

5/10

# QUACHITA ECONOMIC DEVELOPMENT CORPORATION

Financial Statements  
Year Ended December 31, 2009

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 main office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 03/28/11

OLUCHITA ECONOMIC DEVELOPMENT CORPORATION

DECEMBER 31, 2000

TABLE OF CONTENTS

---

	Page
Independent Auditor's Report .....	1
Statement of Financial Position .....	3
Statement of Activities .....	4
Statement of Cash Flows .....	5
Notes to Financial Statements .....	6
<b>SUPPLEMENTARY INFORMATION SCHEDULES</b>	
Schedule of Operating Expenses .....	10
Schedule of Administrative Expenses .....	11
Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards .....	12

---



**Luffey  
Huffman  
& Monroe**

an independent accounting Corporation  
**CERTIFIED PUBLIC ACCOUNTANTS**

JOHN L. LUFFEY, CPA, CMA, CFE  
ROBERT HUFFMAN, CPA  
C. BOB MONROE, CPA  
SHEILA ANDERSON, CPA  
CANDICE A. DUNN, CPA

## **INDEPENDENT AUDITORS' REPORT**

**Board of Directors  
Ouachita Economic Development Corporation  
Monroe, Louisiana**

We have audited the accompanying statements of financial position of **Ouachita Economic Development Corporation** (the Corporation) as of December 31, 2000 and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, the standards for financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and the Louisiana Government Audit Guide, issued by the Louisiana Society of Certified Public Accountants and the Louisiana Legislative Auditor. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Corporation at December 31, 2000 and the changes in its net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued our report dated February 13, 2001 on our consideration of the Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

**Ouachita Economic Development Corporation  
Monroe, Louisiana**



Our audit was made for the purpose of forming an opinion on the financial statements referred to above taken as a whole. The accompanying financial information listed as Supplementary Information Schedules in the Table of Contents is presented for purposes of additional analysis and is not a required part of the financial statements of the Corporation. This information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

A handwritten signature in black ink that reads "Jeffrey Hoffman" followed by a flourish.

(A Professional Accounting Corporation)

February 13, 2001

**OSACHTA ECONOMIC DEVELOPMENT CORPORATION**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2009**

**ASSETS**

<b>Current Assets</b>	
Cash and Cash Equivalents	\$ 82,085
Investments	386,196
Unconditional Promises to Give - Unrestricted	36,337
Interest Receivable	5,899
Prepaid Expenses	<u>938</u>
Total Current Assets	471,489
<b>Temporarily Restricted Assets</b>	
Funding for Next Fiscal Year:	
Unconditional Promises to Give	<u>150,000</u>
Total Temporarily Restricted Assets	<u>150,000</u>
<b>Furniture and Equipment</b>	
Furniture and Equipment	83,080
Less: Accumulated Depreciation	<u>(33,028)</u>
Net Furniture and Equipment	50,052
<b>Other Assets</b>	
Security Deposit	<u>450</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 672,031</u></b>

**LIABILITIES AND NET ASSETS**

<b>Current Liabilities</b>	
Accounts Payable	\$ 379
Payroll Taxes Payable	1,958
Other Accrued Liabilities	<u>1,050</u>
Total Current Liabilities	3,317
<b>Net Assets</b>	
Unrestricted	518,486
Temporarily Restricted	<u>158,008</u>
Total Net Assets	<u>676,494</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 672,031</u></b>

The accompanying notes are an integral part of this statement.

**GUADALUPE ECONOMIC DEVELOPMENT CORPORATION  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2000**

**Unrestricted Net Assets**

**Support**

City of Monroeville	\$ 154,800
City of West Monroeville	28,800
Business Sector	78,000
Revenues	15,740
Other Income	5,760
Interest Income	<u>18,000</u>
<b>Total Unrestricted Support</b>	<b>325,485</b>

**Net Assets Released From Restrictions**

Guadalupe Parish Police Jury Funding	150,000
Business Sector Funding	<u>3,580</u>
<b>Total Reclassifications</b>	<b><u>153,580</u></b>

**Total Unrestricted Support and Reclassifications** **479,065**

**Expenses**

Personnel Costs	227,764
Marketing and Communication	27,873
Rentals	13,804
Administrative Expenses	98,843
Professional Development	<u>3,780</u>
<b>Total Expenses</b>	<b><u>368,233</u></b>

**Increase in Unrestricted Net Assets** **110,832**

**Temporarily Restricted Net Assets**

Guadalupe Parish Police Jury Funding for 2000	150,000
<b>Net Assets Released From Time Restrictions</b>	
Guadalupe Parish Police Jury Funding	(150,000)
Business Sector Funding	<u>(3,000)</u>

**Decrease in Temporarily Restricted Net Assets** **(3,000)**

**Increase in Net Assets** **107,832**

**Net Assets at Beginning of Year** **563,234**

**NET ASSETS AT END OF YEAR** **\$ 671,066**

The accompanying notes are an integral part of this statement.

**QUACHITA ECONOMIC DEVELOPMENT CORPORATION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**

<b>Cash Flows From Operating Activities</b>	
Increase in Net Assets	\$ 105,262
Adjustments to Reconcile Increase in Net Assets	
To Net Cash Provided by Operating Activities	
Depreciation	19,254
Changes in assets and liabilities:	
Unconditional Promises to Give	323
Prepays and Other	77
Agency Transactions-Grants Received for Others	3,628
Agency Transactions-Grants Disbursed to Others	(5,038)
Accounts Payable	(535)
Payroll Taxes Payable	(5,512)
Accrued Expenses	1,182
Total Adjustments	<u>10,887</u>
Net Cash Provided by Operating Activities	<u>116,249</u>
<b>Cash Flows From Investing Activities</b>	
Purchase of Certificate of Deposit	(54,583)
Purchase of Furniture and Equipment	<u>(21,503)</u>
Net Cash Used by Investing Activities	<u>(76,086)</u>
Net (Increase) in Cash	39,669
Cash and Cash Equivalents, Beginning of Year	<u>42,366</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>\$ <u>82,035</u></b>

The accompanying notes are an integral part of this statement.

**QUACHITA ECONOMIC DEVELOPMENT CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2000**

**Note 1 - Summary of Significant Accounting Policies**

***Organization***

The Quachita Economic Development Corporation (the Corporation) is a non-profit organization which was incorporated on April 26, 1988, as the Quachita Enterprise Corporation, for the purpose of "promoting the Parish of Quachita and further to promote and develop economic development in the Parish of Quachita."

On June 18, 1997, the name of the Corporation was changed to Quachita Economic Development Corporation to more accurately reflect the purpose of the non-profit organization.

***Basis of Accounting***

The financial statements of the Corporation are presented on the accrual basis of accounting. The significant accounting policies followed by the Corporation are described below to enhance the usefulness of the financial statements to the reader.

***Revenue Recognition***

Support from local governmental entities is paid throughout each entity's fiscal year. It is the Corporation's policy to recognize this support in the period declared. Support from local businesses is recognized in the period received.

***Furniture and Equipment***

Furniture and equipment are stated at cost (purchased or estimated fair market value if donated). Expenditures for maintenance and repairs are charged to expense. Renewals and betterments that materially extend the life of the assets are capitalized. Depreciation is computed for financial statement purposes on the straight-line basis over the estimated useful lives of the related assets which generally are either eight years for furniture and fixtures or five years for office equipment.

***Estimates***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.



**QUACHITA ECONOMIC DEVELOPMENT CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2000**

*Income Taxes*

The Corporation is a non-profit corporation exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

*Accounting Measurements*

The Corporation adopted Statements of Financial Accounting Standards (SFAS) No. 116, *Accounting for Contributions Received and Contributions Made* and No. 117, *Financial Statements of Not-for-Profit Organizations* effective January 1, 1995. In accordance with SFAS 116, contributions received are recorded as unrestricted, temporarily restricted or permanently restricted depending on the nature and/or existence of any donor-imposed restrictions. SFAS 116 requires that such contributions be reported as temporarily restricted support and are then reclassified to unrestricted net assets upon expiration of the related time restriction. Under SFAS No. 117, the Corporation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

*Statements of Cash Flows*

For purposes of the Statements of Cash Flows, the Corporation considers all highly liquid investments with maturities of three months or less when purchased to be cash equivalents. Agency transactions for flow-free grants are included in the Statements of Cash Flows.

**Note 2 - Cash and Investments**

The Corporation's cash and investments consist of funds on deposit with area financial institutions. The \$506,196 investment amount represents certificates of deposits with interest rates of 5.0 to 6.0%. The carrying value of the investments approximates their market value.

**Note 3 - Unconditional Promises to Give**

Unconditional promises to give consist of the following at December 31, 2000:

	<u>Current</u>	<u>Subsequent</u>
City of Monroe	\$ 51,337	\$ -
City of West Monroe	25,000	-
Quachita Parish Police Jury	-	150,000
	<u>\$ 76,337</u>	<u>\$ 150,000</u>

**QUACHITA ECONOMIC DEVELOPMENT CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2000**

**Note 4 - Operating Leases**

The Corporation has a three year operating lease with an effective date of February 1, 2000 for its office space. The monthly payment is \$1,800. Future minimum lease payments under this lease are \$12,000 in 2001.

The Corporation also has a three year operating lease for an automobile. The lease began in June of 2000 and will end in May of 2003. The monthly payment is \$450. Future minimum lease payments under this lease are \$5,400 in 2001; \$5,400 in 2002, and \$2,250 in 2003.

**Note 5 - Concentrations of Credit Risk**

As of December 31, 2000, the Corporation had funds on deposit with a single financial institution that exceeded the amount covered through the FDIC by \$38,139.

Approximately 75% of the revenues recognized in 2000 were from the three local governments, being the City of Monroe, the City of West Monroe and the Ouachita Parish Police Jury and 100% of the unconditional promises to give at December 31, 2000 were from the same three funding sources. Failure of these agencies to perform could impact the Corporation's ability to collect \$228,337. The Corporation does not require any collateral in support of promises to give.

**Note 6 - Agency Transactions**

During 2000 the Corporation received a work force development grant of \$3,628 on behalf of a business entity in the community. This grant is to be used only by the particular business as stipulated in the grant. Since the Corporation did not have any discretion over the use of this grant's receipt, these transactions were recorded as agency transactions and are not reflected in the statement of activities.

**Note 7 - Employee Retirement Plan**

The Corporation provides a simplified employee pension plan for eligible employees. To participate in the plan, employees must be at least 21 years of age, employed one year and have received at least \$300 in compensation for services during the current year. The Corporation contributes 6% of participating employees' earnings. The Corporation contributed \$18,876 for the year ended December 31, 2000.

**SUPPLEMENTARY INFORMATION SCHEDULES**

**OLACHITA ECONOMIC DEVELOPMENT CORPORATION**  
**SCHEDULE OF OPERATING EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2000**

<b>Personnel Costs</b>	
Wages and Salaries	\$ 181,274
Payroll Taxes	14,192
Retirement	19,763
Insurance	21,549
Total Personnel Costs	<u>237,778</u>
<b>Marketing and Communication</b>	
Materials	484
Blivetown	14,519
Advertising	3,365
Travel and Lodging	4,119
Allied Operations	5,128
Miscellaneous	328
Total Marketing and Communication	<u>27,945</u>
<b>Research</b>	
Ongoing Research	8,160
Publications	329
On-Line Charges	7,483
Special Purpose	24
Total Research	<u>15,996</u>
<b>Professional Development</b>	
Travel and Lodging	4,011
Tuition and Fees	1,770
Total Professional Development	<u>5,781</u>
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ <u>273,381</u></b>

**OUACHITA ECONOMIC DEVELOPMENT CORPORATION  
 SCHEDULE OF ADMINISTRATIVE EXPENSES  
 FOR THE YEAR ENDED DECEMBER 31, 2000**

<b>Office Expenses</b>	
Rent	\$ 11,850
Telephone	8,317
Postage	3,875
Supplies	8,049
Dues and Subscriptions	4,364
Insurance - Office	3,041
Legal and Professional Fees	31,875
Total Office Expenses	<u>62,871</u>
<b>Auto Lease</b>	7,250
<b>Equipment Maintenance and Rental</b>	110
<b>Travel and Meetings</b>	
Travel	868
Insurance - Auto	2,004
Meetings	2,036
Total Travel and Meetings	<u>4,938</u>
<b>Other Expenses</b>	
Depreciation	15,234
Miscellaneous	517
Taxes and Licenses	5
Total Other Expenses	<u>15,756</u>
<b>TOTAL ADMINISTRATIVE EXPENSES</b>	<u>\$ 90,841</u>



**Luffey  
Huffman  
& Monroe**

(A Financial Accounting Foundation)  
**CERTIFIED PUBLIC ACCOUNTANTS**

JOHN L. LUFFEY, MBA, CPA  
FRANCIS E. HUFFMAN, CPA  
L. MONROE MONROE, CPA  
SHEILA MARRAS, CPA  
CANDACE A. CHASE, CPA

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND  
ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT  
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

**Quachita Economic Development Corporation  
Monroe, Louisiana**

We have audited the financial statements of Quachita Economic Development Corporation (the Corporation), a nonprofit organization, as of and for the year ended December 31, 2000 and have issued our report thereon dated February 13, 2001. We conducted our audit in accordance with generally accepted auditing standards, the standards for financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and the Louisiana Government Audit Guide, issued by the Louisiana Society of Certified Public Accountants and the Louisiana Legislative Auditor.

**Compliance**

As part of obtaining reasonable assurance about whether Quachita Economic Development Corporation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, 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 that are required to be reported under Government Auditing Standards.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Quachita Economic Development Corporation's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material to financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their

**Ouachita Economic Development Corporation  
Monroe, Louisiana**

assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended for the management of the Corporation, other agencies granting funds to the Corporation and The Legislative Auditor of the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.



(A Professional Accounting Corporation)

February 13, 2004