

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA

Component Unit Financial Statements
For the Year Ended December 31, 2009

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

Release Date

8/25/10

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMPONENT UNIT FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report -----	1-2
Required Supplemental Information (Part A)	
Management's Discussion and Analysis-----	3-5

COMPONENT UNIT FINANCIAL STATEMENTS

Governmental Activities

<u>Government-Wide Financial Statements</u>	
Statement of Net Assets -----	6
Statement of Activities -----	7
<u>Fund Financial Statements:</u>	
Balance Sheet – Governmental Funds-----	8
Reconciliation of Total Governmental Fund Balances to	
Net Assets of Governmental Activities -----	8
Statement of Revenues, Expenditures and	
Changes in Fund Balances -----	9
Reconciliation of the Statement of Revenues, Expenditures and Changes	
In Fund Balances of Governmental Funds to the Statement of Activities -----	9
Notes to Financial Statements -----	10-22
<u>Required Supplemental Information (Part B)</u>	
<u>Budgetary Comparison Schedules</u>	
General Fund -----	23
Transportation -----	24
Community Services Block Grant (CSBG) -----	25
LIHEAP -----	26
Notes to Budgetary Comparison Schedules -----	27

OTHER SUPPLEMENTAL INFORMATION

Report and on Internal Control Over Financial Reporting	
And on Compliance And Other Matters Based on an Audit of	
Financial Statements Performed in Accordance	
With <i>Government Auditing Standards</i> -----	28-29
Report on Compliance with Requirements Applicable	
To Each Major Program And Internal Control Over	
Compliance in Accordance with	
<i>OMB Circular A-133</i> -----	30-31

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
COMPONENT UNIT FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009

TABLE OF CONTENTS

Schedule of Expenditures of Federal Awards -----	32
Notes to Schedule of Expenditures of Federal Awards -----	33
Schedule of Findings and Questioned Costs -----	34
Schedule of Prior Year Findings -----	35

MEMBER
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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 the governmental activities, each major fund and the aggregate remaining fund information of the Humanitarian Enterprises of Lincoln Parish (the Center), a component unit of the Lincoln Parish Police Jury, as of and for the year ended December 31, 2009, which collectively comprise the basic financial statements of the Center 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 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 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 opinions.

In my opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund and the aggregate remaining fund information for the Humanitarian Enterprises of Lincoln Parish, as of December 31, 2009, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

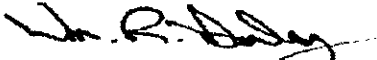
In accordance with *Government Auditing Standards*, I have also issued my report dated May 28, 2010, on my consideration of the Humanitarian Enterprises of Lincoln Parish's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

To the Health and Welfare Committee Members
of the Lincoln Parish Police Jury
Humanitarian Enterprises of Lincoln Parish
Page 2

Management's discussion and analysis and budgetary comparison information on pages 3 through 5 and 23 through 27, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and express no opinion on it.

My audit was conducted 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
Certified Public Accountant



May 28, 2010

**REQUIRED SUPPLEMENTAL INFORMATION (PART A)
MANAGEMENT'S DISCUSSION AND ANALYSIS**

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

Our discussion and analysis of the Humanitarian Enterprises of Lincoln Parish (H.E.L.P.) Center's financial statements provides an overview of its activities for the year ended December 31, 2009. Please read it in conjunction with the H.E.L.P. Center's financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the activities of the H.E.L.P. Center as a whole.

Reporting the H.E.L.P. Center as a Whole

The Statement of Net Assets and the Statement of Activities

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector entities. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the H.E.L.P. Center's net assets and changes in them. The H.E.L.P. Center's net assets (the difference between assets and liabilities) measure the H.E.L.P. Center's financial position. Increases or decreases in the H.E.L.P. Center's net assets are an indicator of whether its financial position is improving or not.

The H.E.L.P. Center AS A WHOLE

For the years ended December 31, 2009 and 2008, net assets changed as follows:

	2009	2008
Beginning net assets (Restated)	\$206,165	\$ 271,016
Increase (decrease) in net assets	48,206	(72,339)
Ending net assets	\$254,371	\$198,677

The H.E.L.P. Center's FUNDS

The following schedule presents a summary of revenues and expenditures for the years ended December 31, 2009 and 2008:

Revenues	2009	Percent of Total	2008	Percent of Total
Grant receipts	\$940,189	89.74%	\$777,274	87.72%
Transportation fares	21,649	2.07%	36,861	4.16%
Miscellaneous	85,833	8.19%	71,880	8.12%
Total Revenues	\$1,047,671	100.00%	\$616,534	100.00%

Expenditures	2009	Percent of Total	2008	Percent of Total
Health and welfare	\$ 999,465	100.00%	\$ 958,354	100.00%

BUDGETARY HIGHLIGHTS

The H.E.L.P. Center's total revenues in 2009 were greater than the final budgeted revenue by a significant amount but at the same time actual expenditures in 2009 were significantly more than the budgeted amounts by similar amount. The variance was caused by a procedural change made to the LIHEAP Program at the State level which freed up more energy assistance for the local area.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At December 31, 2009, the H.E.L.P. Center had \$405,920 invested in capital assets (\$188,571 net of accumulated depreciation) including machinery and equipment and vehicles.

Assets	December 31, 2008	Additions	Disposals	December 31, 2009
Vehicles	\$309,573	\$84,573	\$(34,897)	\$359,249
Machinery & equipment	46,671			46,671
Local Portion of DOTD Vans				
Total at historical cost	356,244			405,920
Less: Accumulated Depreciation:				
Vehicles	(179,145)	(22,566)	31,033	(170,678)
Machinery & equipment	(46,671)			(46,671)
Capital assets, net	\$130,428	\$62,007	\$(3,864)	\$188,571

Debt

At year end, the H.E.L.P. Center had a total liability of \$9,358 for compensated absences.

OTHER POST-EMPLOYMENT BENEFITS

In the year ended December 31, 2009 and 2008, the H.E.L.P. Center has complied with requirements of Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post Employment Benefits Other than Pensions*. This statement requires that employers disclose the *Annual Required Contribution* and *Net Post-employment Benefit Obligation* as determined by actuarial computations.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The H.E.L.P. Center's revenues are derived mainly from a variety of grants and charges for fees. The H.E.L.P. Center is not aware of any significant increases or decreases in those revenues sources or associated expenditures but in light of the current economic volatility, the Center must continue to monitor its limited resources to fit the needs of the citizens of Lincoln Parish and be aware of other funding opportunities that may present themselves.

CONTACTING THE H.E.L.P. CENTER'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the H.E.L.P. Center's finances and to show the H.E.L.P. Center's accountability for the funds received by it. If you have any questions about this report or need additional financial information, contact:

Courtney Hall
Interim Parish Administrator
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Ruston, LA 71273

GOVERNMENT-WIDE FINANCIAL STATEMENTS

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
STATEMENT OF NET ASSETS
DECEMBER 31, 2009

	<u>Governmental Activities</u>
ASSETS	
Cash	\$ 163,841
Accounts Receivable	181,392
Due From Other Governments - LPPJ	12,237
Depreciable Assets	<u>188,571</u>
TOTAL ASSETS	<u><u>\$ 546,041</u></u>
LIABILITIES	
Accounts Payable	\$ 94,270
Due To Other Governments - LPPJ	23,309
Non-Current Liabilities	
Due Within One Year	
Compensated Absences	9,358
Postretirement Benefit Plan Payable	<u>164,733</u>
TOTAL LIABILITIES	<u>291,670</u>
NET ASSETS	
Invested in Capital Assets,	
Net of Related Debt	130,428
Unrestricted	<u>123,943</u>
Total Net Assets	<u>254,371</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 546,041</u></u>

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

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2009

Function/Program Activities	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	
Government Activities:				
Health and Welfare	\$ 999,465	\$ 21,649	\$ 940,189	\$ (37,627)

General Revenues:

Contributed Capital	84,573
Interest Earned	1,260
Total General Revenues	<u>85,833</u>
Changes in Net Assets	48,206
Net Assets - Beginning (Restated)	<u>206,165</u>
Net Assets - Ending	<u>\$ 254,371</u>

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

FUND FINANCIAL STATEMENTS

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2009

	<u>General Fund</u>	<u>Transportation</u>	<u>Community Service Block Grant 2009</u>	<u>Community Service Block Grant 2008</u>
Assets:				
Cash	\$ 12,212	\$ 82,643	\$ -	\$ -
Accounts Receivable	263	74,581	21,742	-
Due From Other Governments - LPPJ	9,291	111	2,319	347
Due From Other Funds	<u>19,366</u>	<u>20,203</u>	<u>23,808</u>	<u>38,618</u>
TOTAL ASSETS	<u>\$ 41,132</u>	<u>\$ 177,538</u>	<u>\$ 47,869</u>	<u>\$ 38,965</u>
 Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ 22	\$ 2,914	\$ 460	\$ 298
Due From Other Governments - LPPJ	-	23,098	-	-
Due To Other Funds	<u>20,860</u>	<u>4,802</u>	<u>37,063</u>	<u>38,667</u>
Total Liabilities	<u>20,882</u>	<u>30,814</u>	<u>37,523</u>	<u>38,965</u>
 Fund Balances:				
Unreserved. Reported in:				
General Fund	20,250	-	-	-
Special Revenue Funds	<u>-</u>	<u>146,724</u>	<u>10,346</u>	<u>-</u>
Total Fund Balances	<u>20,250</u>	<u>146,724</u>	<u>10,346</u>	<u>-</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 41,132</u>	<u>\$ 177,538</u>	<u>\$ 47,869</u>	<u>\$ 38,965</u>

HUMANITARIAN ENTERPRISES OF
LINCOLN PARISH
RUSTON, LOUISIANA
RECONCILIATION OF TOTAL GOVERNMENTAL
FUND BALANCES TO NET ASSETS OF
GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2009

<u>LIHEAP</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>		
			Total Governmental Fund Balances	\$ 239,891
			<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
\$ 47,740	\$ 21,246	\$ 163,841		
84,806	-	181,392		
69	100	12,237		
450	300	102,745		
<u>\$ 133,065</u>	<u>\$ 21,646</u>	<u>\$ 460,215</u>	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	188,571
\$ 76,494	\$ 14,082	94,270	Compensated absences are not due and payable in the current period and therefore are not reported in the funds.	(9,358)
211	-	23,309		
-	1,353	102,745		
<u>76,705</u>	<u>15,435</u>	<u>220,324</u>	Unfunded postretirement benefit plan obligations are not financial expenditures and therefore are not reported in the funds.	<u>(164,733)</u>
-	-	20,250		
56,360	6,211	219,641	Net Assets of Governmental Activities	<u>\$ 254,371</u>
<u>56,360</u>	<u>6,211</u>	<u>239,891</u>		
<u>\$ 133,065</u>	<u>\$ 21,646</u>	<u>\$ 460,215</u>		

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

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>General Fund</u>	<u>Transportation</u>	<u>Community Service Block Grant 2009</u>	<u>Community Service Block Grant 2008</u>
Revenues:				
Intergovernmental revenues:				
Grant receipts	\$ -	\$ 377,785	\$ 89,994	\$ 27,783
Transportation fares	-	25,513	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>403,298</u>	<u>89,994</u>	<u>27,783</u>
Health and Welfare Expenditures				
Personnel and Fringe Benefits	-	254,713	65,921	19,675
Vehicle Maintenance and Insurance	-	77,897	-	-
Operating Services and Supplies	-	16,132	-	-
Travel	-	1,494	2,866	710
Energy and Emergency Assistance	-	-	-	-
Emergency Crisis and Rent Assistance	-	-	-	-
Other Support Costs	211	256	10,861	6,827
Purchase of Fixed Assets	-	465	-	-
Total Health and Welfare Expenditures	<u>211</u>	<u>350,957</u>	<u>79,648</u>	<u>27,212</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(211)</u>	<u>52,341</u>	<u>10,346</u>	<u>571</u>
Net Change in Fund Balance	(211)	52,341	10,346	571
Fund Balances, Beginning	<u>20,461</u>	<u>94,383</u>	<u>-</u>	<u>(571)</u>
Fund Balances, Ending	<u>\$ 20,250</u>	<u>\$ 146,724</u>	<u>\$ 10,346</u>	<u>\$ -</u>

HUMANITARIAN ENTERPRISES OF
LINCOLN PARISH
RUSTON, LOUISIANA
RECONCILIATION OF TOTAL GOVERNMENTAL
FUND BALANCES TO NET ASSETS OF
GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2009

<u>LIHEAP</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 420,433	\$ 24,194	\$ 940,189
-	-	25,513
-	1,260	1,260
<u>420,433</u>	<u>25,454</u>	<u>966,962</u>
27,526	-	367,835
-	-	77,897
-	-	16,132
93	-	5,163
379,090	-	379,090
5,204	18,872	24,076
103	5,351	23,609
-	-	465
<u>412,016</u>	<u>24,223</u>	<u>894,267</u>
<u>8,417</u>	<u>1,231</u>	<u>72,695</u>
8,417	1,231	72,695
<u>47,943</u>	<u>4,980</u>	<u>167,196</u>
<u>\$ 56,360</u>	<u>\$ 6,211</u>	<u>\$ 239,891</u>

Net Change in Fund Balances - Total
Governmental Funds \$ 72,695

*Amounts reported for governmental
activities in the statement of activities
are different because:*

Government funds report capital outlays
as expenditures while governmental
activities report depreciation expense to
allocate those expenditures over the life
of the assets:

Capital asset capitalized	84,573
Depreciation expense	(22,566)
Basis of Assets Disposed	<u>(3,864)</u>
	58,143

The decrease in compensated absences
liability does not require the use of current
financial resources but is recorded as an
expense in the statement of activities. (265)

Postretirement benefit plan
expenditures (82,367)

Change in Net Assets in Governmental
Activities \$ 48,206

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

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Humanitarian Enterprises of Lincoln Parish (the 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.

The Center complies with accounting principles generally accepted in the United States of America (GAAP). GAAP includes all relevant Government Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989 have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent sections of this note.

Basis of Presentation

In June, 1999, the GASB unanimously approved statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. Certain of the significant changes in the presentation of its funds financial information include, for the first time a Management Discussion and Analysis (MD&A) section providing an analysis of the H.E.L.P. Center’s overall financial position and results of operations and financial statements prepared using full accrual accounting for all fund activities. These and other changes are reflected in the accompanying financial statements including the notes to the financial statements.

Reporting Entity

As the governing authority of the parish, for reporting purposes, the Lincoln Parish Police Jury is the financial reporting entity for Lincoln Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Lincoln Parish Police Jury for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include:

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reporting Entity (Continued)

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the police jury to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the police jury.
2. Organizations for which the police jury does not appoint a voting majority but are fiscally dependent on the police jury.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Because the police jury appoints a voting majority of its governing body, the Center was determined to be a component unit of the Lincoln Parish Police Jury, the financial reporting entity. The accompanying financial statements present information only on the funds maintained by the Center and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Financial Statements – The governmental-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements – The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period, the Center considers revenues to be available if they are collected within 60 days of the end of the current fiscal year end.

Principal revenue sources considered susceptible to accrual include federal grants, interest on investments, sales and income taxes, and lease payments receivable. Some revenue items that are considered measurable and available to finance operations during the year from an accounting perspective are not available for expenditure due to the Center's present appropriation system. These revenues have been accrued in accordance with accounting principles generally accepted in the United States of America since they have been earned and are expected to be collected within sixty days of the end of the period. Other revenues are considered to be measurable and available only when cash is received by the Center. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Modifications to the accrual basis of accounting include:

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

- Employees' vested annual leave is recorded as an expenditure when utilized. The amount of accumulated annual leave unpaid at December 31, 2009 has been reported only in the government-wide financial statements.
- Interest on general long-term obligations is recognized when paid.
- Debt service expenditures are recorded only when payment is due.

Fund Accounting

The financial activities of the Center are recorded in individual funds, each of which is deemed to be a separate accounting entity. The Center uses fund accounting to report on its financial position and results of 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.

Governmental Funds

General Fund – This fund accounts for all activities of the Center not specifically required to be accounted for in other funds. Included are transactions for services such as general government, health services, public safety, regulatory services and social services.

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 funds 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.

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 i.e. late payment notice. They must also present proof of an emergency or crisis situation that prevents their paying the amount.

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 279 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 six month period.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Funds (Continued)

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, audit cost, travel, etc. This fund requires prior approval of expenditures by the funding source.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

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

Fixed assets of the Center are stated at cost and are reported in the government-wide financial statements. Depreciation of all exhaustible fixed assets are charged as an expense against operations. Depreciation is computed using the straight-line method over the estimated useful lives of 5 years.

Compensated Absences

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, a provision of \$9,358 has been made for the compensated absences and vacation in these financial statements.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. In the process of aggregating data for the statements of net assets and the statement of activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified.

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 an allocation basis in advance of the actual expenditure. The Center also receives funds as a reimbursement of actual expenditures.

Cash

Cash includes demand deposits and money market accounts. 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.

Fund Equity

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. There were no restricted net assets at December 31, 2009.
- c. Unrestricted net assets – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 2 - CASH AND CASH EQUIVALENTS

Custodial Credit Risk - Deposits. The custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's policy to ensure there is no exposure to this risk is to require each financial institution to pledge its own securities to cover any amount in excess of Federal Depository Insurance Coverage. Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the District that the fiscal agent bank has failed to pay deposited funds upon demand. Accordingly, the District had no custodial credit risk related to its deposits at December 31, 2009. The District had cash and cash equivalents in demand deposits, totaling \$153,467 at December 31, 2009.

These deposits are stated at cost, which approximates market. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Cash and cash equivalents (bank balances other than these backed by the U.S. government) at December 31, 2009, are secured, as follows:

Bank Balances	\$ <u>153,467</u>
FDIC Insurance	500,000
Pledged Securities (uncollateralized)	<u>-</u>
Total	\$ <u>500,000</u>

NOTE 3 - DUE FROM OTHER GOVERNMENTAL UNITS

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

NOTE 4 - PROPERTY AND EQUIPMENT

Capital asset activity for the year ended December 31, 2009 is as follows:

	December 31, 2008 <u>Balance</u>	<u>Additions</u>	<u>Disposals</u>	December 31, 2009 <u>Balance</u>
Non Depreciable Assets:				
Local Portion of DOTD Vans	\$ -	\$ -	\$ -	\$ -
Depreciable Assets:				
Vehicles	309,573	84,573	(34,897)	359,249
Machinery & Equipment	<u>46,671</u>	<u>-</u>	<u>-</u>	<u>46,671</u>
Totals at Historical Cost	<u>356,244</u>	<u>84,573</u>	<u>(34,897)</u>	<u>405,920</u>
Less Accumulated Depreciation for:				
Vehicles	(179,145)	(22,566)	31,033	(170,678)
Machinery & Equipment	<u>(46,671)</u>	<u>-</u>	<u>-</u>	<u>(46,671)</u>
Total Accumulated Depreciation	<u>(225,816)</u>	<u>(22,566)</u>	<u>31,033</u>	<u>(217,349)</u>
<u>CAPITAL ASSETS, NET</u>	<u>\$ 130,428</u>	<u>\$ 62,007</u>	<u>\$(3,864)</u>	<u>\$ 188,571</u>

Depreciation was charged to the Health and Welfare function of the Center for \$22,566.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 5 - DUE FROM/TO OTHER FUNDS

The due from/to other funds at December 31, 2009, are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
Major Funds:		
General Fund	\$ 19,366	\$ 20,860
Transportation Fund	20,203	4,802
Community Service Block Grant 2009	23,808	37,063
Community Service Block Grant 2008	38,618	38,667
LIHEAP Energy	450	-
Non-Major Funds:		
FEMA	300	450
CDBG Alternative Program	-	903
Totals	<u>\$ 102,745</u>	<u>\$ 102,745</u>

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur, transactions are recorded in the accounting system and payments between funds are made.

NOTE 6 - 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 District's payroll is included in the Lincoln Parish Police Jury, primary government financial statements.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 6 - PENSION PLAN (Continued)

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Louisiana Parochial Employees' Retirement System, P.O. Box 14619, Baton Rouge, Louisiana 70898.

NOTE 7 - POST-EMPLOYMENT BENEFITS

Plan Description. The Lincoln Parish Police Jury's medical benefits are provided through a self-insured plan and are made available to employees upon actual retirement.

The employees are covered by the Parochial Employees' Retirement System of Louisiana, whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; age 60 and 10 years of service; or, age 65 and 7 years of service. For employees hired on and after January 1, 2007. Retirement eligibility (D.R.O.P. entry) provisions are as follows: age 55 and 30 years of service; age 62 and 10 years of service; or, age 67 and 7 years of service. Complete plan provisions are included in the official plan documents.

Dental insurance coverage is provided to retirees. The employer pays 90 to 95% of the cost of the dental insurance (depending on the plan) for the retiree and 50% for dependents. All of the assumptions used for the valuation of the medical benefits have been used for dental insurance except for the trend assumption; zero trend was used for dental insurance.

Life insurance coverage is available to retirees and the blended rate (active and retired) is \$0.65 per \$1,000 of insurance. The employer pays 100% of the cost of the retiree life insurance. Since GASB 45 requires the use of "unblended" rates, the actuaries used the 94GAR mortality table described above to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance. Retiree insurance coverage amounts are reduced to 50% of the original level before retirement.

Contribution Rates. Employees do not contribute to their post employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents.

Fund Policy. Until 2008, the Lincoln Parish Police Jury recognized the cost of providing post-employment medical and life benefits (Lincoln Parish Police Jury's portion of the retiree medical, dental, and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you-go basis. In 2009 and 2008, Lincoln Parish Police Jury's portion of health care funding cost for retired employees totaled \$243,975, the dental totaled \$9,805, and the life insurance totaled \$800. The HELP Center's portion for these amounts totaled \$7,176, the dental totaled \$288, and the life insurance totaled \$24.

Effective with the Fiscal Year beginning January 1, 2008, Lincoln Parish Police Jury implemented Government Accounting Standards Board Statement Number 45, *Accounting and Financial Reporting by Employers for Post employment Benefits Other than Pensions* (GASB 45).

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 7 – POST-EMPLOYMENT BENEFITS (Continued)

Annual Required Contribution. Lincoln Parish Police Jury's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The Annual Required Contribution (ARC) is the sum of the Normal Cost plus the contribution to amortize the Actuarial Accrued Liability (AAL). A level dollar, closed amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The total ARC for the fiscal year beginning January 1, 2008 is \$930,999 for medical, \$17,441 for dental, and \$6,851 for life. The HELP Center's portion, as set forth below:

	Medical	Dental	Life
Normal Cost	\$ 79,686	\$ 1,358	\$ 413
30-year UAL amortization amount	8,112	185	102
Annual required contribution (ARC)	\$ 87,798	\$ 1,543	\$ 514

Net Post-employment Benefit Obligation (Asset). The table below shows Lincoln Parish Police Jury's Net Other Post-employment Benefit (OPEB) Obligation (Asset) for fiscal year ending December 31, 2009:

	Medical	Dental	Life
Beginning Net OPEB Obligation (Asset) 1/1/2009	\$80,622	\$1,255	\$490
Annual required contribution	+87,798	+1,543	+514
Interest on Net OPEB Obligation (Asset)	-0	-0	-0
ARC Adjustment	+0	+0	+0
OPEB Cost	168,420	2,798	1,004
Contribution	0	0	0
Current year retiree premium	-7,176	-288	-24
Ending Net OPEB Obligation (Asset) 12/31/2009	\$161,244	\$2,510	\$980
Change in Net OPEB Obligation	+80,622	+1,255	+490

The following table shows the HELP Center's annual post employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post employment benefits (PEB) liability (asset):

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 7 – POST-EMPLOYMENT BENEFITS (Continued)

Post Employment Benefit	Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual Cost Contributed	Net PEB Liability (Asset)
Medical	December 31, 2009	\$87,798	8.17%	\$80,622
Dental	December 31, 2009	\$1,543	18.66%	\$1,255
Life	December 31, 2009	\$514	4.67%	\$490

Funded Status and Funding Progress. In the fiscal year ending December 31, 2009, Lincoln Parish Police Jury made no contributions to its post employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. As of January 1, 2009, the first and most recent actuarial valuation, the Actuarial Accrued Liability (AAL) was \$9,246,836 (medical), \$184,897 (dental), and \$81,580 (life), which is defined as that portion, as determined by a particular actuarial cost method (Lincoln Parish Police Jury uses the Unit Credit Cost Method), of the actuarial present value of post employment plan benefits and expenses which is not provided by normal cost. Since the plan was not funded in fiscal year 2009 or 2008, the entire actuarial accrued liability of \$9,246,836 (medical), \$184,897 (dental), and \$81,580 (life) was unfunded. The HELP Center's portion:

	Medical	Dental	Life
Actuarial Accrued Liability (AAL)	\$ 684,859	\$ 12,486	\$ 4,404
Actuarial Value of Plan Assets	0	0	0
Unfunded Act. Accrued Liability (UAAL)	684,859	12,486	4,404
Funded Ratio (Act. Val. Assets/AAL)	0%	0%	0%
Covered Payroll (active plan members)			
UAAL as a percentage of covered payroll	0%		0%

Actuarial Methods and Assumptions. Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 7 -- POST-EMPLOYMENT BENEFITS (Continued)

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (the plan as understood by Lincoln Parish Police Jury and its employee plan members) at the time of the valuation and on the pattern of sharing costs between Lincoln Parish Police Jury and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between Lincoln Parish Police Jury and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

Actuarial Cost Method. The ARC is determined using the Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

Actuarial Value of Plan Assets. Since this is the first actuarial valuation, there are not any assets. It is anticipated that in future valuations a smoothed market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45.

Turnover Rate. An age-related turnover scale based on actual experience as described by administrative staff has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 5%. The rates for each age are below:

Age	Percent Turnover
18 - 25	8.0%
26 - 40	6.0%
41 - 54	5.0%
55+	4.0%

Post employment Benefit Plan Eligibility Requirements. It is assumed that entitlement to benefits will commence three years after satisfaction of the minimum retirement/D.R.O.P. entry eligibility requirements described above under "Plan Terms". Medical benefits are provided to employees upon actual retirement. Employees are covered by Parochial Employees' Retirement System of Louisiana, whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 30 years of service at any age; age 55 and 25 years of service; age 60 and 10 years of service; or, age 65 and 7 years of service. For employees hired on and after January 1, 2007. Retirement eligibility (D.R.O.P. entry) provisions are as follows: age 55 and 30 years of service; age 62 and 10 years of service; or, age 67 and 7 years of service. Entitlement to benefits continue through Medicare to death.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 7 – POST-EMPLOYMENT BENEFITS (Continued)

Investment Return Assumption (Discount Rate). GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is, for a plan which is funded). Based on the assumption that the ARC will not be funded, a 4% annual investment return has been used in this valuation. This is a conservative estimate of the expected long term return of a balanced and conservative investment portfolio under professional management.

Health Care Cost Trend Rate. The expected rate of increase in medical cost is based on projections performed by the Office of the Actuary at the Centers for Medicare & Medicaid Services as published in National Health Care Expenditures Projections: 2003 to 2013, Table 3: National Health Expenditures, Aggregate and per Capita Amounts, Percent Distribution and Average Annual Percent Change by Source of Funds: Selected Calendar Years 1990-2013, released in January, 2004 by the Health Care Financing Administration (www.cms.hhs.gov). "State and Local" rates for 2008 through 2013 from this report were used, with rates beyond 2013 graduated down to an ultimate annual rate of 5.0% for 2016 and later.

Zero trend has been assumed for valuing life insurance.

Mortality Rate. The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rate and 50% of the unloaded female mortality rates, was used. This is the mortality table which the Internal Revenue Service requires to be used in determining the value of accrued benefits in defined benefit pension plans. Since GASB 45 requires the use of "unblended" rates, we have used the 94GAR mortality table described above to "unblend" the rates so as to reproduce the composite blended rate overall as the rate structure to calculate the actuarial valuation results for life insurance.

Method of Determining Value of Benefits. The "value of benefits" has been assumed to be the portion of the premium after retirement date expected to be paid by the employer for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The employer pays 90 to 95% of the cost of the medical insurance (depending on the plan) for the retiree and 50% for dependents. The rates provided are "blended" rates. Since GASB 45 mandates that "unblended" rates be used, we have estimated the "unblended" rates for three broad groups: active, retired before Medicare eligibility, and retired after Medicare eligibility. It has been assumed that the retiree rate before Medicare eligibility is 130% of the blended rate and after Medicare, 80% of the blended rate.

NOTE 8 - 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.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2009

NOTE 9 - DEFERRED COMPENSATION PLAN

Employees of the Humanitarian Enterprises of Lincoln Parish 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).

The deferred compensation plan is available to all employees of the Humanitarian Enterprises of Lincoln Parish. 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. In accordance with the provisions of GASB Statement No. 32 and 34, plan balances and activities are not reflected in the financial statements of the Humanitarian Enterprises of Lincoln Parish.

NOTE 10 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budget/Actual Variances

The following individual funds have actual revenues under budgeted revenues and actual expenditures over budgeted expenditures for the year ended December 31, 2009:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund Revenues	\$ 240	\$ -	\$ 240
LIHEAP Expenditures	\$ 348,530	\$ 412,016	\$ 63,486

NOTE 11 - 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, 2009.

NOTE 12 - PRIOR PERIOD ADJUSTMENT GOVERNMENT-WIDE FINANCIAL STATEMENTS

Beginning net assets is being restated due to the fact that the unfunded postretirement benefit plan obligations were overstated in year ending December 31, 2008. The unfunded amount was originally recorded at \$89,855, which was the Gross ARC amount but should have been recorded at the net amount, which takes into account the premiums paid by retirees, of \$82,367. The adjustment resulted in a increase in beginning net assets of \$7,488. Prior years are not presented on the statement of activities; therefore the adjustment for the cumulative effect of the prior period adjustment is presented as an adjustment to beginning net assets on the statement of activities

NOTE 13 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through May 28, 2010, which is the day the financial statements were available to be issued, and it has been determined that no significant events have occurred for disclosure.

**REQUIRED SUPPLEMENTAL INFORMATION (PART B)
BUDGETARY COMPARISON SCHEUDLES**

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues (Inflows):</u>				
Use of Money & Property	\$ 95	\$ 240	\$ -	(240)
From prior Years Fund Balance	3,155	-	-	-
Total Revenue	3,250	240	-	(240)
<u>Expenditures (Outflows):</u>				
Operating Services and Supplies	3,250	240	211	29
Total Expenditures	3,250	240	211	29
<u>Deficiency of Revenues Over Expenditures</u>	-	-	(211)	(211)
<u>Fund Balance at Beginning of Year</u>	20,461	20,461	20,461	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ 20,461</u>	<u>\$ 20,461</u>	<u>\$ 20,250</u>	<u>\$ (211)</u>

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

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - TRANSPORTATION
FOR THE YEAR ENDED DECEMBER 31, 2009

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues (Inflows):				
Intergovernmental Revenue	\$ 266,049	\$ 363,029	\$ 377,785	\$ 14,756
Fees & Charges for Services	151,049	24,472	25,513	1,041
Use of Money and Property	375	1,307		(1,307)
From Prior Years Fund Balance	(10,240)	(48,743)		48,743
Total Revenues	407,233	340,065	403,298	63,233
Expenditures (Outflows):				
Program Activities & Administration	407,233	340,065	350,957	(10,892)
Total Expenditures	407,233	340,065	350,957	(10,892)
Excess Revenues Over Expenditures	-	-	52,341	52,341
Fund Balance at Beginning of Year	94,383	94,383	94,383	-
FUND BALANCE AT END OF YEAR	\$ 94,383	\$ 94,383	\$ 146,724	\$ 52,341

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

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE -
COMMUNITY SERVICES BLOCK GRANT (CSBG)
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues (Inflows):</u>				
Intergovernmental Revenue	\$ 140,761	\$ 104,337	\$ 117,777	\$ 13,440
Total Revenues	140,761	104,337	117,777	13,440
<u>Expenditures (Outflows):</u>				
Program Activities & Administration	140,761	104,337	106,859	(2,522)
Total Expenditures	140,761	104,337	106,859	(2,522)
<u>Deficiency of Revenues Over</u>				
<u>Expenditures</u>	-	-	10,918	10,918
<u>Fund Balance at Beginning of Year</u>	(571)	(571)	(571)	(1,142)
<u>FUND BALANCE AT END OF YEAR</u>	\$ (571)	\$ (571)	\$ 10,347	\$ 9,776

The HELP Center budgets the CSBG Grant as one fund, but it is accounted for in two separate funds, one fund accounts for the remainder of the 2008 grant funds allotment and the other fund accounts for the 2009 grant amount received at the end of the year.

For purposes of this schedule, the CSBG 2009 and 2008 actual amounts are combined in the actual amounts column.

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

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - LIHEAP
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues (Inflows):</u>				
Intergovernmental Revenue	\$ 147,525	\$ 348,530	\$ 420,433	\$ 71,903
Total Revenues	<u>147,525</u>	<u>348,530</u>	<u>420,433</u>	<u>71,903</u>
<u>Expenditures (Outflows):</u>				
Program Activities & Administration	147,525	348,530	412,016	(63,486)
Total Expenditures	<u>147,525</u>	<u>348,530</u>	<u>412,016</u>	<u>(63,486)</u>
<u>Deficiency of Revenues Over</u>				
<u>Expenditures</u>	-	-	8,417	8,417
<u>Fund Balance at Beginning of Year</u>	<u>47,943</u>	<u>47,943</u>	<u>47,943</u>	<u>-</u>
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ 47,943</u>	<u>\$ 47,943</u>	<u>\$ 56,360</u>	<u>\$ 8,417</u>

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

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED DECEMBER 31, 2009

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.

State law requires the Center to amend its budgets when revenues plus projected revenues within a fund are expected to fall short from budgeted revenues by five percent or more and when expenditures and other uses of a fund are expected to exceed budgeted amounts by five percent or more.

Budget/Actual Variances

The following individual funds have actual revenues under budgeted revenues and actual expenditures over budgeted expenditures for the year ended December 31, 2009:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund Revenues	\$ 240	\$ -	\$ 240
LIHEAP Expenditures	\$ 348,530	\$ 412,016	\$ 63,486

MEMBER
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**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**

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 (the Center) as of and for the year ended December 31, 2009, and have issued my report thereon dated May 28, 2010. I conducted my 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

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 as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control over financial reporting.

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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Center's financial statements will not be prevented, or detected and corrected on a timely basis.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above.

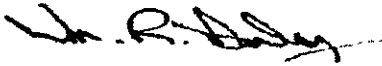
Compliance and Other Matters

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 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 my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

To the Health and Welfare Committee Members
of the Lincoln Parish Police Jury
Humanitarian Enterprises of Lincoln Parish
Ruston, Louisiana
Page 2

This report is intended solely for the information and use of the committee, the Legislative Auditor, the Lincoln Parish Police Jury and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

WILLIAM R. HULSEY
Certified Public Accountant



May 28, 2010

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

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

Compliance

I have audited the compliance of the Humanitarian Enterprises of Lincoln Parish (the Center) 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, 2009. The Center's major federal programs are identified in the Summary of Auditor's 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 the Center's management. My responsibility is to express an opinion on Lincoln Parish Police Jury's compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America: 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 the Center's compliance with those requirements and performing such other procedures as I consider necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination in the Center's compliance with those requirements.

In my opinion, the Humanitarian Enterprises of Lincoln Parish 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 December 31, 2009.

Internal Control Over Compliance

The management of the Humanitarian Enterprises of Lincoln Parish 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 my audit, I considered the Center's internal control over compliance with the requirements that could have a 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Center's internal control over compliance.

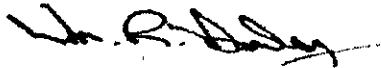
Health and Welfare Committee Members
of the Lincoln Parish Police Jury
Ruston, Louisiana
Page 2

A deficiency in internal control over compliance 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, detect or correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, detected or corrected, on a timely basis.

My consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the committee, the Lincoln Parish Police Jury, the Louisiana Legislative Auditor, 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

WILLIAM R. HULSEY
Certified Public Accountant



May 28, 2010

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Program Name</u>	<u>Federal CFDA Number</u>	<u>Award Number</u>	<u>Expenditures</u>
United States Department of Health and Human Services:				
Passed through State:				
Department of Employment and Training	Community Service Block Grant	93.569	2010P0048	\$ 89,994
	Community Service Block Grant	93.569	2008P0048	27,783
	Community Service Block Grant - ARRA	93.710	2009P0048	<u>5,322</u>
Department of Social Services	LIHEAP Energy	93.568	PY2009, PY2010	420,433 *
	Medicaid - Title 19	93.778		34,944
	Temporary Assistance For Needy Families	93.558	G-0702 TANF 2008	<u>173,540</u>
Total U. S. Department of Health and Human Services				752,016
United States Department of Transportation:				
Passed through State:				
Department of Transportation	Urban Mass Transportation Administration - Section 5311	20.509	741310115	108,714
		20.509	741990211	<u>67,658</u>
				176,372
United States Department of Homeland Security				
EF&S National Board Program	Emergency Food and Shelter	97.024	Phase 27	<u>18,872</u>
Total Expenditures of Federal Awards				<u>\$ 947,260</u>

* Denotes Major Federal Financial Assistance Program
See accompanying Notes to Schedule of Expenditures of Federal Awards.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2009

1. General

The Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the Center. The Center is defined in Note 1 to the Center's financial statements. All federal award programs received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the schedule.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting, which is described in Note 1 to the Center's financial statements. 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*. Therefore, some amounts presented in this schedule may differ from amounts in, or used in the preparation of, the basic financial statements.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2009

SUMMARY OF AUDIT RESULTS

The following summarize the audit results in accordance with OMB Circular A-133:

1. An unqualified opinion was issued on the component unit financial statements of the Humanitarian Enterprises of Lincoln Parish as of and for the year ended December 31, 2009.
2. The audit disclosed no significant deficiencies in internal control.
3. The audit disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.
4. The audit did not disclose any significant deficiencies in internal control over major programs.
5. An unqualified opinion was issued on compliance for major programs.
6. There are no audit findings that are required to be reported in accordance with Sections 510(a) of OMB Circular A-133 are reported in this schedule.
7. The following programs were considered major for the year ended December 31, 2009:

Low-Income Home Energy Assistance Program (CFDA #93.568)
8. \$300,000 was the threshold used to distinguish Type A from Type B programs.
9. The Humanitarian Enterprises of Lincoln Parish did not qualify as a low-risk auditee.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

There were no current year findings in accordance with *Government Auditing Standards*.
There were no prior year findings in accordance with *Government Auditing Standards*.

FINDINGS – FINANCIAL STATEMENT AUDIT

There were no current year findings in accordance with *Government Auditing Standards*.

HUMANITARIAN ENTERPRISES OF LINCOLN PARISH
RUSTON, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2009

There were no prior year findings in our report issued May 22, 2009.