

NAMI ST. TAMMANY

FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2011

TOGETHER WITH INDEPENDENT AUDITOR'S REPORT

NAMI ST. TAMMANY

FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2011

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
NAMI St. Tammany
Mandeville, Louisiana

We have audited the accompanying statement of financial position of NAMI St. Tammany (a Louisiana nonprofit organization) as of September 30, 2011, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of NAMI St. Tammany as of September 30, 2011, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated December 15, 2011, on our consideration of NAMI St. Tammany's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Jason F. Clausen
Warren, MI
December 15, 2011

NAMI ST. TAMMANY
STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2011

<u>Assets</u>	
Cash and cash equivalents	\$ 22,483
Grant receivable	3,050
	<hr/>
Total current assets	25,533
	<hr/>
Total assets	<u><u>25,533</u></u>
<u>Liabilities</u>	
Accounts payable	3,351
Payroll taxes payable	1,059
	<hr/>
Total current liabilities	4,410
	<hr/>
Total liabilities	4,410
	<hr/>
<u>Net assets</u>	
Unrestricted	15,170
Temporarily restricted	5,953
	<hr/>
Total net assets	21,123
	<hr/>
Total liabilities and net assets	<u><u>\$ 25,533</u></u>

The accompanying notes are an integral part of these financial statements

NAMI ST. TAMMANY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2011

	Unrestricted	Temporarily Restricted	Total
<u>Revenue and other support</u>			
Grant revenue	\$ -	\$ 181,577	\$ 181,577
Fundraising	20,730	8,220	28,950
Membership	2,940	-	2,940
Contributions	4,850	-	4,850
In-kind donations	25,000	-	25,000
Temporary net asset released from restrictions	183,844	(183,844)	-
Total revenue and other support	237,364	5,953	243,317
 <u>Expense</u>			
Program services	148,946	-	148,946
Management and general	59,338	-	59,338
Fundraising	34,404	-	34,404
Total expense	242,688	-	242,688
 Net assets released from restriction			
Change in net assets	(5,324)	5,953	629
Net assets, beginning of period	20,494	-	20,494
Net assets, end of period	\$ 15,170	\$ 5,953	\$ 21,123

The accompanying notes are an integral part of these financial statements

NAMI ST. TAMMANY
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2011

Description	Program	Management	Fundraising	Total
	Services	and General		
Salaries	114,962	\$ 27,208	\$ 10,883	\$ 153,053
Payroll taxes	7,306	1,729	692	9,727
Consulting	-	-	2,000	2,000
Accounting	-	1,200	-	1,200
Audit	-	8,000	-	8,000
Educational materials	8,957	3,938	-	12,895
Travel / trainings	3,989	-	-	3,989
Telephone	286	155	76	517
Postage and shipping		305		305
Occupancy	12,500	7,500	5,000	25,000
Equipment		205		205
Office expense		4,188		4,188
Meetings		602		602
Insurance	659	1,098	440	2,197
Website	287			287
Dues and subscriptions		2,003		2,003
Other fundraising costs	-	-	15,313	15,313
Other expenses		1,207		1,207
Total expenses on the statement of activities	\$ 148,946	\$ 59,338	\$ 34,404	\$ 242,688

The accompanying notes are an integral part of these financial statements

NAMI ST. TAMMANY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2011

Cash flows from operating activities

Change in net assets	\$	629
Adjustments to reconcile change in net assets to net cash provided by operating activities		

Changes in operating assets and liabilities

(Increase) Decrease in Grants receivable		(3,050)
Increase (Decrease) in Accounts payable		3,351
Increase (Decrease) in Payroll taxes payable		<u>1,059</u>

Net cash provided by (used in) operating activities		<u>1,989</u>
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Cash flows from investing activities

Additions to fixed assets		<u>-</u>
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Net cash provided by (used in) investing activities		<u>-</u>
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Cash flows from financing activities

Borrowing (repayment) obligations		<u>-</u>
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Net cash provided by (used in) financing activities		<u>-</u>
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Net increase in cash and cash equivalents		1,989
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Cash and cash equivalents, beginning of period		<u>20,494</u>
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Cash and cash equivalents, end of period		<u><u>\$ 22,483</u></u>
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Cash paid for interest for the fiscal year ended September 30, 2011 was \$-0-.

The accompanying notes are an integral part of these financial statements

NAMI ST. TAMMANY

NOTES TO FINANCIAL STATEMENTS

Note 1 – Nature of Organization

NAMI St. Tammany, (the Organization) is a non-profit corporation located in Mandeville, Louisiana, whose mission is to increase awareness and advocate for families and persons with mental health illnesses in St. Tammany Parish. The Organization's source of revenue is principally derived from grant revenue and fundraising events.

Note 2 – Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles and accordingly, reflect all significant receivables, payables, and other liabilities.

The financial statements are presented in accordance with FASB ASC 958, *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

Cash and Cash Equivalents

For purposes of the statement of cash flows, highly liquid investments with maturities of three months or less when purchased are considered cash equivalents and recorded at cost, which approximates fair value. The Organization places its temporary cash investments with high credit quality financial institutions.

Property and Equipment

Property and equipment are carried at cost or, if donated, at fair market value at the time of the donation. Depreciation is provided on a straight-line basis over the estimated useful life of the assets. Expenditures for maintenance and repairs are charged to expense as incurred.

Advertising

Advertising costs are recorded as expenditures as they are incurred.

NAMI ST. TAMMANY

NOTES TO FINANCIAL STATEMENTS

Note 2 – Summary of Significant Accounting Policies (continued)

Classification of Net Assets

Net assets and revenues and expenses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets are classified as temporarily restricted, permanently restricted, or unrestricted. Donor-imposed restrictions that expire with the passage of time or that can be removed by meeting certain requirements results in temporarily restricted net assets.

Unrestricted Net Assets – This portion of the Organization’s net assets is available for general obligations and is not subject to any donor-imposed restrictions. Revenues earned, program services provided, unrestricted contributions and all operating expenses are reported in this category. The Organization records donor-restricted contributions, whose restrictions have been satisfied in the same reporting period, as unrestricted support in such year.

Temporarily Restricted Net Assets – This portion of the Organization’s net assets is limited to use specified by donor-imposed restrictions. When donor restrictions expire, or the nature and purpose of the restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and report in the accompanying statement of activities and changes in net assets as net assets released from restrictions.

Permanently Restricted Net Assets – net assets subject to “donor-imposed” restrictions that they be maintained in perpetuity. Restrictions that require an asset be invested and only allow the income to be used are classified as permanently restricted net assets. The Organization has no permanently restricted net assets at September 30, 2011.

Donated Materials and Services

The Organization receives donations of material and services from various sources. The donated materials and services received are reflected in the accompanying financial statements at their fair market value.

Functional Expenses

The costs of providing program and supporting services have been reported on a functional basis in the statement of activities and changes in net assets. Direct and indirect costs have been allocated between program, and general and administrative, and fundraising based on estimates from management. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different amounts.

See auditor’s report and financial statements

NAMI ST. TAMMANY

NOTES TO FINANCIAL STATEMENTS

Note 2 – Summary of Significant Accounting Policies (continued)

Income Taxes

The Organization is a private, not-for-profit organization operating in accordance with Section 501(c)(3) of the Internal Revenue Code.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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 reported period. Actual results could differ from those estimates.

Note 3 – Temporarily Restricted Net Assets

At September 30, 2011, Temporarily Restricted Net Assets consisted of the following:

Frame of Mind	5,953
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Note 4 – Permanently Restricted Net Assets

At September 30, 2011, the Organization did not have any Permanently Restricted Net Assets.

Note 5 – In-Kind Donations

Donated contributions are reflected in the accompanying statements at their estimated values at date of receipt. The value of donated materials and services included in the financial statement and the corresponding expenses for the year are as follows:

Donated Office Space and Furniture	25,000
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Note 6 – Grant Revenue

The grant revenues received for the fiscal year ending September 30, 2011 are as follows:

Southeast Louisiana Hospital – Liaison Service	\$ 91,894
Southeast Louisiana Hospital – Support Group	50,000
Southeast Louisiana Hospital – Other	5,000
FPHSA Contracts	<u>34,679</u>
Total Grant Revenue	<u>\$ 181,577</u>

See auditor's report and financial statements

Note 7 – Concentrations

Funding Source

The Organization is substantially supported by grants and contracts from Southeast Louisiana Hospital. The total support provided by this source is approximately 71% of total revenue.

Note 8 – Date of Management’s Review

These financial statements have been reviewed by management through December 15, 2011. There are no significant events subsequent to September 30, 2011 through the date of management review.



INDEPENDENT AUDITOR'S REPORT

Board of Directors
NAMI St. Tammany
Mandeville, Louisiana

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Jason F. Clausen
Warren, MI
December 15, 2011