

The Boys and Girls Clubs of North Central Louisiana, Inc.

Financial Statements
For the Year Ended December 31, 2014



**Boys and Girls Club of North Central Louisiana, Inc.
For the Year Ended December 31, 2014**

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Boys and Girls Club of North Central Louisiana, Inc.
Ruston, Louisiana 71270

We have audited the accompanying financial statements of Boys and Girls Club of North Central Louisiana, Inc., (a nonprofit organization) which comprise the statement of financial position as of December 31, 2014, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles 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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Boys and Girls Club of North Central Louisiana, Inc., as of December 31, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of functional expenses on page 11, and the schedule of compensation, reimbursements, benefits and other payments to the agency head on page 12, are presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 2015, on our consideration of Boys and Girls Club of North Central Louisiana, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Boys and Girls Club of North Central Louisiana, Inc.'s internal control over financial reporting and compliance.

Cameron, Hines & Company (APAC)

West Monroe, Louisiana
June 19, 2015

Boys and Girls Club of North Central Louisiana, Inc.
Statement of Financial Position
December 31, 2014

	2014
ASSETS	
Cash and Cash Equivalents	\$ 338,596
Receivables	59,826
Furniture & Equipment, net	53,879
TOTAL ASSETS	\$ 452,301
LIABILITIES AND NET ASSETS	
Liabilities	
Accounts Payable and Accrued Liabilities	\$ 6,970
Total Liabilities	6,970
Net Assets	
Unrestricted Net Assets	419,270
Temporarily Restricted Net Assets	26,061
Permanently Restricted Net Assets	-
Total Net Assets	445,331
 TOTAL LIABILITIES & NET ASSETS	 \$ 452,301

The accompanying notes are an integral part of this financial statement.

Boys and Girls Club of North Central Louisiana, Inc.
Statements of Activities
For the Year Ended December 31, 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenues, Gains, And Other Support			
Contributions			
Ruston Housing Authority	\$ -	\$ 36,000	\$ 36,000
Boys & Girls Club of America/OJP	-	20,540	20,540
AmeriCorp	-	99,417	99,417
Summer Feeding Service Program	-	165,551	165,551
United Way Services	-	134,000	134,000
City of Ruston	-	50,000	50,000
Individual, Corporate, and Other	59,021	-	59,021
Designated Contributions	-	34,566	34,566
Fundraisers	254,184	-	254,184
Camp Fees	36,918	-	36,918
Special Events	-	-	-
After School Program	25,480	-	25,480
Miscellaneous	1,313	-	1,313
Total Revenues & Gains	<u>376,916</u>	<u>540,074</u>	<u>916,990</u>
Net Assets Released From Restrictions			
Satisfaction of Program Restrictions	<u>525,393</u>	<u>(525,393)</u>	<u>-</u>
Total Revenues, Gains, and Other Support	902,309	14,681	916,990
Expenses:			
Program Services	479,656	-	479,656
Support Services	178,060	-	178,060
Fundraising	101,450	-	101,450
Total Expenses	<u>759,166</u>	<u>-</u>	<u>759,166</u>
Increase (Decrease) in Net Assets	143,143	14,681	157,824
Net Assets at Beginning of Year	<u>276,127</u>	<u>11,380</u>	<u>287,507</u>
NET ASSETS AT END OF YEAR	<u>\$ 419,270</u>	<u>\$ 26,061</u>	<u>\$ 445,331</u>

The accompanying notes are an integral part of this financial statement.

Boys and Girls Club of North Central Louisiana, Inc.
Statement of Cash Flows
For the Year Ended December 31, 2014

	2014
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Granting Agencies and Contributors	\$ 878,378
Payments to Suppliers for Goods and Services	(351,543)
Payments to Employees	(339,982)
Payment of Payroll Taxes	(66,363)
Net Cash Provided (Used) by Operating Activities	120,490
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of Equipment	(33,809)
Net Cash Provided (Used) by Investing Activities	(33,809)
CASH FLOWS FROM FINANCING ACTIVITIES	
Net Cash Provided (Used) by Financing Activities	-
Net Increase (Decrease) in Cash and Cash Equivalents	86,681
Cash and Cash Equivalents at Beginning of Year	251,915
Cash and Cash Equivalents at End of Year	\$ 338,596

Reconciliation of Operating Income to Net Cash Provided

by Operating Activities:	
Increase in Net Assets	\$ 157,824
Adjustments to Reconcile Increase in Net Assets to	
Net Cash Provided by Operating Activities:	
Non-Cash Contributions	-
Depreciation	10,520
(Increase) Decrease in Accounts Receivable	(38,612)
Increase (Decrease) in Accounts Payable and Accrued Liabilities	(9,242)
Net Cash Provided (Used) by Operating Activities	\$ 120,490

The accompanying notes are an integral part of this financial statement.

Boys and Girls Club of North Central Louisiana, Inc.
Notes to the Financial Statements
For the Year Ended December 31, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Nature of Activities

Boys and Girls Club of North Central Louisiana, Inc. was incorporated under the laws of the State of Louisiana on May 28, 1997. The club's principle office is in Ruston, Louisiana, and is engaged in helping youth of all backgrounds, especially those who are disadvantaged. The club is supported primarily through donor contributions, grants and other support from various organizations including the City of Ruston, Ruston Housing Authority, Boys & Girls Club of America, United Way, and the State of Louisiana.

B. Basis of Accounting

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

C. Revenue

The club receives a substantial portion of its revenue from federal, state and local agencies. Revenue recognition depends on the contract, usually on a pro-rata basis over the life of the contract.

D. 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.

E. Restricted and Unrestricted Revenue and Support

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statements of Activities as net assets from restriction.

F. Donated Materials and Services

Boys and Girls Club of North Central Louisiana, Inc. periodically receives donated materials and services. No amounts have been reflected in the financial statements for these materials and services.

G. Cash Equivalents

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

Boys and Girls Club of North Central Louisiana, Inc.
Notes to the Financial Statements
For the Year Ended December 31, 2014

H. Fixed Assets

Boys and Girls Club of North Central Louisiana, Inc. follows the practice of capitalizing, at cost, all expenditures for fixed assets in excess of \$500. Depreciation is computed on a straight-line basis over the useful lives of the assets generally as follows:

Computer and equipment	5 years
Vehicles	5 years
Furniture and fixtures	7 years
Leasehold Improvements	15 years

I. Functional Allocations 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.

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.

K. Income Taxes

Boys and Girls Club of North Central Louisiana, Inc. is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements. In addition, Boys and Girls Club of North Central Louisiana, Inc. has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for the years ended December 31, 2014.

The provisions of ASC 740-10 (Formerly FASB Interpretation No. 48 (FIN 48)) were adopted by the organization on January 1, 2009. The adoption of FIN 48 did not result in any changes to net assets or deferred income tax liabilities.

Accrued interest and penalties associated with uncertain tax positions are included as a component of the provision for income taxes. There were no unrecognized tax benefits at January 1, 2009. For the year ended December 31, 2014, there were no unrecognized tax benefits, or accrued interest and penalties.

The company files Form 990, an informational tax return in the U.S. federal tax jurisdiction. Federal tax returns prior to 2011 are closed.

Boys and Girls Club of North Central Louisiana, Inc.
Notes to the Financial Statements
For the Year Ended December 31, 2014

L. Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

2. RECEIVABLES

Receivables include the following:

	2014
Boys & Girls Clubs/OJP	\$ 2,500
AmeriCorps Primary	36,886
CAFP Grant	6,655
Tobacco Free Living Grant	6,982
Smart Girls Grant	3,263
Other	3,540
Total	\$ 59,826

3. FURNITURE AND EQUIPMENT

Furniture and equipment is summarized below:

	Balance		Additions		Retirements		Balance
	12/31/2013						12/31/2014
Furniture & Fixtures	\$ 17,835	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,835
Computers & Equipment	23,755	6,062	-	-	-	-	29,817
Vehicles	23,204	27,747	-	-	-	-	50,951
Buildings	1,302	-	-	-	-	-	1,302
Leasehold Improvements	17,230	-	-	-	-	-	17,230
Total	\$ 83,326	\$ 33,809	\$ -	\$ -	\$ -	\$ -	\$ 117,135
 Accumulated Depreciation	 \$ 52,736	 \$ -	 \$ -	 \$ 10,520	 \$ -	 \$ -	 \$ 63,256
 Net Furniture & Equipment	 \$ 30,590	 \$ 33,809	 \$ -	 \$ 10,520	 \$ -	 \$ -	 \$ 53,879

Depreciation expense was \$10,520 for the year ended December 31, 2014.

4. FACILITIES

Boys and Girls Club of North Central Louisiana, Inc.'s facilities are provided by the City of Ruston's Parks and Recreation Department. No rent is paid under an agreement that began in January, 2005. The club is responsible for all occupancy costs and normal upkeep and maintenance.

Boys and Girls Club of North Central Louisiana, Inc.
Notes to the Financial Statements
For the Year Ended December 31, 2014

5. CONCENTRATION OF CREDIT RISK

Boys and Girls Club of North Central Louisiana, Inc. maintains bank accounts at financial institutions insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 each. The club's cash balances at December 31, 2014 did not exceed federally insured limits.

6. PENSION PLAN

The Boys and Girls Club of North Central Louisiana, Inc. pays into a pension plan on behalf of the executive director and unit director, but does not administer the plan, nor is it responsible for payment of benefits. Contributions for year ended December 31, 2014 totaled \$8,800. Administrative fees totaled \$725.

7. RELATED PARTY TRANSACTIONS

A board member is the official agent for the Club's independent insurance agency. During the year ended December 31, 2014, insurance premiums in the amount of \$-0- were paid by the club.

8. UNITED WAY PROGRAMS

The Boys and Girls Club of North Central Louisiana, Inc. participates in the United Way of Northeast Louisiana's Partner Agency program. As a participant in the program, the club must be in compliance with various financial, legal and accountability standards set forth by United Way.

9. FEDERAL FINANCIAL ASSISTANCE

The club receives funding through various programs, such as the Boys & Girls Club of America as a subrecipient of funds provided by the Office of Justice Programs, and also through AmeriCorps. Grant expenditures for the year ended December 31, 2014 was as follows:

<u>Grantor</u>	<u>Grant Name/Number</u>	<u>Expenditures</u>
Boys & Girls Clubs of America	OJP 2013-31912	\$ 7,040
AmeriCorp	Primary 2013	62,531
AmeriCorp	Primary 2014	36,886
Totals		\$ 106,477

10. SUBSEQUENT EVENTS

Date of Management Evaluation

Management has evaluated subsequent events through June 19, 2015, the date on which the financial statements were available to be issued.

Supplemental Information

Boys and Girls Club of North Central Louisiana, Inc.
Schedules of Functional Expenses
For the Years Ended December 31, 2014 and 2013

Schedule 1

	Program Services	Support Services	Fund Raising	Totals	
				2014	2013
Accounting Fees	\$ -	\$ 3,417	\$ -	\$ 3,417	\$ 3,653
Board Expenses	-	5,661	-	5,661	3,205
Conferences & Meetings	-	4,224	-	4,224	4,590
Contract Labor	-	25,433	-	25,433	25,744
Computer Expenses	4,389	-	-	4,389	-
Depreciation	-	10,520	-	10,520	5,211
Designated Expenses	8,505	-	-	8,505	7,511
Fundraising Expenses	-	-	39,091	39,091	22,667
Office Expense	-	17,186	-	17,186	16,696
Organizational Dues	-	5,417	-	5,417	8,614
Other Human Resource Costs	35,521	10,017	7,017	52,555	61,661
Payroll Taxes	18,407	5,191	3,636	27,234	24,914
Program Expenses	66,363	-	-	66,363	35,125
Repairs & Maintenance	-	26,194	-	26,194	16,553
Resource Development	-	-	6,311	6,311	4,176
Salaries & Wages	229,787	64,800	45,395	339,982	301,670
Staff Training & Development	6,122	-	-	6,122	10,130
Summer Food Service Program	74,059	-	-	74,059	66,122
Sponsored Events	14,031	-	-	14,031	7,921
Transportation	22,472	-	-	22,472	18,524
Totals	\$ 479,656	\$ 178,060	\$ 101,450	\$ 759,166	\$ 644,687

See independent auditors' report.

Boys and Girls Club of North Central Louisiana, Inc.
Schedule of Compensation, Reimbursements, Benefits,
and Other Payments to Agency Head
For the Year Ended December 31, 2014

Schedule 2

Agency Head:

Mr. Eldonta' Osborne - Executive Director

Purpose:

Salary	\$ 72,000
Benefits - Payroll Taxes and Insurance	5,217
Travel	4,224
Reimbursements	64
Total Compensation, Benefits and Other Payments	<u>\$ 81,505</u>

See independent auditors' report.

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Directors
Boys and Girls Club of North Central Louisiana, Inc.
Ruston, Louisiana

We have audited, in accordance with the 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, the financial statements of Boys and Girls Club of North Central Louisiana, Inc., (a nonprofit organization), which comprise the statement of financial position as of December 31, 2014, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 19, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Boys and Girls Club of North Central Louisiana, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Boys and Girls Club of North Central Louisiana, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Boys and Girls Club of North Central Louisiana, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Cameron, Hines & Company (APAC)

West Monroe, Louisiana
June 19, 2015

Boys and Girls Club of North Central Louisiana, Inc.
Schedule of Findings and Questioned Costs
For The Year Ended December 31, 2014

We have audited the financial statements of Boys and Girls Club of North Central Louisiana, Inc. as of and for the year ended December 31, 2014, and have issued our report thereon dated June 19, 2015. 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. Our audit of the financial statements as of and for the year ended December 31, 2014, resulted in an unmodified opinion.

Section I- Summary of Auditors' Reports

A. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weaknesses ___ yes X no Significant Deficiencies ___ yes X no

Compliance

Compliance Material to Financial Statements ___yes X no

B. Federal Awards - N/A

Internal Control

Material Weaknesses ___yes ___no Significant Deficiencies ___yes___no

Type of Opinion on Compliance
For Major Programs

Unmodified ___ Modified _____
Disclaimer_____ Adverse _____

Are their findings required to be reported in accordance with Circular A-133, Section .510 (a)?

C. Identification of Major Programs: N/A

Dollar threshold used to distinguish between Type A and Type B Programs.

Is the auditee a "low-risk" auditee, as defined by OMB Circular A-133?

Boys and Girls Club of North Central Louisiana, Inc.
Schedule of Findings and Questioned Costs
For The Year Ended December 31, 2014

Section II- Financial Statement Findings

None

Section III-Federal Award Findings and Question Costs

This section is not applicable for this entity.

Boys and Girls Club of North Central Louisiana, Inc.
Schedule of Prior Year Findings
For the Year Ended December 31, 2014

A. Report on Internal Control and Compliance Material to the Financial Statements

None

Management Letter

No management letter was issued.