

**L&A TRAIL, INC.**

**FINANCIAL REPORT  
DECEMBER 31, 2022**

L&A Trail, Inc.  
Financial Report  
December 31, 2022

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**T | C | B | T**  
**THOMAS, CUNNINGHAM, BROADWAY & TODTENBIER**  
*Certified Public Accountants*

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**INDEPENDENT ACCOUNTANT'S REVIEW REPORT**

To the Board of Directors of  
L&A Trail, Inc.  
P. O. Box 176  
Goldonna, LA 71031

We have reviewed the accompanying financial statements of L&A Trail, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

**Management's Responsibility for the Financial Statements**

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

**Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA, and the standards applicable to review engagements contained in *Government Auditing Standards*, issued by the United States Comptroller General. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of the L&A Trail, Inc. and to meet other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

**Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

**Other Matters**

*Supplementary Information*

The accompanying schedule of compensation, benefits, and other payments to the agency head, political subdivision head, or chief executive officer is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information is the representation of management. We have reviewed the information and, based on our review, we are not aware of any material modifications that should be made to the information in order for it to be in accordance with accounting principles generally accepted in the United States of America. We have not audited the supplementary information and, accordingly, do not express an opinion on such information.

**Other Reporting Requirements**

In accordance with the *Louisiana Governmental Audit Guide* and the provisions of state law, we have issued a report dated June 21, 2023 on the results of our agreed-upon procedures. The Louisiana Attestation Questionnaire completed by management is presented on pages 18 and 19.

*Thomas, Cunningham, Broadway & Todtenbier, CPA's*

Thomas, Cunningham, Broadway & Todtenbier CPA's  
Natchitoches, Louisiana

June 21, 2023

## FINANCIAL STATEMENTS

L&A Trails, Inc.  
Statement of Financial Position  
For the Year Ended December 31, 2022

## ASSETS:

## Current Assets:

Cash & Cash Equivalents	\$	9,812
Revenue Receivable		<u>3,248</u>

Total Current Assets	\$	13,060
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## Non-current Assets:

Capital Assets (net)		<u>791,240</u>
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Total Assets	\$	<u>804,300</u>
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## NET POSITION:

## Net Assets-

Without Donor Restrictions	\$	<u><u>804,300</u></u>
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L&A Trails, Inc.  
Statement of Activities  
For the Year Ended December 31, 2022

	Without Donor Restrictions
Support and Revenue:	
Memberships	\$ 6,500
Intergovernmental Revenue	268,107
Contributions	9,084
Total Revenues	\$ 283,691
Expenses:	
Program Services:	
Supplies	\$ 84
Repairs & Maintenance	4,793
Fuel, Travel & Auto	431
Miscellaneous	682
Deprecation	63,533
Total Program Expenses	\$ 69,523
Administrative & General:	
Supplies	\$ 380
Utilities	1,287
Insurance	348
Legal & Professional	3,850
Miscellaneous	83
Total Administrative & General Expenses	\$ 5,948
Total Expenses	\$ 75,471
Increase in Net Assets	\$ 208,220
Net Assets - Beginning of Year	596,080
Net Assets - End of Year	\$ 804,300

See accompanying notes and independent accountant's review report.

L&A Trails, Inc.  
Statement of Functional Expenses  
For the Year Ended December 31 ,2022

	<u>Program Expenses</u>	<u>Administrative Expenses</u>	<u>Total</u>
Expenses:			
Repairs & Maintenance	\$ 4,793	\$ -	\$ 4,793
Fuel, Travel & Auto	431		431
Deprecation	63,533		63,533
Supplies	84	380	464
Utilities	-	1,287	1,287
Insurance	-	348	348
Legal & Professional	-	3,850	3,850
Miscellaneous	<u>682</u>	<u>83</u>	<u>765</u>
Total Expenses	<u>\$ 69,523</u>	<u>\$ 5,948</u>	<u>\$ 75,471</u>

See accompanying notes and independent accountant's review report.



L&A Trails, Inc.  
Statement of Cash Flows  
For the Year Ended December 31 ,2022

CASH FLOWS FROM OPERATING ACTIVITIES:

Increase in Net Assets	\$ 208,220
Adjustments to Reconcile Increase in Net Cash Provided by Operating Activities	
Depreciation	63,533
(Increase) Decrease in Receivables	<u>(2,675)</u>
Net Cash Provided by Operating Activities	\$ 269,078

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:

Acquisition & Construction of Capital Assets	<u>(274,393)</u>
Net Increase (Decrease) in Cash	\$ (5,315)
Cash at Beginning of Year	<u>15,127</u>
Cash at End of Year	<u>\$ 9,812</u>

See accompanying notes and independent accountant's review report.

## NOTES TO FINANCIAL STATEMENTS

L&A Trail, Inc.  
Notes to Financial Statements  
December 31, 2022

Introduction:

L&A Trail, Inc. was incorporated as a nonprofit organization on April 10, 2000, under the laws of the State of Louisiana. It is the mission of L&A Trail, Inc. to provide opportunities for individuals to participate in and embrace the beautiful natural landscape and outdoor activities along Louisiana Trail in northwest Louisiana. Louisiana Trail begins in the northwest town of Sibley and extends south and southeast as a 63-mile-long corridor to the City of Winnfield. L&A Trail, Inc. operates under an eight-member board of directors.

1. Significant Accounting Policies:

The accounting and reporting policies of L&A Trail, Inc., conform to generally accepted accounting principles as applicable to non-profit organizations, and are applied on a consistent basis between periods.

The following is a summary of certain significant accounting policies and practices:

- A. Financial Statement Presentation - L&A Trail, Inc. is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Net assets without donor restrictions include those net assets whose use by the entity is not restricted by donors, even though their use may be limited in other respects, such as by contract or board designation. Net assets with donor restrictions are those net assets received with donor-imposed restrictions limiting the entity's use of the assets. At December 31, 2022, L&A Trail, Inc. had no net assets with donor restrictions.
- B. Basis of Accounting - L&A Trail, Inc. uses the accrual basis of accounting. Revenues are recognized when they become measurable and available as net current assets. Expenses are generally recognized when they are incurred. Purchases of various operating supplies are regarded as expenses at the time purchased.
- C. Use of Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.
- D. Capital Assets - Depreciation on all exhaustible capital assets is charged as an expense against the operations of L&A Trail, Inc. Assets are recorded at cost if purchased or at market value at time of donation. Depreciation is calculated using the straight-line method over the estimated useful lives of the asset.
- E. Long-Term Liabilities - L&A Trail, Inc. had no long-term debt as of December 31, 2022.
- F. Cash and Equivalents - For the purpose of the statements of cash flows, L&A Trail, Inc. considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

L&A Trail, Inc.  
Notes to Financial Statements  
December 31, 2022

G. Income Taxes - L&A Trail, Inc. is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation. L&A Trail, Inc.'s Form 990, *Return of Organization Exempt from Income Tax*, for the years ending December 31, 2019 - 2022 are subject to examination by the IRS, generally for three years after they were filed.

2. Cash and Cash Equivalents:

At December 31, 2022, cash and cash equivalents totaled \$9,812 (book balances). Bank balances at December 31, 2022 totaled \$9,126, all of which was secured by FDIC Insurance.

3. Compensation Paid to Board Members:

The members of the Board of Directors serve on a volunteer basis and receive no compensation for their services.

4. Liquidity and Availability:

Financial assets, consisting of cash and accounts receivable, that are available for general expenditure, that is, without donor or other restrictions limiting their use, amounted to \$2,334 at December 31, 2022. As part of its liquidity management, L&A Trail, Inc. has a policy to structure its financial assets to be available as general expenditures become due.

5. Capital Assets:

Capital Asset balances and activity for the year ended December 31, 2022, is as follows:

<u>Activities</u>	<u>Balance</u> <u>12/31/21</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/22</u>
Capital Assets not Depreciated:				
Construction in Progress	\$ 0	\$274,393	\$0	\$ 274,393
Capital Assets Depreciated:				
Land Improvements	801,007	0	0	801,007
Equipment	<u>108,256</u>	<u>0</u>	<u>0</u>	<u>108,256</u>
Total Capital Assets	\$ 909,263	\$274,393	0	\$1,183,656
Less, Accumulated Depreciation:	<u>(328,883)</u>	<u>(63,533)</u>	<u>0</u>	<u>(392,416)</u>
Net Capital Assets	\$ <u>580,380</u>	\$ <u>210,860</u>	\$ <u>0</u>	\$ <u>791,240</u>

Depreciation expense for the current year was \$63,533.

L&A Trail, Inc.  
Notes to Financial Statements  
December 31, 2022

6. Litigation and Claims:

Management has advised that there is no litigation pending against L&A Trail, Inc. at December 31, 2022.

7. Subsequent Events:

Management has evaluated events through June 21, 2023, the date which the financial statements were available for issue. No items were noted that needed to be reported as subsequent events.

SUPPLEMENTARY INFORMATION

L&A Trail, Inc.  
Supplementary Information  
Schedule of Compensation, Benefits and Other Payments to the Executive Director  
December 31, 2022

President: Ted Riser

<u>Type of Payment</u>	<u>Amount</u>
Reimbursements	\$0

See independent accountant's review report.

OTHER REPORTS/SCHEDULES



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## THOMAS, CUNNINGHAM, BROADWAY & TODTENBIER

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### INDEPENDENT ACCOUNTANT’S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Directors of  
 L&A Trail, Inc.  
 P. O. Box 176  
 Goldonna, LA 71031

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of L&A Trail, Inc. and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management’s assertions about the L&A Trail, Inc.’s compliance with certain laws and regulations during the year ended December 31, 2022, included in the Louisiana Attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

#### Federal, State, and Local Awards

1. Obtain the list of federal, state, and local government grant award expenditures for the fiscal year, by grant and grant year, from L&A Trail, Inc.’s management.

L&A Trail, Inc. provided us with the following list of expenditures made for federal grant awards received during the fiscal year ended December 31, 2022:

Federal, State, or Local Grant Name	Grant Year	Grant Id.	Amount
Winnfield Trailhead & Trail Restoration	2020	H.013909	\$265,293
Restoration of Trail Between Jamestown & Sibley	2018	H.013534	2,814
Total Expenditures			\$268,107

2. For each federal, state, and local grant award, randomly select six disbursements from each grant administered during the fiscal year, provided that no more than 30 disbursements are selected.
3. Obtain documentation for the disbursements selected in Procedure 2. Compare the selected disbursements to supporting documentation, and report whether the disbursements agree to the amount and payee in the supporting documentation.

Each of the selected disbursements agreed to the amount and payee in the supporting documentation.

4. Report whether the selected disbursements were coded to the correct fund and general ledger account. All of the disbursements were coded to the correct fund and general ledger account.

5. Report whether the selected disbursements were approved in accordance with L&A Trail, Inc.'s policies and procedures.

L&A Trail, Inc.'s policies and procedures state that the executive director must approve all disbursements, with subsequent approval by the full board. Documentation supporting each of the selected disbursements included the signature of the executive director.

6. For each selected disbursement made for federal grant awards, obtain the *Compliance Supplement* for the applicable federal program. For each disbursement made for a state or local grant award, or for a federal program not included in the *Compliance Supplement*, obtain the grant agreement. Compare the documentation for each disbursement to the program compliance requirements or the requirements of the grant agreement relating to activities allowed or unallowed, eligibility, and reporting; and report whether the disbursements comply with these requirements.

*Activities allowed or unallowed - Allowable Costs/Costs Principles*

We compared documentation for each of the selected disbursements with program compliance requirements related to services allowed or not allowed and allowable costs/costs principles. We noted no exceptions.

*Special Tests & Provisions*

We compared documentation for each of the selected disbursements with program compliance requirements related to special tests and provisions. We noted no exceptions.

7. Obtain evidence from management that agendas for meetings recorded in the minute book were posted as required by Louisiana Revised Statute 42:11 through 42:28 (the open meetings law), and report whether there are any exceptions. Note: Please refer to Attorney General Opinion No. 13-0043 and the guidance in the publication "Open Meetings Law" available on the Legislative Auditor's website at [https://app.la.state.la.us/lala.nsf/BAADB2991272084786257AB8006EE827/\\$FILE/Open%20Meetings%20Law%20FAQ.pdf](https://app.la.state.la.us/lala.nsf/BAADB2991272084786257AB8006EE827/$FILE/Open%20Meetings%20Law%20FAQ.pdf), to determine whether a non-profit L&A Trail, Inc. is subject to the open meetings law.

Management represented that L&A Trail, Inc. is only required to post a notice of each meeting and the accompanying agenda on the door of L&A Trail, Inc.'s office building. Although management has asserted that such documents were properly posted, no evidence was provided to support management's assertion other than an unmarked copy of the notices and agenda.

#### Budget

8. For each grant exceeding five thousand dollars, obtain the comprehensive grant budgets that L&A Trail, Inc. provided to the applicable federal, state or local grantor L&A Trail, Inc.. Report whether the budgets for federal, state and local grants included the purpose and duration of the grants; and whether budgets for state grants also included specific goals, objectives, and measures of performance.

L&A Trail, Inc. provided documentation that comprehensive budgets were submitted to the applicable federal grantor L&A Trail, Inc. for the grants exceeding five thousand dollars. These budgets included the purpose and duration of the grant program.

#### State Audit Law

9. Report whether L&A Trail, Inc. provided for a timely report in accordance with R.S. 24:513.

L&A Trail, Inc.'s report was submitted to the Legislative Auditor before the statutory due date of June 30, 2023.

10. Inquire of management and report whether L&A Trail, Inc. entered into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while L&A Trail, Inc. was not in compliance with R.S. 24:513 (the audit law).

L&A Trail, Inc.'s management represented that L&A Trail, Inc. did not enter into any contracts during the fiscal year that were subject to the public bid law.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the United States Comptroller General. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on L&A Trail, Inc. compliance with the foregoing matters. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

The purpose of this report is solely to describe the scope of testing performed on L&A Trail, Inc.'s compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire, as required by Louisiana Revised Statute 24:513 and the Louisiana Governmental Audit Guide, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

*Thomas, Cunningham, Broadway & Todtenbier, CPA's*

Thomas, Cunningham, Broadway & Todtenbier, CPA's  
Natchitoches, Louisiana

June 21, 2023

## L&amp;A Trails, Inc.

**LOUISIANA ATTESTATION QUESTIONNAIRE**  
**(For Attestation Engagements of Quasi-public Agencies)**

May 9, 2023

In connection with your engagement to apply agreed-upon procedures to the control and compliance matters identified below, as of December 31, 2022 and for the year then ended, and as required by Louisiana Revised Statute (R.S.) 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you.

**Federal, State, and Local Awards**

We have detailed for you the amount of federal, state, and local award expenditures for the fiscal year, by grant and grant year.

Yes  No  N/A 

All transactions relating to federal, state, and local grants have been properly recorded within our accounting records and reported to the appropriate state, federal, and local grantor officials.

Yes  No  N/A 

The reports filed with federal, state, and local agencies are properly supported by books of original entry and supporting documentation.

Yes  No  N/A 

We have complied with all applicable specific requirements of all federal, state, and local programs we administer, to include matters contained in the OMB Compliance Supplement, matters contained in the grant awards, eligibility requirements, activities allowed and unallowed, and reporting and budget requirements.

Yes  No  N/A **Open Meetings**

Our meetings, as they relate to public funds, have been posted as an open meeting as required by R.S. 42:11 through 42:28 (the open meetings law). **Note: Please refer to Attorney General Opinion No. 13-0043 and the guidance in the publication "Open Meeting FAQs," available on the Legislative Auditor's website to determine whether a non-profit agency is subject to the open meetings law.**

Yes  No  N/A **Budget**

For each federal, state, and local grant we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration, and for state grants included specific goals and objectives and measures of performance

Yes  No  N/A **Reporting**

We have had our financial statements reviewed in accordance with R.S. 24:513.

Yes  No  N/A 

We did not enter into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while the agency was not in compliance with R.S. 24:513 (the audit law).

Yes  No  N/A 

We have complied with R.S. 24:513 A. (3) regarding disclosure of compensation, reimbursements, benefits and other payments to the agency head, political subdivision head, or chief executive officer.

Yes  No  N/A

We have complied with R.S. 24:515.2 regarding reporting of pre- and post- adjudication court costs, fines and fees assessed or imposed; the amounts collected; the amounts outstanding; the amounts retained; the amounts disbursed, and the amounts received from disbursements.

Yes [ ] No [ ] N/A[X]

**Prior-Year Comments**

We have resolved all prior-year recommendations and/or comments.

Yes [ ] No [ ] N/A [X]

**General**

We acknowledge that we are responsible for the Agency's compliance with the foregoing laws and regulations and the internal controls over compliance with such laws and regulations.

Yes [X] No [ ] N/A [ ]

We acknowledge that we are responsible for determining that that the procedures performed are appropriate for the purposes of this engagement.

Yes [X] No [ ] N/A [ ]

We have evaluated our compliance with these laws and regulations prior to making these representations.

Yes [X] No [ ] N/A [ ]

We have provided you with all relevant information and access under the terms of our agreement.

Yes [X] No [ ] N/A [ ]

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations.

Yes [X] No [ ] N/A [ ]

We are not aware of any material misstatements in the information we have provided to you.

Yes [X] No [ ] N/A [ ]

We have disclosed to you any communications from regulatory agencies, internal auditors, other independent practitioners or consultants, and others concerning noncompliance with the foregoing laws and regulations, including communications received during the period under examination; and will disclose to you any such communication received between the end of the period under examination and the date of your report.

Yes [X] No [ ] N/A [ ]

We will disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies all known noncompliance and other events subsequent to the date of this representation and the date of your report that could have a material effect on our compliance with laws and regulations and the internal controls with such laws and regulations, or would require adjustment or modification to the results of the agreed-upon procedures.

Yes [X] No [ ] N/A [ ]

The previous responses have been made to the best of our belief and knowledge.

*Lael R. P. [Signature]*  
\_\_\_\_\_  
Name Title

5-9-23  
\_\_\_\_\_  
Date