

**CENTER FOR CHILDREN AND FAMILIES, INC.**

*Financial Statements  
For the Years Ended June 30, 2011 and 2010*



CENTER FOR CHILDREN AND FAMILIES, INC.  
FINANCIAL REPORT  
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

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## INDEPENDENT AUDITORS' REPORT

Board of Directors of  
Center for Children and Families, Inc.  
Monroe, Louisiana

We have audited the accompanying statements of financial position of Center for Children and Families, Inc., as of June 30, 2011 and 2010, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of Center for Children and Families, Inc.'s management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 audits to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide 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 Center for Children and Families, Inc., as of June 30, 2011 and 2010, and the changes in its net assets and its cash flows for the years 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 December 22, 2011, on our consideration of Center for Children and Families, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 important for assessing the results of our audits.

Board of Directors of  
Center for Children and Families, Inc.  
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Our audits were conducted for the purpose of forming an opinion on the financial statements of Center for Children and Families, Inc., taken as a whole. The accompanying schedule of expenditures of federal awards 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 not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audits of the financial statements and, in our opinion, is fairly stated in all material respects, in relation to the financial statements taken as a whole.

*Cameron, Hines & Hartt (APAC)*

West Monroe, Louisiana  
December 22, 2011

CENTER FOR CHILDREN AND FAMILIES, INC.  
STATEMENTS OF FINANCIAL POSITION

ASSETS

	June 30.	
	2011	2010
Current Assets:		
Cash and Cash Equivalents	\$ 218,450	\$ 172,168
Grants Receivable	366,506	429,557
Prepaid Insurance	5,511	5,992
Total Current Assets	590,467	607,717
Property and Equipment:		
Furniture and Equipment	284,749	276,767
Less: Accumulated Depreciation	(241,004)	(200,554)
Net Property and Equipment	43,745	76,213
 <u>TOTAL ASSETS</u>	 \$ 634,212	 \$ 683,930

LIABILITIES AND NET ASSETS

Current Liabilities:		
Accrued Payroll Taxes and Expenses	\$ 3,001	\$ 2,486
Net Assets:		
Unrestricted	631,211	681,444
 <u>TOTAL LIABILITIES AND NET ASSETS</u>	 \$ 634,212	 \$ 683,930

The accompanying notes are an integral part of these financial statements.

CENTER FOR CHILDREN AND FAMILIES, INC.  
STATEMENTS OF ACTIVITIES

<u>PUBLIC SUPPORT, GRANT REVENUE AND OTHER SUPPORT</u>	For the Years Ended June 30,	
	2011	2010
Government Grants and Contracts	\$ 3,347,483	\$ 3,212,733
Contributions	25,600	18,481
Fundraising	61,767	74,067
Interest Income	451	783
<u>TOTAL PUBLIC SUPPORT, GRANT REVENUE AND OTHER SUPPORT</u>	3,435,301	3,306,064
<u>EXPENSES</u>		
Program Services:		
TANF	790,835	787,504
Family Foundation	1,372,375	1,606,691
HB	200,190	213,346
VOCA	95,081	70,444
VOCA Recovery	-	48,361
Children's Advocacy Centers of Louisiana	3,664	3,977
MST	645,176	308,732
Safe Schools	109,522	122,197
Louisiana Children's Trust Fund	27,000	27,000
LA Bar Foundation	-	4,579
Total Program Services	3,243,843	3,192,831
Management and General	204,913	270,878
Fundraising	36,778	38,056
<u>TOTAL EXPENSES</u>	3,485,534	3,501,765
<u>DECREASE IN NET ASSETS</u>	(50,233)	(195,701)
<u>NET ASSETS AT BEGINNING OF YEAR</u>	681,444	877,145
<u>NET ASSETS AT END OF YEAR</u>	\$ 631,211	\$ 681,444

The accompanying notes are an integral part of these financial statements.

CENTER FOR CHILDREN AND FAMILIES, INC.  
STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

	PROGRAM SERVICES				
	TANF	Family Foundation	HB	VOCA	VOCA Recovery
Advertising/Promotion	\$ -	\$ -	\$ -	\$ -	\$ -
Dues and Subscriptions	600	-	-	-	-
Fundraising Events	-	-	-	-	-
Insurance	4,300	8,232	1,251	-	-
Interest	-	-	-	-	-
Legal and Professional	-	41,476	-	-	-
Meetings/Seminars	18,458	58,880	15,259	45	-
Miscellaneous	1,906	1,887	1,240	-	-
Office	25,503	16,214	1,408	-	-
Postage	3,656	1,790	179	220	-
Project Coordination	643,755	1,099,636	175,548	94,816	-
Rent	28,106	41,350	-	-	-
Repairs and Maintenance	5,287	24,420	3,399	-	-
Training	9,475	34,224	1,527	-	-
Utilities	49,789	44,266	379	-	-
Depreciation	-	-	-	-	-
Total Expenses, year ended June 30, 2011	\$ 790,835	\$ 1,372,375	\$ 200,190	\$ 95,081	\$ -
Total Expenses, year ended June 30, 2010	\$ 787,504	\$ 1,606,691	\$ 213,346	\$ 70,444	\$ 48,361

PROGRAM SERVICES

La. CAC	MST	Safe Schools	La. Children's Trust Fund	LA Bar Foundation	Total Program Services	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	C
-	9,000	-	-	-	9,600	
-	-	-	-	-	-	O
-	3,496	1,251	-	-	18,530	
-	-	-	-	-	-	N
-	80,570	-	-	-	122,046	
3,664	39,722	2,359	-	-	138,387	T
-	2,235	361	-	-	7,629	
-	7,180	756	-	-	51,061	I
-	270	179	-	-	6,294	
-	476,956	99,457	27,000	-	2,617,168	N
-	-	-	-	-	69,456	
-	10,360	3,262	-	-	46,728	U
-	5,321	1,518	-	-	52,065	
-	10,066	379	-	-	104,879	E
-	-	-	-	-	-	D
<u>\$ 3,664</u>	<u>\$ 645,176</u>	<u>\$ 109,522</u>	<u>\$ 27,000</u>	<u>\$ -</u>	<u>\$ 3,243,843</u>	
<u>\$ 3,977</u>	<u>\$ 308,732</u>	<u>\$ 122,197</u>	<u>\$ 27,000</u>	<u>\$ 4,579</u>	<u>\$ 3,192,831</u>	

The accompanying notes are an integral part of these financial statements.



CENTER FOR CHILDREN AND FAMILIES, INC.  
STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010 (continued)

	Management and General	Fundraising	TOTALS	
			2011	2010
Advertising/Promotion	\$ -	\$ -	\$ -	\$ 4,347
Dues and Subscriptions	-	-	9,600	12,805
Fundraising Events	-	36,778	36,778	38,056
Insurance	6,651	-	25,181	228,755
Interest	990	-	990	472
Legal and Professional	2,746	-	124,792	60,861
Meetings/Seminars	5,631	-	144,018	117,787
Miscellaneous	16,418	-	24,047	29,048
Office	6,991	-	58,052	69,441
Postage	388	-	6,682	6,912
Project Coordination	86,178	-	2,703,346	2,546,424
Rent	14,507	-	83,963	88,456
Repairs and Maintenance	11,437	-	58,165	51,530
Training	8,192	-	60,257	93,759
Utilities	4,334	-	109,213	103,895
Depreciation	40,450	-	40,450	49,217
	<u>\$ 204,913</u>	<u>\$ 36,778</u>	<u>\$ 3,485,534</u>	
	<u>\$ 270,878</u>	<u>\$ 38,056</u>		<u>\$ 3,501,765</u>

The accompanying notes are an integral part of these financial statements.

CENTER FOR CHILDREN AND FAMILIES, INC.  
STATEMENTS OF CASH FLOWS

	For the Years Ended	
	June 30,	
	<u>2011</u>	<u>2010</u>
Cash Flows from Operating Activities:		
Decrease in Net Assets	\$ (50,233)	\$ (195,701)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Changes in Assets and Liabilities:		
Depreciation	40,450	49,217
Decrease in Bank Overdraft	-	(84,852)
Decrease in Grants Receivable	63,051	69,013
(Increase) Decrease in Prepaid Insurance	481	(1,298)
Increase (Decrease) in Accrued Expenses	515	(425)
Net Cash Provided (Used) by Operating Activities	<u>54,264</u>	<u>(164,046)</u>
 <u>Cash Flows from Investing Activities:</u>		
Purchase of Property and Equipment	<u>(7,982)</u>	-
Net Cash Used by Investing Activities	<u>(7,982)</u>	-
 <u>Increase (Decrease) in Cash and Cash Equivalents</u>	46,282	(164,046)
 <u>Cash at Beginning of Year</u>	<u>172,168</u>	<u>336,214</u>
 <u>CASH AND CASH EQUIVALENTS, END OF YEAR</u>	<u>\$ 218,450</u>	<u>\$ 172,168</u>

The accompanying notes are an integral part of these financial statements.

CENTER FOR CHILDREN AND FAMILIES, INC.  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

Note 1 - Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities

Center for Children and Families, Inc. (the Center) is a nonprofit public service association organized under the laws of the State of Louisiana on February 8, 1999. The Center was organized for the advocacy of children in the court and foster care systems within the Fourth District of Louisiana, and to do any and all things germane, incidental, and necessary to carry out these purposes into full effect. Revenues are derived primarily from the State of Louisiana, contributions from the general public, and fundraising efforts. On January 13, 2004, Center for Children and Families, Inc. changed its legal name from CASA of Northeast Louisiana, Inc. (Court Appointed Special Advocates) to better represent to the public its functions of helping youth and juvenile offenders and their families.

Use of Estimates

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

Basis of Accounting

The financial statements of the Center have been prepared on the accrual basis and, accordingly, reflect all significant receivables and payables.

Basis of Presentation

The Center has adopted Statement of Financial Accounting Standards (SFAS) No. 116, *Accounting for Contributions Received and Made*, and SFAS No. 117, *Financial Statements of Not-for-Profit Organizations*. Accordingly, the net assets of the Center and changes therein are classified and reported as follows:

*Unrestricted Net Assets* – Net assets that are not subject to donor-imposed stipulations. As of June 30, 2011 and 2010 all net assets were unrestricted.

*Temporarily Restricted Assets* – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Center and/or passage of time. As of June 30, 2011 and 2010 there were no temporarily restricted assets.

CENTER FOR CHILDREN AND FAMILIES, INC.  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

Note 1 - Nature of Activities and Summary of Significant Accounting Policies (Continued)

Basis of Presentation (Continued)

*Permanently Restricted Net Assets* – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Center. Generally, the donors of these assets permit the Center to use all of, or part of, the income earned on the related investments for general or specific purposes. As of June 30, 2011 and 2010, there were no permanently restricted net assets.

Grants Receivable

Grants receivable represent amounts that have been expensed for grant purposes and are to be reimbursed in full by the grantor and have been promised over the next twelve months.

Property and Equipment

Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is provided over the estimated useful lives of the respective assets using the straight-line method:

	<u>Years</u>
Furniture and Equipment	5

Public Support and Revenue

Annual contributions are recorded as revenue when received and are generally available for unrestricted use unless specifically restricted by the donor.

Grant income is deferred until the revenue is received. Unreimbursed expenses are recorded as income and as grants receivable when requests for reimbursement are submitted to the grants.

Contributions of donated non-cash assets are recorded at their fair value in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values.

Functional Allocation of Expenses

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

CENTER FOR CHILDREN AND FAMILIES, INC.  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

Note 1 - Nature of Activities and Summary of Significant Accounting Policies (Continued)

Fair Value of Financial Instruments

ASC section 820 *Fair Value Measurements and Disclosures* and ASC section 825 *Financial Instruments* require all entities to disclose the fair value of financial instruments for which it is practicable to estimate fair value.

The carrying amount of cash and cash equivalents, accrued interest receivable, and bequests receivable approximates fair value because of the short maturity of these financial instruments. The carrying value, which is the fair value of investments and funds held in trust by others, is based upon quoted market values. In the limited cases where such values are not available, historical cost is used as an estimate of market value.

Note 2 - Cash and Cash Equivalents

The Center maintains its cash balance in a local financial institution. At June 30, 2011, the bank balance was \$231,803, all of which insured by the Federal Deposit Insurance Corporation.

Note 3 - Income Taxes

The Center is a nonprofit corporation exempted from federal income taxes under Sec. 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made; however, should the Organization engage in activities unrelated to its exempt purpose, taxable income could result. The Organization had no material unrelated business income for the year ended June 30, 2011. The earliest income tax year that is subject to examination is 2007.

Note 4 - Grants Receivable

Grants receivable consisted of the following at June 30, 2011 and 2010:

	<u>2011</u>	<u>2010</u>
TANF Grant	\$ 67,577	\$ 69,430
Family Foundation	122,334	129,715
La. Children's Trust Fund	4,500	4,500
VOCA (Victims of Criminal Acts)	93,769	80,541
Home Builders	24,900	17,100
Safe Schools	12,914	10,868
MST	<u>40,512</u>	<u>117,403</u>
Total Grants Receivable	\$ 366,506	\$ 429,557

CENTER FOR CHILDREN AND FAMILIES, INC.  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEARS ENDED JUNE 30, 2011 AND 2010

Note 5 - Property and Equipment

A summary of land, buildings, equipment and accumulated depreciation at June 30, 2011 and 2010 is as follows:

	<u>2011</u>	<u>2010</u>
Furniture & Equipment	\$ 284,749	\$ 276,767
Accumulated Depreciation	( 241,004)	( 200,554)
Net Property and Equipment	\$ 43,745	\$ 76,213

Depreciation expense for the years ended June 30, 2011 and 2010 was \$40,450 and \$49,217, respectively.

Note 6 - Post-employment Benefits

The Center for Children and Families, Inc. implemented a 403(b) retirement plan for its employees on January 1, 2008. All employees who have been employed by the Center for at least one year are eligible to participate. The Center will match the employee contribution for up to 4% of the employee's salary. For the year ended June 30, 2011, the Center contributed \$48,012 to the retirement plan on behalf of participating employees.

Note 7 - Lease Expense

The Center has a three year operating lease for the main office in Monroe, LA for \$2,988 per month. This lease is on a month to month basis. The Center also has a twelve month lease for their Farmerville office for \$400 per month. This lease was set to expire at September 30, 2011. For the year ended June 30, 2011, the Center had a twelve month lease for their Rayville office for \$2,400 per month.

Minimum future rental payments under non-cancelable operating leases as of June 30, 2011, are as follows:

June 30, 2011	\$ 20,400
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In March 2007, the Center was donated the use of an additional building located at 701 Walnut Street, Monroe, LA. The necessary renovations were provided by the donor and will be reimbursed by the Center as monthly rental payments of \$1,583. As of July 1, 2011 this obligation is paid in full.

Note 8 - Subsequent Events

Subsequent events have been evaluated through December 22, 2010, which is the day the financial statements were available to be issued, and it has been determined that no significant events have occurred for disclosure.

CENTER FOR CHILDREN AND FAMILIES, INC.  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2011

<u>Federal Grants/Pass Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Agency or Pass - Through Number</u>	<u>Expenditures</u>
<b>Department of Health and Human Services</b>			
Temporary Assistance for Needy Families	93.558	None	* \$ 795,834
<b>Department of Justice</b>			
Victims of Criminal Acts (VOCA)	16.575	C08-2-001	<u>100,414</u>
			<u>\$ 896,248</u>

1. General

The Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the Center for Children and Families, Inc. All federal award programs received directly from federal agencies, as well as federal awards passed through other government agencies, is included on the schedule.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting, which is described in Note 1 to the Center's financial statements. 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*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

3. Relationship of the Schedule of Expenditures of Federal Awards to the Primary Financial Statements

The following reconciliation is provided to help the reader of the Center's financial statements and supplementary information relate such information to the Schedule of Expenditures of Federal Awards for the year ended June 30, 2011.

\*Denotes Major Federal Assistance Program.

CENTER FOR CHILDREN AND FAMILIES, INC.  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2011 (continued)

3. Relationship of the Schedule of Expenditures of Federal Awards to the Primary Financial Statements  
(continued)

TANF Program Services

Dues and Subscriptions	600
Insurance	4,300
Meetings/Seminars	18,458
Miscellaneous	1,906
Office	25,503
Postage	3,656
Project Coordination	643,755
Rent	28,106
Repairs and Maintenance	5,287
Training	9,475
Utilities	49,789
Fixed Asset Purchases	4,998
Total Program Services	<u>795,833</u>

Total Expenditures Requested for Reimbursement \$ 795,833

Grant Revenue \$ 795,834



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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**

Board of Directors  
Center for Children and Families, Inc.

We have audited the financial statements of the Center for Children and Families, Inc. (the Center) as of and for the year ended June 30, 2011, and have issued our report thereon dated December 22, 2011. 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 Center's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the basic primary financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Center's internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management of 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.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether The Center'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*.

Board of Directors  
Center for Children and Families, Inc.  
Page 2

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

*Cameron, Hines & Hartt (APAC)*

West Monroe, Louisiana  
December 22, 2011

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## **REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Directors  
Center for Children and Families, Inc.

### **Compliance**

We have audited the compliance of the Center for Children and Families, Inc. (the Center) with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2011. The Center'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 Center's management. Our responsibility is to express an opinion on the Center'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 Center's compliance with those requirements and performing such other procedures as we consider 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 the Center's compliance with those requirements.

In our opinion, the Center 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 June 30, 2011.

### **Internal Control Over Compliance**

The management of the Center 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 Center's internal control over compliance with the requirements that could have a material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 the Center's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance 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.

Our consideration of the 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 over compliance that might be significant deficiencies, 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 management, the Center for Children and Families, Inc., the Louisiana Legislative Auditor, 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Cameron, Hines & Hartt (APAC)*

West Monroe, Louisiana  
December 22, 2011

CENTER FOR CHILDREN AND FAMILIES, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2011

**Summary of Audit Results**

1. The auditors' report expresses an unqualified opinion on the financial statements of Center for Children and Families, Inc.
2. No significant deficiencies relating to the audit of the financial statements were reported.
3. No instances of noncompliance material to the financial statements of Center for Children and Families, Inc. were disclosed during the audit.
4. No significant deficiencies relating to the audit of a major federal award program are reported.
5. The auditors' report on compliance for the major federal award programs for Center for Children and Families, Inc. expresses an unqualified opinion.
6. There were no findings relative to major federal award programs for Center for Children and Families, Inc.
7. The programs tested as major programs included:

<u>Program</u>	<u>CFDA No.</u>
TANF (Temporary Assistance for Needy Families)	93.558

8. The threshold for distinguishing Types A and B programs was \$300,000.
9. Center for Children and Families, Inc. was determined to be a low-risk auditee.
10. No management letter was issued related to the financial statements for the year ended June 30, 2011.

**Findings and Questioned Costs – Financial Statements Audit**

None

**Findings and Questioned Costs – Major Federal Award Programs**

None

CENTER FOR CHILDREN AND FAMILIES, INC.  
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2011

**Findings and Questioned Costs – Financial Statements Audit**

None

**Findings and Questioned Costs – Major Federal Award Programs**

None