

THE WALLS PROJECT

Compiled Financial Statements
and
Independent Accountant's Compilation Report

December 31, 2018



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Independent Accountant's Compilation Report

To the Board of Directors
The Walls Project
Baton Rouge, Louisiana

Management is responsible for the accompanying financial statements of The Walls Project (a nonprofit organization) (the Organization) for the year ended December 31, 2018, which collectively comprise the Organization's basic financial statements as listed in the table of contents, 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 American Institute of Certified Public Accountants. We did not audit or review the accompanying 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.

Supplementary Information

The accompanying schedule of compensation, benefits, and other payments to agency head is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

Other Matters

Management has elected to omit substantially all of the disclosures required in financial statements prepared in accordance with 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, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.



A Professional Accounting Corporation

Baton Rouge, LA
September 20, 2019

FINANCIAL STATEMENTS

THE WALLS PROJECT
Statement of Financial Condition
December 31, 2018

Assets	
Current Assets	
Cash and Cash Equivalents	\$ 47,413
Pledges Receivable	30,660
Other Receivables	<u>242</u>
Total Current Assets	<u>78,315</u>
Property and Equipment	
Furniture and Office Equipment	4,000
Less: Accumulated Depreciation	<u>(2,848)</u>
Total Property and Equipment	<u>1,152</u>
Total Assets	<u><u>\$ 79,467</u></u>
Liabilities	
Current Liabilities	
Accounts Payable	\$ 141,083
Deferred Revenue	<u>17,850</u>
Total Current Liabilities	<u>158,933</u>
Net Assets	
With Donor Restrictions	39,624
Without Donor Restrictions	<u>(119,090)</u>
Total Net Assets	<u>(79,466)</u>
Total Liabilities and Net Assets	<u><u>\$ 79,467</u></u>

See independent accountant's compilation report.

THE WALLS PROJECT
Statement of Activities and Changes in Net Assets
For the Year Ended December 31, 2018

Changes in Net Assets Without Donor Restrictions	
Revenues, Gains, Losses, and Other Support	
Public Support	\$ 168,697
Inkind Revenue	36,085
Program Income	<u>20,451</u>
Total Revenues, Gains, and Losses Without Donor Restrictions	<u>225,233</u>
Net Assets Released from Restrictions	
Satisfaction of Program Restrictions	<u>70,940</u>
Total Revenues, Gains, Losses, and Other Support Without Donor Restrictions	<u>296,173</u>
Expenses	
Program	312,381
Administration and General	50,783
Fundraising	<u>20,060</u>
Total Expenses	<u>383,224</u>
Decrease in Net Assets Without Donor Restrictions	<u>(87,051)</u>
Changes in Net Assets With Donor Restrictions	
Public Support	110,564
Net Assets Released from Restriction	<u>(70,940)</u>
Increase in Net Assets With Donor Restrictions	<u>39,624</u>
Decrease in Net Assets	(47,427)
Net Assets, Beginning of Year	<u>(32,039)</u>
Net Assets, End of Year	<u><u>\$ (79,466)</u></u>

See independent accountant's compilation report.

THE WALLS PROJECT
Statement of Cash Flows
For the Year Ended December 31, 2018

Cash Flows from Operating Activities	
Cash Received from Public Support	\$ 266,451
Cash Received from Program Income	20,451
Cash Paid to Vendors and Employees	<u>(278,438)</u>
Net Cash Provided by Operating Activities	<u>8,464</u>
Increase in Cash and Cash Equivalents	8,464
Cash and Cash Equivalents, Beginning of Year	<u>38,949</u>
Cash and Cash Equivalents, End of Year	<u>\$ 47,413</u>
Supplemental Disclosure	
Noncash In-Kind Revenue Received in 2018	<u>\$ 36,085</u>

See independent accountant's compilation report.

THE WALLS PROJECT
Statement of Functional Expenses
For the Year Ended December 31, 2018

	Program	Administration and General	Fundraising	Total
Contract Services	\$ 56,750	\$ 43,013	\$ 19,722	\$ 119,485
Program Management	111,724	-	-	111,724
Murals	75,384	-	-	75,384
Facilities and Equipment	16,289	-	-	16,289
Meals and Entertainment	10,564	434	-	10,998
Insurance	8,572	-	-	8,572
Office	5,539	1,380	-	6,919
Curriculum Development	6,440	-	-	6,440
Software and Licenses	4,083	1,021	-	5,104
Dues and Subscriptions	2,362	591	-	2,953
Web Development	2,036	609	-	2,645
Postage and Printing	2,035	509	-	2,544
Merchandise	2,483	-	-	2,483
Travel and Auto Expenses	1,854	464	-	2,318
Bank Charges	-	1,976	-	1,976
Repairs and Maintenance	1,380	344	-	1,724
Telephone	1,158	289	-	1,447
Videography	925	-	-	925
Photography	870	-	-	870
Depreciation	614	154	-	768
Event	750	-	-	750
Background Checks	568	-	-	568
Gifts	-	-	338	338
Total	\$ 312,381	\$ 50,783	\$ 20,060	\$ 383,224

See independent accountant's compilation report.

THE WALLS PROJECT
Schedule of Compensation, Benefits, and Other Payments
to Agency Head
For the Year Ended December 31, 2018

Agency Head
Casey Phillips, Director and Development

Purpose	Amount
Salary	\$3,750
Benefits - Insurance	\$0
Benefits - Retirement	\$0
Benefits - Other	\$0
Car Allowance	\$0
Vehicle Provided by Government	\$0
Per Diem	\$0
Reimbursements	\$0
Travel	\$0
Registration Fees	\$0
Conference Travel	\$0
Continuing Professional Education Fees	\$0
Housing	\$0
Unvouchered Expenses	\$0
Special Meals	\$0

See independent accountant's compilation report.

THE WALLS PROJECT
Schedule of Findings and Responses
For the Year Ended December 31, 2018

Part II - Findings Related to the Financial Statements

2018-001 Late Submission of Compiled Financial Statements

Criteria: Louisiana Revised Statutes 24:511 - 24:559 requires quasi-public organizations receiving over \$75,000 but less than \$200,000 in support from state or local governments to submit compiled financial statements to the Legislative Auditor within six months after year end.

Condition: Financial statements were not submitted until September 20, 2019.

Cause: The management of the Organization was not aware of the requirement.

Effect: Noncompliance with state law.

Recommendation: We recommend the Organization submit financial statements on a timely basis.

Management's Response: Financial statements will be submitted by the deadline in the future.

See independent accountant's compilation report.