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ST. MARTIN, IBERIA, LAFAYETTE
COMMUNITY ACTION AGENCY, INC.

Financial Report

Year Ended May 31, 2008

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 12/10/08

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
St. Martin, Iberia, Lafayette
Community Action Agency, Inc.
Lafayette, Louisiana

We have audited the accompanying statement of financial position of St. Martin, Iberia, Lafayette Community Action Agency, Inc. (a nonprofit organization) as of May 31, 2008, 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. The prior year summarized comparative information has been derived from the Organization's 2007 financial statements and, in our report dated August 6, 2007, we expressed an unqualified opinion on those financial statements.

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 the 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 St. Martin, Iberia, Lafayette Community Action Agency, Inc. as of May 31, 2008, 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 October 14, 2008 on our consideration of St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions 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 performed for the purpose of forming an opinion on the basic financial statements of St. Martin, Iberia, Lafayette Community Action Agency, Inc. taken as a whole. The supplementary information (pp.22-34) is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Agency. The accompanying schedule of expenditures of federal awards (pp.40-41) is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," and is also 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

Breaux Bridge, Louisiana
October 14, 2008

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Statement of Financial Position
May 31, 2008

ASSETS

Current assets:	
Cash	\$ 430,050
Receivables:	
Grant funds	905,523
Other	13,108
Prepaid expenses	<u>52,828</u>
Total current assets	1,401,509
Property and equipment (net)	<u>2,544,464</u>
Total assets	<u>\$ 3,945,973</u>

LIABILITIES

Liabilities:	
Current liabilities:	
Accounts payable	\$ 599,381
Accrued salaries and related benefits	218,688
Current portion of long-term debt	17,633
Retirement plan payable	227,416
Compensated absences	<u>98,061</u>
Total current liabilities	1,161,179
Long-term liabilities:	
Notes payable	<u>403,517</u>
Total liabilities	<u>1,564,696</u>

NET ASSETS

Unrestricted (deficit)	(61,535)
Temporarily restricted	<u>2,442,812</u>
Total net assets	<u>2,381,277</u>
Total liabilities and net assets	<u>\$ 3,945,973</u>

The accompanying notes are an integral part of this statement.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Statement of Activities
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Unrestricted	Temporarily Restricted	Totals	
			2008	2007
Public support:				
In-kind contributions	\$ -	\$ 2,288,229	\$ 2,288,229	\$ 2,241,829
Donations	<u>2,621</u>	<u>115,219</u>	<u>117,840</u>	<u>157,504</u>
Total public support	2,621	2,403,448	2,406,069	2,399,333
Grants from governmental agencies	24,000	14,613,390	14,637,390	12,304,285
Other revenue:				
Miscellaneous	<u>18,759</u>	<u>9,223</u>	<u>27,982</u>	<u>37,852</u>
Total public support, grants from governmental agencies and other revenue	<u>45,380</u>	<u>17,026,061</u>	<u>17,071,441</u>	<u>14,741,470</u>
Expenses:				
Program services -				
Transportation	-	724,227	724,227	696,898
Project Independence Jobs	-	156,747	156,747	173,948
CSBG	-	1,017,746	1,017,746	1,043,176
Food Reimbursement	-	892,881	892,881	982,408
Shelter Fund	-	276	276	7,740
Weatherization	-	225,081	225,081	278,126
HUD	-	24,900	24,900	22,948
Local Government Support	-	134,971	134,971	130,157
St. Martin Parish Emergency Assistance	-	11,390	11,390	19,608
Computer Technology	-	3,179	3,179	12,757
Iberia Food & Medical	-	16,664	16,664	19,177
Lafayette Emergency Food & Shelter	-	2,326	2,326	1,690
Iberia Emergency Food & Shelter	-	12,146	12,146	16,641
Head Start	-	11,585,475	11,585,475	11,252,036
RSVP	-	88,106	88,106	70,359
Medicaid Enrollment	-	-	-	2,755
Cookbook Fund	4,557	-	4,557	11,390
Family Preservation	-	9,698	9,698	8,019
Home Energy Assistance	-	2,398,098	2,398,098	138,221
Child Welfare Resource Center	-	22	22	132
Group Mentoring	-	-	-	2,621

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Statement of Activities (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Unrestricted	Temporarily Restricted	Totals	
			2008	2007
Quality Child Care Initiative	-	-	-	-
EITC	-	22	22	-
Disaster	-	317	317	12,103
Total program services	4,557	17,304,272	17,308,829	14,902,910
Supporting services -				
General	112,042	-	112,042	102,184
Indirect Cost Pool	-	422,809	422,809	407,003
Total supporting services	112,042	422,809	534,851	509,187
Total expenses	116,599	17,727,081	17,843,680	15,412,097
Deficiency of public support, grants from governmental agencies, and other revenue over expenses	(71,219)	(701,020)	(772,239)	(670,627)
Other increases (decreases) in net assets:				
Operating transfers in	29,001	292,610	321,611	699,479
Operating transfers out	(14,370)	(307,241)	(321,611)	(699,479)
Indirect cost transferred from programs	-	349,128	349,128	371,572
Gain (loss) on disposal of equipment	-	-	-	16,170
Total increases in net assets	14,631	334,497	349,128	387,742
Change in net assets	(56,588)	(366,523)	(423,111)	(282,885)
Net assets, beginning of year	(4,947)	2,809,335	2,804,388	3,087,273
Net assets, end of year	\$ (61,535)	\$ 2,442,812	\$ 2,381,277	\$ 2,804,388

The accompanying notes are an integral part of this statement.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Statement of Cash Flows
Year Ended May 31, 2008

Cash flows from operating activities:	
Change in net assets	<u>\$ (423,111)</u>
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	380,505
Disposal of assets	80,832
Decrease in grant receivables	(570,189)
Decrease in other receivables	(12,858)
Decrease in prepaid expenses	53,893
Decrease in accounts payable	429,909
Decrease in accrued salaries and related benefits	(125,944)
Increase in retirement plan payable	214,276
Decrease in compensated absences	13,089
Total adjustments	<u>463,513</u>
Net cash provided by operating activities	<u>40,402</u>
Cash flows from investing activities:	
Payments for property and equipment	(54,439)
Cash flows from financing activities:	
Payments on notes payable	<u>(14,595)</u>
Net decrease in cash and cash equivalents	(28,632)
Beginning cash and cash equivalents	<u>458,682</u>
Ending cash and cash equivalents	<u>\$ 430,050</u>
Supplemental disclosures:	
Cash paid during year for interest	<u>\$ 38,789</u>

The accompanying notes are an integral part of this statement.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements

(1) Summary of Significant Accounting Policies

A. Nature of Activities

The St. Martin, Iberia, Lafayette Community Action Agency, Inc. (SMILE) was created under the Economic Opportunity Act of 1964, as amended, to serve as the antipoverty agency, providing human services for the indigent and disadvantaged through research, planning, development, financing, implementation and evaluation of programs, either directly or through coordinating with other agencies, to attain social and economic independence for the benefit of all present and future generations of disadvantaged people in the Tri-Parish area. St. Martin, Iberia, Lafayette Community Action Agency, Inc. is comprised of eighteen board members, who are equal in numbers from the Community Action Councils of the St. Martin, Iberia, and Lafayette Parishes of Louisiana.

St. Martin, Iberia, Lafayette Community Action Agency, Inc. receives substantially all of its revenue 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.

B. 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 measurements made, regardless of the measurement focus applied.

The Agency's financial statements have been prepared on the accrual basis of accounting whereby revenues are recognized when they are earned and expenses are recognized when incurred.

Unrestricted net assets represent expendable funds available for operations which are not otherwise limited by donor restrictions. Temporarily restricted net assets consist of contributed funds subject to specific donor-imposed restrictions contingent upon specific performance of a future event or a specific passage of time before the Agency may spend the funds.

Contributions are recognized as revenue when they are received or unconditionally pledged. Contributions are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. Those donor restricted contributions whose restrictions, however, are met in the same reporting period are reported as unrestricted support.

The Agency reports gifts of buildings and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

are reported as restricted support. Absent explicit donor stipulations about how these long-lived assets must be maintained, the Agency reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

C. Cash and Cash Equivalents

For purposes of the statement of cash flows, the Agency considers all highly liquid investments available for current use to be cash equivalents.

D. Property and Equipment

Property and equipment is capitalized at cost. All federal program assets costing \$5,000 or more are capitalized and all state program assets costing \$250 or more are capitalized. Depreciation of property and equipment is calculated on the straight-line basis over the estimated useful lives of assets as follows:

Computers	3 years
Furnitures, fixtures, and equipment	7-10 years
Automobiles	5 years
Buildings and improvements	15-20 years

E. Functional Expenses

Expenses are charged to each program based on direct expenditures incurred.

F. Compensated Absences

Compensation is paid to employees absent from work due to illness or vacation. At May 31, 2008, there is a liability reported in the financial statements for accrued compensated absences of \$98,061.

G. Income Tax Status

The Agency qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for federal income taxes.

H. Use of 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 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.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

I. Total Columns

Total columns are presented to facilitate financial analysis. Data in these columns do not present financial position, changes in net assets and cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

J. Prior Year Summarized Comparative Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended May 31, 2007, from which the summarized information was derived.

(2) Cash

At May 31, 2008 SMILE had cash (book balances) totaling \$430,050. These deposits are stated at cost, which approximates market. These deposits (bank balances) totaled \$965,168 and are fully insured by FDIC insurance and securities pledged at May 31, 2008.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(3) Due To/From Other Funds

Individual balances due to/from other funds at May 31, 2008 are as follows. The following balances have been eliminated in the statement of financial position.

	<u>Due from other funds</u>	<u>Due to other funds</u>
Transportation	\$ 18,847	\$ 8,044
Project Independence	29	1,843
CSBG	11,460	56,881
Food Reimbursement	-	7,486
Weatherization	1,418	54,234
HUD	36,350	1,152
Local Government Support	30,988	27,314
Iberia Food and Shelter	310	-
Headstart	320	60,570
RSVP	3,665	3,180
Medicaid Enrollment	2,552	338
Cookbook Fund	381	1,211
Family Preservation	11,607	779
Payroll Fund	175,459	66
Accounts Payable	13,313	29,525
Home Energy Assistance	26,034	19,880
General Fund	-	74,732
Indirect Cost Pool	40,945	26,524
Disaster Fund	81	-
	<u>\$ 373,759</u>	<u>\$ 373,759</u>

Of the amounts recorded as due to/from other funds in 2008, \$175,459 relates to accrued payroll and \$40,945 relates to indirect costs payable.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(4) Restrictions on Net Assets

Temporarily restricted net assets are available for specific grant programs at May 31, 2008 as follows:

Transportation	\$ 115,646
Project Independence Jobs	66,458
CSBG	38,458
Food Reimbursement	19,120
Shelter Fund	701
Weatherization	10,674
HUD	35,352
Local Government Support	397,940
St. Martin Parish Emergency Assistance	4,138
Iberia Food & Medical	1,600
Lafayette Emergency Food & Shelter	1,730
Iberia Emergency Food & Shelter	354
Headstart	1,638,796
RSVP	4,566
Medicaid Enrollment	2,208
Family Preservation	11,691
Home Energy Assistance	33,147
Indirect Cost Pool	1,556
Computer Technology	34,941
Group Mentoring	479
Youth Initiative	2,369
Community Response Initiative	89
Quality Child Care Initiative	871
EITC	<u>19,928</u>
 Totals	 <u>\$ 2,442,812</u>

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(5) Commitments and Contingencies

A. Contingent Liabilities

At May 31, 2008, the St. Martin, Iberia, Lafayette Community Action Agency, Inc. is a defendant in two lawsuits. In the opinion of management and legal counsel, this lawsuit will not result in a significant monetary loss. Therefore, there has been no accrual on the balance sheet at May 31, 2008.

B. Grant Audits

SMILE, Inc. 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 SMILE, Inc. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect SMILE, Inc.'s financial position.

(6) Retirement Plan

Plan Description: The St. Martin, Iberia, Lafayette Community Action Agency, Inc. contributes to a defined contribution plan administered under a contract with Mutual of America. Mutual of America receives the plan contributions, maintains participants' individual accounts, offers the investment options and pays benefits to participants and their beneficiaries.

Funding Policy: The retirement plan covers all employees who have one year of service and are age eighteen or older. The Agency will contribute to the plan the amount determined by the Agency at its discretion. The Agency may choose not to contribute to the plan for a particular plan year. Participants can contribute any amount from 1% to 16% of their compensation each pay period provided that the participant does not contribute more than the maximum permitted by law. There were no significant changes during the period affecting comparability. Agency contribution for the year ending May 31, 2008 was \$216,340.

(7) Economic Dependency

The Agency receives the majority of its revenue from funds provided through grants administered by the U.S. Department of Health and Human Services. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the Agency 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 Agency will receive in the next fiscal year.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(8) In-Kind Contributions

The Agency is allowed free use of certain facilities by landlords and is donated services by individuals. In-kind contributions are valued at the fair market value of the rent or services donated on the date of donation.

(9) Property and Equipment

Property and equipment at May 31, 2008 consists of the following:

Furniture, fixtures and equipment	\$ 654,904
Automobiles	1,935,993
Buildings and improvements	4,649,525
Land	<u>97,764</u>
Total	7,338,186
Less: Accumulated depreciation	<u>(4,793,722)</u>
Net assets	<u>\$ 2,544,464</u>

Property and equipment purchased with federal monies may revert back to the government or the sale of such property and equipment has to be approved and the proceeds from the sale are restricted. Depreciation expense for the year ended May 31, 2008 was \$380,505.

(10) Notes Payable

The Organization's note payable balances consist of the following at May 31, 2008:

Note payable to Hibernia, original amount of \$500,000, due in monthly installments of \$4,449, which includes interest at a rate of 8.71 percent, maturing December 2021, secured by building.	<u>\$ 421,150</u>
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ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

Following is the maturity of the notes payable which includes interest of \$303,981:

Years ending May 31:

2009	\$ 53,384
2010	53,384
2011	53,384
2012	53,384
2013	53,384
2014-2018	266,919
2019-2022	<u>191,292</u>
Total	<u>\$ 725,131</u>

The total amount of interest charged to expense at May 31, 2008 is \$38,789. It is the Agency's intent to use local funds to retire this debt each year.

(11) Individual Program Deficit

The following program had deficit net assets at May 31, 2008:

General fund	\$ 67,229
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The deficit is expected to be funded by future fund raising and/or local support monies.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Financial Statements (continued)

(12) Operating Leases

The Agency is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, therefore the results of these agreements are not reflected in property and equipment.

Rent expense at May 31, 2008 was \$310,900. The following is a schedule, by years, of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of May 31, 2008:

<u>Year Ending May 31,</u>	<u>Amounts</u>
2009	\$ 116,381
2010	84,940
2011	43,468
2012	18,219
2013	<u>7,030</u>
Total minimum payments required	<u>\$ 270,038</u>

SUPPLEMENTARY INFORMATION

SCHEDULE OF INDIVIDUAL FUNDS

DIRECT FEDERAL PROGRAMS

Department of Housing and Urban Development

HUD Housing Counseling Program

The purpose of this grant is to provide comprehensive housing counseling to assist in improving the individual's housing conditions.

Department of Health and Human Services

Head Start Program/Early Childhood

The Head Start Program provides comprehensive early child development for disadvantaged pre-school children and their families. As part of this program, the grantee also operates a food program for qualifying students on a cost-reimbursement basis through the United States Department of Agriculture.

Training and Technical Assistance Programs

This special grant provides for the training and certification of Head Start Program instructors.

Handicapped Program

This grant extends the Head Start Program to include handicapped children.

The Corporation for National Service

Retired Senior Volunteer Program (RSVP)

The purpose of this grant is to involve senior citizens in community participation projects.

Department of Education

The Community Technology Centers Program allows SMILE to provide computer technology classes to qualified individuals.

INDIRECT FEDERAL PROGRAMS

The Agency receives federal funds as the subgrantee of various departments of the State of Louisiana. The various state departments have the ultimate responsibility of reporting to the federal grantors.

Project Independence Jobs/Transportation

Provides transportation for participants and their designated children. Also, provides funds to the Transportation program to help provide services to the underprivileged.

Department of Labor

The Community Services Block Grant Program (CSBG) provides various direct program services to the needy and defrays a portion of the Agency's administrative costs.

Department of Education

The Child Care Feeding Program (Food Reimbursement) provides balanced meals to qualified children and adults in the Tri-Parish area Child Development Programs.

Department of Social Services

Weatherization Assistance Program grants and Low Income Home Energy Assistance Program (LIHEAP) grants provide services to assist needy individuals in home insulation.

Department of Housing and Urban Development

The Community Development Block Grant Program (CDBG) is to provide funds to renovate homeless shelters and provide emergency shelter for homeless persons. These funds were obtained by a grant agreement with the Lafayette Consolidated Government.

Emergency Food and Shelter National Board Program

This grant provides emergency food and shelter assistance to qualified individuals in the parishes of St. Martin, Iberia and Lafayette.

Department of Social Services

Child Welfare Resource Center – This program will establish a center to ensure the safety, well being and permanency of families who are at risk of dissolution as a result of child abuse and/or neglect.

Department of Social Services

Low Income Home Energy Assistance Program - This program provides direct payments to home energy suppliers on behalf of eligible households.

Department of Social Services

Earned Income Tax Credit (EITC) Program - This program provides outreach and tax preparation services for low-income individuals and families.

(continued)

INDIRECT FEDERAL PROGRAMS (continued)

Department of Health and Human Services

Medicaid Enrollment

This grant allows SMILE to offer outreach medicaid eligibility services to specific groups of individuals by assisting potential medicaid eligibles to complete an initial application for health care coverage and in some instances by assisting medicaid beneficiaries with the recertification process.

Group Mentoring

Promotes youth development and leadership, targeting at risk youth, grades 9-12 in St. Martin Parish.

Youth Initiative

Designed to increase youth leadership skills, enhance literacy with Head Start families and reduce social ills plaguing disadvantaged populations.

Community Response Initiative

To provide intervention services to offset Martin Mills layoffs. Services include providing job community fair, job skills training, job recruitment/placement, emergency assistance, counseling, transportation services, child care services, healthy marriage/family support, parenting/child development training, and crisis intervention/support groups.

Quality Child Care Initiative

To provide parent-child enrichment programs to include a family literacy project, increase parenting skills and offset cultural and recreational activities.

LOCAL PROGRAMS

The Agency receives grants from local governmental bodies and non-profit organizations.

Local Government Support (Matching Fund)

Programs that provide supplementary assistance for established programs or matching requirements for established programs.

St. Martin Parish Emergency Assistance

Funded by local contributions, this program provides emergency energy, rent and medical assistance to the qualified elderly of St. Martin Parish.

Iberia Food and Medical

Funded by United Way of Iberia and other local grants and contributions, this grant provides medical and food assistance on a one time basis to qualified individuals in Iberia Parish.

Disaster

Set up due to Hurricanes Katrina and Rita to assist evacuees seeking assistance with rental and utility deposits in order to relocate.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Transportation	Project Independence Jobs	CSBG	Food Reimbursement	Shelter Fund
ASSETS					
Current assets:					
Cash	\$ (59,760)	\$ 41,819	\$ 33,040	\$ 13,606	\$ 701
Receivables:					
Grant funds	15,353	25,316	50,000	15,615	-
Due from other funds	18,847	29	11,460	-	-
Other	-	-	-	-	-
Prepaid expenses	11,017	1,488	812	-	-
Total current assets	<u>(14,543)</u>	<u>68,652</u>	<u>95,312</u>	<u>29,221</u>	<u>701</u>
Property and equipment (net)	148,424	-	15,703	-	-
Total assets	<u>\$ 133,881</u>	<u>\$ 68,652</u>	<u>\$ 111,015</u>	<u>\$ 29,221</u>	<u>\$ 701</u>
LIABILITIES					
Liabilities:					
Current liabilities:					
Due to other funds	\$ 8,044	\$ 1,843	\$ 56,881	\$ 7,486	\$ -
Accounts payable	2,251	351	3,252	2,615	-
Accrued salaries and related benefits	-	-	-	-	-
Notes payable	-	-	-	-	-
Retirement plan payable	-	-	-	-	-
Compensated absences	7,940	-	12,424	-	-
Total current liabilities	<u>18,235</u>	<u>2,194</u>	<u>72,557</u>	<u>10,101</u>	<u>-</u>
Long-term liabilities:					
Notes payable	-	-	-	-	-
Total liabilities	<u>18,235</u>	<u>2,194</u>	<u>72,557</u>	<u>10,101</u>	<u>-</u>
NET ASSETS					
Unrestricted (deficit)	-	-	-	-	-
Temporarily restricted	115,646	66,458	38,458	19,120	701
Total net assets (deficit)	<u>115,646</u>	<u>66,458</u>	<u>38,458</u>	<u>19,120</u>	<u>701</u>
Total liabilities and net assets	<u>\$ 133,881</u>	<u>\$ 68,652</u>	<u>\$ 111,015</u>	<u>\$ 29,221</u>	<u>\$ 701</u>

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Weatherization	HUD	Local Government Support (Matching Fund)	St. Martin Parish Emergency Assistance	Iberia Food & Medical
ASSETS					
Current assets:					
Cash	\$ -	\$ 263	\$ 19,787	\$ 4,138	\$ 2,493
Receivables:					
Grant funds	57,410	-	87,005	-	-
Due from other funds	1,418	36,350	30,988	-	-
Other	-	-	-	-	-
Prepaid expenses	3,533	-	1,082	-	-
Total current assets	62,361	36,613	138,862	4,138	2,493
Property and equipment (net)	7,849	-	289,287	-	-
Total assets	\$ 70,210	\$ 36,613	\$ 428,149	\$ 4,138	\$ 2,493
LIABILITIES					
Liabilities:					
Current liabilities:					
Due to other funds	\$ 54,234	\$ 1,152	\$ 27,314	\$ -	\$ -
Accounts payable	3,922	109	2,895	-	893
Accrued salaries and related benefits	-	-	-	-	-
Notes payable	-	-	-	-	-
Retirement plan payable	-	-	-	-	-
Compensated absences	1,380	-	-	-	-
Total current liabilities	59,536	1,261	30,209	-	893
Long-term liabilities:					
Notes payable	-	-	-	-	-
Total liabilities	59,536	1,261	30,209	-	893
NET ASSETS					
Unrestricted (deficit)	-	-	-	-	-
Temporarily restricted	10,674	35,352	397,940	4,138	1,600
Total net assets (deficit)	10,674	35,352	397,940	4,138	1,600
Total liabilities and net assets	\$ 70,210	\$ 36,613	\$ 428,149	\$ 4,138	\$ 2,493

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Lafayette Emergency Food & Shelter	Iberia Emergency Food & Shelter	Head Start	RSVP	Medicaid Enrollment	Cookbook Fund
ASSETS						
<i>Current assets:</i>						
Cash	\$ 1,730	\$ 44	\$ 34,468	\$ 5,735	\$ -	\$ 197
<i>Receivables:</i>						
Grant funds	-	-	185,217	-	-	-
Due from other funds	-	310	320	3,665	2,552	381
Other	-	-	724	-	-	6,327
Prepaid expenses	-	-	29,501	135	36	-
Total current assets	<u>1,730</u>	<u>354</u>	<u>250,230</u>	<u>9,535</u>	<u>2,588</u>	<u>6,905</u>
Property and equipment (net)	-	-	1,641,399	171	-	-
Total assets	<u>\$ 1,730</u>	<u>\$ 354</u>	<u>\$ 1,891,629</u>	<u>\$ 9,706</u>	<u>\$ 2,588</u>	<u>\$ 6,905</u>
LIABILITIES						
<i>Liabilities:</i>						
<i>Current liabilities:</i>						
Due to other funds	\$ -	\$ -	\$ 60,570	\$ 3,180	\$ 338	\$ 1,211
Accounts payable	-	-	128,944	981	42	-
Accrued salaries and related benefits	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
Retirement plan payable	-	-	-	-	-	-
Compensated absences	-	-	63,319	979	-	-
Total current liabilities	<u>-</u>	<u>-</u>	<u>252,833</u>	<u>5,140</u>	<u>380</u>	<u>1,211</u>
<i>Long-term liabilities:</i>						
Notes payable	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>252,833</u>	<u>5,140</u>	<u>380</u>	<u>1,211</u>
NET ASSETS						
Unrestricted (deficit)	-	-	-	-	-	5,694
Temporarily restricted	1,730	354	1,638,796	4,566	2,208	-
Total net assets (deficit)	<u>1,730</u>	<u>354</u>	<u>1,638,796</u>	<u>4,566</u>	<u>2,208</u>	<u>5,694</u>
Total liabilities and net assets	<u>\$ 1,730</u>	<u>\$ 354</u>	<u>\$ 1,891,629</u>	<u>\$ 9,706</u>	<u>\$ 2,588</u>	<u>\$ 6,905</u>

(continued)

ST. MARTIN, IBERJA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Family Preservation	Payroll	Child Welfare Resource Center	Accounts Payable	Home Energy Assistance	General
ASSETS						
Current assets:						
Cash	\$ (633)	\$ 264,902	\$ -	\$ 16,212	\$ 22,602	\$ 11,711
Receivables:						
Grant funds	1,496	-	-	-	448,161	-
Due from other funds	11,607	175,459	-	13,313	26,034	-
Other	-	5,809	-	-	-	107
Prepaid expenses	-	-	-	-	-	-
Total current assets	<u>12,470</u>	<u>446,170</u>	<u>-</u>	<u>29,525</u>	<u>496,797</u>	<u>11,818</u>
Property and equipment (net)	-	-	-	-	-	416,840
Total assets	<u>\$ 12,470</u>	<u>\$ 446,170</u>	<u>\$ -</u>	<u>\$ 29,525</u>	<u>\$ 496,797</u>	<u>\$ 428,658</u>
LIABILITIES						
Liabilities:						
Current liabilities:						
Due to other funds	\$ 779	\$ 66	\$ -	\$ 29,525	\$ 19,880	\$ 74,732
Accounts payable	-	-	-	-	442,942	5
Accrued salaries and related benefits	-	218,688	-	-	-	-
Notes payable	-	-	-	-	-	17,633
Retirement plan payable	-	227,416	-	-	-	-
Compensated absences	-	-	-	-	828	-
Total current liabilities	<u>779</u>	<u>446,170</u>	<u>-</u>	<u>29,525</u>	<u>463,650</u>	<u>92,370</u>
Long-term liabilities:						
Notes payable	-	-	-	-	-	403,517
Total liabilities	<u>779</u>	<u>446,170</u>	<u>-</u>	<u>29,525</u>	<u>463,650</u>	<u>495,887</u>
NET ASSETS						
Unrestricted (deficit)	-	-	-	-	-	(67,229)
Temporarily restricted	11,691	-	-	-	33,147	-
Total net assets (deficit)	<u>11,691</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,147</u>	<u>(67,229)</u>
Total liabilities and net assets	<u>\$ 12,470</u>	<u>\$ 446,170</u>	<u>\$ -</u>	<u>\$ 29,525</u>	<u>\$ 496,797</u>	<u>\$ 428,658</u>

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	<u>Indirect Cost Pool</u>	<u>Computer Technology</u>	<u>Group Mentoring</u>	<u>Youth Initiative</u>	<u>Community Response Initiative</u>	<u>Quality Child Care Initiative</u>
ASSETS						
Current assets:						
Cash	\$ (1,012)	\$ 13,882	\$ 479	\$ 2,369	\$ 89	\$ 871
Receivables:						
Grant funds	-	-	-	-	-	-
Due from other funds	40,945	-	-	-	-	-
Other	141	-	-	-	-	-
Prepaid expenses	5,224	-	-	-	-	-
Total current assets	<u>45,298</u>	<u>13,882</u>	<u>479</u>	<u>2,369</u>	<u>89</u>	<u>871</u>
Property and equipment (net)	<u>3,732</u>	<u>21,059</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 49,030</u>	<u>\$ 34,941</u>	<u>\$ 479</u>	<u>\$ 2,369</u>	<u>\$ 89</u>	<u>\$ 871</u>
LIABILITIES						
Liabilities:						
Current liabilities:						
Due to other funds	\$ 26,524	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	9,759	-	-	-	-	-
Accrued salaries and related benefits	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
Retirement plan payable	-	-	-	-	-	-
Compensated absences	11,191	-	-	-	-	-
Total current liabilities	<u>47,474</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Long-term liabilities:						
Notes payable	-	-	-	-	-	-
Total liabilities	<u>47,474</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET ASSETS						
Unrestricted (deficit)	-	-	-	-	-	-
Temporarily restricted	1,556	34,941	479	2,369	89	871
Total net assets (deficit)	<u>1,556</u>	<u>34,941</u>	<u>479</u>	<u>2,369</u>	<u>89</u>	<u>871</u>
Total liabilities and net assets	<u>\$ 49,030</u>	<u>\$ 34,941</u>	<u>\$ 479</u>	<u>\$ 2,369</u>	<u>\$ 89</u>	<u>\$ 871</u>

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Financial Position (Continued)

Year Ended May 31, 2008

With Comparative Totals for May 31, 2007

	EITC	Disaster	Total	Eliminating Entries	Totals	
					2008	2007
ASSETS						
Current assets:						
Cash	\$ -	\$ 317	\$ 430,050	\$ -	\$ 430,050	\$ 458,682
Receivables:						
Grant funds	19,950	-	905,523	-	905,523	335,334
Due from other funds	-	81	373,759	(373,759)	-	-
Other	-	-	13,108	-	13,108	250
Prepaid expenses	-	-	52,828	-	52,828	106,721
Total current assets	19,950	398	1,775,268	(373,759)	1,401,509	900,987
Property and equipment (net)	-	-	2,544,464	-	2,544,464	2,951,362
Total assets	\$ 19,950	\$ 398	\$ 4,319,732	\$ (373,759)	\$ 3,945,973	\$ 3,852,349
LIABILITIES						
Liabilities:						
Current liabilities:						
Due to other funds	\$ -	\$ -	\$ 373,759	\$ (373,759)	\$ -	\$ -
Accounts payable	22	398	599,381	-	599,381	169,472
Accrued salaries and related benefits	-	-	218,688	-	218,688	344,632
Notes payable	-	-	17,633	-	17,633	16,168
Retirement plan payable	-	-	227,416	-	227,416	13,140
Compensated absences	-	-	98,061	-	98,061	84,972
Total current liabilities	22	398	1,534,938	(373,759)	1,161,179	628,384
Long-term liabilities:						
Notes payable	-	-	403,517	-	403,517	419,577
Total liabilities	22	398	1,938,455	(373,759)	1,564,696	1,047,961
NET ASSETS						
Unrestricted (deficit)	-	-	(61,535)	-	(61,535)	(4,947)
Temporarily restricted	19,928	-	2,442,812	-	2,442,812	2,809,335
Total net assets (deficit)	19,928	-	2,381,277	-	2,381,277	2,804,388
Total liabilities and net assets	\$ 19,950	\$ 398	\$ 4,319,732	\$ (373,759)	\$ 3,945,973	\$ 3,852,349

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Transportation	Project Independence Jobs	CSBG	Food Reimbursement	Shelter Fund
Public support:					
In-kind contributions	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	83,637	-	-	-	-
Total public support	83,637	-	-	-	-
Grants from governmental agencies	348,314	224,736	1,065,226	853,894	-
Other revenue:					
Miscellaneous	6,087	-	125	-	75
Total public support, grants from governmental agencies and other revenue	438,038	224,736	1,065,351	853,894	75
Expenses:					
Direct costs -					
Salaries and wages	234,088	82,421	665,185	204,344	-
Fringe benefits	22,312	7,696	60,195	18,393	-
Retirement plan	6,019	2,187	19,464	5,705	-
Depreciation	45,283	4,487	5,833	-	-
Contract services	3,570	-	48,991	-	-
Travel	1,352	497	8,427	574	-
Consumable supplies	3,908	828	13,044	13,266	-
Space costs	6,057	2,290	74,316	195	224
Repairs and maintenance	239,065	3,452	4,976	9,861	-
Operating services	152,196	48,172	98,053	629,761	52
Other	553	146	19,262	81	-
Interest expense	-	-	-	-	-
Indirect costs	9,824	4,571	-	10,701	-
In-kind contributions	-	-	-	-	-
Total expenses	724,227	156,747	1,017,746	892,881	276
Public support, grants from governmental agencies and other revenue over (under) expenses	(286,189)	67,989	47,605	(38,987)	(201)
Other increases (decreases) in net assets:					
Operating transfers in	183,010	3,929	-	53,274	-
Operating transfers out	(17,812)	(36,406)	(2,000)	-	(6,749)
Indirect cost transferred from programs	-	-	-	-	-
Gain (loss) on disposal of fixed assets	-	-	-	-	-
Total other increases (decreases) in net assets	165,198	(32,477)	(2,000)	53,274	(6,749)
Change in net assets	(120,991)	35,512	45,605	14,287	(6,950)
Net assets (deficit), beginning of year	236,637	30,946	(7,147)	4,833	7,651
Net assets (deficit), end of year	\$ 115,646	\$ 66,458	\$ 38,458	\$ 19,120	\$ 701

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	<u>Weatherization</u>	<u>HUD</u>	<u>Local Government Support (Matching Fund)</u>	<u>St. Martin Parish Emergency Assistance</u>	<u>Iberia Food & Medical</u>
Public support:					
In-kind contributions	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	-	-	21,892	-	-
Total public support	-	-	21,892	-	-
Grants from governmental agencies	204,010	30,509	315,691	11,850	18,118
Other revenue:					
Miscellaneous	-	-	63	-	-
Total public support, grants from governmental agencies and other revenue	<u>204,010</u>	<u>30,509</u>	<u>337,646</u>	<u>11,850</u>	<u>18,118</u>
Expenses:					
Direct costs -					
Salaries and wages	64,973	13,546	2,444	-	-
Fringe benefits	5,664	1,412	266	-	-
Retirement plan	1,943	406	73	-	-
Depreciation	3,197	-	27,990	-	-
Contract services	49,994	-	8,519	-	-
Travel	6,266	2,762	-	-	-
Consumable supplies	2,448	1,220	6,733	-	-
Space costs	700	-	42,063	-	-
Repairs and maintenance	3,652	-	11,029	-	-
Operating services	86,182	2,967	35,609	11,390	16,607
Other	62	283	102	-	57
Interest expense	-	-	-	-	-
Indirect costs	-	2,304	143	-	-
In-kind contributions	-	-	-	-	-
Total expenses	<u>225,081</u>	<u>24,900</u>	<u>134,971</u>	<u>11,390</u>	<u>16,664</u>
Public support, grants from governmental agencies and other revenue over (under) expenses	<u>(21,071)</u>	<u>5,609</u>	<u>202,675</u>	<u>460</u>	<u>1,454</u>
Other increases (decreases) in net assets:					
Operating transfers in	-	-	7,274	-	-
Operating transfers out	-	(5,500)	(146,604)	-	-
Indirect cost transferred from programs	-	-	-	-	-
Loss on disposal of fixed assets	-	-	-	-	-
Total other increases (decreases) in net assets	<u>-</u>	<u>(5,500)</u>	<u>(139,330)</u>	<u>-</u>	<u>-</u>
Change in net assets	<u>(21,071)</u>	<u>109</u>	<u>63,345</u>	<u>460</u>	<u>1,454</u>
Net assets (deficit), beginning of year	<u>31,745</u>	<u>35,243</u>	<u>334,595</u>	<u>3,678</u>	<u>146</u>
Net assets (deficit), end of year	<u>\$ 10,674</u>	<u>\$ 35,352</u>	<u>\$ 397,940</u>	<u>\$ 4,138</u>	<u>\$ 1,600</u>

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Lafayette Emergency Food & Shelter	Iberia Emergency Food & Shelter	Head Start	RSVP	Medicaid Enrollment	Cookbook Fund
Public support:						
In-kind contributions	\$ -	\$ -	\$ 2,267,357	\$ 20,872	\$ -	\$ -
Donations	-	-	-	9,690	-	-
Total public support	-	-	2,267,357	30,562	-	-
Grants from governmental agencies	2,002	12,500	8,978,412	62,110	854	-
Other revenue:						
Miscellaneous	-	-	1,794	-	130	18,759
Total public support, grants from governmental agencies and other revenue	2,002	12,500	11,247,563	92,672	984	18,759
Expenses:						
Direct costs -						
Salaries and wages	-	-	5,542,596	29,911	-	-
Fringe benefits	-	-	520,225	2,704	-	-
Retirement plan	-	-	171,032	902	-	-
Depreciation	-	-	259,596	323	-	-
Contract services	-	-	223,128	-	-	-
Travel	-	-	54,663	1,096	-	60
Consumable supplies	-	-	217,837	10,770	-	-
Space costs	-	-	573,881	3,392	-	450
Repairs and maintenance	-	-	368,248	-	-	-
Operating services	2,326	12,146	1,045,913	14,388	-	3,567
Other	-	-	20,943	2,480	-	480
Interest expense	-	-	-	-	-	-
Indirect costs	-	-	320,056	1,268	-	-
In-kind contributions	-	-	2,267,357	20,872	-	-
Total expenses	2,326	12,146	11,585,475	88,106	-	4,557
Public support, grants from governmental agencies and other revenue over (under) expenses	(324)	354	(337,912)	4,566	984	14,202
Other increases (decreases) in net assets:						
Operating transfers in	-	-	-	-	-	-
Operating transfers out	-	-	(53,274)	-	-	(14,370)
Indirect cost transferred from programs	-	-	-	-	-	-
Loss on disposal of fixed assets	-	-	-	-	-	-
Total other increases (decreases) in net assets	-	-	(53,274)	-	-	(14,370)
Change in net assets	(324)	354	(391,186)	4,566	984	(168)
Net assets (deficit); beginning of year	2,054	-	2,029,982	-	1,224	5,862
Net assets (deficit), end of year	\$ 1,730	\$ 354	\$ 1,638,796	\$ 4,566	\$ 2,208	\$ 5,694

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Family Preservation	Payroll	Child Welfare Resource Center	Accounts Payable	Home Energy Assistance	General
Public support:						
In-kind contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	-	-	-	-	-	2,621
Total public support	-	-	-	-	-	2,621
Grants from governmental agencies	11,984	-	-	-	2,453,230	24,000
Other revenue:						
Miscellaneous	2	-	-	-	250	-
Total public support, grants from governmental agencies and other revenue	<u>11,986</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,453,480</u>	<u>26,621</u>
Expenses:						
Direct costs -						
Salaries and wages	4,851	-	-	-	87,746	-
Fringe benefits	517	-	-	-	8,040	-
Retirement plan	146	-	-	-	1,748	-
Depreciation	-	-	22	-	402	28,043
Contract services	-	-	-	-	-	41,875
Travel	1,762	-	-	-	762	-
Consumable supplies	928	-	-	-	2,510	-
Space costs	-	-	-	-	5,747	-
Repairs and maintenance	-	-	-	-	140	-
Operating services	1,201	-	-	-	2,291,003	866
Other	31	-	-	-	-	2,469
Interest expense	-	-	-	-	-	38,789
Indirect costs	262	-	-	-	-	-
In-kind contributions	-	-	-	-	-	-
Total expenses	<u>9,698</u>	<u>-</u>	<u>22</u>	<u>-</u>	<u>2,398,098</u>	<u>112,042</u>
Public support, grants from governmental agencies and other revenue over (under) expenses	<u>2,288</u>	<u>-</u>	<u>(22)</u>	<u>-</u>	<u>55,382</u>	<u>(85,421)</u>
Other increases (decreases) in net assets:						
Operating transfers in	-	-	-	-	377	29,001
Operating transfers out	-	-	-	-	(38,646)	-
Indirect cost transferred from programs	-	-	-	-	-	-
Loss on disposal of fixed assets	-	-	-	-	-	-
Total other increases (decreases) in net assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(38,269)</u>	<u>29,001</u>
Change in net assets	2,288	-	(22)	-	17,113	(56,420)
Net assets (deficit), beginning of year	<u>9,403</u>	<u>-</u>	<u>22</u>	<u>-</u>	<u>16,034</u>	<u>(10,809)</u>
Net assets (deficit), end of year	<u>\$ 11,691</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,147</u>	<u>\$ (67,229)</u>

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Indirect Cost Pool	Computer Technology	Group Mentoring	Youth Initiative	Community Response Initiative
Public support:					
In-kind contributions	\$ -	\$ -	\$ -	\$ -	\$ -
Donations	-	-	-	-	-
Total public support	-	-	-	-	-
Grants from governmental agencies	-	-	-	-	-
Other revenue:					
Miscellaneous	697	-	-	-	-
Total public support, grants from governmental agencies and other revenue	697	-	-	-	-
Expenses:					
Direct costs -					
Salaries and wages	224,688	-	-	-	-
Fringe benefits	20,671	-	-	-	-
Retirement plan	6,715	-	-	-	-
Depreciation	2,150	3,179	-	-	-
Contract services	40,069	-	-	-	-
Travel	3,983	-	-	-	-
Consumable supplies	11,748	-	-	-	-
Space costs	39,552	-	-	-	-
Repairs and maintenance	21,184	-	-	-	-
Operating services	36,559	-	-	-	-
Other	15,490	-	-	-	-
Interest expense	-	-	-	-	-
Indirect costs	-	-	-	-	-
In-kind contributions	-	-	-	-	-
Total expenses	422,809	3,179	-	-	-
Public support, grants from governmental agencies and other revenue over (under) expenses	(422,112)	(3,179)	-	-	-
Other increases (decreases) in net assets:					
Operating transfers in	44,746	-	-	-	-
Operating transfers out	(250)	-	-	-	-
Indirect cost transferred from programs	349,128	-	-	-	-
Loss on disposal of fixed assets	-	-	-	-	-
Total other increases (decreases) in net assets	393,624	-	-	-	-
Change in net assets	(28,488)	(3,179)	-	-	-
Net assets (deficit), beginning of year	30,044	38,120	479	2,369	89
Net assets (deficit), end of year	\$ 1,556	\$ 34,941	\$ 479	\$ 2,369	\$ 89

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Combining Statement of Activities (Continued)
 Year Ended May 31, 2008
 With Comparative Totals for May 31, 2007

	Quality Child Care Initiative	EITC	Disaster	Totals	
				2008	2007
Public support:					
In-kind contributions	\$ -	\$ -	\$ -	\$ 2,288,229	\$ 2,241,829
Donations	-	-	-	117,840	157,504
Total public support	-	-	-	2,406,069	2,399,333
Grants from governmental agencies	-	19,950	-	14,637,390	12,304,285
Other revenue:					
Miscellaneous	-	-	-	27,982	37,852
Total public support, grants from governmental agencies and other revenue	-	19,950	-	17,071,441	14,741,470
Expenses:					
<i>Direct costs -</i>					
Salaries and wages	-	-	-	7,156,793	7,023,461
Fringe benefits	-	-	-	668,095	661,642
Retirement plan	-	-	-	216,340	211,668
Depreciation	-	-	-	380,505	385,095
Contract services	-	-	-	416,146	408,279
Travel	-	-	-	82,204	78,274
Consumable supplies	-	-	-	285,240	338,357
Space costs	-	-	-	748,867	745,287
Repairs and maintenance	-	-	-	661,607	538,593
Operating services	-	22	317	4,489,297	2,304,388
Other	-	-	-	62,439	64,470
Interest expense	-	-	-	38,789	39,183
Indirect costs	-	-	-	349,129	371,571
In-kind contributions	-	-	-	2,288,229	2,241,829
Total expenses	-	22	317	17,843,680	15,412,097
Public support, grants from governmental agencies and other revenue over (under) expenses	-	19,928	(317)	(772,239)	(670,627)
Other increases (decreases) in net assets:					
Operating transfers in	-	-	-	321,611	699,479
Operating transfers out	-	-	-	(321,611)	(699,479)
Indirect cost transferred from programs	-	-	-	349,128	371,572
Loss on disposal of fixed assets	-	-	-	-	16,170
Total other increases (decreases) in net assets	-	-	-	349,128	387,742
Change in net assets	-	19,928	(317)	(423,111)	(282,885)
Net assets (deficit), beginning of year	871	-	317	2,804,388	3,087,273
Net assets (deficit), end of year	\$ 871	\$ 19,928	\$ -	\$ 2,381,277	\$ 2,804,388

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Indirect Cost Pool
 Statements of Revenue and Expenses
 Years Ended May 31, 2008 and 2007

	<u>2008</u>	<u>2007</u>
Revenue:		
Indirect cost revenues	\$ 349,825	\$ 371,572
Expenses:		
Direct costs -		
Salaries and wages	224,687	198,330
Fringe benefits	20,671	19,141
Retirement expense	6,715	7,624
Depreciation	2,150	2,322
Contract services	1,546	1,539
Travel	3,983	4,374
Consumable supplies	430	-
Repairs and maintenance	21,184	20,313
Interest	-	31
Other	20,487	27,860
Operating services -		
Copy machine expense	18,183	10,210
Auto expenses	4,265	4,239
Professional fees	38,523	26,449
Rent	6,200	6,900
Utilities and telephone	33,352	30,116
Office supplies	11,318	14,651
Publications and subscriptions	581	171
Insurance - general	3,084	2,214
Employee development	5,449	3,161
Payroll services	-	27,358
Total expenses	<u>422,808</u>	<u>407,003</u>
Deficiency of revenue over expenses	<u>\$ (72,983)</u>	<u>\$ (35,431)</u>

**INTERNAL CONTROL,
COMPLIANCE
AND
OTHER MATTERS**

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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
St. Martin, Iberia, Lafayette
Community Action Agency, Inc.
Lafayette, Louisiana

We have audited the financial statements of the St. Martin, Iberia, Lafayette Community Action Agency, Inc. (a nonprofit organization) as of and for the year ended May 31, 2008 and have issued our report thereon dated October 14, 2008. 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 the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing an opinion on the effectiveness of the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 a certain deficiency in internal control over financial reporting that we consider to be a significant deficiency.

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 organization'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 organization's financial statements that is more than inconsequential will not be prevented or detected by the organization's internal control. We consider the deficiency described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan as item 08-1(IC) to be a significant deficiency 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 organization's internal control.

Our consideration of 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 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 that the significant deficiency described above is not a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the St. Martin, Iberia, Lafayette Community Action Agency, 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.

St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s response to the findings in our audit is described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan. We did not audit St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s management, Board of Directors, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of this report may be limited, 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

Breaux Bridge, Louisiana
October 14, 2008

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

To the Board of Directors
St. Martin, Iberia, Lafayette
Community Action Agency, Inc.
Lafayette, Louisiana

Compliance

We have audited the compliance of the St. Martin, Iberia, Lafayette Community Action Agency, Inc. (a nonprofit organization), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended May 31, 2008. The St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s major federal programs are identified in the summary of auditor's 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 the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s management. Our responsibility is to express an opinion on the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 the St. Martin, Iberia, Lafayette Community Action Agency, 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 St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s compliance with those requirements.

In our opinion, the St. Martin, Iberia, Lafayette Community Action Agency, 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 May 31, 2008.

Internal Control Over Compliance

The management of the St. Martin, Iberia, Lafayette, Community Action Agency, 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 the St. Martin, Iberia, Lafayette Community Action Agency, 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance 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 or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the St. Martin, Iberia, Lafayette Community Action Agency, Inc.'s management, Board of Directors, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Although the intended use of this report may be limited, 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

Breaux Bridge, Louisiana
October 14, 2008

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Schedule of Expenditures of Federal Awards
Year Ended May 31, 2008

<u>Federal Grantor/Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>U. S. Department of Agriculture</u>			
State Department of Education - Food Reimbursement *	10.558	93-365	\$ <u>853,894</u>
<u>U.S. Department of Housing and Urban Development</u>			
Direct Program: Housing Counseling Assistance Program	14.169	8GG/80205	<u>24,900</u>
<u>U.S. Department of Energy</u>			
State Department of Social Services - Office of Community Services - Weatherization	81.042	-	<u>221,884</u>
<u>U. S. Department of Health and Human Services</u>			
Direct Programs: Head Start/Early Childhood *	93.600	-	8,728,042
State Department of Social Services - Office of Community Services - Home Energy Assistance Program	93.568	-	2,397,696
State Department of Social Services - Office of Family Support - Project Independence	93.558	625395, 625397, 625398	152,260
Temporary Assistance for Needy Families	93.558	659091	19,950
State Department of Labor - Community Service Block Grant	93.569	2008N0024	<u>1,020,591</u>
Total Department of Health and Human Services			<u>12,318,539</u>

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Schedule of Expenditures of Federal Awards (continued)
 Year Ended May 31, 2008

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
<u>The Corporation for National Service</u>			
Direct Program:			
Retired Senior Volunteer Program	94.002	-	<u>57,221</u>
<u>U.S. Department of Homeland Security</u>			
Emergency Food and Shelter National Board Program -			
Iberia	97.024	-	12,146
Lafayette	97.024	-	<u>2,326</u>
Total Department of Homeland Security			<u>14,472</u>
 Total expenditures of federal awards			<u>\$13,490,910</u>

* Major federal financial assistance programs.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Notes to Schedule of Expenditures of Federal Awards
Year Ended May 31, 2008

(1) General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the St. Martin, Iberia, Lafayette Community Action Agency, Inc. The St. Martin, Iberia, Lafayette, Community Action Agency, Inc. reporting entity is defined in Note 1 to the financial statements for the year ended May 31, 2008. All federal financial assistance received directly from federal agencies is included on the schedule as well as federal financial assistance passed through other government agencies. The Head Start and Food Reimbursement programs were considered major federal programs for the St. Martin, Iberia, Lafayette Community Action Agency, Inc.

(2) Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the St. Martin, Iberia, Lafayette, Community Action Agency, 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.

(3) Subrecipients

SMILE provided federal awards to a subrecipient under the Head Start program CFDA No. 93.600 in the amount of \$208,260.

(4) Relationship to Federal Financial Reports

A reconciliation of total expenditures of federal awards reported in the Schedules of Expenditures of Federal Awards to total expenses per statement of functional expenses is as follows:

	<u>2008</u>
Total expenses per statement of activities	\$ 17,843,680
Add: Equipment additions	54,429
Less: In-kind contributions	(2,288,229)
Depreciation	(380,505)
Non-federal expenses	<u>(1,738,465)</u>
Total expenditures per schedule of federal awards	<u>\$ 13,490,910</u>

The total in-kind contributions of \$2,288,229 and depreciation expense in the amount of \$273,838 were for federal programs.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Schedule of Findings and Questioned Costs
Year Ended May 31, 2008

Part I. Summary of Auditor's Results:

1. The auditors' report expresses an unqualified opinion on the financial statements of St. Martin, Iberia, Lafayette Community Action Agency, Inc.
2. A deficiency in internal control was disclosed by the audit of the financial statements.
3. The audit disclosed no instances of noncompliance that is material to the financial statements.
4. No deficiencies in internal control over major programs were disclosed by the audit of the financial statements.
5. The auditors' report on compliance for the major federal award programs expresses an unqualified opinion on all major programs:
6. No audit findings relative to the major federal award programs are reported in this schedule.
7. The major programs were:
U. S. Department of Health and Human Services: Head Start and Early Childhood, CFDA 93.600
U.S. Department of Agriculture/State Department of Education: Food Reimbursement, CFDA 10.558.
8. The dollar threshold used to distinguish between Type A and Type B programs, as described in Section 520(b) of Circular A-133 was \$404,727.
9. SMILE did qualify as a low risk auditee.

Part II. Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

A. Compliance Findings

There are no compliance findings that are required to be reported at May 31, 2008.

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Schedule of Findings and Questioned Costs (continued)
Year Ended May 31, 2008

B. Internal Control Findings

See internal control findings 08-1(IC) on the summary schedule of current and prior year audit findings and management's corrective action plan.

Part III. Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings that are required to be reported at May 31, 2008.

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Summary Schedule of Current and Prior Year Audit Findings
and Management's Corrective Action Plan
Year Ended May 31, 2008

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Date Of Completion
----------	--	------------------------	-------------------------	---------------------------	------------------------	--------------------------------

CURRENT YEAR (5/31/08)

Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards

Compliance:

There are no compliance findings to be reported.

Internal Control Over Financial Reporting:

08-1(IC)	5/31/2008	In accordance with Statement on Auditing Standards (SAS) No. 112, it was determined that St. Martin, Iberia, Lafayette Community Action Agency, Inc. does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in preparing its financial statements, including the related notes.	No	St. Martin, Iberia, Lafayette Community Action Agency, Inc. 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 Agency 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.	Brenda Foulcard, Finance Director	Completed
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Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133

There are no findings that are required to be reported.

(continued)

ST. MARTIN, IBERIA, LAFAYETTE COMMUNITY ACTION AGENCY, INC.

Summary Schedule of Current and Prior Year Audit Findings
and Management's Corrective Action Plan (Continued)
Year Ended May 31, 2007

Ref. No. PRIOR YEAR (5/31/07)	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Date Of Completion
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Findings which are required to be reported in accordance with generally accepted Governmental Auditing Standards:

Compliance:

07-1(C) 5/31/2007 St. Martin, Iberia, Lafayette Community Action Agency, Inc. was YES
in violation with the Louisiana Fiscal Agency and Cash
Management Laws by having unsecured deposits of approximately
\$41,600 at one financial institution as of May 31, 2007.

Internal Control Over Financial Reporting:

There are no internal control findings to be reported.

Findings and questioned costs for Federal awards which include audit findings as defined in Section 510(a) of Circular A-133:

There are no findings that are required to be reported.