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**CONTEMPORARY ARTS CENTER**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2019**

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**FINANCIAL STATEMENTS**

**DECEMBER 31, 2019**

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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

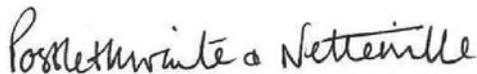
To the Board of Directors of the  
Contemporary Arts Center

Management is responsible for the accompanying financial statements of the Contemporary Arts Center (the “Center”) (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, functional expenses, and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user’s conclusions about the Center’s financial position, change in net assets, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Supplementary Information

The accompanying schedule of compensation, benefits, and other payments to the 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 responsibility of management. The information was subject to our compilation engagement, but we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.



Metairie, Louisiana  
March 30, 2020

**CONTEMPORARY ARTS CENTER**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2019**

	<b>2019</b>
<b><u>ASSETS</u></b>	
<b><u>CURRENT ASSETS</u></b>	
Cash and cash equivalents	\$ 104,003
Accounts receivables	63,007
Prepaid expenses	21,797
Total current assets	188,807
<b><u>NONCURRENT ASSETS</u></b>	
Property and equipment, net	6,362,779
Art collection	93,626
Investments	2,002,268
Other assets	187,518
Total noncurrent assets	8,646,191
<b><u>TOTAL ASSETS</u></b>	<b>\$ 8,834,998</b>

**LIABILITIES AND NET ASSETS**

<b><u>LIABILITIES</u></b>	
Accounts payable and accrued expenses	\$ 471,852
Notes payable and lines of credit	88,889
Deferred revenue	104,657
Total current liabilities	665,398
Notes payable, less current portion	549,577
Total liabilities	1,214,975
<b><u>NET ASSETS</u></b>	
Without donor restrictions	5,445,255
With donor restrictions	2,174,768
Total net assets	7,620,023
<b><u>TOTAL LIABILITIES AND NET ASSETS</u></b>	<b>\$ 8,834,998</b>

**CONTEMPORARY ARTS CENTER**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	<u>Without Donor</u> <u>Restrictions</u>	<u>With Donor</u> <u>Restrictions</u>	<u>Total</u>
<b><u>SUPPORT AND REVENUE</u></b>			
Contributions	\$ 1,514,411	\$ 167,500	\$ 1,681,911
Contributions in-kind	61,236	-	61,236
Program services grants	112,037	-	112,037
Rental income	964,162	-	964,162
Membership dues	104,034	-	104,034
Admissions, workshop fees, meetings, and conferences	148,520	-	148,520
Special fundraising events and admissions	35,699	-	35,699
Sales of art, catalogs, and subscriptions	36,663	-	36,663
Beverage, food, and hospitality services	404,391	-	404,391
Professional service income	18,896	-	18,896
Investment income, net	-	135,136	135,136
Total support and revenue before net assets released from restrictions	3,400,049	302,636	3,702,685
Net assets released from restrictions	393,937	(393,937)	-
Total support and revenue	3,793,986	(91,301)	3,702,685
<b><u>EXPENSES</u></b>			
Program services			
Performance, visual arts, education and marketing	2,278,051	-	2,278,051
Cost of sales and expenses of café and hospitality services	615,086	-	615,086
Depreciation allocated to program services	323,417	-	323,417
Total program services	3,216,554	-	3,216,554
Supporting services			
Fundraising	603,814	-	603,814
Depreciation allocated to fundraising function	69,596	-	69,596
Total fundraising	673,410	-	673,410
Management and general	61,383	-	61,383
Depreciation allocated to management and general function	16,376	-	16,376
Total management and general	77,759	-	77,759
Total expenses	3,967,723	-	3,967,723
Change in net assets	(173,737)	(91,301)	(265,038)
<b><u>NET ASSETS</u></b> , beginning of period	5,618,992	2,266,069	7,885,061
<b><u>NET ASSETS</u></b> , end of period	\$ 5,445,255	\$ 2,174,768	\$ 7,620,023

**CONTEMPORARY ARTS CENTER**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2019**

Program Services						Supporting Services		
Performance	Visual Arts	Education	Marketing	Hospitality	Total Program	Management & General	Fundraising	Total Expenses
\$ 3	\$ 2,588	\$ (498)	\$ 15,345	\$ 3	\$ 17,441	\$ 1	\$ 105	\$ 17,547
222,420	8,660	27,248	30	865	259,223	20	9,385	268,628
1,206	486	148	31	97,315	99,186	21	77,517	176,724
65,502	131,004	49,127	24,563	53,221	323,417	16,376	69,596	409,389
14,205	36,907	8,596	9,904	22,101	91,713	1,433	12,472	105,618
1,192	4,372	737	168	2,518	8,987	112	4,365	13,464
1,329	2,658	997	498	33,360	38,842	332	1,412	40,586
30,475	18,129	3,774	773	1,674	54,825	515	4,742	60,082
863	1,524	591	183	2,076	5,237	1,062	21,222	27,521
8,589	46,223	5,792	2,896	7,118	70,618	1,934	15,390	87,942
14,127	27,078	9,244	12,443	19,210	82,102	1,349	10,041	93,492
905	32,597	239	520	259	34,520	80	381	34,981
2,019	16,384	1,514	63,397	1,640	84,954	505	2,296	87,755
64,469	119,621	44,068	38,802	58,286	325,246	7,528	67,956	400,730
(30)	1,421	(22)	(11)	(24)	1,334	(7)	94	1,421
46,813	63,480	23,250	11,760	50,475	195,778	7,840	65,533	269,151
205,461	421,388	121,721	175,847	191,234	1,115,651	19,959	160,167	1,295,777
18,084	36,441	13,563	6,782	20,249	95,119	4,521	32,614	132,254
32,534	74,378	28,316	11,031	31,328	177,587	7,354	33,884	218,825
26,336	52,672	19,752	9,876	21,398	130,034	6,584	27,982	164,600
960	1,920	720	360	780	4,740	240	56,256	61,236
<u>\$ 757,462</u>	<u>\$ 1,099,931</u>	<u>\$ 358,877</u>	<u>\$ 385,198</u>	<u>\$ 615,086</u>	<u>\$ 3,216,554</u>	<u>\$ 77,759</u>	<u>\$ 673,410</u>	<u>\$ 3,967,723</u>

**CONTEMPORARY ARTS CENTER**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	<b>2019</b>
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>	
Change in net assets	\$ (265,038)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:	
Depreciation expense	409,389
Investment income	(135,136)
Changes in operating assets and liabilities:	
Accounts receivable, net	(44,924)
Prepaid expenses	(12,348)
Accounts payable and accrued expenses	52,871
Deferred revenue	15,339
Net cash provided by operating activities	20,153
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>	
Purchases of property and equipment	(164,134)
Proceeds from sales of investments	137,641
Net cash used in investing activities	(26,493)
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>	
Principal payments on notes payable	(48,302)
Net cash used in financing activities	(48,302)
<b><u>NET CHANGE IN CASH AND CASH EQUIVALENTS</u></b>	(54,642)
Cash and cash equivalents at beginning of year	158,645
<b><u>CASH AND CASH EQUIVALENTS AT END OF YEAR</u></b>	\$ 104,003
<b><u>SUPPLEMENTAL DISCLOSURE</u></b>	
Cash paid during the year for:	
Interest	\$ 40,586
<b><u>Non-Cash Transactions</u></b>	
In-kind contributions	\$ 61,236

**CONTEMPORARY ARTS CENTER**

**SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO  
AGENCY HEAD OR CHIEF EXECUTIVE OFFICER**

**YEAR ENDED JUNE 30, 2019**

**Agency Head Name:** Neil Barclay July 1, 2018 through October 31, 2018 and Mary Katherine Wegmann  
beginning November 1, 2018

Purpose	Payments to Neil Barclay	Payments to Mary Katherine Wegmann
Salary (Contract Payments)	\$246,153	\$50,000
Benefits-insurance	6,686	N/A
Benefits-retirement	4,985	N/A
Reimbursements	3,196	7,495

See Independent Accountants' Compilation Report.

**CONTEMPORARY ARTS CENTER**

**SCHEDULE OF FINDINGS AND RESPONSES**

**YEAR ENDED JUNE 30, 2019**

**2019-01 Timely Submission of Compilation Report to Legislative Auditor**

Criteria:	Under Louisiana statute (LA R.S. 24:513), the Center is required to have an annual compilation of its financial statements prepared in accordance with U.S. generally accepted accounting principles and to complete the compilation and file it with the Legislative Auditor of the State of Louisiana by December 31 of each year.
Condition:	The Center did not meet the December 31, 2019 deadline for reporting to the State of Louisiana.
Cause:	The Center did not realize that it was in violation of the state requirement to submit a compilation to the Legislative Auditor due to the Center not typically exceeding the dollar value threshold for such requirement.
Effect:	The Center is non-compliant with the state law with respect to timeliness of submission.
Identification of a repeat finding:	This is not a repeat finding.
Recommendation:	We recommend that the Center implement procedures to ensure that the compilation is completed and submitted to the Legislative Auditor timely.
Management's Response:	Management concurred with the finding and will engage independent accountants to submit the compilation report timely in future periods.