

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.

MONROE, LOUISIANA

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

DECEMBER 31, 2002

Under provisions of state law, this report is a public document. A copy of this report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the State House office of the Legislative Auditor and where appropriate, at the office of the parish clerk of court.

Release Date 10-29-03

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
MONROE, LOUISIANA
DECEMBER 31, 2002

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JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.



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September 18, 2003

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Louisiana Alliance of Boys & Girls Clubs, Inc.
Monroe, Louisiana

We have audited the accompanying statement of financial position of Louisiana Alliance of Boys & Girls Clubs, Inc. (a nonprofit organization) as of December 31, 2002, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. These 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 the 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 Louisiana Alliance of Boys & Girls Clubs, Inc. as of December 31, 2002, and the changes in its net assets and its cash flows for the year 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 September 18, 2003, on our consideration of Louisiana Alliance of Boys & Girls Clubs, Inc.'s internal control over financial reporting and our 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 Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of Louisiana Alliance of Boys & Girls Clubs, Inc. taken as a whole. The accompanying financial information listed as additional information in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Johnston, Perry, Johnson & Associates, L.L.P.

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.



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September 18, 2003

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 Board of Directors
Louisiana Alliance of Boys & Girls Clubs, Inc.
Monroe, Louisiana

We have audited the financial statements of Louisiana Alliance of Boys & Girls Clubs, Inc. (a nonprofit organization) as of and for the year ended December 31, 2002, and have issued our report thereon dated September 18, 2003. We conducted our audit in accordance with accounting 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.

Compliance

As part of obtaining reasonable assurance about whether Louisiana Alliance of Boys & Girls Clubs, Inc.'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 instances of noncompliance that are required to be reported under Government Auditing Standards, and which we describe in the accompanying Schedule of Findings and Questioned Costs as Item 02-1.

Internal control over financial reporting

In planning and performing our audit, we considered Louisiana Alliance of Boys & Girls Clubs, Inc.'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 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. 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 solely for the information and use of the audit committee, management, others within the organization and 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.

Johnston, Perry, Johnson & Associates, LLP

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2002

ASSETS

CURRENT ASSETS

Cash and Cash Equivalents	13,010
Accounts Receivable (Net of Reserve for Bad Debts of None)	<u>20,114</u>

TOTAL CURRENT ASSETS	33,124
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<u>TOTAL ASSETS</u>	<u>33,124</u>
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Due to Clubs	71,336
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TOTAL CURRENT LIABILITIES	71,336
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NET ASSETS

General Fund - Unrestricted	<u>3,318</u>
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<u>TOTAL NET ASSETS</u>	<u>3,318</u>
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TOTAL LIABILITIES AND NET ASSETS	<u>33,124</u>
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The accompanying notes are an integral part of these financial statements.

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2002

UNRESTRICTED NET ASSETS

SUPPORT AND REVENUE

Member Fees & Dues	8,588
Grants - TASF	<u>132,638</u>

TOTAL UNRESTRICTED SUPPORT AND REVENUE	138,139
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TOTAL NET ASSETS RELEASED FROM RESTRICTIONS	<u>1,000</u>
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TOTAL UNRESTRICTED SUPPORT, REVENUES, AND RECLASSIFICATIONS	<u>139,139</u>
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EXPENSES

Program Services	73,493
Management and General	<u>42,886</u>

TOTAL EXPENSES	115,139
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INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS	<u>4,000</u>
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TEMPORARILY RESTRICTED NET ASSETS

Reclassification of Net Assets	<u>(1,000)</u>
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TOTAL INCREASE (DECREASE) IN TEMPORARILY RESTRICTED NET ASSETS	<u>(1,000)</u>
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TOTAL INCREASE (DECREASE) IN NET ASSETS	3,000
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NET ASSETS - BEGINNING OF YEAR	<u>6,528</u>
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NET ASSETS - END OF YEAR	<u>9,528</u>
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The accompanying notes are an integral part of these financial statements.

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
 STATEMENT OF FINANCIAL EXPENSES
 FOR THE YEAR ENDED DECEMBER 31, 2002

ACCOUNT	FUND-SALINGS	PROGRAM SERVICES	GENERAL AND ADMINISTRATIVE	TOTALS
Salaries	-	60,844	31,588	92,432
Benefits	-	9,366	4,884	13,189
Professional	-	-	300	300
Supplies	-	-	1,795	1,795
Travel	-	274	578	852
Office	-	5	1,543	1,548
Equipment Rental & Repairs	-	-	840	840
Telephone	-	-	42	42
Other	-	-	1,280	1,280
Insurance	-	236	714	952
Training	-	3,422	62	3,484
TOTAL EXPENSES - GENERAL ADMINISTRATION	-0-	75,469	42,446	117,915
DEPRECIATION	40-	-	-	40-
TOTAL EXPENSES	40-	75,469	42,446	118,325

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

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED DECEMBER 31, 2000

OPERATING ACTIVITIES

Change in Net Assets	3,800
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:	
Depreciation	-
(Increase) Decrease in Accounts Receivable	(69,334)
Increase (Decrease) in Accounts Payable and Accrued Liabilities	11,330
Net Cash Provided (Used) by Operating Activities	6,482

INVESTING ACTIVITIES

None	-0-
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FINANCING ACTIVITIES

None	-0-
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<u>NET INCREASE IN CASH AND CASH EQUIVALENTS</u>	6,482
<u>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</u>	6,528
<u>CASH AND CASH EQUIVALENTS - END OF YEAR</u>	<u>13,010</u>

SUPPLEMENTAL DATA:

Interest Paid	-0-
Income Taxes	-0-

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2002

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) Operations and Reporting Entity

Louisiana Alliance of Boys & Girls Clubs, Inc. is a non-profit corporation organized to promote the Louisiana based Boys and Girls Clubs by supportive activities related to the state legislature. The Organization is supported by dues from Boys and Girls Clubs located in Louisiana and by state grants.

(B) Financial Statement Presentation

The Organization 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) based upon the existence or absence of donor-imposed restrictions.

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

(C) Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

(D) Cash Equivalents

Cash equivalents consist of short-term, highly liquid investments which are readily convertible into cash within ninety (90) days of purchase.

(E) Bad Debts

The reserve method of accounting for bad debts is used.

(F) Functional Allocation of Expenses

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

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2002

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(G) 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 those estimates.

(H) Release of Restriction

Louisiana Alliance of Boys & Girls Clubs, Inc. has adopted the policy that when donor-restricted assets are received, and the restrictions are met in the same period, the resources are classified as unrestricted. In addition, gains and losses on investments are also classified as unrestricted unless state law requires such gains and losses to be restricted. During the year 2002, all restrictions on donated resources have been met and the resources are classified as unrestricted.

(I) Advertising Expenses

The Corporation expenses advertising costs as they are incurred. Advertising expenses for the years ended December 31, 2002 were not material.

(2) FEDERAL GRANTS

The TANF (Temporary Assistance to Needy Families) Program is administered by the State of Louisiana to provide a Teen Pregnancy Prevention Program for at-risk youth.

(3) INCOME TAXES

Louisiana Alliance of Boys & Girls Clubs, Inc. is exempt from federal income taxes under Section 501(c)(13) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements.

(4) CASH ACCOUNTS

All cash is deposited in financial institutions which have FDIC insurance coverage.

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2002

(3) COMMITMENTS AND CONTINGENCIES

No material commitments and contingencies were outstanding.

(4) DONATED SERVICES

The Organization received donated services at various times during the year, mostly from officers and board members. No value for these services has been recorded in these financial statements.

ADDITIONAL INFORMATION

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2002

<u>FEDERAL ASSISTANCE PROGRAMS</u>	<u>FEDERAL CFRA NUMBER</u>	<u>DISBURSEMENTS/ EXPENDITURES</u>
Temporary Assistance for Needy Families (Pass Through Funds)	93.998	112,639

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2022

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Louisiana Alliance of Boys & Girls Clubs, Inc. and is presented on the accrual basis of accounting. All federal assistance received directly or passed-through other government or non-profit agencies is included on the schedule.

NOTE 2 SUBRECIPIENTS

Louisiana Alliance of Boys & Girls Clubs, Inc. did not provide federal awards to subrecipients.

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2001

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

* Material weaknesses identified? ___ yes X no

* Reportable condition(s) identified that
are not considered to be material
weaknesses? ___ yes X none reported

Noncompliance material to financial
statements noted? ___ yes X no

Federal Awards

Internal control over major programs:

* Material weaknesses identified? Not applicable

* Reportable condition(s) identified that
are not considered to be material
weaknesses? Not applicable

Type of auditors' report issued on compliance for major programs:
Not applicable

Any audit findings disclosed that are
required to be reported in accordance
with section 510(a) of Circular A-133? Not applicable

Identification of major programs:
None

Dollar threshold used to distinguish
between type A and type B programs: \$250,000

Auditor qualified as low-risk auditor? ___ yes X no

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2002

SECTION II - FINANCIAL STATEMENT FINDINGS

Internal Control

There were no findings nor questioned costs for internal controls for the year ended December 31, 2002.

Compliance

02-1

Criteria: The audit report is due to the legislative auditor by the end of the sixth month after the fiscal year end.

Conditions: The audit was not submitted to the legislative auditors by the end of the sixth month after the fiscal year end.

Questioned Cost: None

Context: State Law

Effect: This finding has no effect on the financial statements.

Cause: The Organization was unable to gather the proper information in a timely manner in order for the audit to be completed by the required due date.

Recommendation: We recommend the Board of Directors closely monitor the Organization to ensure all required due dates are met.

Response: The Board of Directors agrees with this finding and will closely monitor the Organization.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Not applicable

LOUISIANA ALLIANCE OF BOYS & GIRLS CLUBS, INC.
CORRECTIVE ACTION TAKEN ON PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2002

Internal Control

Not applicable

Compliance

Not applicable