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CASCIO & SCHMIDT, LLC

CERTIFIED PUBLIC ACCOUNTANTS

FRANCIS J. CASCIO, CPA
STEVEN A. SCHMIDT, CPA

MEMBERS
AMERICAN INSTITUTE OF CERTIFIED
PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA CERTIFIED
PUBLIC ACCOUNTANTS

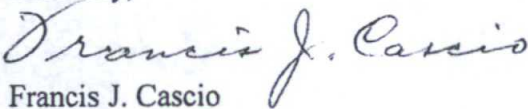
March 4, 2015

Report Processing
Louisiana Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804

Re: Resubmitting report
MQVN Community Development Corporation
Year ended June 30, 2014

The reason that this report is being resubmitted is that the column for PROPERTY & EQUIPMENT on page 18 in the Supplemental Information section was not included in the report submitted December 30, 2014.

Sincerely,


Francis J. Cascio

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 _____

APR 01 2015

REISSUE

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

**FINANCIAL STATEMENTS AND REPORT OF
INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

June 30, 2014

**CASCIO & SCHMIDT, LLC
Certified Public Accountants**

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors
MQVN Community Development Corporation, Inc

Report on the Financial Statements

We have audited the accompanying financial statements of MQVN Community Development Corporation, Inc (a nonprofit corporation), which comprise the statement of financial position as of June 30, 2014, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, this includes the design, implementation, and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error

Auditor's Responsibility

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion

Basis for Qualified Opinion

As explained in Note D to the financial statements, part of the land purchased in Versailles Gardens for \$550,000, has been classified as wetland by the Army Corps of Engineers', which is included on the balance sheet at the purchase price. Accounting principles generally accepted in the United States of America require that land be recorded at its fair value. The effects on the accompanying financial statements of the failure to record the land at fair value have not been determined.

Qualified Opinion

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of MQVN Community Development Corporation, Inc. as of June 30, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited MQVN Community Development Corporation, Inc.'s 2013 financial statements, and our report dated April 3, 2014, expressed a qualified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2013, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 26, 2014, on our consideration of MQVN Community Development Corporation, Inc.'s internal control over financial reporting and 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering MQVN Community Development Corporation, Inc.'s internal control over financial reporting and compliance.

Cassio & Schmidt LLC

Metairie, Louisiana
December 26, 2014

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

STATEMENT OF FINANCIAL POSITION

June 30, 2014

	<u>June 30, 2014</u>	<u>Summarized Comparative Information June 30, 2013</u>
<u>ASSETS</u>		
CURRENT ASSETS		
Cash	\$ 532,263	\$ 1,232,683
Receivables (Notes A-10 and B)	<u>1,092,110</u>	<u>250,740</u>
Total current assets	1,624,373	1,483,423
 PROPERTY AND EQUIPMENT - at cost		
(Notes A-4, C, D and H)	1,939,100	878,858
 OTHER ASSETS		
Security deposit	129	129
Provider contract	<u>25,333</u>	<u>-</u>
	<u>25,462</u>	<u>129</u>
 Total assets	 <u><u>\$ 3,588,935</u></u>	 <u><u>\$ 2,362,410</u></u>
 <u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Note payable, demand	\$ 30,546	\$ 30,546
Current maturities of long-term obligations	360,126	358,888
Accounts payable	262,300	102,596
Accrued liabilities	24,208	24,208
Line of credit (Note F)	<u>-</u>	<u>-</u>
Total current liabilities	677,180	516,238
 LONG - TERM OBLIGATIONS,		
Less current maturities (Note E)	<u>90,985</u>	<u>104,072</u>
Total liabilities	768,165	620,310
 COMMITMENTS - (Note H)	 -	 -
 NET ASSETS		
Unrestricted	2,820,770	1,742,100
Temporarily restricted	<u>-</u>	<u>-</u>
 Total net assets	 <u><u>2,820,770</u></u>	 <u><u>1,742,100</u></u>
 Total liabilities and net assets	 <u><u>\$ 3,588,935</u></u>	 <u><u>\$ 2,362,410</u></u>

The accompanying notes are an integral part of this statement

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

STATEMENT OF ACTIVITIES

Year Ended June 30, 2014

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>TOTAL</u>	<u>Summarized Comparative Information June 30, 2013</u>
REVENUE				
Grant appropriations	\$ -	\$ 2,258,150	\$ 2,258,150	\$ 1,687,643
Foundation income	95,000	-	95,000	56,135
United Way	-	13,631	13,631	18,320
Service fees	923,416	-	923,416	898,480
Other	102,367	-	102,367	50,721
Net assets released from restriction	<u>2,271,781</u>	<u>(2,271,781)</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>3,392,564</u>	<u>-</u>	<u>3,392,564</u>	<u>2,711,299</u>
EXPENSES				
Personnel	1,306,406	-	1,306,406	1,080,432
Travel/meetings	38,611	-	38,611	94,638
Operating services	133,480	-	133,480	88,629
Supplies	35,053	-	35,053	122,388
Professional services	171,882	-	171,882	158,519
Occupancy	71,187	-	71,187	38,033
Health Clinic	369,708	-	369,708	270,573
Food Production	66,064	-	66,064	36,702
Other expenses	29,872	-	29,872	18,043
Equipment/maintenance	55,023	-	55,023	61,499
Taxes/licenses	2,570	-	2,570	43,553
Depreciation/amortization	34,038	-	34,038	51,339
Direct Assistance	-	-	-	340,312
Total	<u>2,313,894</u>	<u>-</u>	<u>2,313,894</u>	<u>2,404,660</u>
Increase in Net Assets	1,078,670	-	1,078,670	306,639
Net Assets, Beginning of Year	<u>1,742,100</u>	<u>-</u>	<u>1,742,100</u>	<u>1,435,461</u>
Net Assets, End of Year	<u>\$ 2,820,770</u>	<u>\$ -</u>	<u>\$ 2,820,770</u>	<u>\$ 1,742,100</u>

The accompanying notes are an integral part of this statement

MQVN Community Development Corporation, Inc.

STATEMENT OF CASH FLOWS

Year Ended June 30, 2014

**Summarized
Comparative
Information
June 30, 2013**

Increase (Decrease) in Cash and Cash Equivalents

Cash Flows from Operating Activities

Grants and other revenue	\$ 1,627,778	\$ 1,710,582
Service fees	923,416	898,480
Payments to employees and suppliers	(2,138,205)	(2,308,077)
Interest expense	(7,284)	(7,007)

Net Cash Provided by
Operating Activities

405,705 293,978

Cash Flows from Investing Activities

Property and equipment acquisitions	(1,094,276)	(126,711)
-------------------------------------	-------------	------------

Net Cash (Used) in Investing
Activities

(1,094,276) (126,711)

Cash Flows from Financing Activities

Long-term debt payments	(11,849)	(15,982)
Demand note payments	-	(15,000)

Net Cash (Used) by
Financing Activities

(11,849) (30,982)

Net Increase (Decrease) in Cash and Cash
Equivalents

(700,420) 136,285

Cash and Cash Equivalents at Beginning
of Year

1,232,683 1,096,398

Cash and Cash Equivalents at End of Year

\$ 532,263 \$ 1,232,683

The accompanying notes are an integral part of this statement

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

STATEMENT OF CASH FLOWS

Year Ended June 30, 2014

		<u>Summarized Comparative Information June 30, 2013</u>
Reconciliation of Increase in Net Assets to Net Cash Provided by Operating Activities		
Increase in net assets	\$ <u>1,078,670</u>	\$ <u>306,639</u>
Adjustments to reconcile increase in net assets to net cash (used) by operating activities		
Depreciation/amortization	34,038	51,339
Changes in assets and liabilities		
(Increase) decrease in receivables	(841,370)	(102,237)
Increase (decrease) in accounts payable	159,700	41,395
Increase (decrease) in accrued liabilities	-	(3,158)
(Increase) decrease in prepaid expenses	(<u>25,333</u>)	<u>-</u>
Total adjustments	(<u>672,965</u>)	(<u>12,661</u>)
Net Cash Provided by Operating Activities	\$ <u>405,705</u>	\$ <u>293,978</u>
Supplemental cash flow information		
Interest paid	\$ 7,284	\$ 7,007

The accompanying notes are an integral part of this statement

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended June 30, 2014

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Personnel	\$ 1,016,869	\$ 289,537	\$ -	\$ 1,306,406
Travel/Meetings	38,611	-	-	38,611
Operating services	38,873	94,607	-	133,480
Supplies	26,588	8,465	-	35,053
Professional services	61,189	110,693	-	171,882
Occupancy	38,089	33,098	-	71,187
Health Center	369,708	-	-	369,708
Food Production	66,064	-	-	66,064
Other expenses	18,468	11,029	375	29,872
Equipment/Maintenance	55,023	-	-	55,023
Taxes/licenses	2,570	-	-	2,570
Depreciation and amortization	<u>34,038</u>	<u>-</u>	<u>-</u>	<u>34,038</u>
	<u>\$ 1,766,090</u>	<u>\$ 547,429</u>	<u>\$ 375</u>	<u>\$ 2,313,894</u>

The accompanying notes are an integral part of this statement

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

NOTE A - SUMMARY OF ACCOUNTING POLICIES

A summary of the Corporation's significant accounting policies consistently applied in the preparation of the accompanying financial statements follow

1 Nature of Activities

MQVN Community Development Corporation, Inc began operations in July 2006. MQVN Community Development Corporation, Inc's (MQVN-CDC) mission is to rebuild the New Orleans East community and to contribute to the rebuilding of a more equitable New Orleans. To achieve this mission, MQVN-CDC focuses on four key strategies: facilitate community access to services and resources to rebuild their lives, organize residents to ensure they have a voice in the rebuilding process, develop affordable housing for low-income families, and promote quality health care and education as well as business development and neighborhood ethnic business district revitalization. MQVN - CDC also began operating a medical clinic in March 2013.

2 Presentation of Financial Statements

The Corporation's financial statements are presented in accordance with the requirements established by the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) as set forth in FASB ASC 958. Accordingly, the net assets of the corporation are classified to present the following classes: (a) unrestricted net assets, (b) temporarily restricted net assets, and (c) permanently restricted net assets. There are no permanently restricted net assets.

Net assets of the restricted class are created only by donor-imposed restrictions on their use. All other net assets, including board-designated or appropriated amounts, are legally unrestricted, and are reported as part of the unrestricted class.

3. Revenue Recognition

Grant revenue is recognized as it is earned in accordance with approved contracts. Contributions are recognized as income in the period received and is reported as unrestricted or restricted depending on the existence of donor stipulations that limit the use of the support. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, also when grant services are performed, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activity as "net assets released from restrictions."

Donated services are recorded at the fair value of the donated services and are recognized if the services either (a) create or enhance a nonfinancial asset or (b) require specialized skills provided by persons possessing those skills, and would need to be purchased if they were not donated.

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014

NOTE A - SUMMARY OF ACCOUNTING POLICIES - CONTINUED

4 Property and Equipment

MQVN Community Development Corporation, Inc follows the practice of capitalizing, at cost, all expenditures for property and equipment in excess of \$5,000. Depreciation is computed using the straight-line basis over the useful lives of the assets.

In January 2011, a perpetual license agreement for an electronic health system was entered into for \$93,990, which is being amortized over thirty six months.

Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use, and contributions of cash that must be used to acquire property and equipment, are reported as restricted support.

Depreciation and amortization for the year ended June 30, 2014 amounted to \$32,416.

5 Income Taxes

The Corporation is a not-for-profit organization that is exempt from income taxes under Section 501 (c) (3) of the Internal Revenue Code.

6 Estimates

The preparation of financial statement 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.

7 Cash

The Corporation maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Corporation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk. Cash deposits were maintained in three banks at June 30, 2014. The amount exceeding Federal Deposit Insurance was \$56,123.

For the purpose of the statement of cash flows, the Corporation considers all investments with original maturities of three months or less to be cash equivalents.

8 Advertising Costs

Advertising costs are expensed when incurred. Advertising expense amounted to \$20,740 for the year ended June 30, 2014.

9 Fair Values of Financial Instruments

The carrying amount of cash and cash equivalents reported in the statement of financial position approximates fair value because of the short maturities of those instruments.

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014

NOTE A - SUMMARY OF ACCOUNTING POLICIES - CONTINUED

10 Receivables

Receivables are principally due from grants and contracts. Accordingly, the Corporation considers the receivables to be fully collectible. If amounts due become uncollectible, they will be charged to operations when that determination is made.

11 Subsequent Events

The subsequent events of the organization were evaluated through the date the financial statements were available to be issued, December 26, 2014.

12 Functional allocation of Expenses

The expenses of providing programs and other activities have been summarized on a functional basis. Certain of those expenses have been allocated among the program and supporting services benefited based on estimates by management of the costs involved.

13 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 Corporation's financial statements for the year ended June 30, 2013, from which the summarized information derived.

NOTE B - RECEIVABLES

Receivables at June 30, 2014, consist of the following:

Assn. of Asian Pacific Community Health Organizations	\$ 35,000
Access Health Louisiana	103,225
Asian Pacific American Islander Health Forum	50,000
City of New Orleans - CDBG	383,408
LSUHSC - New Orleans	11,516
Tulane University School of Medicine	22,512
Enterprise Community Partners	28,500
Greater New Orleans Community Health Connection	45,495
Health Resources & Services - HRSA	234,820
Louisiana Public Health Institute - LPHI	170,924
Other	6,710
	<u>\$ 1,092,110</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014

NOTE C - PROPERTY AND EQUIPMENT

Property and equipment consists of the following at June 30, 2014

Land - Versailles Gardens	\$ 550,000
Land - Chef Menteur Highway	204,858
Medical equipment	83,765
VEGGI equipment	21,142
License agreement, clinic	93,990
Construction in progress	<u>1,129,114</u>
	2,082,869
Less accumulated depreciation and amortization	<u>143,769</u>
	<u>\$ 1,939,100</u>

NOTE D - PROPERTY, VERSAILLES GARDENS

In November 2007, MQVN Community Development Corporation, Inc (MQVN-CDC) purchased approximately 20 acres of land (Versailles Gardens) in New Orleans East for \$550,000, to be used as an agricultural and community complex. Thereafter, MQVN - CDC discovered that most of the land was jurisdictional wetlands, and subject to Corps' of Engineers' jurisdiction.

MQVN-CDC is currently seeking recession of the sale based on error, and return from the Sellers the portion of the purchase price it paid in exchange for its transfer of title to the land back to the Sellers.

NOTE E- LONG-TERM OBLIGATIONS

Long-term obligations consist of the following

Real estate note payable to an individual, collateralized by
Versailles Gardens property (See Note D)

Principal balance	\$ 341,750
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MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014

NOTE E- LONG-TERM OBLIGATIONS - Continued

Note payable, collateralized by property at 13085 Chef Menteur Highway New Orleans, interest at 7%, payable \$2,090 per month, final installment May 1, 2019	<u>109,361</u> 451,111
Less current portion	<u>360,126</u>
Long-term obligations, less current portion	\$ <u>90,985</u>

Principal maturities on long-term obligations for the following years ending

June 30, 2015	\$ 360,126
June 30, 2016	19,705
June 30, 2017	21,129
June 30, 2018	22,657
June 30, 2019	24,287
Succeeding years	<u>3,207</u>
	\$ <u>451,111</u>

Interest expense for the year amounted to \$7,284

NOTE F - LINE OF CREDIT

A line of credit was established with a financial institution in March 2014 in the amount of \$1,100,000. No funds had been drawn at June 30, 2014, nor as of December 26, 2014. The line of credit is collateralized by the Clinic building grant. See Note H.

NOTE G - INCOME TAXES

The corporation is exempt from corporate income taxes under Section 501(c)(3) of the Internal Revenue Code.

MQVN Community Development Corporation, Inc. has adopted the provisions of FASB ASC 740-10-25, which requires a tax position be recognized or derecognized based on a "more likely than not" threshold. This applies to positions taken or expected to be taken in a tax return. MQVN Community Development Corporation, Inc. does not believe its financial statements include any uncertain tax positions. MQVN Community Development Corporation, Inc.'s tax returns for the years ended June 30, 2012, 2013 and 2014 remain open and subject to examination by taxing authorities.

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2014

NOTE H - COMMITMENTS

Construction in Progress

MQVN Community Development Corporation, Inc. has entered into a construction contract to build a medical clinic at 13085 Chef Menteur Highway, New Orleans for \$1,818,591. The building is expected to be completed in October 2014. Land costs amounted to \$204,858, for which there is a mortgage note payable with a balance of \$109,361 at June 30, 2014. Construction in progress amounted to \$1,129,114 at June 30, 2014.

Leases

The Corporation leases its administrative office, on a month-to-month basis, at \$800 per month through June 30, 2014. Starting July 1, 2014 the rent will be \$500 per month. The operating lease for the adult clinic is at \$1,060 per month, expiring December 31, 2014. The operating lease for the pediatric clinic is at \$3,792 per month, which expires September 2015. The lessor is not demanding rent beyond December 2014, because the clinic moved to their own building in December 2014. The total rent expense for the year ended June 30, 2014 was \$58,652.

NOTE I - CLASSIFICATION OF ACCOUNTS

Certain prior year accounts have been reclassified to agree to the current year presentation.

NOTE J - BOARD OF DIRECTORS' COMPENSATION

The Board of Directors is a voluntary board, therefore, no compensation was paid to any board member.

SUPPLEMENTAL INFORMATION

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF ACTIVITIES
Year Ended June 30, 2014

Health Center

	<u>GNOCHC</u>	<u>HRSA NAP - 330</u>	<u>HRSA</u>	<u>LPHI PCCP</u>	<u>NOCHF</u>	<u>AAPCHO</u>	<u>CDBG</u>	<u>Operating</u>	<u>Total</u>
Revenue									
Government grants	\$ 85,697	\$ 286,820	\$ 9,447	\$ -	\$ -	\$ -	\$ 597,608	\$ -	\$ 979,572
Government income	191,300	-	-	295,898	329,684	75,000	96,210	52,196	1,040,288
Foundation - income	-	-	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	-	-
Fundraising	-	-	-	-	-	-	-	-	-
Service/fee income	-	-	-	-	-	-	-	914,046	914,046
Other Health Center income	-	-	-	-	-	-	-	3,745	3,745
United Way grant	-	-	-	-	-	-	-	-	-
United Way designations	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	9,990	9,990
Sale of Product income	-	-	-	-	-	-	-	-	-
Total	<u>276,997</u>	<u>286,820</u>	<u>9,447</u>	<u>295,898</u>	<u>329,684</u>	<u>75,000</u>	<u>693,818</u>	<u>979,977</u>	<u>2,947,641</u>
Expenses									
Personnel	16,014	212,820	-	-	144,262	52,423	-	513,148	938,667
Travel/meetings	1,591	-	-	-	6,489	-	-	10,284	18,364
Operating services	-	-	-	1,285	46,435	560	-	71,996	120,276
Supplies	-	-	-	-	9,379	2,765	-	6,212	18,356
Professional services	1,896	42,000	-	4,561	14,090	17,686	-	15,573	95,806
Occupancy	22,340	-	-	-	33,072	-	-	396	55,808
Health Clinic	190,439	6,667	9,447	15,006	72,662	-	-	73,839	368,060
Food Production	-	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	5,512	5,512
Equipment/maintenance	44,424	-	-	-	2,675	840	-	(2,174)	45,765
Taxes/licenses	-	-	-	-	398	-	-	2,172	2,570
Depreciation/amortization	-	-	-	-	-	-	-	32,416	32,416
Total	<u>276,704</u>	<u>261,487</u>	<u>9,447</u>	<u>20,852</u>	<u>329,462</u>	<u>74,274</u>	<u>-</u>	<u>729,374</u>	<u>1,701,600</u>
Increase (Decrease) in Net Assets	293	25,333	-	275,046	222	726	693,818	250,603	1,246,041
Transfers to Operating	(293)	-	-	-	(222)	(726)	-	1,241	-
Construction in progress capitalized	-	-	-	(400,458)	-	-	(693,818)	-	(1,094,276)
Net Assets, Beginning of Year	-	-	-	125,412	-	-	-	378,832	504,244
Net Assets, End of Year	\$ <u>-</u>	\$ <u>25,333</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>630,676</u>	\$ <u>656,009</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF ACTIVITIES - Continued
Year Ended June 30, 2014

Community Services

	<u>Enterprise</u>	<u>NIEHS</u>	<u>NOCOG</u>	<u>GNOF</u>	<u>Neighbor Works</u>	<u>United Way</u>	<u>Operating</u>	<u>Total</u>
Revenue								
Government grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Government income	28,500	37,615	27,175	10,000	-	-	25,000	128,290
Foundation - income	-	-	50,000	-	45,000	-	-	95,000
Donations	-	-	-	-	-	-	4,280	4,280
Fundraising	-	-	-	-	-	-	921	921
Service/fee income	-	-	-	-	-	-	-	-
Other Health Center income	-	-	-	-	-	-	-	-
United Way grant	-	-	-	-	-	12,000	-	12,000
United Way designations	-	-	-	-	-	1,631	-	1,631
Other income	-	-	-	-	-	-	27,414	27,414
Sale of Product income	-	-	-	-	-	-	-	-
Total	<u>28,500</u>	<u>37,615</u>	<u>77,175</u>	<u>10,000</u>	<u>45,000</u>	<u>13,631</u>	<u>57,615</u>	<u>269,536</u>
Expenses								
Personnel	-	29,478	42,426	5,923	42,846	12,192	199,424	332,289
Travel/meetings	-	1,265	10,005	-	-	-	7,323	18,593
Operating services	-	-	140	-	-	-	12,631	12,771
Supplies	-	371	-	-	-	-	6,433	6,804
Professional services	26,875	-	120	-	-	-	49,081	76,076
Occupancy	-	-	-	-	-	1,412	12,057	13,469
Health Clinic	-	-	-	-	-	-	1,648	1,648
Food Production	-	-	-	-	-	-	-	-
Other expenses	-	-	79	-	-	-	7,284	7,363
Equipment/maintenance	-	-	-	-	-	-	1,900	1,900
Taxes/licenses	-	-	-	-	-	-	-	-
Depreciation/amortization	-	-	-	-	-	-	-	-
Total	<u>26,875</u>	<u>31,114</u>	<u>52,770</u>	<u>5,923</u>	<u>42,846</u>	<u>13,604</u>	<u>297,781</u>	<u>470,913</u>
Increase (Decrease)								
in Net Assets	1,625	6,501	24,405	4,077	2,154	27	(240,166)	(201,377)
Transfers to Operating	-	(6,501)	-	-	-	(27)	6,528	-
Construction in progress capitalized	-	-	-	-	-	-	-	-
Net Assets, Beginning of Year	-	-	-	-	-	-	406,374	406,374
Net Assets, End of Year	\$ <u>1,625</u>	\$ <u>-</u>	\$ <u>24,405</u>	\$ <u>4,077</u>	\$ <u>2,154</u>	\$ <u>-</u>	\$ <u>172,736</u>	\$ <u>204,997</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF ACTIVITIES - Continued
Year Ended June 30, 2014

	<u>VEGGI</u>			<u>PROPERTY & EQUIPMENT</u>	<u>TOTAL</u>
	<u>APIAHF</u>	<u>Operating</u>	<u>Total</u>		
Revenue					
Government grants	\$ -	\$ -	\$ -	\$ -	\$ 979,572
Government income	110,000	-	110,000	-	1,278,578
Foundation - income	-	-	-	-	95,000
Donations	-	1,120	1,120	-	5,400
Fundraising	-	-	-	-	921
Service/fee income	-	9,370	9,370	-	923,416
Other Health Center income	-	-	-	-	3,745
United Way grant	-	-	-	-	12,000
United Way designations	-	-	-	-	1,631
Other income	-	1,296	1,296	-	38,700
Sale of Product income	-	<u>53,601</u>	<u>53,601</u>	-	<u>53,601</u>
Total	<u>110,000</u>	<u>65,387</u>	<u>175,387</u>	-	<u>3,392,564</u>
Expenses					
Personnel	35,449	-	35,449	-	1,306,406
Travel/meetings	1,654	-	1,654	-	38,611
Operating services	-	433	433	-	133,480
Supplies	7,634	2,259	9,893	-	35,053
Professional services	-	-	-	-	171,882
Occupancy	-	1,911	1,911	-	71,187
Health Clinic	-	-	-	-	369,708
Food Production	1,158	64,906	66,064	-	66,064
Other expenses	-	16,997	16,997	-	29,872
Equipment/maintenance	1,988	5,370	7,358	-	55,023
Taxes/licenses	-	-	-	-	2,570
Depreciation/amortization	-	<u>1,622</u>	<u>1,622</u>	-	<u>34,038</u>
Total	<u>47,883</u>	<u>93,498</u>	<u>141,381</u>	-	<u>2,313,894</u>
Increase (Decrease) in Net Assets	62,117	(28,111)	34,006	-	1,078,670
Transfers to Operating	-	-	-	-	-
Construction in progress capitalized	-	-	-	1,094,276	-
Net Assets, Beginning of Year	-	(13,342)	(13,342)	844,824	1,742,100
Net Assets, End of Year	<u>\$ 62,117</u>	<u>\$ (41,453)</u>	<u>\$ 20,664</u>	<u>\$ 1,939,100</u>	<u>\$ 2,820,770</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF EXPENSES
Year Ended June 30, 2014

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	Health Center								
	<u>GNOCHC</u>	<u>HRSA NAP - 330</u>	<u>HRSA</u>	<u>LPHI PCCP</u>	<u>NOCHF</u>	<u>AAPCHO</u>	<u>CDBG</u>	<u>Operating</u>	<u>Total</u>
Personnel									
Salaries and wages	\$ 16,014	\$ 180,964	\$ -	\$ -	\$ 144,262	\$ 52,423	\$ -	\$ 443,901	\$ 837,564
Salaries, interns & other	-	-	-	-	-	-	-	-	-
Payroll taxes	-	15,300	-	-	-	-	-	48,214	63,514
Health insurance	-	16,556	-	-	-	-	-	21,033	37,589
	<u>16,014</u>	<u>212,820</u>	<u>-</u>	<u>-</u>	<u>144,262</u>	<u>52,423</u>	<u>-</u>	<u>513,148</u>	<u>938,667</u>
Travel/Meetings									
Meeting costs	-	-	-	-	-	-	-	2,302	2,302
Staff development & training	-	-	-	-	414	-	-	127	541
Conferences & registration	375	-	-	-	1,395	-	-	1,430	3,200
Travel	1,216	-	-	-	4,680	-	-	6,397	12,293
Parking	-	-	-	-	-	-	-	28	28
	<u>1,591</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,489</u>	<u>-</u>	<u>-</u>	<u>10,284</u>	<u>18,364</u>
Operating Services									
IT support	-	-	-	-	5,045	-	-	23,739	28,784
Dues & subscriptions	-	-	-	-	15,486	-	-	10,635	26,121
Telephone & internet	-	-	-	-	8,989	-	-	-	8,989
Advertising & marketing	-	-	-	1,285	16,915	560	-	1,840	20,600
Insurance	-	-	-	-	-	-	-	19,511	19,511
Payroll & bank service fees	-	-	-	-	-	-	-	16,271	16,271
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,285</u>	<u>46,435</u>	<u>560</u>	<u>-</u>	<u>71,996</u>	<u>120,276</u>
Supplies									
Postage	-	-	-	-	68	39	-	167	274
Office supplies	-	-	-	-	9,278	1,529	-	4,481	15,288
Supplies & materials	-	-	-	-	33	1,197	-	1,564	2,794
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,379</u>	<u>2,765</u>	<u>-</u>	<u>6,212</u>	<u>18,356</u>
Professional Services									
Consultants	1,896	32,000	-	4,561	13,090	-	-	517	52,064
Accounting/auditing	-	10,000	-	-	1,000	17,686	-	10,831	39,517
Legal expenses	-	-	-	-	-	-	-	-	-
Janitorial	-	-	-	-	-	-	-	4,225	4,225
	<u>1,896</u>	<u>42,000</u>	<u>-</u>	<u>4,561</u>	<u>14,090</u>	<u>17,686</u>	<u>-</u>	<u>15,573</u>	<u>95,806</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF EXPENSES
Year Ended June 30, 2014

Health Center

	<u>GNOCHC</u>	<u>HRSA NAP - 330</u>	<u>HRSA</u>	<u>LPHI PCCP</u>	<u>NOCHF</u>	<u>AAPCHO</u>	<u>CDBG</u>	<u>Operating</u>	<u>Total</u>
Occupancy									
Rent	22,340	-	-	-	27,512	-	-	-	49,852
Utilities	-	-	-	-	5,560	-	-	396	5,956
	<u>22,340</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,072</u>	<u>-</u>	<u>-</u>	<u>396</u>	<u>55,808</u>
Health Clinic									
OB GYN - Tulane	28,800	-	-	-	-	-	-	-	28,800
Psych - Tulane	-	-	-	-	56,273	-	-	-	56,273
Pediatrics	51,802	-	-	-	-	-	-	-	51,802
Consultant - Acupuncture	-	-	-	-	5,500	-	-	-	5,500
Consultant - Yoga	-	-	-	-	80	-	-	-	80
Coding, billing & collections	41,691	-	-	-	-	-	-	-	41,691
Lab fees	-	-	-	-	-	-	-	21,091	21,091
Stericycle	-	-	-	-	-	-	-	14,907	14,907
TeleMid communications	-	-	-	-	-	-	-	5,889	5,889
Other misc services costs	-	-	-	11,952	-	-	-	-	11,952
Clinical Path Lab	-	-	-	-	-	-	-	1,018	1,018
CMWI supplies	-	-	-	-	10,389	-	-	468	10,857
Time clock	-	-	-	-	-	-	-	974	974
Professional services	-	6,667	-	3,054	420	-	-	1,198	11,339
PSS - Gulf Coast	68,146	-	9,447	-	-	-	-	-	77,593
Professional liability	-	-	-	-	-	-	-	28,294	28,294
	<u>190,439</u>	<u>6,667</u>	<u>9,447</u>	<u>15,006</u>	<u>72,662</u>	<u>-</u>	<u>-</u>	<u>73,839</u>	<u>368,060</u>
Food Production									
Purchases for resale									
Fuel									
Packing									
Seeds									
Soy processing									
Sample testing									
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Other expenses									
Other	-	-	-	-	-	-	-	5,512	5,512
Interest expense	-	-	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,512</u>	<u>5,512</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF EXPENSES
Year Ended June 30, 2014

	Health Center								
	<u>GNOCHC</u>	<u>HRSA NAP - 330</u>	<u>HRSA</u>	<u>LPHI PCCP</u>	<u>NOCHF</u>	<u>AAPCHO</u>	<u>CDBG</u>	<u>Operating</u>	<u>Total</u>
Equipment/Maintenance									
Office equipment	-	-	-	-	2,675	840	-	1,500	5,015
Repairs & maintenance	-	-	-	-	-	-	-	-	-
Equipment purchases/ maintenance	<u>44,424</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,674)</u>	<u>40,750</u>
	<u>44,424</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,675</u>	<u>840</u>	<u>-</u>	<u>(2,174)</u>	<u>45,765</u>
Taxes/Licenses									
Licenses/permits	-	-	-	-	398	-	-	1,947	2,345
Taxes - filings	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>225</u>	<u>225</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>398</u>	<u>-</u>	<u>-</u>	<u>2,172</u>	<u>2,570</u>
Depreciation/amortization									
Depreciation expense - VEGGI	-	-	-	-	-	-	-	-	-
Amortization - License agreement	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,416</u>	<u>32,416</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,416</u>	<u>32,416</u>
Total	<u>\$ 276,704</u>	<u>\$ 261,487</u>	<u>\$ 9,447</u>	<u>\$ 20,852</u>	<u>\$ 329,462</u>	<u>\$ 74,274</u>	<u>\$ -</u>	<u>\$ 729,374</u>	<u>\$ 1,701,600</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF EXPENSES - Continued
Year Ended June 30, 2014

	Community Services							Total
	Enterprise	NIEHS	NOCOG	GNOF	Neighbor Works	United Way	Operating	
Personnel								
Salaries and wages	\$ -	\$ 24,978	\$ 40,095	\$ 5,923	\$ 42,846	\$ 12,192	\$ 154,775	\$ 280,809
Salaries, interns & other	-	-	-	-	-	-	-	-
Payroll taxes	-	1,986	1,001	-	-	-	19,840	22,827
Health insurance	-	2,514	1,330	-	-	-	24,809	28,653
	<u>-</u>	<u>29,478</u>	<u>42,426</u>	<u>5,923</u>	<u>42,846</u>	<u>12,192</u>	<u>199,424</u>	<u>332,289</u>
Travel/Meetings								
Meeting costs	-	680	9,724	-	-	-	947	11,351
Staff development & training	-	-	-	-	-	-	-	-
Conferences & registration	-	25	-	-	-	-	830	855
Travel	-	560	281	-	-	-	5,546	6,387
Parking	-	-	-	-	-	-	-	-
	<u>-</u>	<u>1,265</u>	<u>10,005</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,323</u>	<u>18,593</u>
Operating Services								
IT support	-	-	-	-	-	-	-	-
Dues & subscriptions	-	-	-	-	-	-	614	614
Telephone & internet	-	-	-	-	-	-	1,027	1,027
Advertising & marketing	-	-	140	-	-	-	-	140
Insurance	-	-	-	-	-	-	8,268	8,268
Payroll & bank service fees	-	-	-	-	-	-	2,722	2,722
	<u>-</u>	<u>-</u>	<u>140</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,631</u>	<u>12,771</u>
Supplies								
Postage	-	49	-	-	-	-	75	124
Office supplies	-	272	-	-	-	-	156	428
Supplies & materials	-	50	-	-	-	-	6,202	6,252
	<u>-</u>	<u>371</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,433</u>	<u>6,804</u>
Professional Services								
Consultants	26,875	-	120	-	-	-	-	26,995
Accounting/auditing	-	-	-	-	-	-	26,181	26,181
Legal expenses	-	-	-	-	-	-	22,900	22,900
Janitorial	-	-	-	-	-	-	-	-
	<u>26,875</u>	<u>-</u>	<u>120</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,081</u>	<u>76,076</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.
COMBINED STATEMENT OF EXPENSES - Continued
Year Ended June 30, 2014

	Community Services							
	Enterprise	NIEHS	NOCO	GNOF	Neighbor Works	United Way	Operating	Total
Occupancy								
Rent	-	-	-	-	-	-	8,800	8,800
Utilities	-	-	-	-	-	1,412	3,257	4,669
	-	-	-	-	-	1,412	12,057	13,469
Health Clinic								
OB GYN - Tulane	-	-	-	-	-	-	-	-
Psych - Tulane	-	-	-	-	-	-	-	-
Pediatrics	-	-	-	-	-	-	-	-
Consultant - Acupuncture	-	-	-	-	-	-	-	-
Consultant - Yoga	-	-	-	-	-	-	-	-
Coding, billing & collections	-	-	-	-	-	-	-	-
Lab fees	-	-	-	-	-	-	-	-
Stericycle	-	-	-	-	-	-	-	-
TeleMid communications	-	-	-	-	-	-	-	-
Other misc services costs	-	-	-	-	-	-	1,648	1,648
Clinical Path Lab	-	-	-	-	-	-	-	-
CMWI supplies	-	-	-	-	-	-	-	-
Time clock	-	-	-	-	-	-	-	-
Professional services	-	-	-	-	-	-	-	-
PSS - Gulf Coast	-	-	-	-	-	-	-	-
Professional liability	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	1,648	1,648
Food Production								
Purchases for resale								
Fuel								
Packing								
Seeds								
Soy processing								
Sample testing								
Other expenses								
Other	-	-	79	-	-	-	-	79
Interest expense	-	-	-	-	-	-	7,284	7,284
	-	-	79	-	-	-	7,284	7,363

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF EXPENSES - Continued
Year Ended June 30, 2014

	<u>Community Services</u>							
	<u>Enterprise</u>	<u>NIEHS</u>	<u>NOCOG</u>	<u>GNOF</u>	<u>Neighbor Works</u>	<u>United Way</u>	<u>Operating</u>	<u>Total</u>
Equipment/Maintenance								
Office equipment	-	-	-	-	-	-	-	-
Repairs & maintenance	-	-	-	-	-	-	87	87
Equipment purchases/maintenance	-	-	-	-	-	-	<u>1,813</u>	<u>1,813</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,900</u>	<u>1,900</u>
Taxes/Licenses								
Licenses/permits								
Taxes - filings								
	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
Depreciation/amortization								
Depreciation expense - VEGGI								
Amortization - License agreement								
	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
Total	\$ <u>26,875</u>	\$ <u>31,114</u>	\$ <u>52,770</u>	\$ <u>5,923</u>	\$ <u>42,846</u>	\$ <u>13,604</u>	\$ <u>297,781</u>	\$ <u>470,913</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF EXPENSES - Continued
Year Ended June 30, 2014

		<u>VEGGI</u>			<u>TOTAL</u>
		<u>APIAHF</u>	<u>Operating</u>	<u>Total</u>	
Personnel					
Salaries and wages		\$ 22,844	\$ -	\$ 22,844	\$ 1,141,218
Salaries, interns & other		8,335	-	8,335	8,335
Payroll taxes		1,800	-	1,800	88,141
Health insurance		<u>2,470</u>	<u>-</u>	<u>2,470</u>	<u>68,712</u>
		<u>35,449</u>	<u>-</u>	<u>35,449</u>	<u>1,306,406</u>
Travel/Meetings					
Meeting costs		-	-	-	13,653
Staff development & training		-	-	-	541
Conferences & registration		-	-	-	4,055
Travel		1,654	-	1,654	20,334
Parking		<u>-</u>	<u>-</u>	<u>-</u>	<u>28</u>
		<u>1,654</u>	<u>-</u>	<u>1,654</u>	<u>38,611</u>
Operating Services					
IT support		-	-	-	28,784
Dues & subscriptions		-	146	146	26,881
Telephone & internet		-	-	-	10,016
Advertising & marketing		-	-	-	20,740
Insurance		-	-	-	27,779
Payroll & bank service fees		<u>-</u>	<u>287</u>	<u>287</u>	<u>19,280</u>
		<u>-</u>	<u>433</u>	<u>433</u>	<u>133,480</u>
Supplies					
Postage		-	169	169	567
Office supplies		-	-	-	15,716
Supplies & materials		<u>7,634</u>	<u>2,090</u>	<u>9,724</u>	<u>18,770</u>
		<u>7,634</u>	<u>2,259</u>	<u>9,893</u>	<u>35,053</u>
Professional Services					
Consultants		-	-	-	79,059
Accounting/auditing		-	-	-	65,698
Legal expenses		-	-	-	22,900
Janitorial		<u>-</u>	<u>-</u>	<u>-</u>	<u>4,225</u>
		<u>-</u>	<u>-</u>	<u>-</u>	<u>171,882</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF EXPENSES - Continued
Year Ended June 30, 2014

	VEGGI			TOTAL
	<u>APIAHF</u>	<u>Operating</u>	<u>Total</u>	
Occupancy				
Rent	-	-	-	58,652
Utilities	-	1,911	1,911	12,535
	<u>-</u>	<u>1,911</u>	<u>1,911</u>	<u>71,187</u>
Health Clinic				
OB GYN - Tulane	-	-	-	28,800
Psych - Tulane	-	-	-	56,273
Pediatrics	-	-	-	51,802
Consultant - Acupuncture	-	-	-	5,500
Consultant - Yoga	-	-	-	80
Coding, billing & collections	-	-	-	41,691
Lab fees	-	-	-	21,091
Stericycle	-	-	-	14,907
TeleMid communications	-	-	-	5,889
Other misc services costs	-	-	-	13,600
Clinical Path Lab	-	-	-	1,018
CMWI supplies	-	-	-	10,857
Time clock	-	-	-	974
Professional services	-	-	-	11,339
PSS - Gulf Coast	-	-	-	77,593
Professional liability	-	-	-	28,294
	<u>-</u>	<u>-</u>	<u>-</u>	<u>369,708</u>
Food Production				
Purchases for resale	-	54,693	54,693	54,693
Fuel	-	2,389	2,389	2,389
Packing	-	4,386	4,386	4,386
Seeds	1,158	455	1,613	1,613
Soy processing	-	212	212	212
Sample testing	-	2,771	2,771	2,771
	<u>1,158</u>	<u>64,906</u>	<u>66,064</u>	<u>66,064</u>
Other expenses				
Other	-	16,997	16,997	22,588
Interest expense	-	-	-	7,284
	<u>-</u>	<u>16,997</u>	<u>16,997</u>	<u>29,872</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC
COMBINED STATEMENT OF EXPENSES - Continued
Year Ended June 30, 2014

		VEGGI		TOTAL
	<u>APIAHF</u>	<u>Operating</u>	<u>Total</u>	
Equipment/Maintenance				
Office equipment	-	-	-	5,015
Repairs & maintenance	1,988	2,608	4,596	4,683
Equipment purchases/ maintenance	-	<u>2,762</u>	<u>2,762</u>	<u>45,325</u>
	<u>1,988</u>	<u>5,370</u>	<u>7,358</u>	<u>55,023</u>
Taxes/Licenses				
Licenses/permits	-	-	-	2,345
Taxes - filings	-	-	-	<u>225</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,570</u>
Depreciation/amortization				
Depreciation expense - VEGGI	-	1,622	1,622	1,622
Amortization - License agreement	-	-	-	<u>32,416</u>
	<u>-</u>	<u>1,622</u>	<u>1,622</u>	<u>34,038</u>
Totals	<u>\$ 47,883</u>	<u>\$ 93,498</u>	<u>\$ 141,381</u>	<u>\$ 2,313,894</u>

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2014

<u>Federal Grantor/Pass Through Grantors/Program Title</u>	<u>GRANT NUMBER</u>	<u>FEDERAL CFDA NUMBER</u>	<u>GRANT YEAR ENDED</u>	<u>FEDERAL EXPENDITURES</u>
U S DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Health Resources and Services Administration (HRSA) Health Center	H80C526582	93 224	01/31/2015	\$ 261,487
Health Resources and Services Administration (HRSA) Health Care and Other Facilities	C76HF19667	93 887	12/31/2014	<u>9,447</u>
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES				270,934
U S DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Passed through City of New Orleans CDBG - New Orleans East Community Health Center	B-06-DG-22-0001	14 228	05/01/2015	<u>693,818</u>
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				<u>693,818</u>
TOTAL FEDERAL AWARDS				<u>\$ 964,752</u>

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Presentation of Federal Statements

The accompanying schedule of Expenditures of Federal Awards is prepared on the accrual basis of accounting. Federal direct programs are identified by Federal Agency and Federal pass-through funds are presented by the entity through which the organization received the federal financial assistance.

CASCIO & SCHMIDT, LLC

CERTIFIED PUBLIC ACCOUNTANTS

FRANCIS J. CASGIO, CPA
STEVEN A. SCHMIDT, CPA

MEMBERS
AMERICAN INSTITUTE OF CERTIFIED
PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA CERTIFIED
PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S 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
MQVN Community Development Corporation, Inc

We have audited, in accordance with the 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, the financial statements of MQVN Community Development Corporation, Inc (a nonprofit corporation) which comprise the statement of financial position as of June 30, 2014 and the related statements of activities, and cash flows and for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 26, 2014

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements we considered MQVN Community Development Corporation, Inc 's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of MQVN Community Development Corporation, Inc 's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of MQVN Community Development Corporation, Inc 's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A deficiency in internal control 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 and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in the internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs that are considered to be a significant deficiency as item 2014-1.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether MQVN Community Development Corporation, 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.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Standards Auditing* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Cassidy & Schmidt, LLC

Metairie, Louisiana
December 26, 2014

CASCIO & SCHMIDT, LLC

CERTIFIED PUBLIC ACCOUNTANTS

FRANCIS J. CASCIO, CPA
STEVEN A. SCHMIDT, CPA

MEMBERS
AMERICAN INSTITUTE OF CERTIFIED
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors
MQVN Community Development Corporation, Inc

Report on Compliance for Each Major Federal Program

We have audited MQVN Community Development Corporation, Inc.'s compliance with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of MQVN Community Development Corporation, Inc.'s major federal programs for the year ended June 30, 2014. MQVN Community Development Corporation, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of MQVN Community Development Corporation, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. 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 required 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 MQVN Community Development Corporation, 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 on compliance for each major federal program. However, our audit does not provide a legal determination of MQVN Community Development Corporation, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, MQVN Community Development Corporation, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

Management of MQVN Community Development Corporation, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered MQVN Community Development Corporation, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate to the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 MQVN Community Development Corporation, Inc.'s internal control over compliance.

A deficiency in 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, and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness* in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Metairie, Louisiana
December 26, 2014

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the year ended June 30, 2014

A SUMMARY OF THE AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued

Qualified

Internal control over financial reporting

• Material weakness(es) identified?	<u> </u> yes	<u> X </u> no
• Significant deficiency(ies) identified?	<u> X </u> yes	<u> </u> no
Noncompliance material to financial statements noted?	<u> </u> yes	<u> X </u> no

Federal Awards

Internal control over major programs

• Material weakness(es) identified?	<u> </u> yes	<u> X </u> no
• Significant deficiency(ies) identified?	<u> </u> yes	<u> X </u> none reported

Type of auditor's report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? yes X no

The programs tested as major programs included

U S Department of Housing and Urban Development
Passed through City of New Orleans
CDBG - New Orleans East Community
Health Center (CFDA # 14 228)

The threshold for distinguishing Type A and Type B programs was \$300,000

Auditee qualified as a low-risk auditee? yes X no

B FINANCIAL STATEMENTS FINDING

SIGNIFICANT DEFICIENCY

2014 - 1 PAYROLL RECORDS

Condition Time sheets are not maintained for salaried employees of non-federal programs

Recommendation We recommend that time sheets be maintained for all employees

Response See Corrective Action Plan

MQVN COMMUNITY DEVELOPMENT CORPORATION, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - Continued

For the year ended June 30, 2014

C STATUS OF PRIOR YEAR AUDIT FINDINGS

	<u>Resolved</u>	<u>Unresolved</u>	<u>Current Audit Findings</u>
2013 - 1 Financial statements - late filing	X		
2013 - 2 General Ledger	X		
2013 - 3 Bank reconciliations, Accounts Receivable and Accounts Payable	X		

D QUESTIONED COSTS

There were no questioned costs for the year ended June 30, 2014



Community Development Corporation, Inc

Management's Corrective Action Plan

Year Ended June 30, 2014

Finding 2014 – 1 Payroll Records

Condition	Time sheets are not maintained for salaried employees of non-federal programs
Response	MQVN Community Development Corporation, Inc will create a time sheet template for all employees (salaried and non-salaried) There will be required mandatory submission of all time sheets on a bi-weekly basis