

CASA of Terrebonne, Inc.



Financial Statements

As of and for the Year Ended December 31, 2017

T.S. KEARNS & CO.


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CASA OF TERREBONNE, INC.

Financial Statements
As of and for the year ended December 31, 2017

TABLE OF CONTENTS

	Statement	Page
Independent Auditors' Report		2
Financial Section		
Financial Statements:		
Statement of Financial Position	A	4
Statement of Activities	B	5
Statement of Cash Flows	C	6
Notes to the Financial Statements		7
Supplementary Information		
Statement of Functional Expenses	1	13
Schedule of Income and Expenses By Grant	2	14
Schedule of Compensation, Benefits, and Other Payments To Agency Head or Chief Executive Officer	3	15
Other Reports		
Summary Schedule of Prior Year Findings		16
Corrective Action Plan for Current Year Findings		17
Special Reports of Certified Public Accountants		
Report on internal control over financial reporting and on compliance and other matters based on an audit of financial statements performed in accordance with <i>Governmental Auditing Standards</i>		19



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
CASA of Terrebonne, Inc.

We have audited the accompanying financial statements of CASA of Terrebonne, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2017, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

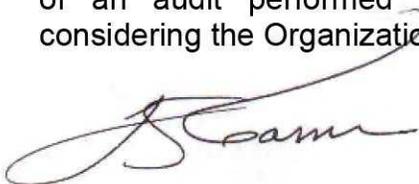
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of CASA of Terrebonne, Inc. as of December 31, 2017, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses on page 13, the schedule of income and expenses by grant on page 14, and the schedule of compensation, benefits, and other payments to agency head or chief executive officer on page 15 are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2018, on our consideration of the Organization's internal control over financial reporting and on our test 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* in considering the Organization's internal control and compliance.



Thibodaux, Louisiana
June 28, 2018

Financial Section

CASA OF TERREBONNE, INC.
Statement of Financial Position
December 31, 2017

ASSETS

CURRENT ASSETS:

Cash and cash equivalents	\$ 550,074
Grants receivable - CASA-AP	21,312
Prepaid insurance	<u>9,972</u>
TOTAL CURRENT ASSETS	<u>581,357</u>

PROPERTY AND EQUIPMENT:

Furniture & equipment	22,558
Accumulated depreciation	<u>(18,118)</u>
TOTAL PROPERTY & EQUIPMENT	4,441

OTHER ASSETS:

Deposits	<u>1,500</u>
TOTAL OTHER ASSETS	<u>1,500</u>

TOTAL ASSETS	<u><u>\$ 587,298</u></u>
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:

Accounts payable	\$ 4,136
Accrued payroll and payroll tax payable	5,191
Accrued compensated absences	3,136
Short term portion of long term obligations	<u>990</u>
TOTAL CURRENT LIABILITIES	13,453

LONG TERM LIABILITIES:

Capital lease obligation	<u>-</u>
TOTAL LONG TERM LIABILITIES	-

NET ASSETS:

Unrestricted	542,561
Temporarily restricted	<u>31,283</u>
TOTAL NET ASSETS	<u>573,844</u>

TOTAL LIABILITIES & NET ASSETS	<u><u>\$ 587,298</u></u>
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The accompanying notes are an integral part of these financial statements.

CASA OF TERREBONNE, INC.
Statement of Activities
For the Year Ended December 31, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
REVENUES AND OTHER SUPPORT:			
Fund-raising activities	\$ 53,324		\$ 53,324
Donations	57,992		57,992
Interest income	1,360		1,360
Other income (see note IX)	6,358		6,358
Grant income	-	\$ 295,209	295,209
Satisfaction of restrictions	<u>293,379</u>	<u>(293,379)</u>	<u>-</u>
Total revenue and other support	412,414	1,830	414,244
EXPENSES:			
Program services:			
Court appointed special advocate	275,956		275,956
Support services:			
General and administrative	73,302		73,302
Fund-raising expense	<u>20,235</u>		<u>20,235</u>
Total support services	93,537		93,537
Total expenses	<u>369,494</u>		<u>369,494</u>
INCREASE (DECREASE) IN NET ASSETS	42,920	1,830	44,750
NET ASSETS AT BEGINNING OF YEAR	<u>499,641</u>	<u>29,453</u>	<u>529,094</u>
NET ASSETS AT END OF YEAR	<u>\$ 542,561</u>	<u>\$ 31,283</u>	<u>\$ 573,844</u>

The accompanying notes are an integral part of these financial statements.

CASA OF TERREBONNE, INC.
Statement of Cash Flows
For the Year Ended December 31, 2017

Cash flows from operating activities	
Increase in net assets	\$ 44,750
Adjustments to reconcile net assets to net cash provided by operating activities:	
Depreciation	3,838
Changes in assets and liabilities:	
(Increase) decrease in grants receivable	(1,769)
(Increase) decrease in prepaid insurance	(62)
(Increase) decrease in deposits	(1,000)
Increase (decrease) in accounts payable	(2,710)
Increase (decrease) in deferred revenue - 17-week raffle	(22,044)
Increase (decrease) in payroll liabilities payable	1,605
Increase (decrease) in compensated absences payable	(875)
 Net cash provided by operating activities	 21,735
 Cash flows from investing activities	 -
 Cash flows from financing activities	
Payments made on capital lease obligation	(1,630)
 Net cash provided (used) in financing activities	 (1,630)
 Net increase (decrease) in cash and cash equivalents	 <u>20,105</u>
 Cash and cash equivalents	
Beginning of year:	
Capital One Checking account	26,267
Capital One Donation account	855
Capital One Raffle account	22,500
Capital One Savings account	239,647
Paypal account	-
Business First Money Market	240,700
Total cash and equivalents at beginning of year	<u>\$ 529,969</u>
 End of year:	
South Louisiana Bank Money Market	226,351
Pedestal Savings account	67,117
Pedestal Checking account	12,586
Pedestal Raffle account	2,580
Paypal account	-
Business First Money Market	241,440
Total cash and equivalents at end of year	<u>\$ 550,074</u>

The accompanying notes are an integral part of these financial statements.

CASA OF TERREBONNE, INC.
Notes to the Financial Statements
For the Year Ended December 31, 2017

INTRODUCTION

CASA of Terrebonne, Inc. (a nonprofit organization) is a member of the National Court Appointed Special Advocate Association. Their mission is to be an independent and objective presence in the courts and to speak for the best interests of abused and neglected children of Terrebonne Parish. CASA promotes and supports trained community volunteers to represent children and help secure for each child a nurturing, safe, and permanent home.

NOTE I SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed are described to enhance the usefulness of the financial statements to the reader. The financial statements of the CASA of Terrebonne, Inc. (a nonprofit organization) have been prepared on the accrual basis; therefore, certain revenues and the related assets are recognized when awarded rather than when received and certain expenses are recognized when the obligation is incurred rather than when paid. These policies have been consistently applied in the preparation of the financial statements. The corporation has no capital stock.

A. BASIS OF PRESENTATION

The financial statements are presented in accordance with Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit organizations*, which requires the Organization 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. In addition, the organization is required to present a statement of cash flows.

B. USE OF ESTIMATES

The process of preparing financial statements in conformity with generally accepted accounting principles requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

C. CASH AND CASH EQUIVALENTS

For purposes of the statement of cash flows, CASA considers all highly liquid debt instruments purchased with an original maturity of ninety days or less to be cash equivalents. There were no restricted cash equivalents at year-end.

CASA OF TERREBONNE, INC.
Notes to the Financial Statements
For the Year Ended December 31, 2017

D. PROPERTY AND EQUIPMENT

Property and equipment purchased with an original cost of \$500 or more are reported at historical cost. Donations of property and equipment are recorded as support at their estimated fair value as of the date received. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Property and equipment are depreciated using the straight-line method over their estimated useful lives as follows:

Equipment & furniture	5-7 years
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E. REVENUE RECOGNITION

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Grant revenue is recognized as it is earned in accordance with approved contracts.

F. ADVERTISING

Advertising costs are expensed when incurred.

G. INCOME TAX STATUS

CASA of Terrebonne, Inc. is exempt from federal income tax under Section 501 (C) (3) of the Internal Revenue Code. In addition, the organization qualifies for the charitable contribution deduction under section 170 (b) (1) (A) and has been classified as an organization that is not a private foundation under Section 509 (a) (2). Accordingly, no provision for income taxes is made in the financial statements.

CASA OF TERREBONNE, INC.
Notes to the Financial Statements
For the Year Ended December 31, 2017

CASA of Terrebonne, Inc. is no longer subject to U.S. Federal tax examination for years prior to the 2014 tax year.

H. NATURE OF ACTIVITIES

CASA of Terrebonne, Inc. is a nonprofit organization that provides trained volunteers as court appointed special advocates to serve as liaisons between the courts and children placed in foster care. The Organization is primarily supported through donor contributions, grants, and fund-raising events. Approximately 71% of the Organization's support was from grants.

I. EXPENSE ALLOCATION

The costs of providing the program and other activities have been summarized on a functional basis in the Statement of Activities. Certain of those expenses have been allocated among the program and supporting services benefited based on estimates by management of the costs involved.

J. CONTRIBUTED FACILITIES AND SERVICES

Donated services are recognized as contributions in accordance with SFAS No. 116, "Accounting for Contributions Received and Contributions Made", if the services (a) create or enhance nonfinancial assets or (b) required specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Many individuals volunteer their time and perform a variety of tasks that assist the Organization with the advocacy program throughout the year that are not recognized as contributions in the financial statements since the recognition criteria under SFAS No. 116 were not met.

K. VACATION AND SICK LEAVE

Eligible employees will be granted paid vacation on the employee's anniversary date of each calendar year according to the following schedule.

Six months to two years	5 days
Over two to six years	10 days
Over six years and up	15 days

An employee becomes eligible to receive vacation benefits when they have successfully completed the six months of continuous employment.

Unused vacation leave may be carried over up to 120 hours. Upon separation, employees will be compensated for any unused vacation leave, paid at the current salary, which is not to exceed eighty hours.

Eligible employees will be granted 40 hours per year sick leave after three months of

CASA OF TERREBONNE, INC.
Notes to the Financial Statements
For the Year Ended December 31, 2017

employment. 40 hours of sick leave will be granted each year on the employee's anniversary date. Sick leave is not accrued nor paid upon separation.

L. SUBSEQUENT EVENTS

The subsequent events of the organization were evaluated through the date of the financial statements were available to be issued (June 28, 2018).

NOTE II CONCENTRATION OF RISK

CASA's primary sources of support are from grants awarded by the state. Management is always seeking funding for the upcoming years through renewals of current grants as well as by applying for new grants; however, in the event the Organization is unable to secure additional funding, the financial position of the Organization could be significantly impacted.

The organization's support through state grants totaled 68% of total revenue for the year ended December 31, 2017.

NOTE III CASH AND EQUIVALENTS

Cash and Cash equivalents (book balances) consisted of the following at December 31, 2017:

	Carrying value & Fair value	Interest Rate	Maturity Date
Pedestal Bank - Checking	\$ 12,586	N/A	N/A
Pedestal Bank - Savings account	67,117	0.25%	N/A
Pedestal Bank – Raffle account	2,580	N/A	N/A
South LA Bank - Money Market	226,351	0.49%	N/A
PayPal account	0	N/A	N/A
Business First - Money Market	241,440	0.35%	N/A
Total Cash and Cash Equivalents	<u>\$ 550,074</u>		

At year-end, CASA had cash (collected bank balances) totaling \$554,140. These deposits are stated at cost, which approximates market. All accounts are fully secured through FDIC.

CASA OF TERREBONNE, INC.
Notes to the Financial Statements
For the Year Ended December 31, 2017

NOTE IV PROPERTY AND EQUIPMENT

Property and Equipment at December 31, 2017, consisted of the following:

Office Equipment	\$22,558
Accumulated Depreciation	<u>(18,118)</u>
Net	<u>\$ 4,441</u>

Depreciation expense for the year ended December 31, 2017 was \$3,838.

NOTE V OPERATING LEASE

CASA of Terrebonne entered into a commercial lease for its office space on April 24, 2017, for a term of one year beginning May 1, 2017. This lease secured office space for the administrative office. Rent is \$1,900 monthly, payable on the first of the month. Electricity and water utilities are included in rent.

Rent expense for the year ended December 31, 2017, was \$22,800.

The minimum commitment for the remainder of this agreement, 4 months, is \$7,600.

NOTE VI CAPITAL LEASE OBLIGATIONS

On June 12, 2014, CASA entered into a lease agreement for a Canon copier. The agreement was for 48 months, ending June 2018. Monthly payments are \$152.60. Maintenance and supplies are billed separately each quarter.

At year end, the minimum commitment for the remainder of this agreement, 6 months, is \$915.60.

NOTE VII NET ASSETS

As required by SFAS No. 117, net assets have been reclassified into three categories: unrestricted, temporarily restricted, and restricted. The reclassification is as follows:

Unrestricted	\$ 542,561
Temporarily Restricted	<u>31,283</u>
Total Net Assets	<u>\$ 573,844</u>

Temporarily restricted net assets are use restrictions for operating activities for future use. At year end, this is made up of CASA-AP grant receivables and prepaid insurance.

CASA OF TERREBONNE, INC.
Notes to the Financial Statements
For the Year Ended December 31, 2017

NOTE VIII BOARD COMPENSATION

The Board of Directors is a voluntary board; therefore, no compensation was paid to any board member for the year ended December 31, 2017.

NOTE IX LITIGATION AND CLAIMS

At December 31, 2017, CASA had no litigation or claims pending.

Supplementary Information

CASA OF TERREBONNE, INC.
Statement of Functional Expenses
For the Year Ended December 31, 2017

	<u>PROGRAM SERVICES</u>	<u>SUPPORT SERVICES</u>			
	Court Appointed Special Advocate	Management and General	Fund- raising	Total Support Services	Total Expenses
Salaries & fringe benefits	\$ 201,264	\$ 36,008		\$ 36,008	\$ 237,272
Supplies	2,003	2,686		2,686	4,689
Training	2,250	585		585	2,835
Operating expense	52,838	4,183		4,183	57,022
Insurance - property & liability	5,500	6,313		6,313	11,813
Printing	1,854	-		-	1,854
Professional fees	2,987	4,040		4,040	7,028
Travel	7,259	2,179		2,179	9,438
Volunteer & staff appreciation	-	12,819		12,819	12,819
Small furniture & equipment	-	539		539	539
Depreciation expense	-	3,838		3,838	3,838
Interest expense	-	111		111	111
Fund-raising expense	-	-	\$ 20,235	20,235	20,235
TOTAL	<u>\$ 275,956</u>	<u>\$ 73,302</u>	<u>\$ 20,235</u>	<u>\$ 93,537</u>	<u>\$ 369,494</u>

CASA OF TERREBONNE, INC.
Schedule of Income and Expenses by Grant - CASA AP
For the Year Ended December 31, 2017

	CASA AP 2016-2017	CASA AP 2017-2018	Total
REVENUE			
Grant appropriations	\$ 136,495	\$ 144,714	\$ 281,209
EXPENSES			
Training	1,063	1,187	2,250
Operating expense	26,969	25,869	52,838
Printing	1,623	232	1,854
Professional fees	1,587	1,400	2,987
Salaries & benefits	96,925	104,339	201,264
Supplies	1,014	989	2,003
Insurance	2,500	3,000	5,500
Travel	6,766	494	7,259
	<u>\$ 138,446</u>	<u>\$ 137,510</u>	<u>\$ 275,956</u>
Total cost	<u>\$ 138,446</u>	<u>\$ 137,510</u>	<u>\$ 275,956</u>

Notes:

This schedule is prepared using the accrual method of accounting.

CASA OF TERREBONNE, INC.**Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer****For the Year Ended December 31, 2017****Agency Head Name:**

Nicole Wesley, Executive Director (January 1, 2017 through October 15, 2017)

Purpose	Amount
Salary	\$41,371
Benefits-insurance	3,326
Benefits-retirement	0
Benefits-other	0
Car allowance	0
Vehicle provided by government	0
Per diem	176
Reimbursements	0
Travel / mileage	587
Registration fees	0
Conference travel	0
Continuing professional education	0
Housing	0
Unvouchered expenses*	0
Special meals	0

Donna Brunet, Executive Director (October 15, 2017 through December 31, 2017)

Purpose	Amount
Salary	\$9,375
Benefits-insurance	546
Benefits-retirement	0
Benefits-other	0
Car allowance	0
Vehicle provided by government	0
Per diem	29
Reimbursements	0
Travel / mileage	111
Registration fees	0
Conference travel	0
Continuing professional education	0
Housing	0
Unvouchered expenses*	0
Special meals	0

Other Reports

CASA OF TERREBONNE, INC.
Summary Schedule of Prior Year Findings
For the Year Ended December 31, 2017

Section I – Internal Control and Compliance material to the financial statements:

Ref. No. 1612-01 – Inadequate Segregation of Duties

Description of Finding

A material weakness exists in internal controls due to the size of the CASA of Terrebonne's operation. Its limited staff precludes an adequate segregation of duties and other features of an adequate system of internal control, although to employ such controls may not be cost beneficial.

Corrective Action Taken

No corrective action was taken.

Ref. No. 1612-02 - Inadequate Controls over Financial Statement Preparation

Description of Finding

A material weakness exists in financial reporting because the CASA of Terrebonne does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including the related notes.

Corrective Action Taken

Management has evaluated the cost versus benefit of hiring a person who has the qualifications and training to apply generally accepted accounting principles in the preparation of financial statements, including conversion of the financial statements from the cash to accrual basis of accounting. Management has determined that it is in the best interest of CASA at this time, to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them. Management understands that it accepts final responsibility for the financial statements content and presentation.

Section II – Management Letter

There was no management letter issued.

CASA OF TERREBONNE, INC.
Corrective Action Plan for Current Year Findings
For the Year Ended December 31, 2017

Section I – Internal Control and Compliance material to the financial statements:

Ref. No.

1712-01

Description of Finding

Inadequate Segregation of Duties

The size of the CASA of Terrebonne, Inc.'s operations and its limited staff preclude an adequate segregation of duties and other features of an adequate system of internal control, although to employ such controls may not be cost beneficial.

This is a common deficiency noted in audits of small entities. The Organization does not employ enough people in its accounting department to adequately segregate duties such as approving purchase orders, approving invoices for payment, printing checks, recording checks, signing checks, mailing checks, and reconciling bank statements. This is one example of the circumstances that resulted in the reportable condition.

Corrective Action Planned

No corrective action is taken because this deficiency cannot be remedied in a cost effective manner.

Name of Contact Person

Donna Brunet, Executive Director

Anticipated Completion Date

None

CASA OF TERREBONNE, INC.
Corrective Action Plan for Current Year Findings
For the Year Ended December 31, 2017

Ref. No.

1712-02

Description of Finding

Inadequate Controls over Financial Statement Preparation

A material weakness exists in financial reporting because the CASA of Terrebonne does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including the related notes.

Corrective Action Plan

Management has evaluated the cost versus benefit of hiring a person who has the qualifications and training to apply generally accepted accounting principles in the preparation of financial statements. Management has determined that it is in the best interest of the Organization at this time, to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them. Management understands that it accepts final responsibility for the financial statements content and presentation.

Name of Contact Person

Donna Brunet, Executive Director

Anticipated Completion Date

None

Section II – Management Letter

A management letter was not issued.



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board
CASA of Terrebonne, Inc.
Houma, Louisiana

We have audited, in accordance with the 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, the financial statements of CASA of Terrebonne, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2017, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 28, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the CASA of Terrebonne's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of CASA of Terrebonne's internal control. Accordingly, we do not express an opinion on the effectiveness of the CASA of Terrebonne's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying

schedule of corrective action plan for current year findings that we consider to be material weaknesses, 1712-01 and 1712-02.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the CASA of Terrebonne's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

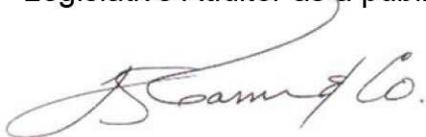
CASA of Terrebonne's Response to Findings

CASA of Terrebonne's response to the findings identified in our audit is described in the accompanying corrective action plan for current year findings. CASA of Terrebonne's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended solely for the information and use of the Board of Directors, management, and the Legislative Auditor of the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.



Thibodaux, Louisiana
June 28, 2018