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LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA

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FINANCIAL STATEMENTS  
AND ADDITIONAL INFORMATION  
FOR THE YEAR ENDED  
NOVEMBER 30, 2005

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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the 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 6-14-06

LINCOLN TOTAL COMMUNITY ACTION, INC.  
NOVEMBER 30, 2005

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



JULIAN B. JOHNSTON, CPA  
ROWLAND H. PERRY, CPA, APC  
CHARLES L. JOHNSON, JR., CPA  
VIOLET M. ROUSSEL, CPA  
PAM BATTAGLIA, CPA  
JAY CUTHBERT, CPA

"The CPA Never Underestimate The Value"  
**Certified Public Accountants**  
3007 Armand Street  
Monroe, Louisiana 71201  
Telephone (318) 322-5156 or (318) 323-1411  
Facsimile (318) 323-6331

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

May 15, 2006

## 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  
Lincoln Total Community Action, Inc.  
Ruston, Louisiana

We have audited the financial statements of Lincoln Total Community Action, Inc. (a nonprofit organization) as of and for the year ended November 30, 2005, and have issued our report thereon dated May 15, 2006. We conducted our audit in accordance with accounting standards generally accepted in the United States of America 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 our audit, we considered Lincoln Total Community Action, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

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

This report is intended for the information of the audit committee, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

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

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May 15, 2006

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

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

### Compliance

We have audited the compliance of Lincoln Total Community Action, Inc. (a nonprofit organization) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended November 30, 2005. Lincoln Total Community Action, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Lincoln Total Community Action, Inc.'s management. Our responsibility is to express an opinion on Lincoln Total Community Action, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with accounting 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 we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Lincoln Total Community

Action, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Lincoln Total Community Action, Inc.'s compliance with those requirements.

In our opinion, Lincoln Total Community Action, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended November 30, 2005.

#### Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be a material weakness. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of the audit committee, management, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

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May 15, 2006

## INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying statement of financial position of the Lincoln Total Community Action, Inc. (a nonprofit organization) as of and for the year ended November 30, 2005, and the related statement of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Agency's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; *Government Auditing Standards*, issued by the Comptroller General of the United States; and the provisions of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Lincoln Total Community Action, Inc., as of November 30, 2005, and the changes in its net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 15, 2006 on our consideration of the Agency's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the result of our audit.

Our audit was made for the purpose of forming an opinion on the basic financial statements of Lincoln Total Community Action, Inc. taken as a whole. The accompanying financial information listed as supplementary financial information on pages 18-34, including the accompanying Schedule of Federal Awards for the year ended November 30, 2005, are presented for purposes of additional analysis as required by the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations* and are not a required part of the financial statements. The accompanying financial information listed as supplementary financial information on pages 18-34 has been prepared in accordance with grantors' requirements and is not intended to be a complete presentation in accordance with accounting principles generally accepted in the United States of America. Such information on pages 18-34 has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

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

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



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF FINANCIAL POSITION  
FOR THE YEAR ENDED NOVEMBER 30, 2005

ASSETS

CURRENT ASSETS

|                              |        |  |
|------------------------------|--------|--|
| Cash                         | 37,747 |  |
| Accounts Receivable - Grants | 44,621 |  |
| Accounts Receivable - Other  | 116    |  |
| Due from Other Funds         | 69     |  |

|                             |  |        |
|-----------------------------|--|--------|
| <u>TOTAL CURRENT ASSETS</u> |  | 82,553 |
|-----------------------------|--|--------|

FIXED ASSETS AND PROPERTY

|                                                  |         |  |
|--------------------------------------------------|---------|--|
| Furniture, Buildings, and Equipment at Cost, Net | 169,941 |  |
| Land                                             | 5,000   |  |

|                                        |  |         |
|----------------------------------------|--|---------|
| <u>TOTAL FIXED ASSETS AND PROPERTY</u> |  | 174,941 |
|----------------------------------------|--|---------|

|                     |  |                |
|---------------------|--|----------------|
| <u>TOTAL ASSETS</u> |  | <u>257,494</u> |
|---------------------|--|----------------|

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

|                    |        |  |
|--------------------|--------|--|
| Accounts Payable   | 31,974 |  |
| Unearned Interest  | -      |  |
| Due to Other Funds | 69     |  |
| Advanced Fundings  | 2,063  |  |

|                                  |  |        |
|----------------------------------|--|--------|
| <u>TOTAL CURRENT LIABILITIES</u> |  | 34,106 |
|----------------------------------|--|--------|

NET ASSETS

|                           |         |  |
|---------------------------|---------|--|
| Unrestricted              |         |  |
| Operations                | 48,447  |  |
| Fixed Assets and Property | 174,941 |  |

|                         |  |         |
|-------------------------|--|---------|
| <u>TOTAL NET ASSETS</u> |  | 223,388 |
|-------------------------|--|---------|

|                                         |  |                |
|-----------------------------------------|--|----------------|
| <u>TOTAL LIABILITIES AND NET ASSETS</u> |  | <u>257,494</u> |
|-----------------------------------------|--|----------------|

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED NOVEMBER 30, 2005

|                                                          | <u>Operations</u> | <u>Fixed Assets</u> | <u>Total</u>     |
|----------------------------------------------------------|-------------------|---------------------|------------------|
| <u>SUPPORT AND REVENUE</u>                               |                   |                     |                  |
| Grants - GOEA                                            | 12,563            | -                   | 12,563           |
| Grants - Corporation for<br>National Services            | 57,306            | -                   | 57,306           |
| Grants - HHS                                             | 1,902,965         | -                   | 1,902,965        |
| Grants - USDA Food Program                               | 193,049           | -                   | 193,049          |
| In-Kind Contributions                                    | 473,095           | -                   | 473,095          |
| Donations and Interest                                   | 12,736            | -                   | 12,736           |
| <br>                                                     |                   |                     |                  |
| <u>TOTAL SUPPORT AND REVENUE</u>                         | <u>2,651,714</u>  | <u>-0-</u>          | <u>2,651,714</u> |
| <br><u>EXPENSES</u>                                      |                   |                     |                  |
| Federal Services:                                        |                   |                     |                  |
| RSVP                                                     | 80,060            | 2,600               | 82,660           |
| Head Start (HHS)                                         | 2,108,104         | 68,334              | 2,176,438        |
| USDA - Food Services                                     | 210,147           | 6,814               | 216,961          |
| <br>                                                     |                   |                     |                  |
| <u>TOTAL PROGRAM SERVICES</u>                            | <u>2,398,311</u>  | <u>77,748</u>       | <u>2,476,059</u> |
| <br><u>SUPPORT SERVICES</u>                              |                   |                     |                  |
| General and Administrative                               | 248,984           | 8,067               | 257,051          |
| <br>                                                     |                   |                     |                  |
| <u>TOTAL SUPPORT SERVICES</u>                            | <u>248,984</u>    | <u>8,067</u>        | <u>257,051</u>   |
| <br><u>FUND-RAISING</u>                                  |                   |                     |                  |
| <br>                                                     |                   |                     |                  |
| <u>TOTAL FUND-RAISING</u>                                | <u>-0-</u>        | <u>-0-</u>          | <u>-0-</u>       |
| <br>                                                     |                   |                     |                  |
| <u>TOTAL EXPENSES</u>                                    | <u>2,647,295</u>  | <u>( 85,815)</u>    | <u>2,733,110</u> |
| <br><u>EXCESS (DEFICIT) OF SUPPORT<br/>OVER EXPENSES</u> |                   |                     |                  |
|                                                          | 4,419             | ( 85,815)           | ( 81,396)        |
| <br><u>CHANGES IN NET ASSETS</u>                         |                   |                     |                  |
| Acquisition of Property                                  | ( 15,234)         | 15,234              | -                |
| Gain on Asset Disposition                                | -                 | -                   | -                |
| <br>                                                     |                   |                     |                  |
| <u>NET ASSETS - BEGINNING OF YEAR</u>                    | <u>59,262</u>     | <u>245,522</u>      | <u>304,784</u>   |
| <br>                                                     |                   |                     |                  |
| <u>NET ASSETS - END OF YEAR</u>                          | <u>48,447</u>     | <u>174,941</u>      | <u>223,388</u>   |

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED NOVEMBER 30, 2005

CASH FLOWS FROM OPERATING ACTIVITIES:

|                                                         |             |
|---------------------------------------------------------|-------------|
| Change in Net Assets                                    | (81,396)    |
| Adjustments to Reconcile Increase in Net Assets         |             |
| To Net Cash Provided (Used) by Operating Activities:    |             |
| Depreciation                                            | 85,815      |
| (Increase) Decrease in:                                 |             |
| Accounts Receivable - Grants                            | ( 4,418)    |
| Accounts Receivable - Other                             | 607         |
| Due from Other Funds                                    | 182         |
| Increase (Decrease) in Operating Liabilities -          |             |
| Accounts Payable                                        | ( 1,239)    |
| Unearned Interest                                       | -           |
| Due to Other Funds                                      | ( 182)      |
| Advance Funding                                         | <u>629</u>  |
| <u>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u> | <u>( 2)</u> |

CASH FLOWS FROM INVESTING ACTIVITIES:

|                          |          |
|--------------------------|----------|
| Purchase of Fixed Assets | (15,234) |
|--------------------------|----------|

|                                                         |                 |
|---------------------------------------------------------|-----------------|
| <u>NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES</u> | <u>(15,234)</u> |
|---------------------------------------------------------|-----------------|

|                                                  |                 |
|--------------------------------------------------|-----------------|
| <u>NET INCREASE IN CASH AND CASH EQUIVALENTS</u> | <u>(15,236)</u> |
|--------------------------------------------------|-----------------|

|                                                      |               |
|------------------------------------------------------|---------------|
| <u>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</u> | <u>52,983</u> |
|------------------------------------------------------|---------------|

|                                                |               |
|------------------------------------------------|---------------|
| <u>CASH AND CASH EQUIVALENTS - END OF YEAR</u> | <u>37,747</u> |
|------------------------------------------------|---------------|

SUPPLEMENTAL CASH BASIS DATA

|                   |     |
|-------------------|-----|
| Interest Paid     | -0- |
| Income Taxes Paid | -0- |

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED NOVEMBER 30, 2005

|                                           | <u>RSVP</u>   | Head<br>Start<br><u>HHS</u> | <u>USDA Food<br/>Services</u> |
|-------------------------------------------|---------------|-----------------------------|-------------------------------|
| Personnel                                 | 43,104        | 1,074,360                   | 62,227                        |
| Fringe Benefits                           | 8,046         | 368,104                     | 17,587                        |
| Travel                                    | 10,371        | 887                         | -                             |
| Contractual                               | 1,472         | -                           | -                             |
| Operating Supplies                        | 2,721         | 49,840                      | 8,182                         |
| Other Costs                               | 14,346        | 148,286                     | 1,290                         |
| Program Services                          | -             | -                           | 119,599                       |
| Program Administration                    | -             | -                           | 1,262                         |
| In-Kind Expenditures                      | -             | -                           | -                             |
|                                           | <hr/>         | <hr/>                       | <hr/>                         |
| <u>TOTAL EXPENSES BEFORE DEPRECIATION</u> | 80,060        | 2,108,104                   | 210,147                       |
| <u>DEPRECIATION</u>                       | <u>2,600</u>  | <u>68,334</u>               | <u>6,814</u>                  |
| <u>TOTAL EXPENSES</u>                     | <u>82,660</u> | <u>2,176,438</u>            | <u>216,961</u>                |

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)  
FOR THE YEAR ENDED NOVEMBER 30, 2005

|                                                   | <u>Total<br/>Program<br/>Services</u> | <u>General<br/>And<br/>Administrative</u> | <u>Total<br/>Expenses</u> |
|---------------------------------------------------|---------------------------------------|-------------------------------------------|---------------------------|
| Personnel                                         | 1,179,691                             | 148,216                                   | 1,327,907                 |
| Fringe Benefits                                   | 393,737                               | 27,989                                    | 421,726                   |
| Travel                                            | 11,258                                | 1,237                                     | 12,495                    |
| Contractual                                       | 1,472                                 | 8,490                                     | 9,962                     |
| Operating Supplies                                | 60,743                                | 24,786                                    | 85,529                    |
| Other Costs                                       | 163,922                               | 31,798                                    | 195,720                   |
| Program Services                                  | 119,599                               | -                                         | 119,599                   |
| Program Administration                            | 1,262                                 | -                                         | 1,262                     |
| In-Kind Expenditures                              | <u>466,627</u>                        | <u>6,468</u>                              | <u>473,095</u>            |
| <br><u>TOTAL EXPENSES BEFORE<br/>DEPRECIATION</u> | <br>2,398,311                         | <br>248,984                               | <br>2,647,295             |
| <br><u>DEPRECIATION</u>                           | <br><u>77,748</u>                     | <br><u>8,067</u>                          | <br><u>85,815</u>         |
| <br><u>TOTAL EXPENSES</u>                         | <br><u>2,476,059</u>                  | <br><u>257,051</u>                        | <br><u>2,733,110</u>      |

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
NOVEMBER 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

A. Statement of Presentation

The accompanying financial statements conform to accounting principles generally accepted in the United States of America for non-profit organizations.

B. Organization

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

C. Contributions

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

D. Basis of Accounting

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

E. Budget Policy

Budgets for the various programs are prepared by the Agency's Executive Director and approved by grantor of the funds for each respective program. Budgets versus actual expenditures are presented in the supplementary data for each grant period ending during the year ended November 30, 2005.

LINCOLN TOTAL COMMUNITY ACTION, INC.  
 RUSTON, LOUISIANA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 NOVEMBER 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

F. Total Columns of Combined Statements - Supplementary Information

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

G. Property and Equipment Accounting

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

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

|                                   |          |
|-----------------------------------|----------|
| Computer Equipment and Vehicles   | 5 Years  |
| Furniture, Fixtures and Equipment | 7 Years  |
| Buildings (Portable)              | 10 Years |

Net values are computed as follows:

|                                   |                    |
|-----------------------------------|--------------------|
| Computer Equipment and Vehicles   | 737,280            |
| Furniture, Fixtures and Equipment | 473,581            |
| Buildings                         | 102,988            |
| Land                              | 5,000              |
| Less: Accumulated Depreciation    | <u>(1,143,908)</u> |
| Net Value                         | <u>174,941</u>     |

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
NOVEMBER 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

H. Cash and Cash Equivalents

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

I. Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Management has determined that fund-raising expenses are not material.

J. 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

K. Advertising Costs

Advertising costs are expensed as they are incurred. Advertising expenses for the year ended December 31, 2005 were \$-0-.

NOTE 2 - FUNDING POLICIES AND SOURCES OF FUNDS:

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



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
NOVEMBER 30, 2005

NOTE 2 - FUNDING POLICIES AND SOURCES OF FUNDS: (Continued)

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

NOTE 3 - ACCOUNTS RECEIVABLE:

Accounts Receivable - Grants at November 30, 2005 consists of reimbursements for expenses incurred under the various grant programs. The following list presents Accounts Receivable - Grants by fund at November 30, 2005.

|              |               |
|--------------|---------------|
| USDA         | 44,621        |
| <u>Total</u> | <u>44,621</u> |

Accounts Receivable - Other at November 30, 2005 consists mostly of reimbursements that were due to the general fund.

Management has determined that the receivable for bad debts is not material.

NOTE 4 - BOARD OF DIRECTORS' COMPENSATION:

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

NOTE 5 - IN-KIND CONTRIBUTIONS:

The Agency received various in-kind contributions for all Head Start and Retired Senior Volunteer Programs during the year from private and public sources. These contributions have been reported as revenues, and the offsetting expenses have been reported in the financial statements.

NOTE 6 - INCOME TAX STATUS:

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
NOVEMBER 30, 2005

NOTE 7 - CASH IN BANK:

All funds are in institutions insured by an agency of the federal government. There were uninsured balances in one local institution at various times during the year. The Agency has pledged securities to cover any uninsured cash balances.

NOTE 8 - UNEARNED INTEREST:

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

NOTE 9 - RELATED PARTY:

There were no related party transactions during the period ending November 30, 2005.

NOTE 10 - NET ASSETS:

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

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

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
NOVEMBER 30, 2005

NOTE 10 - NET ASSETS: (Continued)

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

As of November 30, 2005, all of the Agency's net assets are considered unrestricted.

NOTE 11 - CARRYOVER:

At November 30, 2005, the Head Start program has a carryover balance of \$8,582. Of those funds, \$8,452 has been requested to be reprogrammed to the 2006 year.

NOTE 12 - RETIREMENT:

The Agency maintains a retirement account for its employees. The Agency contributes 4% of the participating employee's compensation to the retirement account. Retirement expense for the period ended November 30, 2005 was \$42,694.

SUPPLEMENTARY FINANCIAL INFORMATION

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
COMBINING BALANCE SHEET - ALL PROGRAMS  
FOR THE YEAR ENDED NOVEMBER 30, 2005

|                                         | <u>General</u> | <u>RSVP</u>  | <u>Head Start<br/>(HHS)</u> | <u>USDA Food<br/>Services</u> |
|-----------------------------------------|----------------|--------------|-----------------------------|-------------------------------|
| <u>CURRENT ASSETS</u>                   |                |              |                             |                               |
| Cash                                    | 2,585          | 3,191        | 28,080                      | 2,646                         |
| Accounts Receivable - Grants            | -              | -            | -                           | 44,621                        |
| Accounts Receivable - Other             | 15             | -            | 101                         | -                             |
| Due from Other Funds                    | <u>69</u>      | <u>-</u>     | <u>-</u>                    | <u>-</u>                      |
| <u>TOTAL CURRENT ASSETS</u>             | <u>2,669</u>   | <u>3,191</u> | <u>28,181</u>               | <u>47,267</u>                 |
| <u>FIXED ASSETS AND PROPERTY</u>        |                |              |                             |                               |
| Furniture and Equipment at Cost, Net    | -              | -            | -                           | -                             |
| Land                                    | <u>-</u>       | <u>-</u>     | <u>-</u>                    | <u>-</u>                      |
| <u>TOTAL FIXED ASSETS AND PROPERTY</u>  | <u>-0-</u>     | <u>-0-</u>   | <u>-0-</u>                  | <u>-0-</u>                    |
| <u>TOTAL ASSETS</u>                     | <u>2,669</u>   | <u>3,191</u> | <u>28,181</u>               | <u>47,267</u>                 |
| <u>CURRENT LIABILITIES</u>              |                |              |                             |                               |
| Accounts Payable                        | -              | 300          | 19,459                      | 12,215                        |
| Due to Other Funds                      | -              | -            | 69                          | -                             |
| Unearned Interest                       | -              | -            | -                           | -                             |
| Advanced Funding                        | <u>-</u>       | <u>1,992</u> | <u>71</u>                   | <u>-</u>                      |
| <u>TOTAL CURRENT LIABILITIES</u>        | <u>-0-</u>     | <u>2,292</u> | <u>19,599</u>               | <u>12,215</u>                 |
| <u>NET ASSETS</u>                       |                |              |                             |                               |
| Unrestricted Net Assets                 |                |              |                             |                               |
| Operations                              | 2,669          | 899          | 8,582                       | 35,052                        |
| Fixed Assets and Property               | <u>-</u>       | <u>-</u>     | <u>-</u>                    | <u>-</u>                      |
| <u>TOTAL NET ASSETS</u>                 | <u>2,669</u>   | <u>899</u>   | <u>* 8,582</u>              | <u>35,052</u>                 |
| <u>TOTAL LIABILITIES AND NET ASSETS</u> | <u>2,669</u>   | <u>3,191</u> | <u>28,181</u>               | <u>47,267</u>                 |

\* At November 30, 2005, the Head Start program has a carryover balance of \$8,582. Of those funds, \$8,452 has been requested to be reprogrammed to the 2006 year.

SCHEDULE I  
(CONTINUED)

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
COMBINING BALANCE SHEET - ALL PROGRAMS (CONTINUED)  
FOR THE YEAR ENDED NOVEMBER 30, 2005

|                                         | <u>State<br/>Collaboration</u> | <u>Fixed<br/>Assets and<br/>Property</u> | <u>Total<br/>(Memorandum<br/>Only)</u> |
|-----------------------------------------|--------------------------------|------------------------------------------|----------------------------------------|
| <u>CURRENT ASSETS</u>                   |                                |                                          |                                        |
| Cash                                    | 1,245                          | -                                        | 37,747                                 |
| Accounts Receivable - Grants            | -                              | -                                        | 44,621                                 |
| Accounts Receivable - Other             | -                              | -                                        | 116                                    |
| Due from Other Funds                    | -                              | -                                        | 69                                     |
| <br>                                    |                                |                                          |                                        |
| <u>TOTAL CURRENT ASSETS</u>             | <u>1,245</u>                   | <u>-0-</u>                               | <u>82,553</u>                          |
| <br><u>FIXED ASSETS AND PROPERTY</u>    |                                |                                          |                                        |
| Furniture and Equipment at Cost, Net    | -                              | 169,941                                  | 169,941                                |
| Land                                    | -                              | 5,000                                    | 5,000                                  |
| <br>                                    |                                |                                          |                                        |
| <u>TOTAL FIXED ASSETS AND PROPERTY</u>  | <u>-0-</u>                     | <u>174,941</u>                           | <u>174,941</u>                         |
| <br>                                    |                                |                                          |                                        |
| <u>TOTAL ASSETS</u>                     | <u>1,245</u>                   | <u>174,941</u>                           | <u>257,494</u>                         |
| <br><u>CURRENT LIABILITIES</u>          |                                |                                          |                                        |
| Accounts Payable                        | -                              | -                                        | 31,974                                 |
| Due to Other Funds                      | -                              | -                                        | 69                                     |
| Unearned Interest                       | -                              | -                                        | -0-                                    |
| Advanced Funding                        | -                              | -                                        | 2,063                                  |
| <br>                                    |                                |                                          |                                        |
| <u>TOTAL CURRENT LIABILITIES</u>        | <u>-0-</u>                     | <u>-0-</u>                               | <u>34,106</u>                          |
| <br><u>NET ASSETS</u>                   |                                |                                          |                                        |
| Unrestricted Net Assets                 |                                |                                          |                                        |
| Operations                              | 1,245                          | 174,941                                  | 48,447                                 |
| Fixed Assets and Property               | -                              | -                                        | 174,941                                |
| <br>                                    |                                |                                          |                                        |
| <u>TOTAL NET ASSETS</u>                 | <u>1,245</u>                   | <u>174,941</u>                           | <u>223,388</u>                         |
| <br>                                    |                                |                                          |                                        |
| <u>TOTAL LIABILITIES AND NET ASSETS</u> | <u>1,245</u>                   | <u>174,941</u>                           | <u>257,494</u>                         |

SCHEDULE II

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS -  
UNRESTRICTED OPERATIONS (OTHER THAN FIXED ASSETS) - GRANTOR BASIS  
FOR THE YEAR ENDED NOVEMBER 30, 2005

|                                            | <u>General</u>   | <u>RSVP</u>       | <u>Head Start<br/>(HHS)</u> |
|--------------------------------------------|------------------|-------------------|-----------------------------|
| <u>SUPPORT AND REVENUE</u>                 |                  |                   |                             |
| Grants - GOEA                              | -                | 12,563            | -                           |
| Grants - Corporation for National Services | -                | 57,306            | -                           |
| Grants - HHS                               | -                | -                 | 1,902,965                   |
| Grants - USDA Food Services                | -                | -                 | -                           |
| In-Kind Contributions                      | -                | -                 | 473,095                     |
| Donations and Interest                     | <u>1,154</u>     | <u>11,542</u>     | <u>-</u>                    |
| <br><u>TOTAL SUPPORT AND REVENUE</u>       | <br><u>1,154</u> | <br><u>81,451</u> | <br><u>2,376,060</u>        |
| <br><u>EXPENSES</u>                        |                  |                   |                             |
| Personnel                                  | -                | 43,104            | 1,222,576                   |
| Fringe Benefits                            | -                | 8,046             | 396,093                     |
| Travel                                     | -                | 10,371            | 2,124                       |
| Contractual                                | -                | 1,472             | 8,490                       |
| Operating Supplies                         | 43               | 2,721             | 74,583                      |
| Other Costs                                | 4,801            | 14,346            | 175,283                     |
| Program Services                           | -                | -                 | -                           |
| Program Administration                     | -                | -                 | -                           |
| In-Kind Expenditures                       | <u>-</u>         | <u>-</u>          | <u>473,095</u>              |
| <br><u>TOTAL EXPENSES</u>                  | <br><u>4,844</u> | <br><u>80,060</u> | <br><u>2,352,244</u>        |
| <br><u>SUPPORT OVER EXPENDITURES</u>       | <br>(3,690)      | <br>1,391         | <br>23,816                  |
| <br><u>NET ASSETS - BEGINNING OF YEAR</u>  | <br>6,359        | <br>( 492)        | <br>-0-                     |
| <br><u>GAIN ON ASSET DISPOSITION</u>       | <br>-0-          | <br>-0-           | <br>-0-                     |
| <br><u>ACQUISITION OF PROPERTY</u>         | <br><u>-0-</u>   | <br><u>-0-</u>    | <br><u>( 15,234)</u>        |
| <br><u>NET ASSETS - END OF YEAR</u>        | <br><u>2,669</u> | <br><u>899</u>    | <br><u>8,582</u>            |

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS -  
UNRESTRICTED OPERATIONS (OTHER THAN FIXED ASSETS) - GRANTOR BASIS  
(CONTINUED)  
FOR THE YEAR ENDED NOVEMBER 30, 2005

|                                            | <u>USDA Food<br/>Services</u> | <u>State<br/>Collab-<br/>oration</u> | <u>Total<br/>(Memorandum<br/>Only)</u> |
|--------------------------------------------|-------------------------------|--------------------------------------|----------------------------------------|
| <u>SUPPORT AND REVENUE</u>                 |                               |                                      |                                        |
| Grants - GOEA                              | -                             | -                                    | 12,563                                 |
| Grants - Corporation for National Services | -                             | -                                    | 57,306                                 |
| Grants - HHS                               | -                             | -                                    | 1,902,965                              |
| Grants - USDA Food Services                | 193,049                       | -                                    | 193,049                                |
| In-Kind Contributions                      | -                             | -                                    | 473,095                                |
| Donations and Interest                     | -                             | -                                    | 12,736                                 |
| <br>                                       |                               |                                      |                                        |
| <u>TOTAL SUPPORT AND REVENUE</u>           | <u>193,049</u>                | <u>-0-</u>                           | <u>2,651,714</u>                       |
| <br><u>EXPENSES</u>                        |                               |                                      |                                        |
| Personnel                                  | 62,227                        | -                                    | 1,327,907                              |
| Fringe Benefits                            | 17,587                        | -                                    | 421,726                                |
| Travel                                     | -                             | -                                    | 12,495                                 |
| Contractual                                | -                             | -                                    | 9,962                                  |
| Operating Supplies                         | 8,182                         | -                                    | 85,529                                 |
| Other Costs                                | 1,290                         | -                                    | 195,720                                |
| Program Services                           | 119,599                       | -                                    | 119,599                                |
| Program Administration                     | 1,262                         | -                                    | 1,262                                  |
| In-Kind Expenditures                       | -                             | -                                    | 473,095                                |
| <br>                                       |                               |                                      |                                        |
| <u>TOTAL EXPENSES</u>                      | <u>210,147</u>                | <u>-0-</u>                           | <u>2,647,295</u>                       |
| <br>                                       |                               |                                      |                                        |
| <u>SUPPORT OVER EXPENDITURES</u>           | ( 17,098)                     | -0-                                  | 4,419                                  |
| <br>                                       |                               |                                      |                                        |
| <u>NET ASSETS - BEGINNING OF YEAR</u>      | 52,150                        | 1,245                                | 59,262                                 |
| <br>                                       |                               |                                      |                                        |
| <u>GAIN ON ASSET DISPOSITION</u>           | -0-                           | -0-                                  | -0-                                    |
| <br>                                       |                               |                                      |                                        |
| <u>ACQUISITION OF PROPERTY</u>             | -0-                           | -0-                                  | ( 15,234)                              |
| <br>                                       |                               |                                      |                                        |
| <u>NET ASSETS - END OF YEAR</u>            | <u>35,052</u>                 | <u>1,245</u>                         | <u>48,447</u>                          |



SCHEDULE III

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

|                                                    | (Memo Only)<br>04/01/04<br>Through<br><u>11/30/04</u> | 12/01/04<br>Through<br><u>03/31/05</u> | (Memo Only)<br>Total<br><u>FYE 03/31/05</u> |
|----------------------------------------------------|-------------------------------------------------------|----------------------------------------|---------------------------------------------|
| <u>REVENUES</u>                                    |                                                       |                                        |                                             |
| Grant Receipts - Corporation for National Services | 35,663                                                | 19,906                                 | 55,569                                      |
| Donations and Interest                             | -                                                     | -                                      | -                                           |
| <u>TOTAL REVENUES</u>                              | <u>35,663</u>                                         | <u>19,906</u>                          | <u>55,569</u>                               |
| <u>VOLUNTEER SUPPORT EXPENDITURES</u>              |                                                       |                                        |                                             |
| Personnel                                          | 26,235                                                | 13,209                                 | 39,444                                      |
| Fringe Benefits                                    | 3,307                                                 | 1,950                                  | 5,257                                       |
| Travel                                             | 1,963                                                 | 215                                    | 2,178                                       |
| Contractual                                        | 168                                                   | 800                                    | 968                                         |
| Operating Supplies                                 | 305                                                   | 790                                    | 1,095                                       |
| Other Costs                                        | 1,205                                                 | 748                                    | 1,953                                       |
| Capital Outlay                                     | -                                                     | -                                      | -                                           |
| <u>TOTAL VOLUNTEER SUPPORT EXPENDITURES</u>        | <u>33,183</u>                                         | <u>17,712</u>                          | <u>50,895</u>                               |
| <u>VOLUNTEER EXPENDITURES</u>                      |                                                       |                                        |                                             |
| Travel                                             | 1,543                                                 | -                                      | 1,543                                       |
| Fringes                                            | 1,540                                                 | -                                      | 1,540                                       |
| Other                                              | -                                                     | 1,441                                  | 1,441                                       |
| <u>TOTAL VOLUNTEER EXPENDITURES</u>                | <u>3,083</u>                                          | <u>1,441</u>                           | <u>4,524</u>                                |
| <u>TOTAL EXPENDITURES</u>                          | <u>36,266</u>                                         | <u>19,153</u>                          | <u>55,419</u>                               |
| <u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u> | ( 603)                                                | 753                                    | 150                                         |
| <u>NET ASSETS - BEGINNING OF PERIOD</u>            | <u>324</u>                                            | ( 279)                                 | <u>324</u>                                  |
| <u>NET ASSETS - END OF PERIOD</u>                  | ( 279)                                                | <u>474</u>                             | <u>474</u>                                  |

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

04/01/05  
Through  
11/30/05

REVENUES

Grant Receipts - Corporation for National Services 37,400

TOTAL REVENUES 37,400

VOLUNTEER SUPPORT EXPENDITURES

Personnel 26,295

Fringe Benefits 3,671

Travel 1,870

Contractual 168

Operating Supplies 37

Other Costs 1,480

Capital Outlay -

TOTAL VOLUNTEER SUPPORT EXPENDITURES 33,521

VOLUNTEER EXPENDITURES

Travel 1,542

Fringes 1,935

Other Costs -

TOTAL VOLUNTEER EXPENDITURES 3,477

TOTAL EXPENDITURES 36,998

EXCESS (DEFICIT) REVENUES OVER EXPENDITURES 402

NET ASSETS - BEGINNING OF PERIOD 474

NET ASSETS - END OF PERIOD 876

SCHEDULE III  
(CONTINUED)

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

|                                                        | (Memo<br>Only)<br>04/01/04<br>Through<br><u>11/30/04</u> | 12/01/04<br>Through<br><u>03/31/05</u> | (Memo Only)<br>Total<br>FYE<br><u>03/31/05</u> |
|--------------------------------------------------------|----------------------------------------------------------|----------------------------------------|------------------------------------------------|
| <u>REVENUES</u>                                        |                                                          |                                        |                                                |
| Grant Receipts - Office of Elderly<br>Affairs          | -                                                        | 12,563                                 | 12,563                                         |
| Donations and Interest                                 | <u>4,881</u>                                             | <u>6,772</u>                           | <u>11,653</u>                                  |
| <u>TOTAL REVENUES</u>                                  | <u>4,881</u>                                             | <u>19,335</u>                          | <u>24,216</u>                                  |
| <u>VOLUNTEER SUPPORT EXPENDITURES</u>                  |                                                          |                                        |                                                |
| Personnel                                              | 2,400                                                    | 1,200                                  | 3,600                                          |
| Fringe Benefits                                        | 515                                                      | 390                                    | 905                                            |
| Travel                                                 | 1,371                                                    | 592                                    | 1,963                                          |
| Operating Supplies                                     | -                                                        | 1,894                                  | 1,894                                          |
| Other Costs                                            | 914                                                      | 1,279                                  | 2,193                                          |
| Capital Outlay                                         | <u>280</u>                                               | <u>224</u>                             | <u>504</u>                                     |
| <u>TOTAL VOLUNTEER SUPPORT EXPENDITURES</u>            | <u>5,480</u>                                             | <u>5,579</u>                           | <u>11,059</u>                                  |
| <u>VOLUNTEER EXPENDITURES</u>                          |                                                          |                                        |                                                |
| Travel                                                 | -                                                        | -                                      | -                                              |
| Fringes                                                | 2,034                                                    | 2,203                                  | 4,237                                          |
| Other Costs                                            | <u>-</u>                                                 | <u>8,920</u>                           | <u>8,920</u>                                   |
| <u>TOTAL VOLUNTEER EXPENDITURES</u>                    | <u>2,034</u>                                             | <u>11,123</u>                          | <u>13,157</u>                                  |
| <u>TOTAL EXPENDITURES</u>                              | <u>7,514</u>                                             | <u>16,702</u>                          | <u>24,216</u>                                  |
| <u>EXCESS (DEFICIT) REVENUES OVER<br/>EXPENDITURES</u> | (2,633)                                                  | 2,633                                  | -0-                                            |
| <u>NET ASSETS - BEGINNING OF PERIOD</u>                | 2,420                                                    | ( 213)                                 | <u>2,420</u>                                   |
| <u>RETURN OF ADVANCED FUNDING</u>                      | <u>-0-</u>                                               | <u>-0-</u>                             | -0-                                            |
| <u>NET ASSETS - END OF PERIOD</u>                      | ( 213)                                                   | <u>2,420</u>                           | <u>2,420</u>                                   |

SCHEDULE III  
(CONTINUED)

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA

STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
RSVP - STATE FUNDS - GRANTOR BASIS (CONTINUED)  
FOR THE PERIOD

|                                                    | <u>04/01/05</u><br>Through<br><u>11/30/05</u> |
|----------------------------------------------------|-----------------------------------------------|
| <u>REVENUES</u>                                    |                                               |
| Grant Receipts - Office of Elderly Affairs         | -                                             |
| Donations and Interest                             | 4,810                                         |
| <u>TOTAL REVENUES</u>                              | <u>4,810</u>                                  |
| <u>VOLUNTEER SUPPORT EXPENDITURES</u>              |                                               |
| Personnel                                          | 2,400                                         |
| Fringe Benefits                                    | 493                                           |
| Travel                                             | 748                                           |
| Operating Supplies                                 | -                                             |
| Other Costs                                        | 478                                           |
| Contractual                                        | <u>280</u>                                    |
| <u>TOTAL VOLUNTEER SUPPORT EXPENDITURES</u>        | <u>4,399</u>                                  |
| <u>VOLUNTEER EXPENDITURES</u>                      |                                               |
| Fringe Benefits                                    | -                                             |
| Travel                                             | 2,808                                         |
| Other Costs                                        | -                                             |
| <u>TOTAL VOLUNTEER EXPENDITURES</u>                | <u>2,808</u>                                  |
| <u>TOTAL EXPENDITURES</u>                          | <u>7,207</u>                                  |
| <u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u> | (2,397)                                       |
| <u>NET ASSETS - BEGINNING OF PERIOD</u>            | <u>2,420</u>                                  |
| <u>NET ASSETS - END OF PERIOD</u>                  | <u>23</u>                                     |

SCHEDULE III  
(CONTINUED)

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
HEAD START - GRANTOR BASIS  
FOR THE PERIOD

|                                                    | 12/01/04<br>Through<br>11/30/05 |
|----------------------------------------------------|---------------------------------|
| <u>REVENUES</u>                                    |                                 |
| Grant Receipts - HHS                               | 1,902,965                       |
| In-Kind Receipts                                   | <u>473,095</u>                  |
| <u>TOTAL REVENUES</u>                              | <u>2,376,060</u>                |
| <u>EXPENDITURES</u>                                |                                 |
| Personnel                                          | 1,222,576                       |
| Fringe Benefits                                    | 396,093                         |
| Travel                                             | 2,124                           |
| Contractual                                        | 8,490                           |
| Operating Supplies                                 | 74,583                          |
| Other Costs                                        | 175,283                         |
| Capital Outlay                                     | 15,234                          |
| In-Kind Expenses                                   | <u>473,095</u>                  |
| <u>TOTAL EXPENDITURES</u>                          | <u>2,367,478</u>                |
| <u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u> | 8,582                           |
| <u>NET ASSETS - BEGINNING OF PERIOD</u>            | <u>-0-</u>                      |
| <u>NET ASSETS - END OF PERIOD</u>                  | <u>8,582</u>                    |

SCHEDULE III  
(CONTINUED)

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

|                                                    | (Memo Only)<br>10/01/04<br>Through<br><u>11/30/04</u> | 12/01/04<br>Through<br><u>03/31/05</u> | (Memo Only)<br>Total<br><u>FYE 09/30/05</u> |
|----------------------------------------------------|-------------------------------------------------------|----------------------------------------|---------------------------------------------|
| <u>REVENUES</u>                                    |                                                       |                                        |                                             |
| Grant Receipts - USDA                              | 36,141                                                | 147,043                                | 183,184                                     |
| Donations and Interest                             | <u>534</u>                                            | <u>1,305</u>                           | <u>1,839</u>                                |
| <u>TOTAL REVENUES</u>                              | <u>36,675</u>                                         | <u>148,348</u>                         | <u>185,023</u>                              |
| <u>EXPENDITURES</u>                                |                                                       |                                        |                                             |
| Personnel                                          | 11,839                                                | 48,775                                 | 60,614                                      |
| Fringe Benefits                                    | 2,695                                                 | 14,435                                 | 17,130                                      |
| Food Costs                                         | 25,383                                                | 93,629                                 | 119,012                                     |
| Operating Supplies                                 | 1,571                                                 | 6,328                                  | 7,899                                       |
| Other Costs                                        | 258                                                   | 1,032                                  | 1,290                                       |
| Administrative                                     | <u>-</u>                                              | <u>1,262</u>                           | <u>1,262</u>                                |
| <u>TOTAL EXPENDITURES</u>                          | <u>41,746</u>                                         | <u>165,461</u>                         | <u>207,207</u>                              |
| <u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u> | ( 5,071)                                              | ( 17,113)                              | ( 22,184)                                   |
| <u>NET ASSETS - BEGINNING OF PERIOD</u>            | <u>57,220</u>                                         | <u>52,149</u>                          | <u>57,220</u>                               |
| <u>NET ASSETS - END OF PERIOD</u>                  | <u>52,149</u>                                         | <u>35,036</u>                          | <u>35,036</u>                               |

SCHEDULE III  
(CONTINUED)

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA

STATEMENT OF PROGRAM REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS  
USDA FOOD SERVICES - GRANTOR BASIS (CONTINUED)  
FOR THE PERIOD

|                                                    | 10/01/05<br>Through<br>11/30/05 |
|----------------------------------------------------|---------------------------------|
| <u>REVENUES</u>                                    |                                 |
| Grant Receipts - USDA                              | 44,621                          |
| Donations and Interest                             | <u>80</u>                       |
| <u>TOTAL REVENUES</u>                              | <u>44,701</u>                   |
| <u>EXPENDITURES</u>                                |                                 |
| Personnel                                          | 13,451                          |
| Fringe Benefits                                    | 3,151                           |
| Food Costs                                         | 25,970                          |
| Operating Supplies                                 | 1,855                           |
| Other Costs                                        | 258                             |
| Administrative                                     | <u>-</u>                        |
| <u>TOTAL EXPENDITURES</u>                          | <u>44,685</u>                   |
| <u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u> | 16                              |
| <u>NET ASSETS - BEGINNING OF PERIOD</u>            | <u>35,036</u>                   |
| <u>NET ASSETS - END OF PERIOD</u>                  | <u>35,052</u>                   |

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

|                                                    | 12/01/04<br>Through<br><u>11/30/05</u> |
|----------------------------------------------------|----------------------------------------|
| <u>REVENUES</u>                                    |                                        |
| Grant Receipts - Social Services                   | -                                      |
| <u>TOTAL REVENUES</u>                              | <u>-0-</u>                             |
| <u>EXPENDITURES</u>                                |                                        |
| Personnel                                          | -                                      |
| Fringe Benefits                                    | -                                      |
| Operating Supplies                                 | -                                      |
| Other Costs                                        | -                                      |
| Program Services                                   | -                                      |
| <u>TOTAL EXPENDITURES</u>                          | <u>-0-</u>                             |
| <u>EXCESS (DEFICIT) REVENUES OVER EXPENDITURES</u> | -0-                                    |
| <u>NET ASSETS - BEGINNING OF PERIOD</u>            | <u>1,245</u>                           |
| <u>NET ASSETS - END OF PERIOD</u>                  | <u>1,245</u>                           |

This program was closed out in 2001. The Agency has applied to use the above carryover funds.



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED NOVEMBER 30, 2005

|                                             | <u>Budgeted</u><br><u>Expenditures</u> | <u>Actual</u><br><u>Expenditures</u> | <u>Budgeted</u><br><u>Over (Under</u><br><u>Actual</u><br><u>Expenditures</u> |
|---------------------------------------------|----------------------------------------|--------------------------------------|-------------------------------------------------------------------------------|
| <u>RSVP - FEDERAL FUNDS</u>                 |                                        |                                      |                                                                               |
| FYE March 31, 2005                          |                                        |                                      |                                                                               |
| <u>VOLUNTEER SUPPORT EXPENDITURES</u>       |                                        |                                      |                                                                               |
| Personnel                                   | 40,272                                 | 39,444                               | 828                                                                           |
| Fringe Benefits                             | 6,301                                  | 5,257                                | 1,044                                                                         |
| Travel                                      | 895                                    | 2,178                                | (1,283)                                                                       |
| Contractual                                 | 800                                    | 968                                  | ( 168)                                                                        |
| Supplies                                    | 770                                    | 1,095                                | ( 325)                                                                        |
| Other Costs                                 | <u>1,857</u>                           | <u>1,953</u>                         | <u>( 96)</u>                                                                  |
| <u>TOTAL VOLUNTEER SUPPORT EXPENDITURES</u> | <u>50,895</u>                          | <u>50,895</u>                        | <u>-0-</u>                                                                    |
| <u>VOLUNTEER EXPENDITURES</u>               |                                        |                                      |                                                                               |
| Fringe Benefits                             | 908                                    | 1,543                                | ( 635)                                                                        |
| Travel                                      | 3,266                                  | 1,540                                | 1,726                                                                         |
| Other Costs                                 | <u>500</u>                             | <u>1,441</u>                         | <u>( 941)</u>                                                                 |
| <u>TOTAL VOLUNTEER EXPENDITURES</u>         | <u>4,674</u>                           | <u>4,524</u>                         | <u>150</u>                                                                    |
| <u>TOTAL FEDERAL EXPENDITURES</u>           | <u>55,569</u>                          | <u>55,419</u>                        | <u>150</u>                                                                    |
| <u>RSVP - NON- FEDERAL FUNDS</u>            |                                        |                                      |                                                                               |
| FYE March 31, 2005                          |                                        |                                      |                                                                               |
| <u>VOLUNTEER SUPPORT EXPENDITURES</u>       |                                        |                                      |                                                                               |
| Personnel                                   | 3,600                                  | 3,600                                | -                                                                             |
| Fringe Benefits                             | 1,060                                  | 905                                  | 155                                                                           |
| Travel                                      | 5,704                                  | 1,963                                | 3,741                                                                         |
| Supplies                                    | 330                                    | 1,894                                | (1,564)                                                                       |
| Other Costs                                 | 1,109                                  | 2,193                                | (1,084)                                                                       |
| Contractual                                 | <u>510</u>                             | <u>504</u>                           | <u>6</u>                                                                      |
| <u>TOTAL VOLUNTEER SUPPORT EXPENDITURES</u> | <u>12,313</u>                          | <u>11,059</u>                        | <u>1,254</u>                                                                  |
| <u>VOLUNTEER EXPENDITURES</u>               |                                        |                                      |                                                                               |
| Fringe Benefits                             | 388                                    | -                                    | 388                                                                           |
| Travel                                      | 7,834                                  | 4,237                                | 3,597                                                                         |
| Other Costs                                 | 3,281                                  | 8,920                                | (5,639)                                                                       |
| In-Kind Expenditures                        | <u>-</u>                               | <u>-</u>                             | <u>-</u>                                                                      |
| <u>TOTAL VOLUNTEER EXPENDITURES</u>         | <u>11,503</u>                          | <u>13,157</u>                        | <u>(1,654)</u>                                                                |
| <u>TOTAL NON-FEDERAL EXPENDITURES</u>       | <u>23,816</u>                          | <u>24,216</u>                        | <u>( 400)</u>                                                                 |

SCHEDULE IV  
(CONTINUED)

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL (CONTINUED)  
FOR THE YEAR ENDED NOVEMBER 30, 2005

|                           | <u>Budgeted</u><br><u>Expenditures</u> | <u>Actual</u><br><u>Expenditures</u> | <u>Budgeted</u><br><u>Over (Under</u><br><u>Actual</u><br><u>Expenditures</u> |
|---------------------------|----------------------------------------|--------------------------------------|-------------------------------------------------------------------------------|
| <u>HEAD START</u>         |                                        |                                      |                                                                               |
| FYE November 30, 2005     |                                        |                                      |                                                                               |
| Personnel                 | 1,223,511                              | 1,222,576                            | 935                                                                           |
| Fringe Benefits           | 406,760                                | 396,093                              | 10,667                                                                        |
| Travel                    | 7,300                                  | 2,124                                | 5,176                                                                         |
| Contractual               | 9,900                                  | 8,490                                | 1,410                                                                         |
| Operating Supplies        | 61,550                                 | 74,583                               | (13,033)                                                                      |
| Other Costs               | 193,944                                | 175,283                              | 18,661                                                                        |
| Capital Outlay            | -                                      | 15,234                               | (15,234)                                                                      |
| In-Kind Contributions     | 473,095                                | 473,095                              | -                                                                             |
| <u>TOTALS</u>             | <u>2,376,060</u>                       | <u>2,367,478</u>                     | <u>8,582</u>                                                                  |
| <u>USDA FOOD SERVICES</u> |                                        |                                      |                                                                               |
| FYE September 30, 2005    |                                        |                                      |                                                                               |
| Administrative            | 900                                    | 1,262                                | ( 362)                                                                        |
| Personnel                 | 68,600                                 | 60,614                               | 7,986                                                                         |
| Fringe Benefits           | 25,593                                 | 17,130                               | 8,463                                                                         |
| Food Costs                | 119,500                                | 119,012                              | 488                                                                           |
| Operating Supplies        | 6,724                                  | 7,899                                | ( 1,175)                                                                      |
| Other                     | 1,600                                  | 1,290                                | 310                                                                           |
| travel                    | 1,600                                  | -                                    | 1,600                                                                         |
| <u>TOTALS</u>             | <u>224,517</u>                         | <u>207,207</u>                       | <u>17,310</u>                                                                 |

SCHEDULE V

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED NOVEMBER 30, 2005

| <u>FEDERAL GRANTOR/<br/>PASS THROUGH<br/>GRANTOR/PROGRAM TITLE</u>                                                                 | <u>FEDERAL<br/>CFDA NUMBER</u> | <u>PASS-THROUGH<br/>OR AWARD<br/>NUMBER</u> | <u>FEDERAL<br/>DISBURSEMENTS/<br/>EXPENDITURES</u> |
|------------------------------------------------------------------------------------------------------------------------------------|--------------------------------|---------------------------------------------|----------------------------------------------------|
| <u>U.S. Department of Agriculture</u><br>Passed through Louisiana Department<br>Of Education:<br>Child and Adult Care Food Program | 10.558                         | N/A                                         | 210,147                                            |
| <u>U.S. Department of Health and Human<br/>Services</u><br>* Head Start                                                            | 93.600                         | 06CH5091/37                                 | 1,894,384                                          |
| <u>The Corporation for National Service</u><br>Retired Senior Volunteer Program                                                    | 72.002                         | 025RWLA014                                  | 56,301                                             |

\* Major Program

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED NOVEMBER 30, 2005

NOTE 1 - BASIS OF PRESENTATION:

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

NOTE 2 - SUBRECIPIENTS:

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
SCHEDULE OF BOARD MEMBERS COMPENSATION  
FOR THE YEAR ENDED NOVEMBER 30, 2005

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED NOVEMBER 30, 2005

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

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

Federal Awards

Internal control over major programs:

- \* Material weakness(es) identified?                   Not Applicable
- \* Reportable condition(s) identified that  
are not considered to be material  
weaknesses?                                           \_\_\_ yes    X none reported

Type of auditors' report issued on compliance for major programs:  
Unqualified

Any audit findings disclosed that are  
required to be reported in accordance  
with section 510(a) of Circular A-133?           \_\_\_ yes    X no

Identification of major programs:

|                |                                                         |
|----------------|---------------------------------------------------------|
| CFDA Number(s) | Name of Federal Program or Cluster                      |
| 93.600         | Department of Health and Human<br>Services - Head Start |

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

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

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
FOR THE YEAR ENDED NOVEMBER 30, 2005

SECTION II - FINANCIAL STATEMENT FINDINGS

There were no findings nor questioned costs for the year ended November 30, 2005.

SECTION III - FINANCIAL STATEMENT FINDINGS AND QUESTIONED COSTS  
HEAD START, ONLY MAJOR PROGRAM

There were no findings nor questioned costs for the year ended November 30, 2005.

LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
CORRECTIVE ACTION TAKEN ON PRIOR YEAR FINDINGS  
NOVEMBER 30, 2005

SECTION I - Internal Control

There were no findings nor questioned costs for the year ended November 30, 2004.

SECTION II - Compliance

There were no findings nor questioned costs for the year ended November 30, 2004.



LINCOLN TOTAL COMMUNITY ACTION, INC.  
RUSTON, LOUISIANA  
EXIT CONFERENCE  
FOR THE YEAR ENDED NOVEMBER 30, 2005

An exit conference was held on May 15, 2006 at the Lincoln Total Community Action, Inc.'s administrative office in Ruston, Louisiana. Mr. Rowland Perry, CPA, represented the auditors. The Executive Director of the Agency was present.

We reported that we did not discover any material weaknesses in internal or administrative controls.