

Capitol Area Reentry Program, Inc.

Baton Rouge, Louisiana

Year Ended December 31, 2021

*Compiled Financial Statements
and Supplementary Information*

William D. Mercer, CPA

A PROFESSIONAL ACCOUNTING CORPORATION

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William D. Mercer, APAC
CERTIFIED PUBLIC ACCOUNTANTS

WILLIAM D. MERCER, CPA (P.C.)

MEMBERS OF:
AMERICAN INSTITUTE
AND SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors
Capitol Area Reentry Program, Inc.
Baton Rouge, Louisiana

Management is responsible for the accompanying financial statements of Capitol Area Reentry Program, Inc. (a nonprofit organization) which comprise the statement of financial position as of December 31, 2021, and the related statements of activities 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 organization's financial position, activities, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Supplementary Information

The schedule of compensation, benefits, and other payments to agency head on page 10 is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information was subject to our compilation engagement; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

William D Mercer CPA (APAC)

Baton Rouge, Louisiana
October 16, 2022

CAPITOL AREA REENTRY PROGRAM, INC.
Baton Rouge, Louisiana

STATEMENT OF FINANCIAL POSITION

December 31, 2021

ASSETS

CURRENT:

Cash and cash equivalents	\$ 120,257
Accounts receivable	10,300
Prepaid expenses	<u>-</u>
Total Current Assets	<u>130,557</u>

PROPERTY AND EQUIPMENT:

Equipment and furniture	3,660
Less accumulated depreciation	<u>1,025</u>
Net Property and Equipment	<u>2,635</u>

LONG-TERM:

Deposits	<u>1,000</u>
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TOTAL ASSETS \$ 134,192

LIABILITIES

CURRENT:

Accounts payable	\$ 1,411
Accrued interest payable	111
Line of credit	<u>9,814</u>
TOTAL LIABILITIES (all current)	<u>11,336</u>

NET ASSETS

Without donor restrictions	<u>122,856</u>
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TOTAL LIABILITIES AND NET ASSETS \$ 134,192

See accountant's compilation report.

CAPITOL AREA REENTRY PROGRAM, INC.
Baton Rouge, Louisiana

STATEMENT OF ACTIVITIES

Year Ended December 31, 2021

	<u>Without Donor Restrictions</u>
REVENUES:	
Program service revenues	\$ 380,046
Grant revenues	133,902
Other revenues	-
Total Revenues	<u>513,948</u>
EXPENSES:	
Program services	386,231
Supporting services:	
Fundraising	-
Management services	<u>85,766</u>
Total Expenses	<u>471,997</u>
Change in net assets	41,951
NET ASSETS, beginning of year	<u>80,905</u>
NET ASSETS, end of year	\$ <u><u>122,856</u></u>

See accountant's compilation report.

CAPITOL AREA REENTRY PROGRAM, INC.
Baton Rouge, Louisiana

STATEMENT OF CASH FLOWS

Year Ended December 31, 2021

CASH FLOWS FROM OPERATING ACTIVITIES:	
Change in net assets	\$ 41,951
Adjustments to reconcile change in net assets to Net cash provided by operating activities:	
Depreciation	720
(Increase) decrease in:	
Accounts receivable	(5,934)
Prepaid expenses	2,437
Increase (decrease) in:	
Accounts payable	900
Accrued interest payable	(21)
Net cash provided by operating activities	<u>40,053</u>
CASH FLOWS FROM INVESTING ACTIVITIES:	
Cash payments for purchase of property	<u>-</u>
CASH FLOWS FROM FINANCING ACTIVITIES:	
Net borrowings on line of credit	<u>(1,968)</u>
NET INCREASE IN CASH	38,085
CASH AND CASH EQUIVALENTS, beginning of year	<u>82,172</u>
CASH AND CASH EQUIVALENTS, end of year	\$ <u><u>120,257</u></u>

See accountant's compilation report.

CAPITOL AREA REENTRY PROGRAM, INC.
Baton Rouge, Louisiana

SCHEDULE OF FINDINGS

Year Ended December 31, 2021

FINDING NO 2021 – 001 – REPORT SUBMISSION

Condition: The Organization did not submit compiled financial statements to the Louisiana Legislative Auditor within the period prescribed by applicable regulations. The submission of this report will meet the applicable requirements. No similar finding was noted in the prior report (see Schedule of Prior Year Findings).

Criteria: Financial statements should be submitted to the Louisiana Legislative Auditor within six months of the end of the organization's fiscal year (Louisiana R.S. 24:514).

Cause: The Organization's outside accountant experienced delays in completing its required peer review, which delayed the acceptance of the current year engagement with the Louisiana Legislative Auditor's office. The Organization requested an extension of time to complete the engagement, which was initially approved, but subsequently denied by the Louisiana Legislative Auditor after the submission deadline had passed.

Effect: The Organization is responsible for compliance with financial statement reporting requirements and is not in compliance with those requirements.

Recommendation: The submission of these financial statements will satisfy the reporting requirements for the year ended December 31, 2021. As discussed above, the delay in submitting the required financial statements was beyond the control of the Organization's management, and no future issues are anticipated related to this matter. Therefore, no further recommendations are considered necessary.

CAPITOL AREA REENTRY PROGRAM, INC.
Baton Rouge, Louisiana

SCHEDULE OF PRIOR YEAR FINDINGS

Year Ended December 31, 2021

There were no findings disclosed in the prior year accountant's report dated October 14, 2021, for the year ended December 31, 2020.

SUPPLEMENTARY INFORMATION

CAPITOL AREA REENTRY PROGRAM, INC.
Baton Rouge, Louisiana

STATEMENT OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO AGENCY HEAD
Year Ended December 31, 2021

Agency Head: Gjvar Payne, Executive Director

Purpose:	Amount:
Salary	\$ 63,550
Benefits – insurance	None
Benefits – retirement	None
Benefits – other	\$ 4,862
Car allowance	None
Vehicle provided by government	None
Per diem	None
Reimbursements	None
Travel	None
Registration fees	None
Conference travel	None
Continuing professional education fees	None
Housing	None
Unvouchered expenses	None
Special needs	None

See accountant's compilation report.