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LINCOLN TOTAL COMMUNITY ACTION, INC.

RUSTON, LOUISIANA

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FINANCIAL STATEMENTS  
AND ADDITIONAL INFORMATION  
FOR THE YEAR ENDED  
NOVEMBER 30, 1998

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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the audited, or reviewed, 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           

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LINCOLN TOTAL COMMUNITY ACTION, INC.  
NOVEMBER 30, 1998

CONTENTS

	<u>PAGE</u>
COMPLIANCE REPORTS:	
Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u> .	1-2
Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133.....	3-4
INDEPENDENT AUDITORS' REPORT.....	5-6
FINANCIAL STATEMENTS:	
Statement of Financial Position.....	7
Statement of Activities.....	8
Statement of Cash Flows.....	9
Statement of Functional Expenses.....	10
Notes to Financial Statements.....	11-16
SUPPLEMENTARY FINANCIAL INFORMATION:	
Schedule I - Combining Balance Sheet - All Programs.....	17
Schedule II - Statement of Revenues, Expenditures and Changes in Net Assets - Unrestricted Operations.....	18
Schedule III - Statement of Program Revenues, Expenditures and Changes in Net Assets by Funding Cycles.....	19-26
Schedule IV - Statement of Expenditures - Budget and Actual..	27-28
Schedule V - Schedule of Federal Awards.....	29-30
Schedule VI - Schedule of Board Members Compensation.....	31
SCHEDULE OF FINDINGS AND QUESTIONED COSTS.....	32-34
CORRECTIVE ACTION TAKEN ON PRIOR YEAR FINDINGS.....	35
EXIT CONFERENCE.....	36

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



JULIAN B. JOHNSTON, CPA  
ROWLAND H. PERRY, CPA, APC  
CHARLES L. JOHNSON, JR., CPA

A. RENA HOLLINGSWORTH, CPA  
JAY HUGHES, CPA  
LARRY B. PERKINS, CPA  
VIOLET M. ROUSSEL, CPA

*Certified Public Accountants*  
3007 Armand Street  
Monroe, Louisiana 71201  
Telephone (318) 322-5156 or (318) 323-1411  
Facsimile (318) 323-6331

- Accounting & Auditing
  - H.U.D. Audits
  - Non-Profit Organizations
- Business & Financial Planning
- Tax Preparation & Planning
  - Individual & Partnership
  - Corporate & Fiduciary
- Bookkeeping & Payroll Services

May 21, 1999

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

Board of Directors  
Lincoln Total Community Action, Inc.  
Ruston, Louisiana

We have audited the financial statements of Lincoln Total Community Action, Inc. as of and for the year ended November 30, 1998, and have issued our report thereon dated May 21, 1999. We conducted our audit in accordance with generally accepted accounting 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 Lincoln Total Community Action, 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 no instances of non-compliance that are required to be reported under Government Auditing Standards.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered Lincoln Total Community Action, 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. However, we noted other matters involving the internal control over financial reporting that we have reported to the management of Lincoln Total Community Action, Inc. in the attached Schedule of Findings and Questioned Costs as item 98-1.

This report is intended for the information of the audit committee, management, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

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

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



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May 21, 1999

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

Board of Directors  
Lincoln Total Community Action, Inc.  
Ruston, Louisiana

### Compliance

We have audited the compliance of Lincoln Total Community Action, Inc. 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 November 30, 1998. Lincoln Total Community Action, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Lincoln Total Community Action, Inc.'s management. Our responsibility is to express an opinion on Lincoln Total Community Action, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted accounting 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 we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Lincoln Total Community Action, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Lincoln Total Community Action, Inc.'s compliance with those requirements.

In our opinion, Lincoln Total Community Action, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended November 30, 1998.

#### Internal Control Over Compliance

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

Our 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. However, we noted other matters involving the internal control over compliance that we have reported to the management of Lincoln Total Community Action, Inc. in the attached Schedule of Findings and Questioned Costs as item 98-1.

This report is intended for the information of the audit committee, management, and federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.

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May 21, 1999

## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Lincoln Total Community Action, Inc.  
Ruston, Louisiana

We have audited the accompanying statement of financial position of the Lincoln Total Community Action, Inc. as of and for the year ended November 30, 1998, and the related statement of activities and cash flows for the year then ended. These financial statements are the responsibility of the Agency'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; Government Auditing Standards, issued by the Comptroller General of the United States; and the provisions of the Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments and Nonprofit Organizations. Those standards and OMB Circular A-133 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 Lincoln Total Community Action, Inc., as of November 30, 1998, and the changes in its net assets and cash flows for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated May 21, 1999 on our consideration of the Agency's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was made for the purpose of forming an opinion on the basic financial statements of Lincoln Total Community Action, Inc. taken as a whole. The accompanying financial information listed as supplementary financial information in the table of contents and the accompanying Schedule of Federal Awards for the year ended November 30, 1998, are presented for purposes of additional analysis as required by the Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments and Nonprofit Organizations and are not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

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

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



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF FINANCIAL POSITION  
FOR THE YEAR ENDED NOVEMBER 30, 1998

ASSETS

CURRENT ASSETS

Cash	100,171
Accounts Receivable - Grants	97,444
Accounts Receivable - Other	30,768
Due from Other Funds	<u>1,500</u>

TOTAL CURRENT ASSETS 229,883

FIXED ASSETS AND PROPERTY

Furniture and Equipment at Cost, Net	268,042
Land	<u>5,000</u>

TOTAL FIXED ASSETS AND PROPERTY 273,042

TOTAL ASSETS 502,925

LIABILITIES

CURRENT LIABILITIES

Accounts Payable	44,965
Due to Other Funds	1,500
Unearned Interest	<u>608</u>

TOTAL CURRENT LIABILITIES 47,073

NET ASSETS

Unrestricted Net Assets:	
Operations	182,810
Fixed Assets and Property	<u>273,042</u>

TOTAL NET ASSETS 455,852

TOTAL LIABILITIES AND NET ASSETS 502,925

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED NOVEMBER 30, 1998

	<u>OPERATIONS</u>	<u>FIXED ASSETS</u>	<u>TOTAL</u>
<u>SUPPORT AND REVENUE</u>			
Grants - GOEA	7,635	-	7,635
Grants - Action	39,577	-	39,577
Grants - HEW	1,283,645	-	1,283,645
Grants - USDA Food Program	141,786	-	141,786
Grants - Social Services	78,667	-	78,667
In-Kind Contributions	314,930	-	314,930
Donations	19,121	-	19,121
	<u>1,885,361</u>	<u>-0-</u>	<u>1,885,361</u>
<u>EXPENSES</u>			
Federal Services:			
RSVP	55,939	3,335	59,274
Headstart (HEW)	1,342,529	80,040	1,422,569
USDA - Food Services	138,356	8,249	146,605
Summer Child Care	78,667	4,690	83,357
	<u>1,615,491</u>	<u>96,314</u>	<u>1,711,805</u>
<u>SUPPORT SERVICES</u>			
General and Administrative	168,822	10,064	178,886
	<u>1,784,313</u>	<u>106,378</u>	<u>1,890,691</u>
<u>EXCESS (DEFICIT) OF SUPPORT OVER EXPENSES</u>			
	101,048	(106,378)	( 5,330)
<u>CHANGES IN NET ASSETS</u>			
Acquisition of Property	( 28,479)	28,479	-
Prior Year Funds Reprogrammed	( 48)	-	( 48)
<u>NET ASSETS - BEGINNING OF YEAR</u>	<u>110,289</u>	<u>350,941</u>	<u>461,230</u>
<u>NET ASSETS - END OF YEAR</u>	<u>182,810</u>	<u>273,042</u>	<u>455,852</u>

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED NOVEMBER 30, 1998

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in Net Assets	( 5,330)
Adjustments to Reconcile Changes in Net Assets to Net Cash Provided (Used) by Operating Activities:	
Depreciation	106,378
(Increase) Decrease in:	
Accounts Receivable - Grants	( 2,812)
Accounts Receivable - Other	( 3,349)
Prior Year Funds Engagement	( 48)
Increase (Decrease) in:	
Accounts Payable	( 22,815)
Unearned Interest	<u>177</u>
 NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	 <u>72,201</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Purchase of Equipment	( <u>28,479</u> )
 NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	 <u>( 28,479)</u>

NET INCREASE IN CASH AND CASH EQUIVALENTS 43,722

CASH AND CASH EQUIPMENT - BEGINNING OF YEAR 56,449

CASH AND CASH EQUIPMENT - END OF YEAR 100,171

SUPPLEMENTAL DATA

Interest Paid	-0-
Income Taxes	-0-

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



LINCOLN TOTAL COMMUNITY ACTION, INC.  
 RUSTON, LOUISIANA  
 STATEMENT OF FUNCTIONAL EXPENSES  
 FOR THE YEAR ENDED NOVEMBER 30, 1998

	RSVP	HEADSTART HEW	USDA FOOD SERVICES	SUMMER CHILD CARE	TOTAL PROGRAM SERVICES	GENERAL AND ADMINISTRATIVE	TOTAL EXPENSES
Personnel	31,517	637,788	40,124	54,609	764,038	109,154	873,192
Fringe Benefits	5,202	165,557	12,177	6,221	189,157	21,096	210,253
Travel	8,954	-	-	-	8,954	2,860	11,814
Contractual	1,521	-	-	-	1,521	7,600	9,121
Operating Supplies	597	109,819	2,595	2,046	115,057	-	115,057
Other Costs	8,148	114,435	194	12,646	135,423	28,112	163,535
Program Services	-	-	82,566	3,145	85,711	-	85,711
Program Administration	-	-	700	-	700	-	700
In-Kind Expenditures	-	314,930	-	-	314,930	-	314,930
<u>TOTAL EXPENSES BEFORE DEPRECIATION</u>	55,939	1,342,529	138,356	78,667	1,615,491	168,822	1,784,313
<u>DEPRECIATION</u>	3,335	80,040	8,249	4,690	96,314	10,064	106,378
<u>TOTAL EXPENSES</u>	59,274	1,422,569	146,605	83,357	1,711,805	178,886	1,890,691

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
NOVEMBER 30, 1998

NOTE 1 Summary of Significant Accounting Policies

A. Statement of Presentation:

The accompanying financial statements conform to generally accepted accounting principles for non-profit organizations.

B. Organization:

Lincoln Total Community Action, Inc., is a non-profit organization organized to promote and develop economic opportunities for the people of Lincoln Parish. The Agency is operated exclusively for charitable, educational, and scientific purposes. The Agency is not a component of any governmental organization.

C. Contributions:

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

D. Basis of Accounting:

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

E. Budget Policy:

Budgets for the various programs are prepared by the Agency's Executive Director and approved by grantor of the funds for each respective program. Budgets versus actual expenditures are presented in the supplementary data for each grant period ending during the year ended November 30, 1998.

LINCOLN TOTAL COMMUNITY ACTION, INC.  
 RUSTON, LOUISIANA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 NOVEMBER 30, 1998

NOTE 1 Summary of Significant Accounting Policies (continued)

F. Total Columns of Combined Statements - Overview:

Total columns on the combined statements - overview are captioned "memorandum only" to indicate that they are presented only to help with financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

G. Property and Equipment Accounting

Property and equipment acquired with the Agency funds are considered to be owned by the Agency while used in the program or in future authorized programs. However, funding sources have a reversionary interest in these assets as well as the determination of use of any proceeds from the sale of these assets.

The Agency follows the practice of capitalizing all expenditures for property and equipment in excess of \$500. Depreciation is computed on a straight-line basis over the estimated service lives of the assets. The following lives have been assigned to the fixed assets:

Computer Equipment and Vehicles	5 Years
Furniture, Fixtures and Equipment	7 Years

Net Values are Computed as Follows:

	<u>1998</u>
Computer Equipment and Vehicles	441,290
Furniture, Fixtures and Equipment	441,157
Land	5,000
Less: Accumulated Depreciation	<u>(614,405)</u>
Net Value	<u>273,042</u>

The Agency sold assets during the year with a cost basis in the amount of \$43,112 and accumulated depreciation in the amount of \$43,112.



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
NOVEMBER 30, 1998

NOTE 1 Summary of Significant Accounting Policies (continued)

H. Cash and Cash Equivalents

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

I. 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 benefitted.

J. 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.

NOTE 2 Funding Policies and Sources of Funds

The Agency receives its monies through various methods of funding. Most of the funds are received on a grant basis. Under this method funds are received as needed or on a monthly or quarterly allocation of the total budget (grant) in advance of the actual expenditure. The Agency also receives funds as a reimbursement of actual expenditures, and upon a per unit of service provided method. The Agency also receives funds by contributions from both public and private sources.

The Agency receives a majority of its monies from federal agencies. If significant budget cuts are made at the federal level, it could have an adverse effect on the operations of the Agency.

NOTE 3 Accounts Receivable

Accounts Receivable - Grants at November 30, 1998, consists of reimbursements for expenses incurred under the various grant programs. The following list presents accounts receivable-grants by fund at November 30, 1998.

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
NOVEMBER 30, 1998

NOTE 3 Accounts Receivable (Continued)

Head Start	64,952
USDA	<u>32,492</u>
<u>TOTAL</u>	<u>97,444</u>

Accounts Receivable - Other at November 30, 1998 consists mostly of reimbursements that were due to the general fund.

NOTE 4 Board of Directors' Compensation

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member.

NOTE 5 In-Kind Contributions

The Agency received various in-kind contributions during the year from private and public sources. These contributions have been reported as revenues, and the offsetting expenses have been reported in the financial statements.

NOTE 6 Income Tax Status

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

NOTE 7 Cash in Bank

All funds are in institutions insured by an agency of the Federal Government.

NOTE 8 Unearned Interest

The following grants require cash to be placed in interest bearing accounts. The interest earned in these accounts must be returned to the funding agency or applied towards the grant award; however, Lincoln Total Community Action, Inc. is allowed to keep \$250 each grant year for administrative costs.

<u>PROGRAM</u>	<u>BEGINNING</u> <u>BALANCE</u>	<u>INTEREST</u> <u>EARNED</u>	<u>APPLIED</u> <u>TO</u> <u>GRANT</u>	<u>RETURNED</u> <u>TO GRANT</u> <u>AGENCY</u>	<u>KEPT FOR</u> <u>ADM. COSTS</u>	<u>BALANCE OF</u> <u>UNEARNED</u> <u>INTEREST</u>
Head Start	419	876	687	-	-	608
RSVP						
Federal	<u>12</u>	<u>-</u>	<u>12</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL</u>	<u>431</u>	<u>876</u>	<u>699</u>	<u>-0-</u>	<u>-0-</u>	<u>608</u>

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
NOVEMBER 30, 1998

NOTE 9 Prior Year Funds Reprogrammed

The prior year fund balance included funds reprogrammed into the current year revenue.

Head Start	48
RSVP - Federal	<u>-</u>
<u>TOTAL</u>	<u>48</u>

These amounts were reprogrammed per the applicable guidelines.

NOTE 10 Related Party

There were no related party transactions during the period ending November 30, 1998.

NOTE 11 Net Assets - Headstart (HEW)

The Agency has \$65,101 in its HEW net assets as of the end of this fiscal year. The Agency is requesting that \$65,000 of the funds be reprogrammed to the grant year 1998-1999.

NOTE 12 Net Assets

Under SFAS 117, the Agency is required to report information regarding its financial position and activities according to these classes of net assets:

Unrestricted Net Assets - consists of assets, public support and program revenues which are available and used for operations and programs. Contributions are considered available for unrestricted use unless specifically restricted by the donor.

Temporarily Restricted Net Assets - includes funds with donor-imposed restrictions which permit the donee organization to expend the assets as specified and is satisfied either by the passage of time or by actions of the organization. Resources of this nature originate from gifts, grants, bequests, contracts and investment income earned on restricted funds.



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
NOVEMBER 30, 1998

NOTE 12 Net Assets ( Continued)

Permanently Restricted Net Assets - includes resources which have a permanent donor-imposed restriction which stipulates that the assets are to be maintained permanently, but permits the organization to expend part or all of the income derived from the donated assets.

As of November 30, 1998, all of the Agency's net assets are considered unrestricted.

SUPPLEMENTARY FINANCIAL INFORMATION

SCHEDULE I

LINCOLN TOTAL COMMUNITY ACTION, INC.  
 RUSTON, LOUISIANA  
 COMBINING BALANCE SHEET - ALL PROGRAMS  
 FOR THE YEAR ENDED NOVEMBER 30, 1998

	GENERAL	RSVP	HEADSTART (HEW)	USDA FOOD SERVICES	SUMMER CHILD CARE	FIXED ASSETS AND PROPERTY	TOTAL MEMORANDUM ONLY
<u>CURRENT ASSETS</u>							
Cash	(22,932)	7,757	33,351	3,767	78,228	-	100,171
Accounts Receivable - Grants	-	-	64,952	32,492	-	-	97,444
Accounts Receivable - Other	30,768	-	-	-	-	-	30,768
Due from Other Funds	1,500	-	-	-	-	-	1,500
<u>TOTAL CURRENT ASSETS</u>	<u>9,336</u>	<u>7,757</u>	<u>98,303</u>	<u>36,259</u>	<u>78,228</u>	<u>-0-</u>	<u>229,883</u>
<u>FIXED ASSETS AND PROPERTY</u>							
Furniture and Equipment at Cost, Net	-	-	-	-	-	268,042	268,042
Land	-	-	-	-	-	5,000	5,000
<u>TOTAL FIXED ASSETS AND PROPERTY</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>273,042</u>	<u>273,042</u>
<u>TOTAL ASSETS</u>	<u>9,336</u>	<u>7,757</u>	<u>98,303</u>	<u>36,259</u>	<u>78,228</u>	<u>273,042</u>	<u>273,042</u>
<u>CURRENT LIABILITIES</u>							
Accounts Payable	-	11,571	32,954	-	800	-	44,965
Due to Other Funds	-	-	-	1,500	-	-	1,500
Unearned Interest	-	-	608	-	-	-	608
<u>TOTAL CURRENT LIABILITIES</u>	<u>-0-</u>	<u>11,571</u>	<u>33,202</u>	<u>1,500</u>	<u>800</u>	<u>-0-</u>	<u>47,073</u>
<u>NET ASSETS</u>							
Unrestricted Net Assets	9,336	(3,814)	65,101	34,759	77,428	-	182,810
Operations	-	-	-	-	-	273,042	273,042
Fixed Assets and Property	-	-	-	-	-	-	-
<u>TOTAL NET ASSETS</u>	<u>9,336</u>	<u>(3,814)</u>	<u>65,101</u>	<u>34,759</u>	<u>77,428</u>	<u>273,042</u>	<u>455,852</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>9,336</u>	<u>7,757</u>	<u>98,303</u>	<u>36,259</u>	<u>78,228</u>	<u>273,042</u>	<u>502,925</u>



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS - UNRESTRICTED OPERATIONS  
(OTHER THAN FIXED ASSETS)

FOR THE YEAR ENDED NOVEMBER 30, 1998

	GENERAL	RSVP	HEADSTART (HEW)	USDA FOOD SERVICES	SUMMER CHILD CARE	TOTAL (MEMORANDUM ONLY)
<u>SUPPORT AND REVENUE</u>						
Grants - GOEA	-	7,635	-	-	-	7,635
Grants - Action	-	39,577	-	-	-	39,577
Grants - HEW	-	-	1,283,645	-	-	1,283,645
Grants - USDA Food Services	-	-	-	141,786	-	141,786
Grants - Social Services	-	-	-	-	78,667	78,667
In-Kind Contributions	-	-	314,930	-	-	314,930
Donations	3,982	8,466	-	6,673	-	19,121
	<u>3,982</u>	<u>55,678</u>	<u>1,598,575</u>	<u>148,459</u>	<u>78,667</u>	<u>1,885,361</u>
<u>TOTAL SUPPORT AND REVENUE</u>						
<u>EXPENSES</u>						
Personnel	-	31,517	746,942	40,124	54,609	873,192
Fringe Benefits	-	5,202	186,653	12,177	6,221	210,253
Travel	-	10,615	1,199	-	-	11,814
Contractual	-	1,521	7,600	-	-	9,121
Operating Supplies	260	597	109,559	2,595	2,046	115,057
Other Costs	4,333	8,148	138,214	194	12,646	163,535
Program Services	-	-	-	82,566	3,145	85,711
Program Administration	-	-	-	700	-	700
In-Kind Expenditures	-	-	314,930	-	-	314,930
	<u>4,593</u>	<u>57,600</u>	<u>1,505,097</u>	<u>138,356</u>	<u>78,667</u>	<u>1,784,313</u>
<u>TOTAL EXPENSES</u>						
SUPPORT OVER EXPENDITURES	( 611)	( 1,922)	93,478	10,103	-	101,048
PRIOR YEAR FUNDS REPROGRAMMED	-	-	( 48)	-	-	( 48)
NET ASSETS - BEGINNING OF YEAR	9,947	( 1,892)	150	24,656	77,428	110,289
ACQUISITION OF PROPERTY	-	-	( 28,479)	-	-	( 28,479)
	<u>9,336</u>	<u>( 3,814)</u>	<u>65,101</u>	<u>34,759</u>	<u>77,428</u>	<u>182,810</u>
<u>NET ASSETS - END OF YEAR</u>						

LINCOLN TOTAL COMMUNITY ACTION, INC.  
 RUSTON, LOUISIANA  
 STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
 RSVP - FEDERAL FUNDS  
 FOR THE PERIOD

	(MEMO ONLY) 04/01/97 through 11/30/97	12/01/97 through 03/31/98	(MEMO ONLY) TOTAL FYE 03/31/98
<u>REVENUES</u>			
Grant Receipts - ACTION	27,670	9,900	37,570
<u>TOTAL REVENUES</u>	<u>27,670</u>	<u>9,900</u>	<u>37,570</u>
<u>VOLUNTEER SUPPORT EXPENDITURES</u>			
Personnel	17,819	8,909	26,728
Fringe Benefits	2,062	1,152	3,214
Travel	2,591	1,647	4,238
Contractual	56	912	968
Operating Supplies	170	119	289
Other Costs	822	384	1,206
Capital Outlay	-	-	-
<u>TOTAL VOLUNTEER SUPPORT EXPENDITURES</u>	<u>23,520</u>	<u>13,123</u>	<u>36,643</u>
<u>VOLUNTEER EXPENDITURES</u>			
Travel	-	621	621
Other	80	226	306
<u>TOTAL VOLUNTEER EXPENDITURES</u>	<u>80</u>	<u>847</u>	<u>927</u>
<u>TOTAL EXPENDITURES</u>	<u>23,600</u>	<u>13,970</u>	<u>37,570</u>
<u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u>	4,070	( 4,070)	-
<u>NET ASSETS - BEGINNING OF PERIOD</u>	7	4,077	7
<u>PRIOR YEAR FUNDS REPROGRAMMED</u>	-	-	-
<u>NET ASSETS - END OF PERIOD</u>	<u>4,077</u>	<u>7</u>	<u>7</u>

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
RSVP - FEDERAL FUNDS  
FOR THE PERIOD

	04/01/98 through <u>11/30/98</u>
<u>REVENUES</u>	
Grant Receipts - ACTION	29,677
<u>TOTAL REVENUES</u>	<u>29,677</u>
<u>VOLUNTEER SUPPORT EXPENDITURES</u>	
Personnel	19,713
Fringe Benefits	2,194
Travel	3,519
Contractual	-
Operating Supplies	-
Other Costs	738
Capital Outlay	-
<u>TOTAL VOLUNTEER SUPPORT EXPENDITURES</u>	<u>26,164</u>
<u>VOLUNTEER EXPENDITURES</u>	
Fringe Benefits	-
Travel	500
Other Costs	-
<u>TOTAL VOLUNTEER EXPENDITURES</u>	<u>500</u>
<u>TOTAL EXPENDITURES</u>	<u>26,664</u>
<u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u>	3,013
<u>NET ASSETS - BEGINNING OF PERIOD</u>	<u>7</u>
<u>NET ASSETS - END OF PERIOD</u>	<u>3,020</u>

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND FUND BALANCES  
RSVP - STATE FUNDS  
FOR THE PERIOD

	(MEMO ONLY) 04/01/97 through <u>11/30/97</u>	12/01/97 through <u>03/31/98</u>	(MEMO ONLY) TOTAL FYE <u>03/31/98</u>
<u>REVENUES</u>			
Grant Receipts - Office of Elderly Affairs	-	7,635	7,635
Donations	-	<u>8,466</u>	<u>8,466</u>
 <u>TOTAL REVENUES</u>	 <u>-0-</u>	 <u>16,101</u>	 <u>16,101</u>
<u>VOLUNTEER SUPPORT EXPENDITURES</u>			
Personnel	1,900	950	2,850
Fringe Benefits	352	201	553
Travel	1,002	298	1,300
Operating Supplies	197	289	486
Other Costs	1,059	883	1,942
Contractual	<u>392</u>	<u>112</u>	<u>504</u>
 <u>TOTAL VOLUNTEER SUPPORT EXPENDITURES</u>	 <u>4,902</u>	 <u>2,733</u>	 <u>7,635</u>
<u>VOLUNTEER EXPENDITURES</u>			
Fringe Benefits	1,250	-	1,250
Travel	2,237	493	2,730
Other Costs	-	<u>4,486</u>	<u>4,486</u>
 <u>TOTAL VOLUNTEER EXPENDITURES</u>	 <u>3,487</u>	 <u>4,979</u>	 <u>8,466</u>
 <u>TOTAL EXPENDITURES</u>	 <u>8,389</u>	 <u>7,712</u>	 <u>16,101</u>
 <u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u>	 <u>(8,389)</u>	 <u>8,389</u>	 <u>-</u>
 <u>NET ASSETS - BEGINNING OF PERIOD</u>	 <u>2,420</u>	 <u>( 5,969)</u>	 <u>2,420</u>
 <u>NET ASSETS - END OF PERIOD</u>	 <u>(5,969)</u>	 <u>2,420</u>	 <u>2,420</u>



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
RSVP - STATE FUNDS  
FOR THE PERIOD

04/01/98  
through  
11/30/98

REVENUES

Grant Receipts - Office of Elderly Affairs	-
Donations	-

<u>TOTAL REVENUES</u>	<u>-0-</u>
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VOLUNTEER SUPPORT EXPENDITURES

Personnel	1,945
Fringe Benefits	405
Travel	1,194
Operating Supplies	189
Other Costs	1,431
Contractual	<u>497</u>

<u>TOTAL VOLUNTEER SUPPORT EXPENDITURES</u>	<u>5,661</u>
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VOLUNTEER EXPENDITURES

Fringe Benefits	1,250
Travel	2,343
Other Costs	<u>-</u>

<u>TOTAL VOLUNTEER EXPENDITURES</u>	<u>3,593</u>
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<u>TOTAL EXPENDITURES</u>	<u>9,254</u>
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<u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u>	(9,254)
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<u>NET ASSETS - BEGINNING OF PERIOD</u>	<u>2,420</u>
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<u>NET ASSETS - END OF PERIOD</u>	<u>(6,834)</u>
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LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
HEAD START  
FOR THE PERIOD

	12/01/97 through <u>11/30/98</u>
<u>REVENUES</u>	
Grant Receipts - HEW	1,283,645
In-Kind Receipts	<u>314,930</u>
<u>TOTAL REVENUES</u>	<u>1,598,575</u>
<u>EXPENDITURES</u>	
Personnel	746,942
Fringe Benefits	186,653
Travel	1,199
Contractual	7,600
Operating Supplies	109,559
Other Costs	138,214
Capital Outlay	28,479
In-Kind Expenses	<u>314,930</u>
<u>TOTAL EXPENDITURES</u>	<u>1,533,576</u>
<u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u>	64,999
<u>NET ASSETS - BEGINNING OF PERIOD</u>	150
<u>PRIOR YEAR FUNDS REPROGRAMMED</u>	( 48)
<u>NET ASSETS - END OF PERIOD</u>	<u>65,101</u>

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
USDA FOOD SERVICES  
FOR THE PERIOD

	(MEMO ONLY) 10/01/97 through <u>11/30/97</u>	12/01/97 through <u>09/30/98</u>	(MEMO ONLY) TOTAL <u>FYE 09/30/98</u>
<u>REVENUES</u>			
Grant Receipts - USDA	29,935	110,380	140,315
Reimbursements	<u>1,022</u>	<u>5,587</u>	<u>6,609</u>
<u>TOTAL REVENUES</u>	<u>30,957</u>	<u>115,967</u>	<u>146,924</u>
<u>EXPENDITURES</u>			
Personnel	7,809	31,924	39,733
Fringe Benefits	2,304	9,945	12,249
Food Costs	16,154	65,478	81,632
Operating Supplies	373	1,914	2,287
Other Costs	-	194	194
Administrative	-	<u>700</u>	<u>700</u>
<u>TOTAL EXPENDITURES</u>	<u>26,640</u>	<u>110,155</u>	<u>136,795</u>
<u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u>	4,317	5,812	10,129
<u>NET ASSETS - BEGINNING OF PERIOD</u>	<u>20,339</u>	<u>24,656</u>	<u>20,339</u>
<u>NET ASSETS - END OF PERIOD</u>	<u>24,656</u>	<u>30,468</u>	<u>30,468</u>

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
USDA FOOD SERVICES  
FOR THE PERIOD

	10/01/98 through 11/30/98
<u>REVENUES</u>	
Grant Receipts - USDA	31,406
Reimbursements	<u>1,086</u>
<u>TOTAL REVENUES</u>	<u>32,492</u>
<u>EXPENDITURES</u>	
Personnel	8,200
Fringe Benefits	2,233
Food Costs	17,088
Operating Supplies	650
Administrative	<u>-</u>
<u>TOTAL EXPENDITURES</u>	<u>28,201</u>
<u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u>	4,291
<u>NET ASSETS - BEGINNING OF PERIOD</u>	<u>30,468</u>
<u>NET ASSETS - END OF PERIOD</u>	<u>34,759</u>



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
SUMMER CHILD CARE  
FOR THE PERIOD

	<u>6/30/98</u> through <u>11/30/98</u>
<u>REVENUES</u>	
Grant Receipts - Social Services	78,667
<u>TOTAL REVENUES</u>	<u>78,667</u>
<u>EXPENDITURES</u>	
Personnel	54,609
Fringe Benefits	6,221
Operating Supplies	2,046
Other Costs	12,646
Program Services	<u>3,145</u>
<u>TOTAL EXPENDITURES</u>	<u>78,667</u>
<u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u>	-
<u>NET ASSETS - BEGINNING OF PERIOD</u>	<u>77,428</u>
<u>NET ASSETS - END OF PERIOD</u>	<u>77,428</u>

SCHEDULE IV

LINCOLN TOTAL COMMUNITY ACTION, INC.  
 RUSTON, LOUISIANA  
 STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED NOVEMBER 30, 1998

	<u>BUDGETED</u> <u>EXPENDITURES</u>	<u>ACTUAL</u> <u>EXPENDITURES</u>	<u>BUDGETED</u> <u>OVER (UNDER)</u> <u>ACTUAL</u> <u>EXPENDITURES</u>
<u>RSVP - FEDERAL FUNDS</u>			
FYE March 31, 1998			
<u>VOLUNTEER SUPPORT EXPENDITURES</u>			
Personnel	26,728	26,728	-
Fringe Benefits	4,607	3,214	1,393
Travel	4,340	4,238	102
Contractual	375	968	( 593)
Supplies	259	289	( 30)
Other Costs	334	1,206	( 872)
<u>TOTAL VOLUNTEER SUPPORT</u> <u>EXPENDITURES</u>	<u>36,643</u>	<u>36,643</u>	<u>-0-</u>
<u>VOLUNTEER EXPENDITURES</u>			
Fringe Benefits	362	-	362
Travel	65	621	( 556)
Other Costs	500	306	194
<u>TOTAL VOLUNTEER EXPENDITURES</u>	<u>927</u>	<u>927</u>	<u>-0-</u>
<u>TOTAL FEDERAL EXPENDITURES</u>	<u>37,570</u>	<u>37,570</u>	<u>-0-</u>
<u>RSVP - NON-FEDERAL FUNDS</u>			
FYE March 31, 1998			
<u>VOLUNTEER SUPPORT EXPENDITURES</u>			
Personnel	2,850	2,850	-
Fringe Benefits	569	553	16
Travel	1,484	1,300	184
Supplies	91	486	( 395)
Other Costs	1,616	1,942	( 326)
Contractual	1,025	504	521
<u>TOTAL VOLUNTEER SUPPORT</u> <u>EXPENDITURES</u>	<u>7,635</u>	<u>7,635</u>	<u>-0-</u>
<u>VOLUNTEER EXPENDITURES</u>			
Fringe Benefits	747	1,250	( 503)
Travel	5,203	2,730	2,473
Other Costs	2,516	4,486	(1,970)
In-Kind Services	-	-	-
<u>TOTAL VOLUNTEER EXPENDITURES</u>	<u>8,466</u>	<u>8,466</u>	<u>-0-</u>
<u>TOTAL NON-FEDERAL</u> <u>EXPENDITURES</u>	<u>16,101</u>	<u>16,101</u>	<u>-0-</u>

SCHEDULE IV  
(CONTINUED)

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED NOVEMBER 30, 1998

	<u>BUDGETED</u> <u>EXPENDITURES</u>	<u>ACTUAL</u> <u>EXPENDITURES</u>	<u>BUDGETED</u> <u>OVER (UNDER)</u> <u>ACTUAL</u> <u>EXPENDITURES</u>
<u>HEAD START</u>			
FYE November 30, 1998			
Personnel	796,942	746,942	50,000
Fringe Benefits	186,653	186,653	-
Travel	1,199	1,199	-
Contractual	7,600	7,600	-
Operating Supplies	109,559	109,559	-
Other Costs	181,693	138,214	43,479
Capital Outlay	-	28,479	( 28,479)
In-Kind Contributions	314,930	314,930	-
	<u>1,598,576</u>	<u>1,533,576</u>	<u>65,000</u>
 <u>TOTALS</u>			
 <u>USDA FOOD SERVICES</u>			
FYE September 30, 1998			
Administrative	800	700	100
Personnel	42,744	39,733	3,011
Fringe Benefits	15,737	12,249	3,488
Food Costs	102,378	81,632	20,746
Operating Supplies	4,800	2,287	2,513
Other	1,225	194	1,031
Travel	500	-	500
	<u>168,184</u>	<u>136,795</u>	<u>31,389</u>
 <u>TOTALS</u>			
 <u>SUMMER CHILD CARE</u>			
FYE November 30, 1998			
Personnel	63,255	54,609	8,646
Fringe Benefits	9,026	6,221	2,805
Operating Supplies	16,047	2,046	14,001
Other Costs	85,602	12,646	72,956
Program Services	9,550	3,145	6,405
Travel	436	-	436
	<u>183,916</u>	<u>78,667</u>	<u>105,249</u>
 <u>TOTALS</u>			

LINCOLN TOTAL COMMUNITY ACTION, INC.  
 RUSTON, LOUISIANA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED NOVEMBER 30, 1998

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH OR AWARD NUMBER</u>	<u>FEDERAL DISBURSEMENTS/ EXPENDITURES</u>
<u>U.S. Department of Agriculture</u> Passed through Louisiana Department of Education: Child and Adult Care Food Program	10.550	N/A	138,356
<u>U.S. Department of Health and Human Services</u> * Head Start	13.600	06CH5091/32	1,218,646
<u>The Corporation for National Service</u> Retired Senior Volunteer Program	72.002	340-W060-15	37,570
<u>Louisiana Department of Social Services</u> Summer Child Care	93.596	519955	78,667
* Major Program			



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED NOVEMBER 30, 1998

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Lincoln Total Community Action, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

NOTE 2 SUBRECIPIENTS

Lincoln Total Community Action, Inc. did not provide federal awards to subrecipients.

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
SCHEDULE OF BOARD MEMBERS COMPENSATION  
FOR THE YEAR ENDED NOVEMBER 30, 1998

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED NOVEMBER 30, 1998

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

- \* Material weakness(es) identified?           \_\_\_ yes X no
- \* Reportable condition(s) identified that  
are not considered to be material  
weaknesses?                                   X yes \_\_\_ none reported

Noncompliance material to financial  
statements noted?                           \_\_\_ yes X no

Federal Awards

Internal control over major programs:

- \* Material weakness(es) identified?           \_\_\_ yes X no
- \* Reportable condition(s) identified that  
are not considered to be material  
weaknesses?                                   X yes \_\_\_ none reported

Type of auditors' 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?       \_\_\_ yes X no

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
13.600	Department of Health and Human Services - Headstart

Dollar threshold used to distinguish  
between type A and type B programs:       \$300,000

Auditee qualified as low-risk auditee?       \_\_\_ yes X no

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE YEAR ENDED NOVEMBER 30, 1998

SECTION II - FINANCIAL STATEMENT FINDINGS

98-1

Criteria: Properties donated as in-kind revenue should have updated fair market value appraisals to ensure proper recording of donated space.

Conditions: We noted that one building the Agency receives in-kind revenue from does not have an updated appraisal.

Questioned Cost: None

Context: The Executive Director's policy is to obtain appraisals on in-kind property every five years.

Effect: There is no effect on the financial statements.

Cause: The Agency did not realize that the appraisal was older than five years.

Recommendation: We recommend that the Agency obtain updated fair market value appraisals on this property.

Response: The Executive Director is already obtaining the appraisal.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS  
HEADSTART, ONLY MAJOR PROGRAM

98-1

Criteria: Properties donated as in-kind revenue should have updated fair market value appraisals to ensure proper recording of donated space.

Conditions: We noted that one building the Agency receives in-kind revenue from does not have an updated appraisal.

Questioned Cost: None

Context: The Executive Director's policy is to obtain appraisals on in-kind property every five years.

Effect: There is no effect on the financial statements.



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE YEAR ENDED NOVEMBER 30, 1998

Cause: The Agency did not realize that the appraisal was older than five years.

Recommendation: We recommend that the Agency obtain updated fair market value appraisals on this property.

Response: The Executive Director is already obtaining the appraisal.

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
CORRECTIVE ACTION TAKEN ON PRIOR YEAR FINDINGS  
NOVEMBER 30, 1998

There were no findings in the prior year.

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
EXIT CONFERENCE  
FOR THE YEAR ENDED NOVEMBER 30, 1998

An exit conference was held on May 21, 1999 at the Lincoln Total Community Action, Inc.'s administrative office in Ruston, Louisiana. Mr. Rowland Perry, CPA, represented the auditors. The Executive Director of the Agency was present.

We reported that we did not discover any material weaknesses in internal or administrative controls. However, we did report one reportable condition as noted in the Schedule of Findings and Questioned Costs.