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**EVANGELINE A.R.C. - RESPITE  
PROGRAM OF VILLE PLATTE, INC.**  
Ville Platte, Louisiana

**Financial Report**

**Year Ended June 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 3/5/08

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Paul L. Delcambre, Jr. CPA

Retired:  
Conrad O. Chapman, CPA\* 2006  
Harry J. Ciofalo, CPA 2007

**INDEPENDENT AUDITORS' REPORT**

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\* A Professional Accounting Corporation

To the Board of Directors  
Evangeline A.R.C. - Respite Program of Ville Platte, Inc.  
Ville Platte, Louisiana

We have audited the accompanying statement of financial position of the Evangeline A.R.C. - Respite Program of Ville Platte, Inc., (a nonprofit organization) as of June 30, 2007, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that 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 amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial 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 the Evangeline A.R.C. - Respite Program of Ville Platte, Inc., as of June 30, 2007, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 20, 2007, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provision of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedule of functional expenses on page 11 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects in relation to the basic financial statements taken as a whole.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Ville Platte, Louisiana  
November 20, 2007

**FINANCIAL STATEMENTS**

EVANGELINE A.R.C. - RESPITE PROGRAM OF VILLE PLATTE, INC.  
Ville Platte, Louisiana

Statement of Financial Position  
June 30, 2007

ASSETS

Current assets:	
Cash	\$ 90,148
Revenue receivable	<u>22,182</u>
Total current assets	<u>112,330</u>
Property and equipment:	
Furniture, fixtures and equipment	27,118
Buildings	169,577
Vehicles	81,152
Accumulated depreciation	<u>(112,299)</u>
Total net property and equipment	<u>165,548</u>
Total assets	<u>\$277,878</u>

LIABILITIES AND NET ASSETS

Current liabilities:	
Accounts payable	\$ 9,980
Accrued payroll taxes	<u>3,086</u>
Total current liabilities	13,066
Net assets:	
Unrestricted - operating	99,264
Investment in fixed assets	<u>165,548</u>
Total net assets	<u>264,812</u>
Total liabilities and net assets	<u>\$277,878</u>

The accompanying notes are an integral part of this statement.

EVANGELINE A.R.C. - RESPITE PROGRAM OF VILLE PLATTE, INC.  
Ville Platte, Louisiana

Statement of Activities  
Year Ended June 30, 2007

<b>Support:</b>	
OCDD reimbursement	\$ 16,393
Medical Assistance Program	245,988
Other income	<u>2,701</u>
Total support	<u>265,082</u>
<b>Expenses:</b>	
Functional expenses -	
Program services	200,103
Management and general	<u>58,262</u>
Total expenses	<u>258,365</u>
Increase in unrestricted net assets	6,717
Unrestricted net assets, beginning of year	<u>258,095</u>
Unrestricted net assets, end of year	<u>\$264,812</u>

The accompanying notes are an integral part of this statement.

**EVANGELINE A.R.C. - RESPITE PROGRAM OF VILLE PLATTE, INC.**  
**Ville Platte, Louisiana**

**Statement of Cash Flows**  
**Year Ended June 30, 2007**

<b>Cash flows from operating activities:</b>	
Increase in unrestricted net assets	<b>\$ 6,717</b>
<b>Adjustments to reconcile increase in unrestricted net assets to net cash provided by operating activities:</b>	
Depreciation	15,743
Increase in revenue receivable	(12,274)
Decrease in accounts payable	(840)
Increase in accrued liabilities	830
Net cash provided by operating activities	<u>10,176</u>
<b>Cash flows from capital and related financing activities:</b>	
Purchase of property and equipment	<u>(48,347)</u>
 Net decrease in cash	 (38,171)
 Cash , beginning of period	 <u>128,319</u>
 Cash , end of period	 <u>\$ 90,148</u>

The accompanying notes are an integral part of this statement.



EVANGELINE A.R.C. - RESPITE PROGRAM OF VILLE PLATTE, INC.  
Ville Platte, Louisiana

Notes to the Financial Statements

(1) Summary of Significant Accounting Policies

A. Nature of Activities

The Evangeline A.R.C. - Respite Program of Ville Platte, Inc. is a non-profit corporation exempt from income tax under section 501(c) (3) of the Internal Revenue Code. The Organization was created on February 13, 1995 to offer temporary care for handicapped individuals. The priorities of service are to prevent institutionalization, reduce undue tensions or pressure, and offer assistance in crisis or emergency situations.

The Board of Directors of the corporation are elected by the members of the Organization, serve variable terms, and receive no compensation.

B. Financial Statement Presentation

The Organization has adopted the provisions of Statements of Financial Accounting Standards No. 117, "Financial Statements of Not-for-Profit Organizations". Statement No. 117 requires the Organization to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted. As of June 30, 2007, the Organization had only unrestricted net assets.

C. Basis of Accounting

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The financial statements of the Organization are presented on the accrual basis of accounting.

D. Income Taxes

Income taxes are not provided for in the financial statements since the Organization is exempt from federal and state income taxes under section 501(c)(3) of the Internal Revenue Code and similar state provisions. The Organization is not classified as a private foundation.

E. Property and Equipment

Property and equipment are stated at cost. Depreciation is computed on a straight-line basis over the applicable recovery periods, which range from 5 to 40 years. The organization maintains a threshold level of \$1,000 or more for capitalizing furniture and equipment.

EVANGELINE A.R.C. - RESPITE PROGRAM OF VILLE PLATTE, INC.  
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

F. Compensated Absences

Vacation and sick leave are recorded as expenditures of the period in which paid and cannot be carried over from year to year. Any liability the Organization might have in this regard at June 30, 2007 is considered immaterial; therefore, no liability has been recorded in the accounts.

G. Donations

There were no donated funds received for the year ended June 30, 2007.

H. Statement of Cash Flows

The Organization considers all highly liquid investments with maturity of three months or less at the date of acquisition to be cash equivalents.

I. 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.

(2) Property and Equipment

Property and equipment consisted of the following at June 30, 2007:

Furniture and Fixtures	\$ 27,118
Building and Improvements	169,577
Vehicles	<u>81,152</u>
Total	277,847
Less: Accumulated depreciation	<u>(112,299)</u>
Net property and equipment	<u>\$ 165,548</u>

(3) Social Security System

Employees of the Organization are members of the Social Security System. The organization and its employees contribute a percentage of each employee's salary to the System (7.65 percent each). The organization's contribution during the year ended June 30, 2007 amounted to \$9,702.

EVANGELINE A.R.C. - RESPITE PROGRAM OF VILLE PLATTE, INC.  
Ville Platte, Louisiana

Notes to Financial Statements (Continued)

(4) Litigation

There is no litigation pending against the Organization at June 30, 2007 in which the result would have a material adverse effect on the accompanying financial statements, and accordingly, no provision for losses has been recorded.

(5) Third-Party Reimbursements

The Organization receives Medicaid reimbursements (Louisiana Medical Assistance Program) for center-based respite, in-home respite and personal care attendant services. Medicaid reimbursements consisted of 93% of the Organization's total revenue for the years ended June 30, 2007.

(6) Risk Management

The Organization is exposed to risks of loss in the areas of general liability and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year.

**SUPPLEMENTARY INFORMATION**

EVANGELINE A.R.C. - RESPITE PROGRAM OF VILLE PLATTE, INC.  
Ville Platte, Louisiana

Schedule of Functional Expenses  
Year Ended June 30, 2007

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
Consulting fees	\$ -	\$ 5,775	\$ 5,775
Food	3,586	-	3,586
Insurance	7,650	-	7,650
Licenses and fees	-	1,000	1,000
Repairs and maintenance	11,229	5,020	16,249
Management fees	-	30,221	30,221
Miscellaneous	5,839	1,052	6,891
Payroll expenses	137,176	-	137,176
Professional services	-	6,100	6,100
Supplies-janitorial	-	835	835
Supplies-office	-	4,210	4,210
Supplies-training	425	-	425
Telephone	-	4,049	4,049
Transportation-van	11,714	-	11,714
Utilities	6,741	-	6,741
Total expenses before depreciation	<u>184,360</u>	<u>58,262</u>	<u>242,622</u>
Depreciation expense	<u>15,743</u>	<u>-</u>	<u>15,743</u>
Total expenses	<u>\$ 200,103</u>	<u>\$ 58,262</u>	<u>\$ 258,365</u>

**INTERNAL CONTROL  
AND  
COMPLIANCE**

# KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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

To the Board of Directors  
Evangeline A.R.C. - Respite Program of Ville Platte, Inc.  
Ville Platte, Louisiana

We have audited the financial statements of the Evangeline A.R.C. - Respite Program of Ville Platte, Inc. (a nonprofit organization), as of and for the year ended June 30, 2007, and have issued our report thereon dated November 20, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered Evangeline A.R.C. - Respite Program of Ville Platte, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Evangeline A.R.C. - Respite Program of Ville Platte, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Evangeline A.R.C. - Respite Program of Ville Platte, Inc.'s internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider control deficiencies 07-1(IC) and 07-2(IC) as described in the accompanying summary schedule of current and prior year audit findings and corrective action plan to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe none of the significant deficiencies described above are material weaknesses.

#### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Evangeline A.R.C. - Respite Program of Ville Platte, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, 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 noncompliance or other matters that are required to be reported under Government Auditing Standards.

The Evangeline A.R.C. - Respite Program of Ville Platte, Inc.'s response to the findings identified in our audit is described in the accompanying summary of current and prior year audit findings and corrective action plan. We did not audit the entity's response and, accordingly express no opinion on it.

This report is intended solely for the information and use of management and the Board of Directors and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

***Kolder, Champagne, Slaven & Company, LLC***  
Certified Public Accountants

Ville Platte, Louisiana  
November 20, 2007



EVANGELINE A.R.C. - RESPITE PROGRAM OF VILLE PLATTE, INC.  
 Ville Platte, Louisiana

Summary Schedule of Current and Prior Year Audit Findings  
 and Corrective Action Plan  
 Year Ended June 30, 2007

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
<b>CURRENT YEAR (6/30/07) --</b>						
<u>Internal Control:</u>						
07-1(IC)	Unknown	Due to the small number of employees, the organization did not have adequate segregation of functions within the accounting system.	No	Based upon the size of the operation and the cost benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.	Gary Ortego, Director	N/A
07-2(IC)	Unknown	The entity does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including related notes.	No	The entity has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with GAAP, and determined that it is in the best interests of the entity to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.	Gary Ortego, Director	N/A
<b>PRIOR YEAR (6/30/06) --</b>						
<u>Internal Control:</u>						
06-1(IC)	Unknown	Due to the small number of employees, the organization did not have adequate segregation of functions within the accounting system.	No	Based upon the size of the operation and the cost benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.	Gary Ortego, Director	N/A