

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

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

**FOR THE YEAR ENDED JUNE 30, 2017**

**(UNAUDITED COMPILATION)**

## TABLE OF CONTENTS

---

	<u>PAGE</u>
INDEPENDENT ACCOUNTANTS' COMPILATION REPORT .....	1
STATEMENT OF FINANCIAL POSITION -- JUNE 30, 2017 .....	2
STATEMENT OF ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2017 .....	3
STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED JUNE 30, 2017 .....	4
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2017 .....	5
NOTES TO THE FINANCIAL STATEMENTS .....	6
SUPPLEMENTARY INFORMATION: Schedule of Compensation, Benefits and Other Payments to the Agency Head – June 30, 2017 .....	13



Member  
American Institute of  
Certified Public Accountants  
Society of Louisiana  
Certified Public Accountants

Alcide J. Tervalon, Jr., CPA  
Waldo J. Moret, Jr., CPA  
Paul K. Andoh, Sr., CPA  
Joseph A. Akanji, CPA

**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, 2017, 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.

**BRUNO & TERVALON LLP**  
**CERTIFIED PUBLIC ACCOUNTANTS**  
New Orleans, Louisiana

December 7, 2017

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2017**

---

**ASSETS**

Current assets:	
Cash	\$1,242
Grant receivable	<u>3,175</u>
Total current assets	<u>4,417</u>
Total assets	<u>\$4,417</u>

**LIABILITIES AND NET ASSETS**

Current liabilities:	
Accounts payable	\$2,000
Funds held for seniors	<u>1,700</u>
Total current liabilities	<u>3,700</u>
Net assets:	
Unrestricted net assets	<u>717</u>
Total liabilities and net assets	<u>\$4,417</u>

See Independent Accountants' Compilation Report.

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

**STATEMENT OF ACTIVITIES**

**FOR THE YEAR ENDED JUNE 30, 2017**

---

Revenue and Support:	
Grants (NOTE 10)	<u>\$98,005</u>
Total revenue and support	<u>98,005</u>
Expenses:	
Program services:	
Milan - Broadmoor Senior Center	85,785
Supporting services:	
Management and general	<u>12,132</u>
Total expenses	<u>97,917</u>
Change in net assets	88
Unrestricted net assets, beginning of year	<u>629</u>
Unrestricted net assets, end of year	<u>\$ 717</u>

See Independent Accountants' Compilation Report.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED JUNE 30, 2017**

---

	<u>Program Expenses</u>	<u>Management and General</u>	<u>Total Expenses</u>
Contract labor	\$63,962	\$ -0-	\$63,962
Operating services	21,137	-0-	21,137
Professional fees	-0-	12,001	12,001
Supplies	<u>686</u>	<u>131</u>	<u>817</u>
Total expenses	<u>\$85,785</u>	<u>\$12,132</u>	<u>\$97,917</u>

See Independent Accountants' Compilation Report.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

---

Cash Flows from Operating Activities:	
Change in net assets	\$ 88
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Decrease in grants receivable	2,301
Decrease in bank overdraft	<u>(1,147)</u>
Net cash provided by operating activities	<u>1,154</u>
Net increase in cash	1,242
Cash, beginning of year	<u>-0-</u>
Cash, end of year	<u>\$ 1,242</u>

See Independent Accountants' Compilation Report.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**

---

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, 2017, **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 elderly 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.

See Independent Accountants' Compilation Report.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

---

NOTE 2 - Summary of Significant Accounting Policies, Continued:

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, 2017, **the Organization** had no cash equivalents.

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** 2015, 2016 and 2017 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 unrestricted net assets if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

See Independent Accountants' Compilation Report.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

---

NOTE 2 - Summary of Significant Accounting Policies, Continued:

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.

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

For the year ended June 30, 2017, **the Organization** followed the requirements of Financial Accounting Standards Board Accounting Standards Codification (FASB ASC) Section 958-205 *Not-for-Profit Entities, Presentation of Financial Statements*, in the presentation of its financial statements. Under FASB ASC Section 958-205, **the Organization** is required to report, as applicable, information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted net assets. In addition, **the Organization** is required to present a statement of cash flows.

See Independent Accountants' Compilation Report.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

---

NOTE 2 - Summary of Significant Accounting Policies, Continued:

Financial Statement Presentation, Continued

Accordingly, net assets and changes therein are classified and reported as follows:

**Unrestricted Net Assets** - Support, revenues, and expenses for the general operation of **the Organization**.

**Temporarily Restricted Net Assets** - Contributions specifically authorized by donors to be used for a certain purpose or to benefit a specific period.

**Permanently Restricted Net Assets** - Contributions subject to donor-imposed restrictions and that are to be held in perpetuity by **the Organization**. Generally, the donors of these assets permit **the Organization** to use all or part of the income derived from the investment of these contributions.

At June 30, 2017, **the Organization** has no temporarily restricted or permanently restricted net assets.

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.

Revenues and Support Recognition

Revenues received under government grant programs are recognized when earned. Contributions are recognized as revenue when they are received or unconditionally pledged. Contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

See Independent Accountants' Compilation Report.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

---

NOTE 3 - Property and Equipment:

Property and equipment consisted of the following at June 30, 2017:

Furniture	\$ 5,546
Computer equipment	<u>28,685</u>
	34,231
Less accumulated depreciation	<u>(34,231)</u>
Total	<u>\$ -0-</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 2017, 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.

See Independent Accountants' Compilation Report.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

---

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, 2017.

NOTE 9 - Directors' Compensation:

During the year 2017, none of the directors were compensated for services as a member of **the Organization's** board of directors.

See Independent Accountants' Compilation Report.

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS, CONTINUED**

---

NOTE 10 - Grant Revenue:

Grant revenue consists of the following sources at June 30, 2017:

State of Louisiana - Governor's Office of Elderly Affair	\$80,407
City of New Orleans - City Council	5,238
U. S. Department of Housing and Urban Development - Community Development Block Grant	7,360
Entergy	<u>5,000</u>
	<u>\$98,005</u>

NOTE 11 - 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 December 7, 2017, 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.

See Independent Accountants' Compilation Report.

**SUPPLEMENTARY INFORMATION**

**TWELFTH WARD SAVE OUR COMMUNITY ORGANIZATION, INC.**  
**SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO**  
**AGENCY HEAD OR CHIEF EXECUTIVE OFFICER**  
**JUNE 30, 2017**

---

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-
Special meals	-0-

NOTE: For the fiscal year ended June 30, 2017, **the Organization** had no employees.

NOTE: For the fiscal year ended June 30, 2017, 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.