HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMPONENT UNIT FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001
WITH SUPPLEMENTAL INFORMATION SCHEDULES

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMPONENT UNIT FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001
WITH SUPPLEMENTAL INFORMATION SCHEDULES

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HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
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WILLIAM R. HULSEY
A PROFESSIONAL ACCOUNTING CORPORATION
2117 FORSYTHE AVENUE
MONROE, LOUISIANA

MEMBER
AMERICIAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

MAILING ADDRESS
P.O. BOX 2253
MONROE, LOUISIANA 71207
(318) 362-9900
FAX (318) 362-9921

INDEPENDENT AUDITOR'S REPORT

To the Health and Welfare Committee Members
of the Lincoln Parish Police Jury
Humanitarian Enterprises Of Lincoln Parish
Ruston, Louisiana

I have audited the accompanying component unit financial statements of Humanitarian Enterprises of Lincoln Parish, a component unit of the Lincoln Parish Police Jury, as of and for the year ended December 31, 2001, as listed in the table of contents. These component unit financial statements are the responsibility of the Humanitarian Enterprises of Lincoln Parish's management. My responsibility is to express an opinion on these component unit financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards 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 I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the Humanitarian Enterprises of Lincoln Parish, as of December 31, 2001, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued my report dated June 7, 2002 on my consideration of the Humanitarian Enterprises of Lincoln Parish=s internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Governmental Auditing Standards and should be read in conjunction with this report in considering the results of my audit.

My audit was performed for the purpose of forming an opinion on the component unit financial statements of the Humanitarian Enterprises of Lincoln Parish 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 component unit financial statements. Such information has been subjected to the auditing procedures applied in the audit of the component unit financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the component unit financial statements taken as a whole.

WILLIAM R. HULSEY, CPA
A Professional Accounting Corporation

June 7, 2002

COMPONENT UNIT FINANCIAL STATEMENTS

Statement A

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMBINED BALANCE SHEET - ALL GOVERNMENTAL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 2001

	Governmental Fund Types		Account Group	
	General Fund	Special Revenue Funds	General Fixed Asset Account Group	Totals (Memorandum Only)
Assets:				
Cash	$ 27,042	$ 168,955	$ -	$ 195,997
Investments	-	-	-	-
Accounts receivable	-	52,953	-	52,953
Intergovernmental receivable	-	-	-	-
Due from other funds	25,592	1,917	-	27,509
General fixed assets	-	-	204,638	204,638
TOTAL ASSETS	$ 52,634	$ 223,825	$ 204,638	$ 481,097
Liabilities and Fund Equity:				
Liabilities:				
Accounts payable	$ -	$ 9,595	$ -	$ 9,595
Sales tax refunds payable	-	-	-	-
Due to other funds	-	27,509	-	27,509
Due to other government units	-	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	-	37,104	-	37,104
Fund Equity:				
Fund Balance:				
Investment in general fixed assets	-	-	204,638	204,638
Unreserved:				
Designated	-	186,721	-	186,721
Undesignated	52,634	-	-	52,634
Total fund equity	52,634	186,721	204,638	443,993
TOTAL LIABILITIES AND FUND EQUITY	$ 52,634	$ 223,825	$ 204,638	$ 481,097

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

Statement B

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2001

	General Fund	Special Revenue Funds	Totals (Memorandum Only)
Revenues:			
Intergovernmental:			
Grant receipts	$ -	$ 476,992	$ 476,992
Transportation fees	-	9,865	9,865
Commodities	-	-	-
Other revenues	346	995	1,341
Total revenues	346	487,852	488,198
Expenditures:			
Bad debts	-	-	-
Personnel and fringe benefits	-	266,877	266,877
Vehicle maintenance and insurance	-	19,633	19,633
Operating services and supplies	2,941	23,496	26,437
Meal costs	-	-	-
Travel	-	1,368	1,368
Emergency crisis and rent assistance	-	106,401	106,401
Energy and emergency assistance	-	733	733
Other support costs	-	23,451	23,451
Purchase of fixed assets	11,662	10,961	22,623
Total expenditures	14,603	452,920	467,523
Excess (deficiency) of revenues over expenditures	(14,257)	34,932	20,675
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	(14,257)	34,932	20,675
Fund balance, beginning	66,891	148,942	215,833
Prior period adjustment	-	2,847	2,847
Fund balance, ending	$ 52,634	$ 186,721	$ 239,355

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

Statement C

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL - GOVERNMENTAL FUND TYPES
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Grants	$ -	$ -	$ -
Other	375	346	(29)
Total revenues	375	346	(29)
Expenditures:			
Bad debts	-	-	-
Personnel and fringe benefits	-	-	-
Vehicle maintenance and insurance	-	-	-
Operating services and supplies	2,975	2,941	34
Meal costs	-	-	-
Travel	-	-	-
Emergency crisis and rent assistance	-	-	-
Energy and emergency assistance	-	-	-
Teen pregnancy expense	-	-	-
Purchase of fixed assets	11,715	11,662	53
Total expenditures	14,690	14,603	87
Excess (deficiency) of revenues over expenditures	(14,315)	(14,257)	58
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	$ (14,315)	(14,257)	$ 58
Fund balance, beginning		66,891	
Fund balance, ending		$ 52,634	

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

Statement D

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL - GOVERNMENTAL FUND TYPES -
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Grants	$ 474,797	$ 476,992	$ 2,195
Other	9,700	10,860	1,160
Total revenues	484,497	487,852	3,355
Expenditures:			
Bad debts	-	-	-
Personnel and fringe benefits	266,885	266,877	8
Vehicle maintenance and insurance	21,050	19,633	1,417
Operating services and supplies	21,504	23,496	(1,992)
Meal costs	-	-	-
Travel	4,609	1,368	3,241
Emergency crisis and rent assistance	108,022	106,401	1,621
Energy and emergency assistance	745	733	12
Other support costs	19,958	23,451	(3,493)
Purchase of fixed assets	16,000	10,961	5,039
Total expenditures	458,773	452,920	5,853
Excess (deficiency) of revenues over expenditures	25,724	34,932	(2,498)
Other financing sources (uses):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	$ 25,724	34,932	$ (2,498)
Fund balance, beginning		148,942	
Prior period adjustment		2,847	
Fund balance, ending		$ 186,721	

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

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2001

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Humanitarian Enterprises of Lincoln Parish (the H.E.L.P. Center), a component unit and integral part of the Lincoln Parish Police Jury, was organized to promote and develop economic opportunities for the people of Lincoln Parish. The Center is operated exclusively for charitable and educational purposes. The accompanying financial statements are intended to present the financial position and results of operations of only the transactions of the Humanitarian Enterprises of Lincoln Parish.

Fund Accounting

The Humanitarian Enterprises of Lincoln Parish uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Funds are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "fund types".

Governmental Fund Types

These are the funds through which most governmental functions typically are financed. The funds included in this category are as follows:

General Fund

This fund is established to account for resources devoted to financing the general services that the Fire Protection District performs. Fees and other revenues used to finance the fundamental operation of the Fire Protection District are included in this fund. The fund is charged with all costs of operating the Fire Protection District for which a separate fund has not been established.

Debt Service Fund

This fund is established for the purpose of accumulating resources for the payment of interest and principal on long-term general obligation debt other than those payable from Enterprise Funds and Special Assessment Funds.

Equipment Replacement Fund

This fund is established to reserve funds for the replacement of equipment when necessary.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In addition to the governmental fund types, the Humanitarian Enterprises of Lincoln Parish also maintains two account groups as described below:

General Fixed Assets Account Group

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus. The governmental fund is accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on its balance sheet. Its reported fund balance (net current assets) is considered a measure of "available spendable resources". Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period.

Fixed assets used in the governmental fund type operations are accounted for in the general fixed assets account group, rather than in the governmental fund. No depreciation has been provided on such general fixed assets. Public domain or infrastructures are not capitalized. All fixed assets are valued at historical cost.

General Long Term Debt Account Group

This account group is used to account for the outstanding principal balance of general obligation bonds and other long-term debt not recorded in proprietary funds.

The account group is not a "fund". Its purpose is to measure financial position, not results of operations.

Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and Center funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (Continued)

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred.

Budgeting Procedures

The Humanitarian Enterprises of Lincoln Parish prepares annual budgets for the general and special revenue funds. The budgets are prepared on a modified accrual basis of accounting. Budgeted amounts in the accompanying financial statements include original adopted budget amounts and all subsequent amendments. Appropriations which are not expended lapse at year end.

The executive director of the H.E.L.P Center and the secretary-treasurer of the Police Jury are authorized to transfer budget amounts within a function by object classification; however, any revisions that alter the total expenditures of any function must be approved by the executive director of the H.E.L.P Center or the Lincoln Parish Police Jury. The level of budgetary responsibility is by total appropriations; however, for report purposes, this level has been expanded to a functional basis.

Fixed Assets

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received.

Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the government.

Assets in the general fixed assets account group are not depreciated.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences

The following annual and sick leave policies are in effect:

Employees accrue from 5 to 15 days of annual and sick leave each year depending on years of service with the H.E.L.P. Center. Annual leave must be used in the year it is earned. Sick leave up to a maximum of 15 days may be carried forward to the next year for major illnesses only. Upon separation, all unused sick leave lapses.

Due to the restrictions on use of accrued sick leave, no provision has been made for the compensated absences or vacation in these financial statements.

Short-term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet.

Advances to Other Funds

Noncurrent portions of long-term interfund loan receivables are reported as advances and are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

Total Columns on Combined Statements - Overview

Total columns on the combined statements are captioned AMemorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Interfund eliminations have not been made in the aggregation of this data.

Funding Policies

The Center receives their monies through various methods of funding. Most of the funds are obtained on a grant basis. Under this method, funds are received on allocation basis in advance of the actual expenditure. The Center also receives funds as a reimbursement of actual expenditures.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued

Cash and Cash Equivalents

Cash includes demand deposits and money market accounts. The Center's policy is to include short-term interest bearing deposits having a maturity of three months or less as cash equivalents in the financial statements. Under state law, the Humanitarian Enterprises of Lincoln Parish may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union or the laws of the United States. Further, the Humanitarian Enterprises of Lincoln Parish may invest in the time deposits or certificates of deposit of state banks organized under Louisiana law and national banks having principal offices in Louisiana.

Valuation of Carrying Amounts of Deposits

Cash is reported at net book value – the December 31, 2001, bank balance plus any deposits in transit and less any outstanding checks that have not cleared the bank as of that date.

NOTE 2 - CASH

At year end, the carrying amount (book amount) of the Center's deposits was $195,997, the bank balance was $205,414. All deposits were fully insured with federal deposit insurance at December 31, 2001.

NOTE 3 - DUE FROM OTHER GOVERNMENTAL UNITS

The uncollected balance of grants due to the individual agencies are shown as due from other governmental units.

NOTE 4 - CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets is as follows:

Equipment:	
Balance - January 1, 2001	$ 182,015
Adjustments	-
Additions	22,623
Deletions	-
Balance - December 31, 2001	$ 204,638

NOTE 5 - DUE FROM/TO OTHER FUNDS

The due from/to other funds at December 31, 2001, are as follows:

Fund	Due From Other Funds	Due To Other Funds
General Fund	$ 25,592	$ -
Special Revenue Funds:		
Medicare Application Assistance	-	-
Community Service Block Grant	1,917	13,340
LIHEAP Energy	-	2,752
Transportation	-	9,500
Emergency Food and Shelter	-	1,917
Totals	$ 27,509	$ 27,509

NOTE 6 - RESERVED AND DESIGNATED FUND BALANCES

Designated fund balances are funds which have been designated and labeled by the various programs as to their use in a future period. At December 31, 2001, the designated fund balances consisted of the following:

Fund	Designated Use	Fund Balance at December 31, 2001
Commodities	Commodities	$ 187
Transportation	Transportation	177,526
Emergency Food and Shelter	Emergency food and shelter	201
Summer Feeding	Meals for eligible children	4
LIHEAP	Home energy assistance	2,139
Community Service Block Grant	Administrative costs	6,121
Medicare	Medicare application assistance	543
	Total	$ 186,721

NOTE 7 - PENSION PLAN

Plan Description

The Parochial Employees' Retirement System, a Public Employee Retirement System, is a cost sharing multiple-employer plan that is governed by the Louisiana Revised Statutes, Title II, Sections 1901 through 2015, specifically, and other general laws of the State of Louisiana.

Under the Parochial Retirement System, a member is eligible for normal retirement if he has at least 30 years of creditable service regardless of age, or 25 years of creditable service and is at least 55 years old, or 10 years of creditable service and is at least 60 years old. The monthly retirement benefit is equal to three percent of the member's coverage monthly compensation for any 36 months of consecutive service in which compensation was highest, multiplied by years of creditable service, not to exceed 100% of member's final compensation. Retirement benefits are payable monthly for the life of the retiree, and upon the retiree's death under certain conditions are payable to the retiree's surviving spouse and minor children.

The Center's total payroll for the year ended December 31, 2001, was $199,655 of which $169,396 was the covered payroll for employees in the Parochial Retirement System. The Center has twelve employees covered under this retirement system.

NOTE 8 - OPERATING TRANSFERS

There were no operating transfers in/out at December 31, 2001.

NOTE 9 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budget/Actual Variances

When comparing budget to actual amounts for the year ended December 31, 2001, the following governmental fund types had favorable variances greater than 5%:

Special Revenue Funds:

	Budget	Actual	Variance
Community Services Block Grant Expenses	$ 108,629	$ 102,123	$ 6,506

NOTE 10 - LITIGATION AND CLAIMS

According to the Parish District Attorney, the Humanitarian Enterprises of Lincoln Parish had no pending or threatened litigation as of December 31, 2001.

NOTE 11 - FEDERALLY ASSISTED PROGRAMS

The Center receives significant financial assistance from numerous federal and state governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements. The programs are audited in accordance with the Single Audit Act of 1984 and are subject to further examination by the grantor agency.

NOTE 12 - DEFERRED COMPENSATION PLAN

Employees of the Humanitarian Enterprises of Lincoln Parish (Center) may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments).

SUPPLEMENTAL INFORMATION SCHEDULES

NOTE 12 - DEFERRED COMPENSATION PLAN (Continued)

The deferred compensation plan is available to all employees of the Center. Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency.

The deferred compensation plan is administered by PEBSCO (Public Employees Benefit Service Corporation). Under the terms of an IRC Section 457 deferred compensation plan, all deferred compensation and income attributable to the investment of the deferred compensation amounts held by the Benefit Service Corporation, until paid or made available to the employees or beneficiaries, are the property of the Center subject only to the claims of the Center's general creditors. In addition, the participants in the plan have rights equal to those of the general creditors of the Center, and each participant's rights are equal to his or her share of the fair market value of the plan assets. The Center believes that it is unlikely that plan assets will be needed to satisfy claims of general creditors that might arise.

As part of its fiduciary role, the Center has an obligation of due care in selecting the third-party administrator. In the opinion of the Center's legal counsel, the Center has acted in a prudent manner and is not liable for losses that may arise from the administration of the plan.

NOTE 13 - DUE FROM OTHER GOVERNMENTS

There were no amounts due from other governments at December 31, 2001.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SUPPLEMENTAL INFORMATION SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND

This fund is not dedicated and may be used for expenditures authorized by the governing body. Examples of expenditures are: emergency crisis assistance, purchase of vehicles and equipment, seed money for new programs that are available on a reimbursement basis, salaries, fringe benefits, supplemental funds for other authorized programs, etc. Funding sources include the Lincoln Parish Police Jury and other miscellaneous income.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SUPPLEMENTAL INFORMATION SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2001

SPECIAL REVENUE FUNDS

Medicare Application Program

The state pays Lincoln Parish Police Jury an administrative fee to take care of medicare applications.

Community Service Block Grant Fund

This fund is provided through the Louisiana Department of Labor for the administrative cost of the Center. Levels of funding fluctuate from year to year depending upon CSBG appropriations by the United States Congress. This fund will provide for administrative cost such as salaries, fringe benefits, travel, etc. This fund requires prior approval of expenditures by the funding source.

Low Income Home Energy Assistance Program - Energy Fund

These funds are dedicated for the use of Home Energy Assistance only. Ninety-five percent of all funds received are to be used to provide approximately 485 units of service (energy benefits) for eligible residents of Lincoln Parish. Funds may only be expended for line items approved by the funding resource. Assistance is limited to $190 per family in a twelve month period.

Emergency Food and Shelter

A program to provide assistance on an emergency basis for persons being threatened by eviction or other hardship. Clients must present proof of income and proof of eviction or other difficulty, ie. late payment notice. They must also present proof of an emergency or crisis situation which prevents their paying the amount.

SPECIAL REVENUE FUNDS (Continued)

Transportation

This fund is derived from the following resources: Section 5311 of the Rural Public Transportation Act, Title XIX from the Louisiana State Medicaid Program for Transportation, Margaret Roan Industries, Office of Family Securities for Project Independence and Transportation Fares. Section 5311 funds, once reimbursed from the state, can be used for any expense of the Center. These funds represent a fifty percent reimbursement of the deficit cost of operation to provide Rural Public Transportation. Title XIX are used solely for transportation purposes. For these financial statements the assets and liabilities have been combined, but a separate column for each fund on the "Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Special Revenue Funds - Transportation Funds" has been presented. (Schedule 3)

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMBINING BALANCE SHEET
DECEMBER 31, 2001

	Medicare	Community Service Block Grant	LIHEAP Energy
Assets:			
Cash	$ 1,592	$ (102)	$ 1,426
Accounts receivable	868	17,876	3,465
Due from other government units	-	-	-
Due from other funds	-	1,917	-
TOTAL ASSETS	$ 2,460	$ 19,691	$ 4,891
Liabilities and fund equity:			
Liabilities:			
Accounts payable	$ -	$ 230	$ -
Due to other funds	1,917	13,340	2,752
Due to other government units	-	-	-
Deferred revenue	-	-	-
Total liabilities	1,917	13,570	2,752
Fund equity:			
Fund balances:			
Reserved for subsequent - years' expenditures	-	-	-
Unreserved - designated	543	6,121	2,139
Total fund equity	543	6,121	2,139
TOTAL LIABILITIES AND FUND EQUITY	$ 2,460	$ 19,691	$ 4,891

Schedule 1

Summer Food Service Program	Emergency Food and Shelter	Commodities	Transportation	Total
$ 4	$ 8,972	$ 187	$ 156,876	$ 168,955
-	-	-	30,744	52,953
-	-	-	-	-
-	-	-	-	1,917
$ 4	$ 8,972	$ 187	$ 187,620	$ 223,825
$ -	$ 8,771	$ -	$ 594	$ 9,595
-	-	-	9,500	27,509
-	-	-	-	-
-	-	-	-	-
-	8,771	-	10,094	37,104
-	-	-	-	-
4	201	187	177,526	186,721
4	201	187	177,526	186,721
$ 4	$ 8,972	$ 187	$ 187,620	$ 223,825

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Medicare	Community Service Block Grant	LIHEAP Energy
Revenues:			
Intergovernmental revenues:			
Grant receipts	$ 1,692	$ 108,728	$ 113,369
Transportation fares	-	-	-
Commodities	-	-	-
Miscellaneous	-	-	-
Program	-	-	-
Total revenues	1,692	108,728	113,369
Expenditures:			
Bad debts	-	-	-
Personnel and fringe benefits	10,980	87,027	8,150
Vehicle maintenance and insurance	-	-	-
Operating services and supplies	-	-	-
Meal costs	-	-	-
Travel	-	524	109
Energy and emergency assistance	-	-	-
Emergency crisis and rent assistance	-	-	103,392
Other support costs	3,818	14,572	11
Prevention of homelessness assistance	-	-	-
Purchase of fixed assets	-	-	-
Total expenditures	14,798	102,123	111,662
Excess (deficiency) of revenues over expenditures	(13,106)	6,605	1,707
Other financing sources (uses):			
Operating transfers in (out)	-	-	-
Total other financing sources (uses)	-	-	-
Excess (deficiency) of revenuces and other financing sources over expenditures and other financing uses	(13,106)	6,605	1,707
Fund balances, beginning	14,137	(484)	(643)
Prior period adjustment	(488)	-	1,075
Fund balances, ending	$ 543	$ 6,121	$ 2,139

Schedule 2

Summer Food Service Program	Emergency Food and Shelter	Commodities	Transportation	Total
$ -	$ 8,997	$ -	$ 244,206	$ 476,992
-	-	-	9,865	9,865
-	-	-	-	-
-	-	-	995	995
-	-	-	-	-
-	8,997	-	255,066	487,852
-	-	-	-	-
-	201	-	160,519	266,877
-	-	-	19,633	19,633
-	4	-	23,492	23,496
-	-	-	-	-
-	-	-	735	1,368
-	733	-	-	733
-	3,009	-	-	106,401
-	5,050	-	-	23,451
-	-	-	-	-
-	-	-	10,961	10,961
-	8,997	-	215,340	452,920
-	-	-	39,726	34,932
-	-	-	-	-
-	-	-	-	-
-	-	-	39,726	34,932
4	201	187	135,540	148,942
-	-	-	2,260	2,847
$ 4	$ 201	$ 187	$ 177,526	$ 186,721

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - SPECIAL REVENUE FUNDS - TRANSPORTATION FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Title 19
Revenues:	
Grant receipts	$ 16,878
Transportation fares	-
Miscellaneous	-
Total revenues	16,878
Expenditures:	
Bad debts	-
Personnel and fringe benefits	10,622
Vehicle maintenance and insurance	1,299
Operating services and supplies	1,554
Meal costs	-
Travel	49
Energy and emergency assistance	-
Emergency crisis and rent assistance	-
Prevention of homelessness assistance	-
Purchase of fixed assets	725
Total expenditures	14,249
Excess (deficiency) of revenues over expenditures	2,629
Other financing sources (uses):	-
Operating transfers in (out)	-
Total other financing sources (uses)	-
Excess (deficiency) of revenuces and other financing sources over expenditures and other financing uses	2,629
Fund balances, beginning	(630)
Prior period adjustment	-
Fund balances, ending	$ 1,999

Schedule 3

Section 5311	Project Independence	Transportation Fares	Total
$ 103,860	$ 117,828	$ 5,640	$ 244,206
-	-	9,865	9,865
-	-	995	995
103,860	117,828	16,500	255,066
-	-	-	-
65,362	74,151	10,384	160,519
7,994	9,071	1,269	19,633
9,566	10,852	1,520	23,492
-	-	-	-
299	339	48	735
-	-	-	-
-	-	-	-
-	-	-	-
4,463	5,064	709	10,961
87,684	99,477	13,930	215,340
16,176	18,351	2,570	39,726
-	-	-	
-	-	-	-
-	-	-	-
16,176	18,351	2,570	39,726
28,841	93,446	13,883	135,540
-	-	2,260	2,260
$ 45,017	$ 111,797	$ 18,713	$ 177,526

Schedule 4

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - SPECIAL REVENUE FUNDS -
PROJECT INDEPENDENCE
FOR THE YEAR ENDED DECEMBER 31, 2001

	01/01/2001 through 06/30/2001	07/01/2001 through 12/31/2001	Total
Revenues:			
Grant receipts	$ 58,914	$ 58,914	$ 117,828
Total revenues	58,914	58,914	117,828
Expenditures:			
Personnel and fringe benefits	37,076	37,075	74,151
Vehicle maintenance and insurance	4,536	4,535	9,071
Operating services and supplies	5,426	5,426	10,852
Travel	170	169	339
Purchase of fixed assets	2,532	2,532	5,064
Total expenditures	49,740	49,737	99,477
Excess (deficiency) of revenues over expenditures	9,174	9,177	18,351
Fund balances, beginning	46,723	46,723	93,446
Prior period adjustment	-	-	-
Fund balances, ending	$ 55,897	$ 55,900	$ 111,797

Schedule 5

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - SPECIAL REVENUE FUNDS -
TRANSPORTATION FUNDS - SECTION 5311
FOR THE YEAR ENDED DECEMBER 31, 2001

	01/01/2001 through 06/30/2001	07/01/2001 through 12/31/2001	Total
Revenues:			
Grant receipts - Section 5311	$ 51,930	$ 51,930	$ 103,860
Total revenues	51,930	51,930	103,860
Expenditures:			
Personnel and fringe benefits	32,681	32,681	65,362
Vehicle maintenance and insurance	3,997	3,997	7,994
Operating services and supplies	4,783	4,783	9,566
Travel	150	149	299
Purchase of fixed assets	2,232	2,231	4,463
Total expenditures	43,843	43,841	87,684
Excess (deficiency) of revenues over expenditures	8,087	8,089	16,176
Fund balances, beginning	14,421	14,420	28,841
Prior period adjustment	-	-	-
Fund balances, ending	$ 22,508	$ 22,509	$ 45,017

Schedule 6

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL -
SPECIAL REVENUE FUNDS - MEDICARE APPLICATION ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Program revenue	$ 1,700	$ 1,692	$ (8)
Total revenues	1,700	1,692	(8)
Expenditures:			
Personnel and fringe benefits	11,000	10,980	20
Other support costs	3,820	3,818	2
Total expenditures	14,820	14,798	22
Excess (deficiency) of revenues over expenditures	$ (13,120)	(13,106)	$ 14
Fund balance, beginning		14,137	
Prior period adjustment		(488)	
Fund balance, ending		$ 543	

Schedule 7

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL -
SPECIAL REVENUE FUNDS - COMMUNITY SERVICES BLOCK GRANT (CSBG)
FOR THE YEAR ENDED DECEMBER 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Grant receipts - Louisiana Department of Employment and Training	$ 108,629	$ 108,728	$ 99
Prevention of homelessness	-	-	-
Program revenue	-	-	-
Interest	-	-	-
Total revenues	108,629	108,728	99
Expenditures:			
Administration:			
Personnel and fringe benefits	57,234	56,907	327
Travel	2,809	524	2,285
Other support costs	7,500	11,364	(3,864)
Purchase of fixed assets	5,500	-	5,500
Program activities:			
Salaries and fringe benefits	30,198	30,120	78
Travel	800	-	800
Other support costs	3,588	3,208	380
Purchase of fixed assets	1,000	-	1,000
Community food and nutrition	-	-	-
From program income	-	-	-
Prevention of homelessness	-	-	-
Total expenditures	108,629	102,123	6,506
Excess (deficiency) of revenues over expenditures	$ -	6,605	$ 6,605
Fund balance, beginning		(484)	
Prior period adjustment		-	
Fund balance, ending		$ 6,121	

Schedule 8

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL -
SPECIAL REVENUE FUNDS - LIHEAP ENERGY
FOR THE YEAR ENDED DECEMBER 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Grant receipts - DHHR	$ 113,499	$ 113,369	$ (130)
Heat crisis grant	-	-	-
Total revenues	113,499	113,369	(130)
Expenditures:			
Administration:			
Personnel and fringe benefits	8,477	8,150	327
Other support costs	-	11	(11)
Energy assistance	105,022	103,392	1,630
Travel	-	109	(109)
Total expenditures	113,499	111,662	1,837
Excess (deficiency) of revenues over expenditures	$ -	1,707	$ 1,707
Fund balance, beginning		(643)	
Prior period adjustment		1,075	
Fund balance, ending		$ 2,139	

Schedule 9

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL -
SPECIAL REVENUE FUNDS - EMERGENCY FOOD & SHELTER
FOR THE YEAR ENDED DECEMBER 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Grant receipts - Federal Emergency Management Agency	$ 9,000	$ 8,997	$ (3)
Total revenues	9,000	8,997	(3)
Expenditures:			
Personnel and fringe benefits	201	201	-
Operating services and supplies	4	4	-
Emergency crisis and rent assistance	3,000	3,009	(9)
Energy and emergency assistance	745	733	12
Other support costs	5,050	5,050	-
Total expenditures	9,000	8,997	3
Excess (deficiency) of revenues over expenditures	$ -	-	$ -
Fund balance, beginning		201	
Prior period adjustment		-	
Fund balance, ending		$ 201	

Schedule 10

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL -
SPECIAL REVENUE FUNDS - TRANSPORTATION
FOR THE YEAR ENDED DECEMBER 31, 2001

	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Grant receipts	$ 241,969	$ 244,206	$ 2,237
Transporation fares	8,500	9,865	1,365
Miscellaneous - other	1,200	995	(205)
Total revenues	251,669	255,066	3,397
Expenditures:			
Personnel and fringe benefits	159,775	160,519	(744)
Vehicle maintenance and supplies	21,050	19,633	1,417
Operating services and supplies	21,500	23,492	(1,992)
Travel	1,000	735	265
Purchase of fixed assets	9,500	10,961	(1,461)
Total expenditures	212,825	215,340	(2,515)
Excess (deficiency) of revenues over expenditures	38,844	39,726	882
Operating transfers in (out)	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	$ 38,844	39,726	$ 882
Fund balance, beginning		135,540	
Prior period adjustment		2,260	
Fund balance, ending		$ 177,526	

Schedule 11

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SUPPLEMENTAL INFORMATION SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2001

Compensation Paid Board Members

No direct compensation was paid any board member for the period under audit.

Federally Assisted Program Activities

In accordance with the Office of Management and Budget Circular A-133, a schedule of expenditures of federal awards is presented on Schedule 12.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Program Name	Federal CFDA Number
United States Department of Health and Human Services:		
Passed through State:		
Department of Employment and Training	Community Service Block Grant	13.665
Department of Social Services	LIHEAP Energy	13.818
Department of Social Services	Medicaid - Title 19	13.714
Department of Social Services	Project Independence - Jobs Grant	17.781
Department of Health and Hopsitals	Medicaid Applications	
Total U. S. Department of Health and Human Services		
United States Department of Transportation:		
Passed through State:		
Department of Transportation	Urban Mass Transportation	20.509
	Administration - Section 5311	20.509
Federal Emergency Management Agency	Emergency Food and Shelter	83.516
Total U. S. Department of Transporation		
Total Federal Receipts and Expenditures		

Schedule 12

Award Number	Award Period	Cash Receipts	Expenditures
2000P0048	01/01/01 - 12/31/01	$ 108,728	$ 102,044
3703192	01/01/01 - 12/31/01	113,369	111,662
	01/01/01 - 12/31/01	16,878	14,249
DSS01284	01/01/01 - 6/30/01	58,914	49,739
	07/01/01 - 12/31/01	58,914	49,739
553268	01/01/01 - 12/31/01	1,692	14,798
		358,495	342,231
LA-18-X018	01/01/01 - 06/30/01	49,344	43,842
LA-18-X019	07/01/01 - 12/31/01	54,516	43,842
19-3648-00	01/01/01 - 12/31/01	8,972	8,771
		112,832	96,455
		$ 471,327	$ 438,686

WILLIAM R. HULSEY
A PROFESSIONAL ACCOUNTING CORPORATION
2117 FORSYTHE AVENUE
MONROE, LOUISIANA

MEMBER
AMERICIAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

MAILING ADDRESS
P.O. BOX 2253
MONROE, LOUISIANA 71207
(318) 362-9900
FAX (318) 362-9921

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

To the Health and Welfare Committee Members
of the Lincoln Parish Police Jury
Humanitarian Enterprises of Lincoln Parish
Ruston, Louisiana

I have audited the financial statements of the Humanitarian Enterprises of Lincoln Parish, a component unit of Lincoln Parish Police Jury, as of and for the year ended December 31, 2001, and have issued my report thereon dated June 7, 2002. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Humanitarian Enterprises of Lincoln Parish=s financial statements are free of material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my 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 my audit, I considered the Humanitarian Enterprises of Lincoln Parish=s internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My 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 in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

This report is intended for the information of the management, members of the Humanitarian Enterprises of Lincoln Parish, the Lincoln Parish Police Jury and the Louisiana Legislative Auditor. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

WILLIAM R. HULSEY, CPA
A Professional Accounting Corporation

June 7, 2002

WILLIAM R. HULSEY
A PROFESSIONAL ACCOUNTING CORPORATION
2117 FORSYTHE AVENUE
MONROE, LOUISIANA

MEMBER
AMERICIAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

MAILING ADDRESS
P.O. BOX 2253
MONROE, LOUISIANA 71207
(318) 362-9900
FAX (318) 362-9921

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

To the Health and Welfare Committee Members
of the Lincoln Parish Police Jury
Humanitarian Enterprises of Lincoln Parish
Ruston, Louisiana

Compliance

I have audited the compliance of Humanitarian Enterprises of Lincoln Parish with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2001. Humanitarian Enterprises of Lincoln Parish=s major federal programs are identified in the accompanying Schedule of Federal Expenditures. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Humanitarian Enterprises of Lincoln Parish=s, management. My responsibility is to express an opinion on Humanitarian Enterprises of Lincoln Parish=s compliance based on my audit.

I conducted my audit of compliance in accordance with generally accepted auditing standards; 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 I 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 Humanitarian Enterprises of Lincoln Parish's, compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the Humanitarian Enterprises of Lincoln Parish=s compliance with those requirements.

In my opinion, the Humanitarian Enterprises of Lincoln Parish, compiled, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2001. The results of my auditing procedures disclosed no instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133.

Internal Control Over Compliance

The management of Humanitarian Enterprises of Lincoln Parish is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered Humanitarian Enterprises of Lincoln Parish=s, internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control 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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

This report is intended solely for the use of management, members of the Humanitarian Enterprises of Lincoln Parish, the Lincoln Parish Police Jury and the Louisiana Legislative Auditor. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

WILLIAM R. HULSEY, CPA
A Professional Accounting Corporation

June 7, 2002

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2001

There were no prior year findings in our report issued June 8, 2001.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2001
EIN 72-6000673

SECTION I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Reportable condition(s) identified that are not considered to be material weakness(es)?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Reportable condition(s) identified that are not considered to be material weakness(es)?	None reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are Required to be reported in accordance With section 510(a) of Circular A-133?	No
Dollar threshold used to distinguish Between type A and type B programs?	$300,000
Auditee qualified as low-risk auditee?	No

Section II – Financial Statement Findings

No matters were reported.

Section III – Federal Award Findings and Questioned Costs

No matters were reported.