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DELTA PREP
(A Nonprofit Organization)
Oak Grove, Louisiana

Financial Statements-Liquidating

For the Year Ended
December 31, 2013

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 SEP 17 2014

DARLA S. TURNER, CPA
A Professional Accounting Corporation
2213 Liberty Street
Monroe, Louisiana 71201

DELTA PREP
Oak Grove, Louisiana

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December 31, 2013

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Member
Society of Louisiana
Certified Public Accountants

Independent Accountant's Compilation Report

To The Board of Directors
Delta Prep
11670 Hwy. 585E
Oak Grove, Louisiana 71263

I have compiled the accompanying statement of financial position-in liquidation of Delta Prep, a quasi-public organization, as of December 31, 2013, and the related statements of activities in liquidation and cash flows for the year then ended. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants and the *Louisiana Government Audit Guide* and the provisions of state law. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about Delta Prep's financial position, changes in net assets and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

As discussed in Note 1 in the Selected Information the board of directors of Delta Prep approved a plan of liquidation on February 25, 2013, and commenced liquidation shortly thereafter. As a result, Delta Prep changed its basis for accounting for periods beginning after February 25, 2013 from the going concern basis to a liquidation basis.


DARLA S. TURNER
CERTIFIED PUBLIC ACCOUNTANT

June 24, 2014

DELTA PREP
Oak Grove, Louisiana

Statement of Financial Position-in Liquidation
December 31, 2013

ASSETS

Assets

Cash and cash equivalents \$ 1,132

Total Assets **\$ 1,132**

NET ASSETS

Net Assets

Unrestricted:
Operating \$ 1,132

Total Net Assets-in Liquidation **\$ 1,132**

DELTA PREP**Oak Grove, Louisiana****Statement of Activities and
Changes in Net Assets in Liquidation
December 31, 2013**

Public Support and Revenue	
Grants	\$ 87,898
Student fees	330
Fundraisers (net of related expenses)	1,100
Pee Wee Ball (net of related expenses)	7,170
Miscellaneous	238
Total Public Support and Revenue	<u>96,736</u>
Program Expenses	
Wages	102,725
Supplies:	
Classroom	8,000
Computer	389
Rent:	
Transportation	4,380
Copier	625
Repairs and maintenance:	
Building	286
Fire extinguisher service	192
Miscellaneous	1,299
Office supplies and postage	82
Insurance	733
Depreciation	1,882
Fuel	785
Dues and subscriptions	45
Contract labor	1,067
Accounting	3,700
Snacks	784
Payroll tax	8,932
Telephone	3,757
Utilities	4,923
Driver	3,450
Professional services	800
Total Expenses	<u>148,836</u>
Other Revenue (Expense)	
Dividends	608
Sale of miscellaneous supplies	13,047
Total Other Revenue (Expenses)	<u>13,655</u>
Change in Net Assets in Liquidation	(38,445)
Net Assets-beginning of year in liquidation before prior period adjustment	53,840
Prior period adjustment	<u>(1,800)</u>
Net Assets-beginning of year-after prior period adjustment in liquidation	52,040
Decrease in restricted net assets	<u>(12,463)</u>
Net Assets in liquidation-end of year	<u><u>\$ 1,132</u></u>

DELTA PREP
Oak Grove, Louisiana

Statement of Cash Flows
For the Year Ended December 31, 2013

Cash Flows From Operating Activities:	
Change in net assets	\$ (39,637)
Adjustments to reconcile change in net assets to net cash used for operating purposes:	
Depreciation	1,882
(Increase) Decrease in receivables	35,769
Increase(decrease) in accounts payable	(278)
Loss on sale of assets	(12,463)
	<hr/>
Net cash provided by operating activities	24,910
Cash Flows From Investing Activities:	
Proceeds from sale of Assets	3,552
Proceeds from sales of miscellaneous supplies	13,047
Dividends	608
	<hr/>
Net cash from investing activities	17,207
Cash Flows From Financing Activities:	
Note payable	-
Principle on note payable	-
	<hr/>
Net cash provided by financing activities	-
	<hr/>
Net Increase (Decrease) in Cash and Cash Equivalents	2,480
Cash and Cash Equivalents - December 31, 2012	(1,348)
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Cash and Cash Equivalents - December 31, 2013	\$ 1,132
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DELTA PREP
SELECTED INFORMATION-Substantially All Disclosures Required by
Generally Accepted Accounting Principles Are Not Included
December 31, 2013

NOTE 1: DISSOLUTION OF DELTA PREP

On February 25, 2013, Noel Haynes, the President, called for a special meeting of the Board of Directors of Delta Prep. The meeting was called to inform them of the dissolution of Delta Prep. At the end of the 2013 spring school semester, Delta Prep began taking the necessary steps to dissolve the corporation and to cease existence as a tutorial service. At that meeting, Noel Haynes was granted authority to handle all transactions to dissolve Delta Prep.

Mrs. Haynes prepared the Affidavit to Dissolve Corporation and transmitted the signed document along with the required payment of \$75 to the Secretary of State, State of Louisiana, on May 14, 2014. The tutorial classes ceased at the end of the school year in May, 2013. The assets for Delta Prep were dissolved by December 31, 2013.

NOTE 2: PROPERTY AND EQUIPMENT

Delta Prep rented a vacated school building, Fiske Union, in Oak Grove, Louisiana, owned by the West Carroll Parish School Board. The school board instructed Delta Prep to remove all the air conditioners from all the rooms, which they did. Delta Prep made some renovations to the building, such as a firewall, which remained as it was part of the building. Other items were also left for the use of the school board. Two of the air conditioners were sold to individuals who subsequently found they did not work. Their money was refunded.

Some of the assets and supplies of Delta Prep were donated to various organizations. The remainder of the assets and miscellaneous supplies were sold a public auction in Oak Grove. Among the organizations to which Delta Prep donated items were the West Carroll Parish Library, Kilbourne High School, Unity Baptist Church, Oak Grove, Morehouse Challenge, Bastrop, Louisiana and Rainbow Orphanage, Malawi, Africa.

Before the liquidation process, the book value of the property and equipment was:

Equipment	\$25,297
Leasehold improvements	10,423
Office furniture and fixtures	5,590
Portable building	1,100
Less: accumulated depreciation	<u>(26,394)</u>
Book value, at liquidation	<u>\$16,016</u>

Some of the assets were donated, some were purchased, both new and used. The total cash received upon disposal was 3,552 after a refund of \$400 for broken air conditioners.

DELTA PREP
SELECTED INFORMATION-Substantially All Disclosures Required by
Generally Accepted Accounting Principles Are Not Included
December 31, 2013

NOTE 2: PROPERTY AND EQUIPMENT (Cont'd)

The miscellaneous supplies included classroom supplies and various supplies used for painting classrooms and general maintenance of the school building. These non-depreciable items were sold for \$13,047.

NOTE 3: CASH AND CASH EQUIVALENTS

At December 31, 2012, the ending cash amount of (\$1,348). This negative balance was the result of outstanding checks at the end of 2012.

The cash in bank at December 31, 2013, \$1,132, was used for Delta Prep's final expenses.

NOTE 4: ACCOUNTS RECEIVABLE

There were no accounts receivable at December 31, 2013. Delta Prep received the accounts receivable of \$35,769 due at December 31, 2012, early in 2013.

NOTE 5: ACCOUNTS PAYABLE

There were no accounts payable at December 31, 2013. The accounts payable balance at December 31, 2012 of \$278, was paid.

NOTE 6: FUNDRAISING

Delta Prep sponsors Pee Wee Basketball each year. The revenue was derived from fees charged to participate and concession stand sales. The gross revenue for 2013 was \$12,524.

The fundraising income in 2013 was from the sale of prepared food. The gross fundraising revenue for 2013 was \$1,303.

The costs for these events was \$5,558.

DELTA PREP
Oak Grove, Louisiana

Schedule of Findings and Questioned Costs
December 31, 2013

Delta Prep had no findings or questioned costs for the year ended December 31, 2013.

MANAGEMENT LETTER

None issued

DELTA PREP
Oak Grove, Louisiana

Schedule of Prior Year Findings and Questioned Costs
December 31, 2013

Delta Prep had no findings or questioned costs for the year ended December 31, 2012.

MANAGEMENT LETTER

None issued