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SEABINE ASSOCIATION FOR RETARDED CITIZENS, INC.
BANY, LOUISIANA
FINANCIAL REPORT
JUNE 30, 1996

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

Release Date 6-2-97

GRAPE ASSOCIATION FOR RETIRED CITIZENS, INC.
MOBILE, LOUISIANA
JUNE 30, 1995

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BANK ASSOCIATION FOR RETARDED CITIZENS, INC.
MOBILE, LOUISIANA
BOARD OF DIRECTORS
JUNE 12, 1988

President	Benneth Frosman
Vice-President	Pete Skington
Secretary	Shannon Clements
Treasurer	Mary Harrel
Board Members	Connie Glendon Kathleen Green Edna Liles Gloria Ruffin Lena Minton

Executive Director	Wayne Barkley
Attorney	Billy Pickett

HINES, JACKSON & HINES
CERTIFIED PUBLIC ACCOUNTANTS

MEMPHIS OFFICE 204
SUITE 1000
MEMPHIS, TENNESSEE 38102
ATTN: ACCOUNTING DEPT.

PHONE 908
MEMPHIS, TENNESSEE 38107
MEMPHIS OFFICE 204
SUITE 1000

A NEW BRANCH IN 1999
MEMPHIS

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

BOARD OF DIRECTORS
Eskine Association For
Retarded Citizens, Inc.
Bridgeton, Louisiana 71270

We have audited the accompanying statement of financial position of the Eskine Association For Retarded Citizens, Inc., a nonprofit organization as of June 30, 1999, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards for financial and compliance audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of 285 Circular 8-199, audits of institutions of higher education and other nonprofit institutions. These standards 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 the Eskine Association For Retarded Citizens, Inc., as of June 30, 1999, and the changes in its net assets and cash flows for the year then ended in conformity with generally accepted accounting principles.

As discussed in Note 3 to the financial statements, the Association has suffered significant recurring losses in the Adult Rehabilitation program and Sheltered Workshops and has a net deficiency in net assets that raises substantial doubt about its ability to continue as a going concern. Management's plans in regard to these matters are also described in Note 3. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

In accordance with Government Auditing Standards, we have also issued a report dated December 20, 1999 on our consideration of the Eskine Association For Retarded Citizens, Inc.'s internal control structure and a report dated December 22, 1999 on its compliance with laws and regulations.

HINES, JACKSON & HINES
Memphis, Louisiana
December 20, 1999

EMERSE ASSOCIATION FOR RETARDED CITIZENS, INC.
ADULT REHABILITATION PROGRAM AND SHELTERED WORKSHOP
PO BOX 101111
MONROE, LOUISIANA
STATEMENT OF FINANCIAL POSITION
JUNE 30, 1993

ASSETS	
Cash	\$ 48,718
Receivables	
State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities contract work, net	178,400
Intercompany receivable	80,000
Inventory	55,100
Prepaid	18,500
Deposits	1,150
Other	200
Property and equipment, net	100,280
Total assets	\$ 572,348
LIABILITIES	
Accounts payable	
Trade	\$ 54,945
Compensation	43,100
Payroll taxes	8,000
Property taxes	1,070
Commissions	1,700
Accrued interest	100
Accrued provider fees	9,114
Advances rental payable	500
Intercompany payable	400,000
Disallowed client billings	91,150
Long-term debt	81,400
Provider fees in appeal	201,700
Total liabilities	\$ 860,600
NET ASSETS, as restricted	
Restricted - (Medical)	191,604
Temporarily restricted	1,700
Total net assets/(Medical)	193,304
Total liabilities and net assets	\$ 1,053,904

The notes to the financial statements are an integral part of this statement.

SMOKE ASSOCIATION FOR RETARDED CITIZENS, INC.
NEW YORK COUNTY
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 1994

UNRESTRICTED NET ASSETS

Support	
Medicare	\$ 2,481,800
Patient liability	79,806
Contract Work	489,110
Adult Day Service Fees	
State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	200,000
Intercompany transfers in	209,187
Group Home	208,000
Supported Independent Living	28,240
Other	22,000
Net Assets Released from Restrictions	
Depreciation on restricted assets	_____ 8,821

Total revenue, gains and other support \$ 3,744,864

Expenses

Program Services	2,804,100
Management and General	871,748
Intercompany transfers out	_____ 208,143

Total expenses \$ 3,884,000

Increase/(decrease) in unrestricted net assets 70,768

TEMPORARILY RESTRICTED NET ASSETS

Current depreciation on restricted assets	_____ 28,821
Increase/(decrease) in temporarily restricted net assets	_____ 28,821

INCREASE/(DECREASE) IN NET ASSETS

81,797

NET ASSETS/(DEFICIT), beginning of year

_____ 122,109

NET ASSETS/(DEFICIT), end of year

\$ 203,906

The notes to the financial statements are an integral part of this statement.

INSURE ASSOCIATION FOR RETIRED CITIZENS, INC.
NEW ORLEANS
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 1999

CASH FLOW FROM OPERATING ACTIVITIES:	
Change in net assets	\$ 43,197
Adjustments to reconcile change in net assets to net cash used by operating activities	
Depreciation	88,571
Gain on sale of assets	13,580
Loss on sale of assets	50
(Increase)/decrease in operating assets	
Receivables	(62,888)
Inventory	(48,488)
Prepaid expenses	14,483
Deposits	89
Other	(3,458)
Increase/(decrease) in operating liabilities	
Accounts payable	
Trade	38,048
Competition	2,008
Payroll taxes	(3,888)
Commissions	(1,978)
Other	79
Provider fees in appeal	<u>(11,888)</u>
Net cash provided by/used in operating activities	96,448
CASH FLOW FROM INVESTING ACTIVITIES	
Purchase of equipment	(26,794)
Proceeds from sale of equipment	<u>83,258</u>
Net cash provided by/used in investing activities	127,861
CASH FLOW FROM FINANCING ACTIVITIES	
Proceeds from long-term borrowing	(25,541)
Principal payments on long-term debt	<u>8</u>
Net cash provided by/used in financing activities	<u>(25,533)</u>
NET INCREASE/(DECREASE) IN CASH	(22,824)
CASH, beginning of year	<u>88,263</u>
CASH, end of year	<u>65,439</u>

The notes to the financial statements are an integral part of this statement.

LABOR ASSOCIATION FOR ATTACHED CITIZENS, INC.

SCHEDULE D

STATE OF CALIFORNIA
 STATEMENT OF FUNCTIONAL EXPENSES
 FOR THE YEAR ENDED JUNE 30, 1978

	Program Expenses	Management and General	Total
COMPENSATION AND RELATED EXPENSES			
Compensation	\$ 100,078	\$ 218,434	\$ 318,512
Payroll taxes	68,807	32,943	101,750
Workman's compensation insurance	12,764	28,525	41,289
Employee benefits	5,250	3,122	8,372
Total compensation and related expenses	\$86,903	\$283,024	\$369,927
OFFICE EXPENSES			
Rent	545,818	0	545,818
Insurance	2,362	7,320	9,682
Repairs and maintenance	36,212	26,783	62,995
Utilities	68,766	12,128	80,894
Total office expenses	\$643,158	\$46,231	\$689,389
TRANSPORTATION EXPENSES			
Fuel and oil	98,588	2,204	100,792
Insurance	12,488	17,888	30,376
Lease expense	28,878	0	28,878
Depreciation	18,878	2,684	21,562
Transport services	3,182	0	3,182
Total transportation expenses	\$163,994	\$22,776	\$186,770
OTHER EXPENSES			
General office expense	544,848	18,488	563,336
Materials	204,188	0	204,188
Depreciation	22,212	4,681	26,893
Supplies	58,888	14,781	73,669
Commissions	8,888	0	8,888
Repairs and maintenance	18,842	4,210	23,052
Insurance	4,422	9,445	13,867
Interest	8	7,285	7,293
PROFESSIONAL FEES	17,508	21,510	39,018
Printing	8,588	0	8,588
Travel	7,222	888	8,110
Outsight services	102,488	2,227	104,715
Property taxes	8	2,881	2,889
Food	68,488	0	68,488
Licenses	2,488	588	3,076
Postage	8	1,777	1,785
Telephones	8,022	8,788	16,810
Dues	788	2,280	3,068
Clothing and other personal items	18,122	0	18,122
Provider fees	112,748	0	112,748
Other	2,522	2,422	4,944
Total other expenses	\$18,812	\$12,824	\$31,636
Total functional expenses	\$2,808,182	\$ 412,188	\$3,220,370

The notes to the financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

SAKINE ASSOCIATION FOR RETARDED CITIZENS, INC.
NEWY, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FEBRU 16, 1978

NOTE 1 SUMMARY of Significant Accounting Policies

Supporting Entity

The Sakine Association for Retarded Citizens, Inc., is a quasi-governmental, nonprofit organization incorporated August 22, 1973, whose purpose is to:

- (a) Promote the general welfare of mentally retarded citizens everywhere (at home, at school, in the community, and in institutions).
- (b) Aid the parents and families of mentally retarded citizens in the solution of personal, family and social problems arising from mental retardation.
- (c) Cooperate with all public and private agencies, organizations, groups and individuals working for the welfare of mentally retarded citizens.
- (d) Promote through dissemination of information to the general public, a fuller and more sympathetic understanding of the problems of mental retardation, their wide prevalence, and consequential social implications.
- (e) Help provide facilities for evaluation, care, treatment, education and employment of mentally retarded citizens.
- (f) Research into all phases of mental retardation, the causes, prevention, medical and social treatment, special educational methods, and opportunities for employment.
- (g) Train and educate both professional and nonprofessional personnel for work in the field of mental retardation.
- (h) Serve as a clearinghouse of information concerning mental retardation and activities on behalf of the mentally retarded in Sakine Parish.
- (i) Help foster local, state and national legislation on behalf of mentally retarded citizens.

The Association operates three separate divisions. One, the Adult Rehabilitation Program, receives funding from the State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities to provide adult day services for a maximum of 47 citizens for at least 240 days each year. Sakine Productions is a totally self-supportive sheltered workshop program. Income to the sheltered workshop consists solely of revenues earned through contracts with private individuals and companies for the provision of services performed by the members of the workshop. No Federal financial assistance of any type is received by Sakine Productions. Group residential services are also provided by the Sakine Association for Retarded Citizens Community Homes which operates six (6) group homes for the benefit of mentally handicapped individuals. The purpose of the group homes is to provide for the needs of mentally handicapped individuals in the area of appropriate residential living. The Community Homes receive funding from

SEBINE ASSOCIATION FOR RETARDED CITIZENS, INC.
SEBINE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1984

NOTE 1 **Summary of Significant Accounting Policies - (continued)**

Reporting Entity - (continued)

The United States Department of Health and Human Services, Medical Assistance Program, Title XIX, Medicaid, as administered by the State of Louisiana, Department of Health and Hospitals. The Sebine Association for Retarded Citizens Community Home division reimburses the adult habilitation program for actual expenses incurred by the program to provide day training and supervision to participating group home residents.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Association that is, in substance, unconditional. CONTRIBUTIONS THAT ARE RESTRICTED BY THE DONOR ARE REPORTED AS INCREASES IN UNRESTRICTED NET ASSETS IF THE RESTRICTIONS EXPIRE IN THE FISCAL YEAR IN WHICH THE CONTRIBUTIONS ARE REPORTED OR INCREASES IN TEMPORARILY OR PERMANENTLY RESTRICTED NET ASSETS, DEPENDING ON THE NATURE OF THE RESTRICTIONS. WHEN A RESTRICTION EXPIRES, TEMPORARILY RESTRICTED NET ASSETS ARE RECLASSIFIED TO UNRESTRICTED NET ASSETS.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

Property and Equipment

Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. ASSETS DONATED WITH EXPLICIT RESTRICTIONS REGARDING THEIR USE AND CONTRIBUTIONS OF CASH THAT MUST BE USED TO ACQUIRE PROPERTY AND EQUIPMENT ARE REPORTED AS RESTRICTED SUPPORT. WHEN CASH ALLOCATIONS ARE MADE REGARDING HOW LONG THESE DONATED ASSETS MUST BE MAINTAINED, THE ASSOCIATION REPORTS OPERATIONS OF ASSET RESTRICTIONS WHEN THE DONATED OR ACQUIRED ASSETS ARE PLACED IN SERVICE AS INSTRUCTED BY THE DONOR. THE ASSOCIATION RECLASSIFIES TEMPORARILY RESTRICTED NET ASSETS TO UNRESTRICTED NET ASSETS AT THAT TIME. PROPERTY AND EQUIPMENT ARE DEPRECIATED USING THE STRAIGHT-LINE METHOD.

Tax-exempt Status

The Sebine Association for Retarded Citizens, Inc., is exempt from income taxes under Internal Revenue Code Section 501(c)(3).

Cash

Consistent with FASB 96, Statement of Cash Flows, The Association defines cash and cash equivalents as follows:

SHARPE ASSOCIATION FOR SHUTTERED CITIZENS, INC.
NEW ORLEANS, LOUISIANA
STATE TO FINANCIAL STATEMENTS
JUNE 30, 1984

NOTE 1 Summary of Significant Accounting Policies - (continued)

Cash - (continued)

Cash includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

NOTE 2 Restrictions on Assets

Restrictions on assets at June 30, 1984 relate to vans obtained by the Association through section 18 of the Federal Transit Act which provides for special grants for the specific purpose of assistance in providing transportation services to meet the special needs of elderly and handicapped persons for whom mass transportation services are unavailable, insufficient, or inappropriate. The program is administered by the Louisiana Department of Transportation and Development. The vans, obtained with these funds, must be used for transportation services to the elderly and handicapped within the Association's service area. The Department of Transportation and Development must be immediately notified if the equipment is not used in the aforementioned manner or if it is withdrawn from service. Disposition of the vehicle must have DOTM approval and must be in conformance with the provisions of DOTM Circular 1-102, Attachment F. Depreciation must be at current market value and a portion of the funds received must be returned in proportion to the original percentage of Federal funds contributed.

Certain equipment obtained by the Association through a grant provided by the State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities is also subject to donor imposed restrictions. Like other equipment purchased with these funds must be returned to the State if it ceases to be used for loan services by the mobile van.

It is the policy of the Association to amortize the asset restriction over its estimated useful life using the straight-line method.

NOTE 3 Going Concern

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles, which contemplate continuation of the Association as a going concern. The Adult Rehabilitation Program and the Sheltered Workshops have sustained substantial operating losses in recent years. At June 30, 1984, the liabilities of the Adult Rehabilitation Program and the Sheltered Workshops exceeded assets by \$268,148.

In view of these matters, realization of a major portion of the assets in the accompanying statement of financial position is dependent upon continued operations of the Association, which in turn is dependent upon the Association's ability to meet its financing requirements, and the success of its future operations.

SHRINE ASSOCIATION FOR RETARDED CITIZENS, INC.
MONROE, LOUISIANA
NOTICE TO FINANCIAL STATEMENTS
JUNE 30, 1984

NOTE 3 **Going Concern - (continued)**

Management has taken steps to reduce expenses incurred by the Adult Rehabilitation Programs and the Sheltered Workshops and to develop additional sources of support. Funds will continue to be loaned to the programs from the Group Homes until they become self-supportive. As June 30, 1984, the Group Homes had net assets of \$204,100, which is more than sufficient to offset the \$240,100 deficit in the Adult Rehabilitation Programs and the Sheltered Workshops. Management believes these actions will provide the opportunity for the Adult Rehabilitation Program and the Sheltered Workshop Program to continue as a going concern.

NOTE 4 **Reimbursements**

The Shrine Association For Retarded Citizens, Inc., entered into a contract on with the State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities to provide habilitation programming to a minimum of 47 clients per month during the period July 1, 1983 to June 30, 1984. At the end of each month, a payment requisition is forwarded to the Office of Community Services requesting payment for services provided to clients during the month ended. For six months during the fiscal year ended June 30, 1984, the Shrine Association for Retarded Citizens, Inc., dropped below the minimum number of clients required by the contract. However, based on management's discussion with the Department of Health and Hospitals, the number of monthly clients would be reviewed throughout the fiscal year ended June 30, 1987, and if necessary adjustments would be made to the contract at that time.

On May 3, 1985, the Association entered into a contract with the State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities to provide for the needs of clients who are residing in supervised apartments during the period July 1, 1985 to June 30, 1986. At the end of each month, a payment requisition is forwarded to the Office for Citizens with Developmental Disabilities requesting payment for services provided to clients during the month ended.

The Association has also entered into several contractual agreements to provide ground keeping services, janitorial services and contract labor to various local businesses and governmental entities.

At June 30, 1984, receivables, including intercompany, consisted of the following:

State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	\$178,450
Contracts receivable	—21,380
Total	\$199,830

LABINE ASSOCIATION FOR RETARDED CITIZENS, INC.
MOBILE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1994

NOTE 3 **Property and Equipment**

All property and equipment are stated at historical cost. Depreciation is charged as an expense against operations and has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings	15-20	years
Furniture and fixtures	7-10	years
Automobiles	5	years
Machinery and equipment	5-7	years

The following is a summary of property, plant, and equipment - at cost, less accumulated depreciation:

	<u>1994</u>
Land	\$ 4,000
Buildings	57,000
Furniture & fixtures	10,815
Automobiles	29,500
Machinery and equipment	42,833
Total	\$146,248

A summary of property and equipment at June 30, 1993, is presented below:

	<u>COST</u>	<u>ACCUMULATED DEPRECIATION</u>	<u>NET</u>	<u>DEPRECIATION THIS YEAR</u>
Land	\$ 4,000	\$ 0	\$ 4,000	\$ 0
Buildings	140,972	40,387	97,005	3,100
Furniture & fixtures	100,523	100,387	12,413	0,870
Automobiles	130,200	88,720	29,500	17,240
Machinery & equipment	42,833	42,833	42,000	14,143
Total	\$418,528	\$232,327	\$186,200	\$35,353

The Association's automobiles were partially funded by Urban Mass Transportation Capital Improvement Grants and are subject to the applicable restrictions described in Note 2.

Maintenance and repairs are charged to operations when incurred. Betterments and renewals are capitalized. When property and equipment are sold or otherwise disposed of, the asset account and related accumulated depreciation account are removed, and any gain or loss is included in activities.

NOTE 4 **Leased Obligations**

The Labine Association for Retarded Citizens, Inc., is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, and therefore, the results of the lease agreements are not reflected in the Association's financial statements.

SAVING ASSOCIATION FOR RETARDED CITIZENS, INC.
SALES LOCATIONS
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1966

NOTE 4 **Leases, Obligations - (continued)**

The Saving Association for Retarded Citizens, Inc. rents its premises under an operating lease. The lease is for a one year term ending on November 30, 1966. The lease provides for payments to the lessor of two-thousand dollars (\$2,000) each month of occupancy, the cost of which is allocated between the Adult Rehabilitation Program and other Association programs based upon the area utilized by the respective program.

All six of the group homes and administrative building are leased for one year terms ending from August to December 1966. The rent on the homes and administrative building range from \$1,450 to \$2,600 a month for total monthly lease payments of \$18,950.

The Saving Association for Retarded Citizens, Inc., is not participating in any capital lease arrangements.

NOTE 7 **Employee Retirement System**

All employees of the Association are protected by the Social Security System. All employees contribute 6.2% of their total salary to the system, while the Association contributes a like amount. For the year ending June 30, 1966 total contributions to the system were of which the Association contributed \$59,861 and employees contributed \$59,861 payroll covered by this system for the year ended June 30, 1966 was \$480,873. Any future liability in this system will be assumed by the United States Government. The Association has no further liability to the system for the year ended June 30, 1966.

NOTE 8 **Compensated Absence**

Association employees are entitled to certain compensated absences based on their length of employment.

<u>FULL-TIME EMPLOYMENT</u>	<u>HOURS ACCRUED PER YEAR</u>
1-3 years	60
3-5 years	75
5-10 years	90
10-15 years	140
over 15 years	180

All leave is accrued on a monthly basis and may be used in increments of less than a full day. A maximum of eighty (80) hours may be carried to the next accounting year. All accrued leave in excess of forty (40) hours is forfeited at the end of each accounting year.

NOTE 9 **Long-term Debt**

The Saving Association for Retarded Citizens, Inc. long-term obligations consists of the following:

**BARBER ASSOCIATION FOR RETIRED CITIZENS, INC.,
 1987-1988
 GOING TO FINANCIAL STATEMENTS
 JUNE 30, 1988**

NOTE 5 Long-Term Debt - (continued)

<p>Overlooked Client Billings - The Association is obligated for repayment of allegedly fraudulent client billings paid by the State of Louisiana, Department of Health and Hospitals. Negotiations are continuing to determine the terms and repayment schedule for this obligation.</p>	\$ 61,397
<p>Installment Note (1984 Dodge Van) - \$25,843.48 Installment note, dated April 26, 1984; due in monthly installments of \$489.48 through April 26, 1987; interest at 6.90%, secured by a 1984 van with a book value of \$11,888</p>	4,697
<p>Installment Note (1985 GMC Van) - \$12,843.88 Installment note, dated May 18, 1985; due in monthly installments of \$382.24 through May 18, 1987; interest at 11.50%, secured by a 1985 van.</p>	6,155
<p>Installment Note (Unsecured) - \$20,000 Installment note, dated February 7, 1980; due in monthly installments of \$628.85 through March 8, 1989; interest at 10.80%, unsecured</p>	20,286
<p>Installment Note (INTE) - \$25,000 Installment note, dated March 20, 1988; due in quarterly installments of \$2883.33 commencing October 1, 1989; interest 12%, secured by accounts receivable, inventory and equipment</p>	18,487
<p>Installment Note (1983 GMC Van) - \$11,478.73 Installment note, dated April 28, 1983; due in monthly installments of \$378.44 through December 28, 1987; interest at 11.824%, secured by a 1983 van.</p>	7,478
<p>Installment Note (Tractor) - \$11,399.80 Installment note, dated April 18, 1984; due in monthly installments of \$344.87 through April 18, 1987; interest at 8.99%; secured by a tractor and building outline with a book value of \$8,868.28</p>	3,828
	120,653
<p>Less: Current maturities</p>	(25,545)
<p>Net long-term debt</p>	<u>\$ 95,108</u>

Following are maturities of the long-term debt obligations:

1987	\$ 89,847
1988	20,808
1989	<u>4,453</u>
	<u>\$115,108</u>

BUSINESS ASSOCIATION FOR RETARDED CITIZENS, INC.
MARY L. LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1988

NOTE 12 Intercompany Receivables and Payables

A summary of intercompany receivables and payables at June 30, 1988, is as follows:

	Due From Other Units	Due To Other Units
Group Homes	\$ 483,888	\$ 4,228
Adult Rehabilitation	5,280	119,840
Skilled Workshop	_____ 508	_____ 348,288
Total	\$ 494,676	\$ 462,356

NOTE 13 Litigation

The Sabine Association for Retarded Citizens, Inc., is a defendant in various lawsuits. Although the outcome of these lawsuits is not determinable at this stage of the proceedings, management intends to vigorously defend its position. The potential losses not covered by applicable insurance is not considered to be significant in relation to the Association's overall financial condition.

NOTE 14 Stewardship, Compliance, and Accountability

The Sabine Association for Retarded Citizens, Inc., entered into a contract with the State of Louisiana Department of Health and Hospitals, Office for Citizens with Developmental Disabilities to provide adult rehabilitation services. Transactions of the Association were made in accordance with the requirements contained in Formal Finding and Guidelines for Eligible Costs in Adult Rehabilitation Services Contracted with the Division of Mental Retardation and Developmental Disabilities. All contract services invoiced under this contract were not recovered under any other contract.

NOTE 15 Risk Management

The Association is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Association maintains commercial insurance coverage covering each of these risks of loss. Management believes such coverage is sufficient to provide any significant uninsured losses to the Association.

NOTE 16 Claims and Judgments

The Association participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to non-compliance with grant program regulations, the Association may be required to reimburse the grantor government. Except for the disallowed direct billings discussed in Note 9, management believes that disallowed expenditures, if any, based on subsequent audits, will not have a material effect on the Association's overall financial position.

TRAINE ASSOCIATION FOR RETIRED CITIZENS, INC.
BOSTON, MASSACHUSETTS
NOTICE TO FINANCIAL STATEMENTS
JUNE 29, 1996

page 35

Existing Conditions Observed in Prior Year Audit Report

In the audit report for the fiscal year ended June 30, 1995, a condition was noted in the "Independent Auditors' Report on Internal Control Structure Based on an Audit of Financial Statements Performed in Accordance with Governmental Auditing Standards", relating to collection of funds for services provided by the sheltered workshop. During the current year audit, we observed and determined the adequacy of the controls implemented to correct the condition previously noted. Based on our review of these controls, we noted no matters involving the internal control structure and its operation that we consider to be a material weakness (see current year's "Independent Auditors' Report on Internal Control Structure Based on an Audit of Financial Statements Performed in Accordance with Governmental Auditing Standards" on page 26). Controls implemented were as follows:

- 1) Member workorders were used for all work performed.
- 2) All work was billed using numbered invoices.
- 3) All workorders and invoices were maintained in numerical order to determine that all work performed was billed.
- 4) All invoiced amounts were collected by designated accounting personnel.

SUPPLEMENTARY INFORMATION

HINES, JACKSON & HINES
CERTIFIED PUBLIC ACCOUNTANTS

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NEW ORLEANS, LA.

P.O. BOX 108
METairie, LOUISIANA 70002
MEMBER OF THE INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

A. HALL JACKSON, JR., CPA
Partner

INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTAL INFORMATION

Board of Directors
Euhine Association for
Retarded Citizens, Inc.,
New Orleans, Louisiana

Our report on our audit of the financial statements of the Euhine Association for Retarded Citizens, Inc., New Orleans, Louisiana for the year ended June 30, 1978 appears on page 2. We conducted our audit in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller General of the United States, and the provisions of Office of Management and Budget Circular A-133, *Auditing of Institutions of Higher Education and Other Nonprofit Institutions* for the purpose of forming an opinion on the basic financial statements taken as a whole. The financial information listed as supplementary information in the table of contents is not a required part of the financial statements, and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

HINES, JACKSON & HINES
Metairie, Louisiana
December 27, 1978

LAWRENCE ASSOCIATION FOR RETARDED CITIZENS, INC.
 ROSELYN ROBERT
 MARY, LOUISIANA
 STATEMENT OF FINANCIAL POSITION
 JUNE 30, 1986

ASSETS	
Cash	\$ 4,319
RECEIVABLES	
State of Louisiana, Department of Health and Hospitals, Office for Children with Developmental Disabilities	154,342
Fee from S.A.R.C. day programs and sheltered workshops	455,418
Prepaid expenses	38,804
DEPOSITS	717
Other	207
Property and equipment	<u>18,248</u>
Total assets	<u>\$ 856,706</u>
LIABILITIES	
Accounts payable	
Trade	\$ 71,476
Compensation	28,648
Payroll taxes	8,472
Accrued interest	7
Accrued provider fees	9,128
Long-term debt	7,475
Provider fees in appeal	<u>281,750</u>
Total liabilities	357,142
NET ASSETS, as restated	
RESTRICTED	<u>493,188</u>
Total net assets	<u>493,188</u>
Total liabilities and net assets	<u>\$ 856,330</u>

Supplementary schedule. FINISHED on additional analytical data.

LANIER ASSOCIATION FOR RETARDED CITIZENS, INC.
STATE OF GEORGIA
DAVE L. SCHIRMER
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 1996

Schedule 2

Support	
Medicare	\$3,481,845
Dues and liability	19,834
Memberships	703
Donations	_____ 352
Total revenues, grants and other support	3,681,734
Expenses	
Program services	1,848,641
Management and General	_____ 349,121
Total expenses	2,197,762
INCREASE IN NET ASSETS	143,972
NET ASSETS, beginning of year	_____ 217,818
NET ASSETS, end of year	<u>\$ 361,790</u>

Supplementary schedule. Presented as additional analytical data.

BANKING ASSOCIATION FOR CITIZENS CITIZENS, INC.
SECURE SCORE
MOBILE, LOUISIANA
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 1996

	Management		Total
	Program Services	and General	
COMPENSATION AND RELATED EXPENSES			
Compensation	\$ 159,894	\$ 217,823	\$ 377,717
Payroll taxes	26,887	21,443	48,330
Workman's compensation insurance	22,784	5,948	28,732
Employee benefits	4,818	1,268	6,086
Total compensation and related expenses	214,383	246,482	460,865
CONSUMEY EXPENSES			
Insurance	3,582	3,843	7,425
Rent	131,488	8	131,496
Repairs and maintenance	12,588	24,793	37,381
Utilities	28,383	12,322	40,705
Total consumey expenses	176,041	40,966	217,007
TRANSPORTATION EXPENSES			
Fuel and oil	8,384	3,528	11,912
Tolls	18,488	3,484	21,972
Lease expenses	28,878	0	28,878
Depreciation	0	3,588	3,588
Total transportation expenses	55,750	7,010	62,760
OTHER EXPENSES			
Clothing and other personal items	28,323	0	28,323
Don.	723	2,750	3,473
Food	88,483	0	88,483
Entertainment	4,818	3,878	8,696
Professional fees	17,527	4,893	22,420
Dishonest services	84,547	3,317	87,864
Supplies	25,798	14,283	40,081
Repairs and maintenance - equipment	6,808	4,313	11,121
Severest	8	2,718	2,726
Depreciation	4,788	3,418	8,206
Telephone	3,813	7,134	10,947
Training	8	818	826
Travel	31	823	854
Utilities	2,488	88	2,576
Postage	8	3,794	3,802
Central office expense	22,858	8	22,866
Provider loan-loss	112,748	8	112,756
Other	425	88	513
Total other expenses	398,322	48,128	446,450
Total functional expenses	\$1,089,836	\$ 342,125	\$ 1,431,961

Supplementary schedule. Presented as additional analytical data.

LEWINE ASSOCIATION FOR RETIRED CITIZENS, INC.
ADULT REHABILITATION PROGRAM
NEWY. LEWISIANA
STATEMENT OF FINANCIAL POSITION
JUNE 30, 1958

EXHIBIT B

	Supported Individual Living	Adult Day Rehabilitation	Total
ASSETS			
Cash	\$ 8,843	\$ 5,504	\$ 14,347
Receivables			
State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	\$ 733	18,018	18,751
Due from S.A.R.C. Group Homes	2,200	-	2,200
Deposits	-	883	883
Property and equipment	-	18,373	18,373
Total assets	\$ 11,776	\$ 32,778	\$ 44,554
LIABILITIES			
Accounts payable			
Trade	\$ -	\$ 2,204	\$ 2,204
Compensation	-	21,479	21,479
Payroll taxes	-	2,402	2,402
Accrued interest	-	-	-
Due to S.A.R.C. Group Homes	-	113,568	113,568
Disallowed client billings	-	81,157	81,157
Long-term debt	-	4,827	4,827
Total liabilities	\$ -	\$ 246,137	\$ 246,137
NET ASSETS			
Restricted - Medicals	\$ 16,823	\$ 128,891	\$ 145,714
Total net assets - Medicals	\$ 16,823	\$ 128,891	\$ 145,714
Total liabilities and net assets	\$ 16,823	\$ 375,028	\$ 391,851

Supplementary schedules. Presented as additional analytical data.

AMERICAN ASSOCIATION FOR RETIRED CITIZENS, INC.
ADULT HANDICAPPED PROGRAM
NEWY--LOUISIANA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 1984

	Supported Individual Living	Adult Day Rehabilitation	Total
UNRESTRICTED NET ASSETS:			
SUPPORT			
Adult Day Service Fees			
State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities	\$ 0	\$ 294,000	\$ 294,000
Group Home	0	218,000	218,000
Supported Independent Living	28,245	0	28,245
Other	0	5,074	5,074
Net Assets Released from Restrictions Federal Transit Administration Sec. 15 Depreciation on restricted vans	0	4,300	4,300
Total revenues, gains and other support	28,245	318,500	346,745
Expenses			
Program Services	12,700	412,700	425,400
Management and General	1,204	83,480	84,684
Intercompany Transfers Out	3,328	78,200	81,528
Total expenses	17,232	574,380	591,612
Increase/(decrease) in unrestricted net assets	11,013	(155,880)	(144,867)
TEMPORARILY RESTRICTED NET ASSETS:			
Federal Transit Administration Sec. 15 Control year Depreciation	0	18,200	18,200
Increase/(decrease) in temporarily restricted net assets	0	18,200	18,200
INCREASE/(DECREASE) IN NET ASSETS	11,013	(144,700)	(133,687)
NET ASSETS/(DEFICIT), beginning of year	8,556	(117,500)	(108,944)
NET ASSETS/(DEFICIT), end of year	\$ 19,569	\$ (136,200)	\$ (116,631)

Supplementary schedule. Presented on additional analytical data.

UNION ASSOCIATION FOR SKILLED CITIZENS, INC.
 ADULT EDUCATION PROGRAM
 BAPT. LODGING
 STATEMENT OF CASH FLOWS
 YEAR ENDED JUNE 30, 1988

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ (25,614)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation	22,320
Increased/Decrease in operating assets receivable	14,812
Increase/Decrease in operating liabilities	
Accounts payable	
Trade	11,694
Compensation	1,508
Payroll taxes	(418)
Accrued interest	218
Net cash provided by/used in operating activities	(25,824)
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sale of equipment	22,268
Net cash provided by/used in investing activities	22,268
CASH FLOWS FROM FINANCING ACTIVITIES	
Principal payments on long-term debt	(17,541)
Cash received from group homes	24,585
Net cash provided by/used in financing activities	(222)
NET INCREASE/DECREASE IN CASH	14,202
CASH, beginning of year	18,428
CASH, end of year	<u>\$ 32,630</u>

Supplementary schedule. Presented as additional analytical data.

GRAND ASSOCIATION FOR EXTENDED CITIZENS, INC.
ADULT REHABILITATION PROGRAM
BAVE, LOUISIANA
STATEMENT OF FUNCTIONAL EXPENSES
FOR YEAR ENDING JUNE 30, 1978

COMMITMENT AND RELATED EXPENSES	Program Services			Management and General	Total
	Supported Individual Living	Adult Day Rehabilitation	Program Services		
COMPENSATION					
Salaries	\$ 0	\$ 228,818	\$ 228,818	\$ 28,800	\$ 586,436
Payroll taxes	0	21,616	21,616	1,890	45,122
Workman's compensation	0	0	0	14,880	14,880
Employee benefits	0	4,342	4,342	1,224	9,908
TOTAL compensation and related expenses	0	264,786	264,786	46,804	586,400
OCUPANCY EXPENSES					
Rent	0	13,244	13,244	0	26,488
Repairs and maintenance	0	16,873	16,873	0	33,746
Utilities	0	7,328	7,328	0	14,656
TOTAL occupancy expenses	0	37,445	37,445	0	74,890
TRANSPORTATION EXPENSES					
Fuel and oil	0	28,450	28,450	0	56,900
Insurance	0	0	0	6,904	6,904
Depreciation	0	18,078	18,078	0	36,156
Transport services	0	3,182	3,182	0	6,364
TOTAL transportation expenses	0	49,710	49,710	6,904	106,324
OTHER EXPENSES					
Insurance	0	0	0	3,088	3,088
Professional fees	0	0	0	17,760	17,760
Contract services	12,248	0	12,248	0	24,496
Supplies	88	1,710	1,790	187	1,875
Repairs and maintenance	0	2,915	2,915	0	5,830
Interest	0	0	0	3,248	3,248
Depreciation	0	0	0	2,261	4,522
Travel	0	0	0	24	48
License	0	0	0	181	362
Capital office expenses	187	82,548	82,548	16,480	189,763
Other	0	0	0	110	220
TOTAL other expenses	12,336	87,223	100,000	32,350	219,909
TOTAL functional expenses	\$ 12,336	\$ 419,452	\$ 419,452	\$ 88,508	\$ 939,748

Supplementary schedule. Presented as additional unclassified data.

UNION ASSOCIATION FOR RETIRED CITIZENS, INC.
ALTERED WORKSHEET
RAMP, LOUISIANA
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2002

	Real- Estate	Mobile Cars	Vehicle Cars	Salvage Production Center	Woodshop	Total
ASSETS						
Cash	\$ 0	\$ 0	\$ 0	\$ 20,377	\$ 0	\$ 20,377
Accounts receivable	400	3,438	440	45,790	30,488	81,556
Inventory	0	0	2,882	33,657	13,563	50,102
Due from RMC Group						
Notes	0	308	0	0	0	308
Property and equipment, net	84,390	19,203	15,754	4,284	84,020	148,247
Deposits	_____0	_____0	_____320	_____0	_____320	_____640
Total assets	\$ 84,790	\$ 22,941	\$ 18,556	\$ 108,028	\$121,320	\$275,635
LIABILITIES						
Accounts payable						
Trade	\$ 0	\$ 0	\$ 3,247	\$ 32,048	\$ 15,374	\$ 50,669
Compensation	0	370	483	378	849	1,680
Payroll taxes	0	26	32	32	84	154
Property taxes	452	0	78	88	880	1,498
Commissions	0	0	0	0	3,793	3,793
Accrued interest payable	0	33	0	0	134	167
Advance rental payable	500	0	0	0	0	500
Due to RMC Group (Notes Group - term debt)	1,412	0	13,881	370,713	134,888	448,894
	_____0	_____0	_____0	_____0	_____20,260	_____20,260
Total liabilities	\$ 2,374	\$ 3,433	\$ 17,708	\$403,261	\$174,874	\$448,320
NET ASSETS						
Unrestricted	82,416	19,508	871	171,220	106,577	310,292
Temporarily Restricted	_____0	_____318	_____0	_____0	_____0	_____318
Total net assets	\$ 82,416	\$ 19,826	\$ 871	\$ 171,220	\$ 106,577	\$ 310,610
Total liabilities and net assets	\$ 84,790	\$ 22,941	\$ 18,556	\$ 108,028	\$121,320	\$275,635

Supplementary schedule. Presented as additional analytical data.

NATIONAL ASSOCIATION FOR RETIRED OFFICERS, INC.
 555-JAMES ROBINSON
 NEW ORLEANS, LOUISIANA
 STATEMENT OF ACTIVITIES
 YEAR ENDING JUNE 30, 1986

	Real Estate Buildings	Mobile Crews	Savings Over Costs
UNRESTRICTED NET ASSETS			
Support			
Contract work	\$ 0	\$12,147	\$44,577
Rentals	8,288	0	0
Donations	0	0	18
Interest	0	0	2
Intercompany Transfers In	59,889	28,151	58,968
Gain on sale of equipment	0	0	0
Other	0	0	149
Net Assets Released from Restrictions			
Depreciation on restricted assets	-----0	3,821	-----0
TOTAL INCREASES, gains, and other support	68,177	51,729	80,774
Expenses			
Program Services	8,942	37,868	77,494
Management and general	2,278	6,577	8,343
Intercompany Transfers Out	2,782	0,000	0
Loss on sale of assets	-----0	-----0	-----0
Total expenses	-14,002	-44,445	-85,837
Increase/(decrease) in unrestricted net assets	54,175	7,284	-5,063
TEMPORARILY RESTRICTED NET ASSETS			
Current year depreciation	-----0	-11,011	-----0
Increase/(decrease) in temporarily restricted net assets	-----0	-11,011	-----0
INCREASE/(DECREASE) IN NET ASSETS	54,175	-4,727	-5,063
NET ASSETS, BEGINNING OF YEAR	-----0	-18,084	-1004
NET ASSETS, END OF YEAR	\$ 54,175	\$ -22,811	\$ -5,067

Supplementary schedule. Presented as additional analytical data.

SERIES		
PRODUCTION		
CRUISE	WOODSBOY	TOTAL
2 88,855	0 224,780	2 408,718
0	0	0,380
840	0	895
0	0	0
1,008	84,019	107,297
3,008	0	3,000
1,008	28	1,818
----- 8	----- 0	----- 3,873
95,843	328,822	477,558
88,028	382,820	508,848
8,481	57,818	43,478
88,787	27,000	138,748
----- 0	----- 0	----- 58
----- 187,288	----- 270,818	----- 488,288
188,388	483,831	483,788
----- 0	----- 8	----- 18,821
----- 8	----- 8	----- 18,821
888,388	883,831	188,888
----- 888,888	----- 188,288	----- 178,188
8,888,888	8,188,270	8,188,818

ENGINE ASSOCIATION FOR RETIRED CITIZENS, INC.
WASH., DISTRICT
CONSOLIDATED MEMORANDUM
STATEMENT OF CASH FLOW
YEAR ENDED JUNE 30, 1964

CASH FLOW FROM OPERATING ACTIVITIES	
Change in net assets	\$ (49,810)
Adjustments to reconcile change in net assets to net cash provided by/(used in) operating activities	
Depreciation	26,547
Gain on sale of assets	(1,500)
Loss on sale of assets	50
Decrease/increase in operating assets	
Receivables	160,120
Inventory	(40,455)
Prepaid	500
Increase/(decrease) in operating assets	219,165
Accounts payable	
Trade	20,833
Commission	(200)
Payroll taxes	100
Property taxes	507
Commissions payable	11,870
Other	____ 587
Net cash provided by/(used in) operating activities	(45,894)
CASH FLOW FROM INVESTING ACTIVITIES	
Purchase of equipment	(28,807)
Proceeds from sale of equipment	____ 3,518
Net cash provided by/(used in) investing activities	(25,289)
CASH FLOW FROM FINANCING ACTIVITIES	
Principal payments on long-term debt	(14,577)
Cash received from group loans	____ 383,782
Net cash provided by/(used in) financing activities	____ 369,205
NET INCREASE/(DECREASE) IN CASH	24,486
Cash, beginning of year	____ 2,492
Cash, end of year	<u>\$ 26,978</u>

Supplementary schedule. Presented as additional analytical data.

SMITH ASSOCIATES FOR BUSINESS SYSTEMS, INC.
 3001 LITTLEPIAN
 BOSTON, MASSACHUSETTS
 STATEMENT OF OPERATING EXPENSES
 FOR THE YEAR ENDED JUNE 30, 1956

	OPERATING EXPENSES						Management fees	TOTAL
	Travel Expenses	Mobile Costs	Car Costs	Telephone Expenses	Printing Expenses	Postage Expenses		
OPERATING AND RELATED EXPENSES								
Competition	\$ 178	\$ 18,800	\$ 28,748	\$ 34,343	\$ 81,880	\$238,134	\$	\$ 1,194,478
Travel (100%)	76	1,480	2,318	2,614	4,194	10,794	0	19,782
Telephone & communication insurance	0	0	0	0	0	0	0	0
Total competition and related expenses	178	19,280	31,066	36,957	86,074	248,928	0	1,214,260
COMPANY EXPENSES								
Rent	0	0	2,080	2,214	0	0	0	4,294
Insurance	0	0	2,318	400	0	0	0	2,718
Depreciation and maintenance	0	0	2,318	400	0	0	0	2,718
Utilities	0	0	2,318	2,252	0	0	0	4,570
Total company expenses	0	0	8,698	5,266	0	0	0	13,964
TRANSPORTATION EXPENSES								
Fuel and oil	0	5,748	800	281	4,480	9,478	0	11,307
Insurance	0	0	0	0	0	0	0	0
Total transportation expenses	0	5,748	800	281	4,480	9,478	0	11,307
OTHER EXPENSES								
Advertising	0	0	0	0	0	0	0	0
Bank fees	3,800	10	104	28	0	0	0	4,032
Commissions	0	0	0	0	0	0	0	0
Contractors' services	0	0	0	0	0	0	0	0
Depreciation	3,800	0	9,714	2,282	0	28,241	0	41,037
Freight	0	0	0	0	0	0	0	0
Insurance	0	0	0	0	0	0	0	0
Interest	0	0	0	0	0	0	0	0
License	0	0	0	0	0	0	0	0
Postage	0	0	0	0	0	0	0	0
Printing	0	0	0	0	0	0	0	0
Telephone	0	0	0	0	0	0	0	0
Travel	0	0	0	0	0	0	0	0
Utilities	0	0	0	0	0	0	0	0
Wages	0	0	0	0	0	0	0	0
Yardage	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0
Total other expenses	3,800	10	1,018	281	0	28,241	0	33,350
Total operating expenses	178	19,290	41,764	44,504	90,554	277,199	0	1,245,621
Management fees							0	30,858
Total								1,276,479

Supplementary schedule, presented as additional analytical data.

ARMER ASSOCIATES FOR RETAIL STORES, INC.
NEW YORK, NEW YORK
GENERAL MEMORANDUM
STATEMENT OF FINANCIAL POSITION - CONTINUED
FOR THE YEAR ENDED JUNE 30, 1958

	ASSETS						Management and SECURITY	TOTAL
	Real Estate	Mobile Equipment	Buildings	Other	Accounts Receivable	Inventory		
Real Estate	0	0	0	0	0	0	0	0
Mobile Equipment	0	0	0	0	0	0	0	0
Buildings	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0
Accounts Receivable	0	0	0	0	0	0	0	0
Inventory	0	0	0	0	0	0	0	0
Management and SECURITY	0	0	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0	0	0
LIABILITIES AND EQUITY								
Accounts Payable	0	0	0	0	0	0	0	0
Notes Payable	0	0	0	0	0	0	0	0
Other Liabilities	0	0	0	0	0	0	0	0
Equity	0	0	0	0	0	0	0	0
TOTAL	0	0	0	0	0	0	0	0

OTHER EXPENSES (CONTINUED)
 Professional fees
 Property taxes
 Repairs and maintenance
 Supplies
 Depreciation
 Office
 Travel
 Insurance
 Telephone
 Freight
 Other

TOTAL other expenses

Total functional expenses

Supplementary schedule. Presented as additional analytical data.

LABOUR ASSOCIATION FOR RETIRED CITIZENS, INC.,
 MISSY SCHLESER
 SCHEDULE OF CONTRIBUTION TO BOARD MEMBERS
 FOR THE YEAR ENDED JUNE 30, 1986

BOARD MEMBER	RETIRED STIPEND	CONTRIBUTION	
Paul Mangan	13	2	0
Jeanne Blackman	2		0
Esther Clemente	17		0
Bernice Freeman	12		0
Richard Green	5		0
Milly Harrel	15		0
Blaine Liles	18		0
George Kattis	14		0
Lewis Wilson	18	2	0

Supplementary schedule. Transmitted as additional analytical data.

HINES, JACKSON & HINES

CHICAGO PUBLIC ACCOUNTANTS

P. O. BOX 100

NEW ORLEANS, LOUISIANA 70117

TELEPHONE 584-2121
584-2122

MEMBER OF THE AICPA
MEMBER OF THE CPA
MEMBER OF THE AICPA
MEMBER OF THE AICPA

A FULL SERVICE CPAs
FIRM

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Directors
Sabine Association for
Retarded Citizens, Inc.
Baton Rouge, Louisiana 70808
New Orleans, Louisiana 70117

We have audited the financial statements of the Sabine Association for Retarded Citizens, Inc., Baton Rouge, Louisiana, as of and for the year ended June 30, 1984, and have issued our report thereon dated December 20, 1984.

We conducted our audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and the provisions of OMB Circular A-133, Rules of Institutions of Higher Education and Other Nonprofit Institutions. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the Sabine Association for Retarded Citizens, Inc., Baton Rouge, Louisiana, is the responsibility of the Association's management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Association's compliance with certain provisions of laws, regulations, contracts and grants. However, our objective was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

The results of our tests disclosed six instances of noncompliance with the Association's contract to provide habilitation programming to a minimum of 47 clients each month with the State of Louisiana, Department of Health and Hospitals, Office for Citizens with Developmental Disabilities that are required to be reported under Government Auditing Standards. See footnote 4 on the financial statements for further explanation.

This report is intended for the information of the audit committee, management, the legislative auditor of the State of Louisiana, and the grantor agency. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

HINES, JACKSON & HINES
Baton Rouge, Louisiana
December 20, 1984

HINES, JACKSON & HINES
CERTIFIED PUBLIC ACCOUNTANTS

FRANK S. HINES, CPA
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& 19902, 2443-2444 & 2445
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A MEMBER FIRM OF THE
AICPA

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
STRUCTURED BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Directors
Vetiva Association for
Retarded Citizens, Inc.
Newry, Louisiana 70449

We have audited the financial statements of the Vetiva Association for Retarded Citizens, Inc., as of and for the year ended June 30, 1994 and have issued our report thereon dated December 30, 1994.

We conducted our audit in accordance with generally accepted auditing standards; Government Auditing Standards, issued by the Comptroller General of the United States; and the provisions of SSA Circular 8-135, Notice of Inspections of Higher Education and Other Nonprofit Institutions. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

The management of the Vetiva Association for Retarded Citizens, Inc., Newry, Louisiana, is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, selection and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are recorded in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies may deteriorate.

In planning and performing our audit of the financial statements of the Vetiva Rehabilitation Program and Sheltered Workshop of the Vetiva Association for Retarded Citizens, Inc., for the year ended June 30, 1994, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities 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 raised no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of the audit committee, management, the legislative auditor of the State of Louisiana, and the grantee agency. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

HEMS, JACKSON & HEMS

Metairie, Louisiana

December 20, 1994