-day meal. Other activities are planned for socialization, health related, recreational and educational activities.

- Milan Transportation Program

The Milan Transportation Program consists of supplemental funds to Milan Area Senior Citizen Center. Transportation is offered to all senior citizen participants to help increase enrollment by assisting clients with transportation to and from the center. The program is also used to assist seniors with transportation to and from appointments, primarily for medical care, however other scheduled appointments are permitted.

- Milan Reading and Math Program

The Milan Reading and Math (Milan Reading/Math) Program was established in 1977. The main purpose of the program is to provide plans of study in reading and mathematics to enrollees of the program. Also, the program provides assistance to students in reading, mathematics, homework assistance, computer literacy and other special projects that students may have to do for school. The main goals are to help the students advance in their school work and advance in their grade level.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

NOTE 1 - Organization and Purpose, Continued:

General, Continued

- Inner City Minority Aids Awareness and Outreach Program

The Inner City Minority Aids Awareness and Outreach Program began in 1999. The program is an educational outreach that aims to educate all members of the community especially inner city minority in the prevention of HIV/AIDS. The primary goal of the program is to distribute brochures and other educational materials in shopping centers, markets and churches. The program also organizes a giant rally for members of the community.

- Inner City Cancer Obesity/Wellness Program

The Inner City Cancer Obesity/Wellness Program is an educational outreach that aims to educate young black females on the importance of healthy diet, and to promote health education through exercise and nutrition.

The program identifies fifty (50) at risk students and monitors them on a monthly basis with the objective of realizing, at least, a ten (10) to fifteen (15) pound weight loss in, at least, fifteen (15) of them within a year.

NOTE 2 - Summary of Significant Accounting Policies:

Basis of Accounting

The financial statements of **the Organization** are prepared on the accrual basis. Accordingly, revenue is recorded when earned and expenses are recorded when incurred.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

NOTE 2 - Summary of Significant Accounting Policies, Continued:

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been made in the financial statements.

Contributions

Contributions are recognized when the donor makes a promise to give to **the Organization** that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

The Organization uses the allowance method to determine the uncollectibility of unconditional promises receivable. The allowance is based on prior year's experience and management's analysis of specific promises made.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

NOTE 2 - Summary of Significant Accounting Policies, Continued:

Contributed Equipment

Contributed equipment is recorded at fair value at the date of donation. If a donor stipulates how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of equipment are recorded as unrestricted support.

Allocation of Functional Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities.

Accordingly, program and support service expenses are specifically identified with or allocated to **the Organization's** various functions. Expenses requiring allocation include services provided by **the Organization's** management and administrative staff to specific program-related activities. Expense allocations are prorated based on a percentage of time or actual usage.

Financial Statement Presentation

The financial statements are presented in accordance with Statement of Financial Accounting Standards (SFAS) No. 116, "Accounting for Contributions Received and Contributions Made", and SFAS No. 117, "Financial Statements of Not-for-Profit Organizations". SFAS No. 116 requires that unconditional promises to give (pledges) be recorded as receivables and revenues and requires **the Organization** to distinguish between contributions received for each net asset category in accordance with donor-imposed restrictions. 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 statement, **the Organization** has discontinued its use of fund accounting and has, accordingly, reclassified its financial statements to present the required classes of net assets. At June 30, 2005, **the Organization** has no temporarily restricted, or permanently restricted net assets.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

NOTE 2 - Summary of Significant Accounting Policies, Continued:

Property and Equipment

Property and equipment are recorded at cost less accumulated depreciation. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets.

Revenues and Support Recognition

Revenues received under government grant programs are recognized when earned. Contributions are recognized as revenue when they are received or unconditionally pledged. Contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

NOTE 3 - Property and Equipment:

Property and equipment consisted of the following at June 30, 2005:

Land	\$ 25,500
Building and improvements	140,752
Furniture and equipment	118,802
Automobiles	<u>65,950</u>
	351,004
Less accumulated depreciation	<u>(224,704)</u>
Total	<u>\$ 126,300</u>

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

NOTE 4 - Note Payable:

A summary of the note payable as of June 30, 2005 is as follows:

3% note due in 15 annual installments of \$10,000, including principal and interest, secured by the building	\$41,314
Less: current portion	<u>(8,218)</u>
Total	<u>\$33,096</u>

The principal payments due on the note payable for the next five years are as follows:

<u>Year Ending June 30,</u>	
2006	\$ 17,222
2007	9,274
2008	9,552
2009	<u>5,266</u>
	<u>\$ 41,314</u>

NOTE 5 - Commitments:

Rental expenses resulting from facility operating leases approximate \$38,400 for the year ended June 30, 2005.

The Organization has entered into contractual arrangements with certain individuals to provide operational assistance, tutorial, self-development, and recreational assistance. Such contracts are generally for six (6) to twelve (12) month periods.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

NOTE 6 - Contingencies:

The Organization is a recipient of grants from State funds. These grants are governed by various State guidelines, regulations, and contractual agreements.

The administration of the programs and activities funded by these grants is under the control of **the Organization** and is subject to audit and/or review by the applicable funding sources. Any grant or award funds found not to be properly spent in accordance with the terms, conditions, and regulations of the funding sources may be subject to recapture.

At June 30, 2005, approximately ninety-six (96) percent of **the Organization's** operating support is derived from grants.

NOTE 7 - Risk Management:

The Organization is exposed to various risk of loss related to torts; theft of; damage to and destruction of assets for which **the Organization** carries commercial insurance. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonable estimated.

NOTE 8 - Concentration of Credit Risk:

The Organization maintains cash balances at several banks. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$100,000.

NOTE 9 - Directors' Compensation:

During the year 2005, none of the directors was compensated for services as a member of **the Organization's** board of directors.

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TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED

NOTE 10 - Subsequent Events:

On August 29, 2005, Hurricane Katrina struck New Orleans and the Louisiana Alabama, and Mississippi Gulf coasts. The aftermath of the hurricane resulted in catastrophic damages to the New Orleans area and its infrastructure. The **Organization's** buildings received extensive flooding. Many of the **Organization's** customers, employees, officers and directors were displaced. Some documents located in the buildings were completely destroyed as well. The **Organization's** employees are working temporarily from different locations. **The Organization** is in the process of performing a risk assessment of the impact of the storm. The extent of the impact on the future operations is indeterminable at this present time.

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**TWELFTH WARD SAVE OUR COMMUNITY
ORGANIZATION, INC.**

**INDEPENDENT ACCOUNTANTS' REPORT
ON
AGREED UPON PROCEDURES**

FOR THE YEAR ENDED JUNE 30, 2005

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AGREED-UPON PROCEDURES REPORT 1

SCHEDULE REQUIRED BY STATE LAW

Schedule I - Louisiana Attestation Questionnaire 6



Member
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Certified Public Accountants

Michael B. Bruno, CPA
Alcide J. Tervalon, Jr., CPA
Waldo J. Moret, Jr., CPA
Paul K. Andoh, Sr., CPA

**INDEPENDENT ACCOUNTANTS'S REPORT
ON
APPLYING AGREED-UPON PROCEDURES**

To the Board of Directors of
**Twelfth Ward Save Our Community
Organization, Inc.**
New Orleans, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of **Twelfth Ward Save Our Community Organization, Inc. (the Organization)**, the Legislative Auditor, State of Louisiana, and applicable state grantor agencies solely to assist the users in evaluating management assertions about **the Organization's** compliance with certain laws and regulations during the year ended June 30, 2005 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 and applicable standards of Government Auditing Standards. 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 state award expenditures for the fiscal year by grant and grant year.

**INDEPENDENT ACCOUNTANTS'S REPORT
ON
APPLYING AGREED-UPON PROCEDURES
(CONTINUED)**

The Organization's state award expenditures for June 30, 2005 follow:

<u>STATE OF LOUISIANA</u>	<u>PROGRAM NAME</u>	<u>CONTACT PERIOD</u>	<u>EXPENSES</u>
Direct Programs: Treasurer of the State of Louisiana	Inner City Minority Awareness and Outreach	07/01/04-06/30/05	\$ 70,000
	Cancer Obesity/Wellness Program	07/01/04-06/30/05	40,000
Office of Urban Affairs and Development	Milan Reading and Math Program	07/01/04-06/30/05	355,400
Passed Through Programs: New Orleans Council on Aging	Milan-Broadmoor Senior Center Program	07/01/04-06/30/05	163,644
New Orleans Council on Aging	Milan Transportation Program	07/01/04-06/30/05	50,000
New Orleans Council on Aging	Martin Luther King Homemaker Services Program	07/01/04-06/30/05	<u>160,000</u>
Total State of Louisiana			<u>\$ 839,044</u>

**INDEPENDENT ACCOUNTANTS' REPORT
ON
APPLYING AGREED-UPON PROCEDURES
(CONTINUED)**

Federal, State and Local Awards, Continued

2. For each state award, we randomly selected six (6) disbursements for 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 were not able to trace the six (6) disbursements to supporting documents as to proper amount and payee. All supporting documents were destroyed by the flood waters of Hurricane Katrina.
4. For the items selected in procedure 2, we were not able to determine if the six (6) disbursements were properly coded to the correct fund and general ledger account. The supporting documents were destroyed, however, the general ledger was available for our review and selection.
5. For the items selected in procedure 2, we could not determine whether the six (6) disbursements received approval from proper authorities due to non-availability of supporting documents.
6. For the items selected in procedure 2: For state awards, we were not able to determine whether the disbursements complied with the grant agreement, relating to:

Activities allowed or unallowed and Eligibility.

Reporting

We were not able to determine that the disbursements complied with reporting requirements.

**INDEPENDENT ACCOUNTANTS' REPORT
ON
APPLYING AGREED-UPON PROCEDURES
(CONTINUED)**

Federal, State and Local Awards, Continued

7. For the programs selected for testing in item (2) all the programs closed out at year end. Close out documents were destroyed by the flood waters of the hurricane.

Meetings

8. We were not able to examine 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).

Comprehensive Budget

9. For all grants exceeding five-thousand dollars, **the Organization** provided comprehensive budgets to the applicable state grantor agencies for the programs mentioned previously. These budgets specified the anticipated uses of funds, estimates of the duration of the projects, and plans showing specific goals and objectives that included measures of performance.

Prior Comments and Recommendations

10. There were no prior-year suggestions, recommendations, and/or comments.

We were not engaged to, and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion on management's assertions. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

**INDEPENDENT ACCOUNTANTS' REPORT
ON
APPLYING AGREED-UPON PROCEDURES
(CONTINUED)**

This report is intended solely for the use of management of **the Organization**, the Legislative Auditor, State of Louisiana, and the applicable state grantor agencies and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Bruno & Tervalon LLP
BRUNO & TERVALON LLP
CERTIFIED PUBLIC ACCOUNTANTS

August 28, 2006

12th Ward Save Our Community Organization, Inc.
2708 General Pershing Street
New Orleans, La 70115
Tel. (504) 899-8846

LOUISIANA ATTESTATION QUESTIONNAIRE

August 30, 2006

Bruno & Tervalon LLP
6424 Lakeover Road – Suite A
Jackson, MS 39213

In connection with your review of our financial statements as of June 30, 2005 and for the period then ended, and as required by Louisiana Revised Statute 24:513 and the Louisiana Governmental Audit Guide, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of August 30, 2006.

Federal, State, and Local Awards

We have detailed for you the amount of Federal, state and local award expenditures for the fiscal year, by grant and grant year.

Yes No

All transactions relating to federal, state, and local grants have been properly recorded within our accounting records and reported to the appropriate state, federal, and grantor officials.

Yes No

The reports filed with federal, state, and local agencies are properly supported by books of original entry and supporting documentation.

Yes No

We have complied with all applicable specific requirements of all federal, state, and local programs we administer, to include matters contained in the OMB Compliance Supplement, matters contained in the grant awards, eligibility requirements, activities allowed and unallowed, and reporting and budget requirements.

Yes No

Open Meetings

Our meetings, as they relate to public funds, have been posted as an open meeting as required by LSA-RS 42:1 through 42:12 (the open meetings law).

Yes No

Budget

For each federal, state, and local grant we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration, and for state grants included specific goals objectives and measures of performance.

Yes No

Prior Year Comments

We have resolved all prior-year recommendations and/or comments.

Yes No

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the federal, state, and local grants, to include the applicable laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We will also disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies any known noncompliance which may occur to the date of your report.

<u>Sharon A. DeLong / CFE</u>	Executive Director	<u>8-29-06</u>	Date
<u>[Signature]</u>	Comptroller	<u>8-29-06</u>	Date