

**TWELFTH WARD SAVE OUR COMMUNITY
ORGANIZATION, INC.**

**FINANCIAL STATEMENTS
TOGETHER WITH
INDEPENDENT ACCOUNTANTS' COMPILATION REPORT**

FOR THE YEAR ENDED JUNE 30, 2023

(UNAUDITED COMPILATION)

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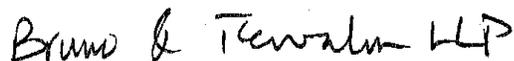
INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Twelfth Ward Save Our Community
Organization, Inc.
New Orleans, Louisiana

Management is responsible for the accompanying financial statements of the Twelfth Ward Save Our Community Organization, Inc. (the Organization), which comprise the statement of financial position as of June 30, 2023 and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements 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.

Supplementary Information

The Schedule of Compensation, Benefits and Other Payments to the Agency Head 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.



New Orleans, Louisiana
November 15, 2023

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED JUNE 30, 2023**

ASSETS

Cash	\$ 25,188
Grants Receivable	<u>13,142</u>
Total current assets	<u>38,330</u>
Total assets	<u><u>\$ 38,330</u></u>

LIABILITIES AND NET ASSETS

Liabilities:	
Accounts payable	\$ 5,604
Funds held for seniors	<u>1,700</u>
Total liabilities	<u>7,304</u>
Net Assets:	
Without donor restrictions	<u>31,026</u>
Total net assets	<u>31,026</u>
Total liabilities and net assets	<u><u>\$ 38,330</u></u>

See Independent Accountants' Compilation Report.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2023

REVENUE AND SUPPORT	Without Donor Restrictions
Grants	<u>\$ 177,546</u>
Total revenue and support	<u>177,546</u>
EXPENSES	
Program services	
Milan - Broadmoor Senior Center	129,739
Support services	
Management and general	<u>30,400</u>
Total expenses	<u>160,139</u>
Change in net assets	17,407
Net assets, beginning of year	<u>13,619</u>
Net assets, end of year	<u><u>\$ 31,026</u></u>

See Independent Accountants' Compilation Report.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023

	PROGRAM SERVICES	SUPPORTING SERVICES	
	Broadmoor Senior Center	Management and General	Total
Contract labor	\$ 96,010	\$ -	\$ 96,010
Operating services	31,391	-	31,391
Professional fees	-	30,400	30,400
Supplies	2,338	-	2,338
Total expenses	\$ 129,739	\$ 30,400	\$ 160,139

See Independent Accountants' Compilation Report.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ 17,407
Adjustments to reconcile changes in net assets to net cash provided by operating activities:	
Changes in assets and liabilities:	
Increase in grants receivable	(13,142)
Increase in accounts payable	<u>2,604</u>
Net cash provided by operating activities	<u>6,869</u>
Increase in cash	6,869
Cash, beginning of year	<u>18,319</u>
Cash, end of year	<u><u>\$ 25,188</u></u>

See Independent Accountants' Compilation Report.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 - Organization and Purpose:

Background

The **Twelfth Ward Save Our Community Organization, Inc. (the Organization)** is a not-for-profit corporation organized under the laws of the State of Louisiana. The purpose for which **the Organization** is organized are exclusively religious, charitable, scientific, literary, and educational within the meaning of Section 501(c)(3) of the Internal Revenue Code of 1986 or the corresponding provision of any future United States Internal Revenue Law.

General

As of June 30, 2023, **the Organization** administered the following program:

Milan-Broadmoor Senior Center Program

The Milan-Broadmoor Senior Center Program was established in 1977 in New Orleans, LA. The program was created to facilitate and actively administer to its many elderlies their need of supportive services and activities, which will enhance their dignity, foster their independence and encourage community involvement. The program provides transportation for seniors to and from the center to receive a well-balanced mid-day meal. Other activities are planned for socialization, health related, recreational and educational activities.

NOTE 2 - Summary of Significant Accounting Policies:

Basis of Accounting

The financial statements of **the Organization** are prepared on the accrual basis. Accordingly, revenue is recorded when earned and expenses are recorded when incurred.

Cash and Cash Equivalents

Cash and cash equivalents include bank deposits, certificates of deposit and other financial instruments purchased with a maturity of three months or less. At June 30, 2023, **the Organization** had no cash equivalents.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 2023

NOTE 2 - Summary of Significant Accounting Policies, Continued:

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been made in the financial statements.

The Organization files as a tax-exempt organization. Should that status be challenged in the future, **the Organization's** 2020, 2021 and 2022 tax years are open for examination by the IRS.

Contributions

Contributions are recognized when the donor makes a promise to give to **the Organization** that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Contributed Equipment

Contributed equipment is recorded at fair value at the date of donation. If a donor stipulates how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of equipment are recorded as unrestricted support.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 2023

NOTE 2 - Summary of Significant Accounting Policies, Continued:

Allocation of Functional Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities.

Accordingly, program and support service expenses are specifically identified with or allocated to **the Organization's** various functions. Expenses requiring allocation include services provided by **the Organization's** management and administrative staff to specific program-related activities. Expense allocations are prorated based on a percentage of time or actual usage.

Financial Statement Presentation

The Organization has implemented the guidance under Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities, which amends the previous standard for external financial reporting by not-for-profit organizations.

Under ASU 2016-14, **the Organization** classifies resources for financial accounting and reporting purposes into two net asset categories: without donor restrictions and with donor restrictions. A description of the two net asset categories is as follows:

- Net assets without donor restrictions include funds not subject to donor-imposed stipulations. Grants and contributions without donor restrictions, other income and expenses incurred in conducting the mission of **the Organization** are included in this category.
- Net assets with donor restrictions include grants and contributions for which donor-imposed time and/or purpose restrictions have not been met.

At June 30, 2023, there were no net assets with donor restrictions.

Property and Equipment

Property and equipment are recorded at cost less accumulated depreciation. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 2023

NOTE 2 - Summary of Significant Accounting Policies, Continued:

Government Grants

Revenues received under government grant programs are recognized when allowable expenditures are made by **the Organization**. Funds received for specific purposes, but not yet expended, are recorded as deferred revenue.

NOTE 3 - Property and Equipment:

Property and equipment consisted of the following at June 30, 2023:

Furniture		\$ 5,546
Computer equipment		<u>28,685</u>
		34,231
Less accumulated depreciation		<u>(34,231)</u>
Total		\$ <u><u>-0-</u></u>

NOTE 4 - Operating Lease:

The Organization conducts its operations from a facility that is leased from the City of New Orleans under a month-to-month operating lease.

For fiscal year 2023, lease expense amounted to \$7,812.

NOTE 5 - Commitments:

The Organization has entered into contractual arrangements with certain individuals to provide operational assistance, tutorial, self-development, and recreational assistance. Such contracts are generally for six (6) to twelve (12) month periods.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 2023

NOTE 6 - Contingencies:

The Organization is a recipient of grants from governmental sources, which represents 100% of its operating revenue. These grants are governed by applicable Federal, State and Local guidelines, regulations, and contractual agreements.

The administration of the program and activities funded by these grants is under the control of **the Organization** and is subject to audit and/or review by the funding sources. Any grant or award funds found not to be properly spent in accordance with the terms, conditions, and regulations of the funding sources may be subject to recapture.

NOTE 7 - Risk Management:

The Organization is exposed to various risk of loss related to torts; theft of, damage to and destruction of assets for which **the Organization** carries commercial insurance. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonable estimated.

NOTE 8 - Concentration of Credit Risk:

The Organization maintains a noninterest bearing account at a financial institution. This account is fully insured by the Federal Deposit Insurance Corporation at June 30, 2023.

NOTE 9 - Directors' Compensation:

During the year 2023, none of the directors were compensated for services as a member of **the Organization's** board of directors.

NOTE 10 - Liquidity and Availability of Financial Assets:

The current financial assets totaled \$38,330 are available for general expenditures, that is, without donor or other restrictions limiting their use.

TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
NOTES TO THE FINANCIAL STATEMENTS, CONTINUED
JUNE 30, 2023

NOTE 11 - Grant Revenue:

Grant revenue consists of the following sources at June 30, 2023:

CDBG Grant	\$ 30,330
Sen. J Harris Grant	30,000
GOEA Grant	81,216
Civic Affairs	12,500
Superdome Funds	3,500
Agency Supply Funds	<u>20,000</u>
	<u>\$177,546</u>

NOTE 12 - Related Party Transactions:

There were no related party transactions for the fiscal year ended June 30, 2023.

NOTE 13 - Subsequent Events:

The Organization is required to evaluate events or transactions that may occur after the statement of financial position date for potential recognition or disclosure in the financial statements. **The Organization** performed such an evaluation through November 15, 2023, the date which the financial statements were available to be issued, and noted no subsequent events or transactions that occurred after the statement of financial position date requiring recognition or disclosure.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
 SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO
 AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
 FOR THE YEAR ENDED JUNE 30, 2023**

Board President: Ms. Pamela Somerville

<u>Purpose</u>	<u>Amount</u>
Salary	\$-0-
Benefits-insurance	-0-
Benefits-other	-0-
Car allowance	-0-
Vehicle provided by government	-0-
Per diem	-0-
Reimbursement fees	-0-
Conference travel	-0-
Continuing professional fees	-0-
Housing	-0-
Unvouchered expense	-0-

NOTE: For the fiscal year ended June 30, 2023, **the Organization** had no employees.

NOTE: For the fiscal year ended June 30, 2023, none of the Board of Members were paid compensation, benefits or reimbursed for any business type expenses.

See Independent Accountants' Compilation Report on Supplementary Information.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
SCHEDULE OF CURRENT YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023**

No current findings.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2023**

Finding Reference Number

2022-001- Submission of Compilation Report

Criteria

LSA-RS 24:513 (A)(5)(I) requires a compilation report to be completed and submitted to the State of Louisiana Legislative Auditor within six (6) months after year end, unless the Louisiana Legislative Auditor Audit Advisory Council approves an extension request, based only on a natural disaster, to file the audit report with the Louisiana Legislative Auditor by a specific date.

Condition

The June 30, 2022 compiled financial statements were not submitted to the Legislative Auditor by the statutory due date of December 31, 2022.

Recommendation

We recommend that **the Organization** review its financial reporting procedures to ensure that compilation engagements are submitted to the State of Louisiana Legislative Auditor within the required time frame.

Current Status

Resolved.