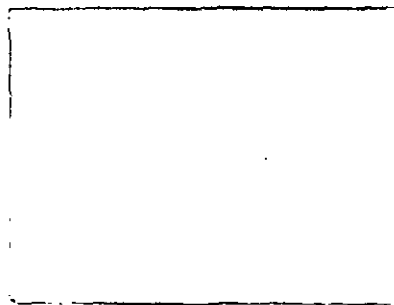


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**AGENDA FOR CHILDREN, INC.**

**FINANCIAL STATEMENTS AND  
AUDITOR'S REPORT**

**June 30, 2004**

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 1-26-05

**AGENDA FOR CHILDREN, INC.**

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# Justin J. Scanlan, C.P.A.

CERTIFIED PUBLIC ACCOUNTANT  
4769 ST. ROCH AVE. NEW ORLEANS, LOUISIANA 70122  
TELEPHONE: (504) 288-0050

## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Agenda for Children, Inc.

I have audited the accompanying statement of financial position of Agenda for Children, Inc. (a non-profit corporation) as of June 30, 2004, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of Agenda for Children, Inc.'s management. My responsibility is to express an opinion on these financial statements based on my audit. The prior year summarized comparative information has been derived from the corporation's 2003 financial statements and, in my report dated November 12, 2003. I expressed an unqualified opinion on those financial statements.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Agenda for Children, Inc. as of June 30, 2004, and the changes in its net assets and its 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, I have also issued my report dated December 15, 2004 on my consideration of Agenda for Children, Inc.'s internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts and grants. This 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 results of my audit.

My audit was made for the purpose of forming an opinion on the basic financial statements of Agenda for Children, Inc. taken as a whole. The supplemental financial information listed in the table of contents is presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is required by the U. S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organization," and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Justin J. Scanlan, CPA*

New Orleans, Louisiana  
December 15, 2004

**AGENDA FOR CHILDREN, INC.**  
**STATEMENT OF FINANCIAL POSITION**

**June 30, 2004**

**ASSETS**

**TOTAL  
MEMORANANDUM ONLY  
June 30, 2003**

Cash	\$ 132,892	\$ 153,634
Grants receivables (Note A4 and B)	455,012	434,219
Property and equipment-at cost (Note A5)		
Office Equipment	24,708	24,708
Less accumulated depreciation	<u>&lt; 16,259 &gt;</u>	<u>&lt; 11,999 &gt;</u>
	<u>8,449</u>	<u>12,709</u>
Deposits	<u>75</u>	<u>75</u>
Total assets	<u>\$ 596,428</u>	<u>\$ 600,637</u>

**LIABILITIES AND NET ASSETS**

Notes payable (Note E)	\$ -	\$ 23,502
Accounts payable and accrued liabilities	<u>60,365</u>	<u>117,428</u>
Total liabilities	60,365	140,930
Commitment (Note C)	-	-
Net assets		
Unrestricted	109,268	9,713
Temporarily restricted	<u>426,795</u>	<u>449,994</u>
Total net assets	<u>536,063</u>	<u>459,707</u>
Total liabilities and net assets	<u>\$ 596,428</u>	<u>\$ 600,637</u>

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

**AGENDA FOR CHILDREN, INC.**

**STATEMENT OF ACTIVITIES**

**For the year ended June 30, 2004**

			<u>TOTAL MEMORANDUM ONLY</u>	
			<u>For the year ended</u>	
	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>June 30, 2004</u>	<u>June 30, 2003</u>
<b>REVENUES</b>				
Grant appropriations	\$ -	\$ 2,182,404	\$ 2,182,404	\$ 1,940,836
Fees	49,282	-	49,282	147,584
Contributions	96,575	-	96,575	166,726
Interest income	253	-	253	416
Other	1,652	-	1,652	33,301
Net assets released from restrictions	<u>2,205,603</u>	<u>&lt; 2,205,603 &gt;</u>	<u>-</u>	<u>-</u>
<b>TOTAL REVENUES</b>	<u>2,353,365</u>	<u>&lt; 23,199 &gt;</u>	<u>2,330,166</u>	<u>2,288,863</u>
<b>EXPENSES</b>				
Salaries	911,867	-	911,867	1,006,272
Fringe benefits	165,373	-	165,373	166,597
Travel	42,895	-	42,895	13,154
Supplies	77,662	-	77,662	105,304
Occupancy	58,514	-	58,514	43,001
Printing and publications	47,450	-	47,450	26,837
Professional services	714,153	-	714,153	512,452
Postage	18,705	-	18,705	10,182
Telephone	25,017	-	25,017	44,594
Insurance	11,962	-	11,962	6,989
Equipment expense	60,494	-	60,494	75,515
Other	<u>119,718</u>	<u>-</u>	<u>119,718</u>	<u>37,426</u>
<b>TOTAL EXPENSES</b>	<u>2,253,810</u>	<u>-</u>	<u>2,253,810</u>	<u>2,048,323</u>
Increase <decrease> in net assets	99,555	<u>&lt; 23,199 &gt;</u>	76,356	240,540
Net assets, beginning of year	<u>9,713</u>	<u>449,994</u>	<u>459,707</u>	<u>219,167</u>
Net assets, end of year	<u>\$ 109,268</u>	<u>\$ 426,795</u>	<u>\$ 536,063</u>	<u>\$ 459,707</u>

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

**AGENDA FOR CHILDREN, INC.**  
**STATEMENT OF CASH FLOWS**  
**For the year ended June 30, 2004**

Increase <decrease> in cash and cash equivalents

Cash flows from operating activities:

Increase in net assets		\$ 76,356
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	\$ 4,260	
Changes in assets and liabilities:		
Increase in grants receivables	< 20,793>	
Decrease in accounts payable and accrued liabilities	< 57,063>	< 73,596>
Net cash provided by operating activities		<u>2,760</u>

Cash flows from financing activities:

Payments on note payable		<u>&lt; 23,502&gt;</u>
Net cash used in financing activities		<u>&lt; 23,502&gt;</u>

Net decrease in cash and cash equivalents		< 20,742>
Cash and cash equivalents, beginning of year		<u>153,634</u>
Cash and cash equivalents, end of year		<u>\$ 132,892</u>

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

**AGENDA FOR CHILDREN, INC.**  
**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2004**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A summary of the corporation's significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

**1. Nature of Activities**

Agenda for Children, Inc. is a non-profit corporation organized to provide an informed, consistent and intentional voice on behalf of Louisiana's children. Agency for Children, Inc. helps families find and choose child care, offers training and technical assistance for child care providers, and provides child abuse prevention education in the southeastern Louisiana area.

**2. Presentation of Financial Statements**

The corporation's financial statements are presented in accordance with requirements established by the Financial Accounting Standards Board (FASB) as set forth in the Statement of Financial Accounting Standards No. 117, "Financial Statements of Not-For-Profit Organizations". Accordingly, the net assets of the corporation are reported in each of the following classes: (a) unrestricted net assets, (b) temporarily restricted net assets, and (c) permanently restricted net assets. There were no permanently restricted assets.

Net assets of the restricted class are created only by donor-imposed restrictions on their use. All other net assets, including board-designated or appropriated amounts, are legally unrestricted, and are reported as part of the unrestricted class.

**3. Revenue Recognition**

For financial reporting, the corporation recognizes all contributed support as income in the period received. Contributed support is reported as unrestricted or restricted depending on the existence of donor stipulations that limit the use of the support. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activity "as net assets released from restrictions".

Grant revenue is earned in accordance with approved contracts.

**4. Receivables**

The corporation considers accounts receivable to be fully collectible since the balance consists principally of payments due under governmental contracts. If amounts due become uncollectible, they will be charged to operations when that determination is made.

AGENDA FOR CHILDREN, INC.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2004

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

5. Property, Furniture and Equipment

Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives, principally on the straight-line-method. Depreciation expense for the year ended June 30, 2004 totaled \$4,260.

It is the policy of the corporation to capitalize all property, furniture, and equipment with an acquisition cost in excess of \$5,000.

6. Cash Equivalents

For purposes of the statement of cash flows, the corporation considers all demand deposits to be cash equivalents.

7. Estimates

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

8. Fair Values of Financial Instruments

Cash and cash equivalents, and temporary investments carrying amounts reported in the statement of financial position approximate fair value because of the short maturities of those instruments.

NOTE B – GRANTS RECEIVABLE

Grants receivable at June 30, 2004 consist of the following:

U. S. Department of Education	\$ 25,360
State of Louisiana – Office of Public Health	26,161
State of Louisiana – Office of Family Support	334,146
State of Louisiana – Office of Community Services	5,875
LAT Workforce Investment Board, Inc.	12,413
Annie E. Casey Foundation	<u>51,057</u>
	<u>\$ 455,012</u>



**AGENDA FOR CHILDREN, INC.**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2004**

**NOTE C – COMMITMENT**

The corporation leases its administrative facility and program offices under an operating lease expiring December, 2006. The rental expense for the year ended June 30, 2004 totaled \$44,939.

Future minimum lease payments are as follows:

**Year ending June 30,**

2005	\$ 21,600
2006	<u>10,800</u>
	<u>\$ 32,400</u>

**NOTE D – RETIREMENT PLAN**

Effective January, 1995, Agency for Children, Inc. adopted a 403(b)(7) plan, which is a retirement savings program available to non-profit organizations that allows employees to defer a portion of their compensation. No employer contributions are made to the plan on behalf of the employees; however, Agenda for Children, Inc. employees have the option of refusing health insurance and having their premiums invested in the Plan.

**NOTE E – RELATED PARTY TRANSACTIONS**

As of June 30, 2004, the Executive Director advanced the corporation a \$19,500 interest free, short-term loan. The advance is included in accounts payable.

**NOTE F - INCOME TAXES**

The corporation is exempt from corporate income taxes under Section 501(c)(3) of the Internal Revenue Code.

**NOTE G – CASH FLOW INFORMATION**

The interest paid for the year ended June 30, 2004 totaled \$1,157.

**NOTE H - BOARD OF DIRECTORS' COMPENSATION**

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

**AGENDA FOR CHILDREN, INC.**

**NOTES TO FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2004**

**NOTE I – CONCENTRATION OF CREDIT RISK**

As of June 30, 2004, the unsecured cash balances consist of the following:

Cash balances, per bank statement	\$ 278,729
Less FDIC insurance	<u>&lt; 100,000 &gt;</u>
Unsecured balance	<u>\$ 178,729</u>

**NOTE J – ECONOMIC DEPENDENCY**

The Corporation received the majority of its revenue from funds provided through grants administered by the federal government and the State of Louisiana. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the corporation receives could be reduced significantly and have an adverse impact on its operations. At the time of completion of the examination of the corporation's financial statements, management was not aware of any actions taken that would adversely affect the amount of funds the corporation will receive in the next fiscal year.

The corporation is supported primarily through government grants. Approximately 52% of the corporation's support for the year ended June 30, 2004 came from government grants.

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**SUPPLEMENTAL INFORMATION**

AGENDA FOR CHILDREN, INC.

COMBINED STATEMENT OF ACTIVITIES

For the year ended June 30, 2004

	STATE OF LOUISIANA OFFICE OF FAMILY SUPPORT TEEN PREGNANCY PREVENTION	INSTITUTE OF MENTAL HYGIENE THE BARBARA LEMANN PROJECT
	CHILDREN'S SERVICES COLLABORATIVE	GENERAL (Note)
<b>REVENUES</b>		
Grant appropriations	\$ 19,620	\$ 170,601
Fees	-	49,282
Contributions	-	96,575
Other	-	1,905
Total revenues	<u>19,620</u>	<u>318,363</u>
	\$ 23,706	\$ 9,000
<b>EXPENSES</b>		
Salaries	16,666	134,844
Fringe benefits	1,470	21,622
Travel	-	4,268
Supplies	-	24,588
Occupancy	-	6,880
Printing and publications	-	11,192
Professional services	1,484	112,861
Postage	-	11,366
Telephone	-	4,745
Insurance	-	6,358
Equipment expense	-	8,923
Other	-	34,166
Administrative costs - allocated	-	<27,263>
Total expenses	<u>19,620</u>	<u>354,550</u>
	11,523	11,523
	1,016	1,016
	1,148	1,148
	1,508	1,508
	-	-
	173	173
	3,490	3,490
	-	-
	1,162	1,162
	-	-
	-	-
	5,060	5,060
	<u>2,057</u>	<u>2,057</u>
	<u>27,137</u>	<u>27,137</u>
	6,500	6,500
	-	-
	-	-
	-	-
	-	-
	-	500
	<u>7,000</u>	<u>7,000</u>
Increase <decrease> in net assets	< 3,431 >	2,000
Transfers to/from general	3,431	-
Net assets, beginning of year	-	2,421
Net assets, end of year	<u>\$ 56,346</u>	<u>\$ 4,421</u>

Note: The net assets at end of year consist of the following:

Unrestricted	109,268
Temporarily restricted	<u>70,345</u>
	<u>\$ 179,613</u>

**AGENDA FOR CHILDREN, INC.**

**COMBINED STATEMENT OF ACTIVITIES - CONTINUED**

For the year ended June 30, 2004

	<u>STATE OF LOUISIANA OFFICE OF FAMILY SUPPORT PYRAMID PROGRAM</u>	<u>U.S. DEPARTMENT OF EDUCATION COMMUNITY PARENT RESOURCE CENTER</u>	<u>STATE OF LOUISIANA OFFICE OF PUBLIC HEALTH SAFE KIDS COALITION</u>	<u>STATE OF LOUISIANA OFFICE OF COMMUNITY SERVICES CHILDREN'S TRUST FUND</u>
<b>REVENUES</b>				
Grant appropriations	\$ 35,284	\$ 92,778	\$ 59,312	\$ 6,977
Fees	-	-	-	-
Contributions	-	-	-	-
Other	-	-	-	-
Total revenues	<u>35,284</u>	<u>92,778</u>	<u>59,312</u>	<u>6,977</u>
<b>EXPENSES</b>				
Salaries	15,562	59,461	45,070	-
Fringe benefits	2,000	14,059	8,146	-
Travel	-	-	1,698	19
Supplies	1,327	1,180	-	1,917
Occupancy	2,400	6,445	-	-
Printing and publications	-	456	-	-
Professional services	13,314	4,139	-	3,939
Postage	64	70	-	-
Telephone	236	1,694	-	-
Insurance	860	-	-	-
Equipment expense	-	-	-	-
Other	309	275	-	-
Administrative costs - allocated	-	4,999	4,393	-
Total expenses	<u>36,072</u>	<u>92,778</u>	<u>59,307</u>	<u>5,875</u>
Increase <decrease> in net assets	< 788 >	-	5	1,102
Transfers to/from general	788	-	< 5 >	< 1,102 >
Net assets, beginning of year	-	-	-	-
Net assets, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

AGENDA FOR CHILDREN, INC.

COMBINED STATEMENT OF ACTIVITIES - CONTINUED

For the year ended June 30, 2004

	THE ANNIE E. CASEY FOUNDATION KIDS COUNT	STATE OF LOUISIANA OFFICE OF FAMILY SUPPORT CHILD CARE RESOURCE REFERRAL SERVICES	COVERING KIDS INITIATIVE	STATE OF LOUISIANA OFFICE OF FAMILY SUPPORT PRE-CHILD CARE ASSISTANCE PROGRAM
<b>REVENUES</b>				
Grant appropriations	\$ 79,708	\$ 177,941	\$ 295,876	\$ 136,651
Fees	-	-	-	-
Contributions	-	-	-	-
Other	-	-	-	-
Total revenues	<u>79,708</u>	<u>177,941</u>	<u>295,876</u>	<u>136,651</u>
<b>EXPENSES</b>				
Salaries	40,145	124,227	54,157	40,916
Fringe benefits	8,725	26,414	6,653	9,575
Travel	3,859	2,060	5,552	105
Supplies	2,336	4,150	3,653	1,536
Occupancy	3,762	6,396	3,835	4,247
Printing and publications	7,022	1,793	2,133	100
Professional services	4,770	3,897	104,739	21,549
Postage	343	1,135	521	516
Telephone	1,056	2,370	1,250	1,529
Insurance	570	699	354	452
Equipment expense	6,858	8,389	2,556	2,380
Other	262	489	10,172	57,191
Administrative costs - allocated	-	-	2,299	-
Total expenses	<u>79,708</u>	<u>182,019</u>	<u>197,874</u>	<u>140,096</u>
Increase <decrease> in net assets	-	< 4,078 >	98,002	< 3,445 >
Transfers to/from general	-	4,078	-	3,445
Net assets, beginning of year	<u>16,062</u>	<u>-</u>	<u>50,385</u>	<u>-</u>
Net assets, end of year	<u>\$ 16,062</u>	<u>\$ -</u>	<u>\$ 148,387</u>	<u>\$ -</u>

AGENDA FOR CHILDREN, INC.

COMBINED STATEMENT OF ACTIVITIES - CONTINUED

For the year ended June 30, 2004

	STATE OF LOUISIANA OFFICE OF FAMILY SUPPORT PUBLIC AWARENESS	STATE OF LOUISIANA OFFICE OF FAMILY SUPPORT PARENTAL EDUCATION PROJECT	STATE OF LOUISIANA OFFICE OF FAMILY SUPPORT POSITIVE STEPS	STATE OF LOUISIANA OFFICE OF FAMILY SUPPORT INCLUSION
<b>REVENUES</b>				
Grant appropriations	\$ 149,662	\$ 94,863	\$ 149,120	\$ 77,048
Fees	-	-	-	-
Contributions	-	-	-	-
Other	-	-	-	-
Total revenues	<u>149,662</u>	<u>94,863</u>	<u>149,120</u>	<u>77,048</u>
<b>EXPENSES</b>				
Salaries	52,577	51,946	77,292	27,325
Fringe benefits	10,592	9,527	15,188	6,649
Travel	247	2,183	3,195	4,780
Supplies	1,844	2,174	7,201	9,003
Occupancy	4,150	4,332	2,662	1,051
Printing and publications	19,501	76	3,521	-
Professional services	45,264	19,040	35,638	25,101
Postage	946	242	3,035	351
Telephone	1,562	1,689	1,277	656
Insurance	505	723	357	386
Equipment expense	14,009	2,462	1,506	2,228
Other	75	50	572	2,272
Administrative costs - allocated	-	-	-	-
Total expenses	<u>151,272</u>	<u>94,444</u>	<u>151,444</u>	<u>79,802</u>
Increase <decrease> in net assets	< 1,610>	419	< 2,324>	< 2,754>
Transfers to/from general	1,610	< 419>	2,324	2,754
Net assets, beginning of year	-	-	-	-
Net assets, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

AGENDA FOR CHILDREN, INC.

COMBINED STATEMENT OF ACTIVITIES - CONTINUED

For the year ended June 30, 2004

	GREATER NEW ORLEANS FOUNDATION – LEMLE LEARNING CENTER	THE ANNIE E. CASEY FOUNDATION LOCAL LEARNING PARTNERS	STATE OF LOUISIANA OFFICE OF FAMILY SUPPORT FAMILY CHILD DAY CARE HOMES	LAT WORKFORCE INVESTMENT BOARD, INC.
<b>REVENUES</b>				
Grant appropriations	\$ 60,319	\$ 82,222	\$ 155,271	\$ 22,638
Fees	-	-	-	-
Contributions	-	-	-	-
Other	-	-	-	-
Total revenues	<u>60,319</u>	<u>82,222</u>	<u>155,271</u>	<u>22,638</u>
<b>EXPENSES</b>				
Salaries	51,021	-	102,574	-
Fringe benefits	4,287	-	18,667	-
Travel	-	-	5,670	1,862
Supplies	-	-	2,560	2,926
Occupancy	-	-	5,117	600
Printing and publications	-	-	348	-
Professional services	-	54,312	14,197	18,326
Postage	-	-	465	-
Telephone	-	-	1,670	-
Insurance	-	-	698	-
Equipment expense	-	-	3,632	1,599
Other	-	-	474	-
Administrative costs - allocated	-	-	-	-
Total expenses	<u>55,308</u>	<u>54,312</u>	<u>156,072</u>	<u>25,313</u>
Increase <decrease> in net assets	5,011	27,910	< 801 >	< 2,675 >
Transfers to/from general	-	-	801	-
Net assets, beginning of year	<u>22,774</u>	<u>35,261</u>	<u>-</u>	<u>7,668</u>
Net assets, end of year	<u>\$ 27,785</u>	<u>\$ 63,171</u>	<u>\$ -</u>	<u>\$ 4,993</u>



**AGENDA FOR CHILDREN, INC.**

**COMBINED STATEMENT OF ACTIVITIES - CONTINUED**

For the year ended June 30, 2004

	<u>THE ANNIE E. CASEY FOUNDATION</u>	<u>INSTITUTE OF MENTAL HYGIENE PYRAMID TRAINING</u>	<u>INSTITUTE OF MENTAL HYGIENE CORE SUPPORT GRANT</u>	<u>TOTAL</u>
<b>REVENUES</b>				
Grant appropriations	\$ 283,807	\$ -	\$ -	\$ 2,182,404
Fees	-	-	-	49,282
Contributions	-	-	-	96,575
Other	-	-	-	1,905
Total revenues	<u>283,807</u>	<u>-</u>	<u>-</u>	<u>2,330,166</u>
<b>EXPENSES</b>				
Salaries	6,561	-	-	911,867
Fringe benefits	783	-	-	165,373
Travel	5,249	-	-	42,895
Supplies	9,759	-	-	77,662
Occupancy	6,637	-	-	58,514
Printing and publications	1,135	-	-	47,450
Professional services	221,593	-	-	714,153
Postage	651	-	-	18,705
Telephone	4,121	-	-	25,017
Insurance	-	-	-	11,962
Equipment expense	5,952	-	-	60,494
Other	7,851	-	-	119,718
Administrative costs - allocated	13,515	-	-	-
Total expenses	<u>283,807</u>	<u>-</u>	<u>-</u>	<u>2,253,810</u>
Increase <decrease> in net assets	-	-	-	76,356
Transfers to/from general	-	< 26,522 >	< 32,941 >	-
Net assets, beginning of year	<u>35,285</u>	<u>26,522</u>	<u>32,941</u>	<u>459,707</u>
Net assets, end of year	<u>\$ 35,285</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 536,063</u>

**AGENDA FOR CHILDREN, INC.**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the year ended June 30, 2004**

<u>PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>TOTAL FEDERAL EXPENDITURES</u>
<b>U. S. DEPARTMENT OF EDUCATION</b>		
Community Parents Resource Center	84.328C	\$ 92,778
Passed through Louisiana Department of Education: Pyramid Parent Training Project	84.323A	19,381
Passed through the University of South Florida: Center on Evidence – Based Practices: Young Children with Challenging Behavior	84.324Z	<u>53,683</u>
<b>TOTAL DEPARTMENT OF EDUCATION</b>		<u><b>165,842</b></u>
<b>U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>		
Passed through State of Louisiana - Department of Social Service - Office of Family Support:		
Child Care Resource and Referral Service	93.575	177,941
Teen Pregnancy Prevention	93.575	23,706
Positive Steps	93.575	149,120
Family Child Day Care Homes	93.575	155,271
Inclusion	93.575	77,048
Children’s Collaborative Services	93.600	19,600
Pre-Child Care Assistance Program	93.558	136,651
Public Awareness	93.558	149,662
Parental Education Project	93.558	94,444
Pyramid Parent Training	93.558	35,284
Passed through State of Louisiana - Department of Health and Hospitals - Office of Public Health:		
Safe Kids Coalition	93.283	<u>59,307</u>
<b>TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>		<u><b>1,078,034</b></u>
<b>U. S. DEPARTMENT OF LABOR</b>		
Passed through LAT Investment Board Workforce Investment Act: Summer Employment	17.259	<u>25,313</u>
<b>TOTAL DEPARTMENT OF LABOR</b>		<u><b>25,313</b></u>
<b>TOTAL FEDERAL AWARDS</b>		<u><b>\$ 1,269,189</b></u>

**AGENDA FOR CHILDREN, INC.**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - CONTINUED**

**For the year ended June 30, 2004**

**NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**A. Presentation of Financial Statements**

The accompanying Schedule of Expenditures of Federal Awards is prepared on the accrual basis of accounting. Federal direct programs are identified by Federal Agency. Federal pass-through funds are presented by the entity through which the organization received the federal financial assistance.

# Justin J. Scanlan, C.P.A.

CERTIFIED PUBLIC ACCOUNTANT  
4769 ST. ROCH AVE. NEW ORLEANS, LOUISIANA 70122  
TELEPHONE: (504) 288-0050

## REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Directors  
Agenda for Children, Inc.

I have audited the financial statements of Agenda for Children, Inc. as of and for the year ended June 30, 2004, and have issued my report thereon dated December 15, 2004. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

### Compliance

As part of obtaining reasonable assurance about whether Agenda for Children, Inc.'s financial statements are free of material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

### Internal Control Over Financial Reporting

In planning and performing my audit, I considered Agenda for Children, Inc.'s internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. My 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. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

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



New Orleans, Louisiana  
December 15, 2004

# Justin J. Scanlan, C.P.A.

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4769 ST. ROCH AVE. NEW ORLEANS, LOUISIANA 70122  
TELEPHONE: (504) 288-0050

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

Board of Directors  
Agenda for Children, Inc.

### Compliance

I have audited the compliance of Agenda for Children, Inc. 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 June 30, 2004. Agenda for Children, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Agenda for Children, Inc.'s management. My responsibility is to express an opinion on Agenda for Children, Inc.'s compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America and 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 the States, Local Governments, Non-Profit Organizations." Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Agenda for Children, Inc.'s compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on Agenda for Children, Inc.'s compliance with those requirements.

In my opinion, Agenda for Children, 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 June 30, 2004.

### Internal Control Over Compliance

The management of Agenda for Children, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered Agenda for Children, 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 my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control 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 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. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

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

*Justin J. Scanlon, CPA*

New Orleans, Louisiana  
December 15, 2004

**AGENDA FOR CHILDREN, INC.**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the year ended June 30, 2004**

**A. SUMMARY OF THE AUDITOR'S RESULTS**

1. An unqualified opinion was issued on the financial statements of the auditee.
2. The statement that reportable conditions in internal control were disclosed by the audit of the financial statements and whether such conditions were material weaknesses is not applicable.
3. The audit disclosed no instances of noncompliance that were material to the financial statements of the auditee.
4. The statement that reportable conditions in internal control over major programs were disclosed by the audit and whether such conditions were material weaknesses is not applicable.
5. An unqualified opinion was issued on compliance for major programs.
6. The audit disclosed no findings which are required to be reported under Section 501(a) of Circular A-133.
7. Major programs for the year ended June 30, 2004, were as follows:
  - U. S. Department of Health and Human Resources
  - Passed through State of Louisiana – Department of Social Services –
  - Office of Family Support:
    - Teen Pregnancy Prevention (CFDA #93.575)
    - Child Care Resource and Referral Service (CFDA #93.575)
    - Positive Steps (CFDA #93.575)
    - Family Child Day Care Homes (CFDA #93.575)
    - Inclusion (CFDA #93.575)
    - Pre-Child Care Assistance Program (CFDA #93.558)
    - Public Awareness (CFDA #93.558)
    - Parental Education Project (CFDA #93.558)
    - Pyramid Parent Training (CFDA #93.558)
8. The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
9. The auditee did not qualify as a low-risk auditee.

**AGENDA FOR CHILDREN, INC.**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED**

**For the year ended June 30, 2004**

**B. FINANCIAL STATEMENT FINDINGS**

There were no findings related to the financial statements for the year ended June 30, 2004.

**C. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

There were no items identified in the course of my testing during the current year required to be reported.

**D. STATUS OF PRIOR YEAR AUDIT**

There were no prior year audit findings.