

BEAUREGARD ASSOCIATION FOR RETARDED CITIZENS, INC.
DERIDDER, LOUISIANA

ANNUAL FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REPORT
JUNE 30, 2017

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Windham & Reed, L.L.C.

Certified Public Accountants

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John A. Windham, CPA
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Beauregard Association for Retarded Citizens, Inc.
DeRidder, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of Beauregard Association for Retarded Citizens, Inc. (a nonprofit 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.

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 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 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 an 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 Beauregard Association for Retarded Citizens, Inc. as of June 30, 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.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of compensation, benefits and other payments to agency head is presented for the 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 January 5, 2018, on our consideration of Beauregard Association for Retarded Citizens, Inc.'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 the 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 Beauregard Association for Retarded Citizens, Inc.'s internal control over financial reporting and compliance.



DeRidder, Louisiana
January 5, 2018

FINANCIAL STATEMENTS

Statement of Financial Position
June 30, 2017

ASSETS

Current Assets:

Cash and cash equivalents	\$	392,326
Accounts receivable:		
Accounts		21,380
Private pay		52,520
Medicaid		22,701
Total current assets	\$	<u>488,927</u>

Noncurrent Assets:

Capital assets being depreciated, net	\$	<u>661,943</u>
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Total assets	\$	<u><u>1,150,870</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities:

Accounts payable	\$	11,038
Sales tax payable		382
Salaries payable		15,939
Payroll taxes payable		2,185
Current portion of note payable		11,340
Total current liabilities	\$	<u>40,884</u>

Net Assets:

Unrestricted	\$	<u>1,109,986</u>
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Total liabilities and net assets	\$	<u><u>1,150,870</u></u>
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The accompanying notes are an integral part of this statement.

Statement of Activities
For the Year Ended June 30, 2017

<u>SUPPORT AND REVENUE</u>	<u>Unrestricted</u>	<u>Permanently Restricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<u>SUPPORT</u>				
Grants				
Private:				
United Way	\$ -	\$ -	\$ 38,000	\$ 38,000
Total grants	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 38,000</u>	<u>\$ 38,000</u>
Contributions	\$ 6,700	\$ -	\$ -	\$ 6,700
Fundraiser	23,591	-	-	23,591
Total support	<u>\$ 30,291</u>	<u>\$ -</u>	<u>\$ 38,000</u>	<u>\$ 68,291</u>
<u>REVENUE</u>				
Program revenue:				
Private pay	\$ 359,311	\$ -	\$ -	\$ 359,311
Medicaid waiver	177,769	-	-	177,769
Program income	212,115	-	-	212,115
Interest income	124	-	-	124
Sale of assets	800	-	-	800
Miscellaneous	1,072	-	-	1,072
Restrictions satisfied by payments	38,000	-	(38,000)	-
Total revenue	<u>\$ 789,191</u>	<u>\$ -</u>	<u>\$ (38,000)</u>	<u>\$ 751,191</u>
Total support and revenue	<u>\$ 819,482</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 819,482</u>
<u>EXPENSES</u>				
Program services:				
DeRidder Retarded Citizens Organization	\$ 713,646	\$ -	\$ -	\$ 713,646
Increase (decrease) in net assets	\$ 105,836	\$ -	\$ -	\$ 105,836
Net assets, beginning of year	1,004,150	-	-	1,004,150
Net assets, end of year	<u>\$ 1,109,986</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,109,986</u>

The accompanying notes are an integral part of this statement.

Statement of Functional Expenses
For the Year Ended June 30, 2017

	<u>Program Services</u>	<u>Supporting Services</u>	
	Beauregard Retarded Citizens Organization	General and Administrative	Total
Salaries and related benefits	\$ 396,017	\$ 59,596	\$ 455,613
Payroll taxes	30,874	4,559	35,433
Total salaries and related expenses	<u>\$ 426,891</u>	<u>\$ 64,155</u>	<u>\$ 491,046</u>
Auto expense	\$ 27,144	\$ -	\$ 27,144
Center supplies	31,550	-	31,550
Interest expense	576	-	576
Telephone	5,056	-	5,056
Professional services	12,362	-	12,362
Membership dues	4,768	-	4,768
Sales tax	3,997	-	3,997
Background checks	1,978	-	1,978
Travel	515	-	515
Advertising	156	-	156
Postage	398	-	398
Maintenance	7,440	-	7,440
Fundraising	190	-	190
Miscellaneous	68	-	68
Insurance	40,799	-	40,799
Training and conferences	4,505	-	4,505
Utilities	17,070	-	17,070
Total expenses before depreciation	<u>\$ 585,463</u>	<u>\$ 64,155</u>	<u>\$ 649,618</u>
Depreciation			
Purchased assets	<u>\$ 64,028</u>	<u>\$ -</u>	<u>\$ 64,028</u>
Total expenses	<u>\$ 649,491</u>	<u>\$ 64,155</u>	<u>\$ 713,646</u>

The accompanying notes are an integral part of this statement.

Statement of Cash Flows
For the Year Ended June 30, 2017

Cash flows from operating activities:	
Cash received from grants	\$ 38,000
Cash received from charges for services	730,617
Cash received from donations	6,700
Cash received from fundraising	23,591
Cash received from other sources	1,072
Cash received from investing	124
Cash received from sale of assets	800
Cash payments for program activities	(155,808)
Cash payments to employees for services	(491,849)
Net cash provided by operating activities	<u>\$ 153,247</u>
Cash flows from capital and related financing activities:	
Principal paid on note	<u>\$ (3,275)</u>
Net cash used by capital and related financing activities	<u>\$ (3,275)</u>
Cash flows from investing activities:	
Purchase of fixed assets	<u>\$ (8,579)</u>
Net cash used by investing activities	<u>\$ (8,579)</u>
Net increase (decrease) in cash and cash investments	\$ 141,393
Cash and cash equivalents, July 1, 2016	<u>250,933</u>
Cash and cash equivalents, June 30, 2017	<u>\$ 392,326</u>

(Continued)

The accompanying notes are an integral part of this statement.

Statement of Cash Flows
For the Year Ended June 30, 2017

Reconciliation of net income (loss) from operations
to net cash provided by operating activities:

Net income from operations \$ 105,836

Adjustments to reconcile income (loss) from
operations to net cash provided by
operating activities:

Depreciation \$ 64,028

Change in assets and liabilities:

Decrease in salaries payable (1,087)

Increase in accounts receivable (18,578)

Increase in accounts payable 2,764

Increase in payroll taxes payable 284

Net cash provided by operating activities \$ 153,247

(Concluded)

The accompanying notes are an integral part of this statement.

NOTES TO THE FINANCIAL STATEMENTS

Introduction

Beauregard Association for Retarded Citizens, Inc. is a Louisiana non-profit corporation that was formed November 11, 1967. This corporation is organized and it shall be operated exclusively for charitable, religious, and educational purposes, within the meaning of Section 501 (c) (3) of the Internal Revenue Code, or the corresponding section of any future federal tax code, including for purposes, to purchase, acquire, hold, use, manage, alienate or encumber property of any kind, necessary and proper to protect the best interest of retarded citizens. Beauregard Association of Retarded Citizens, Inc. supervises the daily operations of its retarded citizens, sponsors community events in an effort to educate the public, and is active with other community events and human service agencies, and host awareness events. The Organization is supported primarily from charges for services provided, private pay clients, individual donor's contributions, and the United Way. The Board of Directors consists of eight members that are appointed to the Board by the other members. Sixteen employees staff Beauregard Association for Retarded Citizens, Inc. with three clerical employees and the other thirteen employees handling the operations of the facility.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed are described to enhance the usefulness of the financial statements to readers. The financial statements of Beauregard Association for Retarded Citizens, Inc. have been prepared on the accrual basis; therefore, certain revenues and the related assets are recognized when earned 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 Accounting

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. Cash and Cash Equivalents

The Organization's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition and are reported in the statement of cash flows.

C. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. Such donations are reported as unrestricted contributions 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 contributions. 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. Beauregard Association for Retarded Citizens, Inc. maintains a threshold level of \$1,000 or more for capitalizing capital assets.

Beauregard Association for Retarded Citizens, Inc.

Notes to the Financial Statements (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets is included as part of the capitalized value of the assets constructed. There was no interest expense on construction incurred during the current fiscal year.

Capital assets are depreciated using the straight-line method with the following estimated lives.

<u>Description</u>	<u>Estimated Lives</u>
Buildings	40-50 years
Improvements	20-50 years
Furniture and fixtures	5-10 years
Equipment	5-10 years
Vehicles	3-5 years

D. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events within the control of Beauregard Association for Retarded Citizens, Inc., which are either unusual in nature or infrequent in occurrence.

E. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require 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.

F. Income Taxes

The Organization is qualified as an exempt organization under Section 501 (c) (3) of the Internal Revenue Code and is not subject to federal income tax. In addition, the Organization qualifies for the charitable contribution deduction under section 170(b) (1) (A) of the Internal Revenue code and has been determined by the Internal Revenue Service not to be a private foundation within Section 509 (a) of the Code.

G. Donated Facilities, Materials and Services

Donated materials, equipment, and use of facilities (if any) are reflected as contributions or fundraising support in the accompanying statements at their estimated values at the date of receipt. Donated services (if any) 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) require specialized skills, are performed by people with those skills and would otherwise be purchased by the organization. Volunteers also provided services throughout the year that are not recognized as contributions in the financial statements since the criteria for SFAS No. 116 are not met.

H. Subsequent Events

The accounting records of the Organization were reviewed subsequent to year end and through the date the auditor's report was issued for subsequent events that could materially affect the financial statements. No subsequent events were found during this period that would materially affect the financial statements.

Beauregard Association for Retarded Citizens, Inc.

Notes to the Financial Statements (Continued)

2. CASH AND CASH EQUIVALENTS

At June 30, 2017, the Organization has cash and cash equivalents (book balances) totaling \$392,326 as follows:

NOW accounts	\$ 251,433
Demand deposits	588
Savings accounts	140,305
Total	<u>\$ 392,326</u>

At June 30, 2017, the Organization has \$393,983 in deposits (collected bank balances). These deposits are secured from risk by \$393,983 of federal deposit insurance.

3. RECEIVABLES

The following is a summary of receivables for June 30, 2017:

<u>Class of Receivable</u>	
Accounts	\$ 21,380
Private pay	52,520
Medicaid	22,701
Total	<u>\$ 96,601</u>

4. CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended June 30, 2017, for the Organization is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Capital assets not being depreciated				
Construction in progress	\$ 11,135	\$ 881	\$ 12,016	\$ -
Capital assets being depreciated				
Buildings	\$ 748,454	\$ -	\$ -	\$ 748,454
Improvements	2,853	12,016	-	14,869
Vehicles	256,944	-	87,833	169,111
Machinery and equipment	82,226	7,698	31,713	58,211
Total capital assets being depreciated	<u>\$ 1,090,477</u>	<u>\$ 19,714</u>	<u>\$ 119,546</u>	<u>\$ 990,645</u>
Less accumulated depreciation for:				
Buildings	\$ 155,725	\$ 37,423	\$ -	\$ 193,148
Improvements	131	393	-	524
Vehicles	175,705	20,413	87,833	108,285
Machinery and equipment	52,659	5,799	31,713	26,745
Total accumulated depreciation	<u>\$ 384,220</u>	<u>\$ 64,028</u>	<u>\$ 119,546</u>	<u>\$ 328,702</u>
Total capital assets being depreciated, net	<u>\$ 706,257</u>	<u>\$ (44,314)</u>	<u>\$ -</u>	<u>\$ 661,943</u>

5. ACCOUNTS AND OTHER PAYABLES

The following is a summary of payables at June 30, 2017:

<u>Class of Payable</u>	
Accounts	\$ 11,038
Sales taxes	382
Payroll taxes	2,185
Salaries	15,939
Total	<u>\$ 29,544</u>

6. CHANGES IN NOTE PAYABLE

The following is a summary of the note payable at June 30, 2017:

Note Payable	
at June 30, 2016	\$ 14,615
Additions	-
Principal payments	<u>(3,275)</u>
Note Payable	
at June 30, 2017	<u>\$ 11,340</u>

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2017:

	<u>Note Payable</u>
Current Portion	\$ 11,340
Long-term portion	-
Total	<u>\$ 11,340</u>

7. FUNDRAISING ACTIVITIES

The following is a summary of the note payable at June 30, 2017:

	<u>Fundraising</u>
Mardi Gras ball	\$ 17,300
Open house raffle	128
Freezin for a Reason	973
Turning Tables for Hope	5,190
Total	<u>\$ 23,591</u>

OTHER SUPPLEMENTAL INFORMATION

Schedule of Compensation, Benefits and
Other Payments to Agency Head
For the Year Ending June 30, 2017

Agency Head Name - Jackie Hickman

Purpose	Amount
Salary	\$ 34,106
Benefits - insurance	-
Benefits - retirement (Simple IRA)	-
Deferred compensation	-
Benefits - other	-
Car allowance	-
Vehicle provided by government	-
Cell phone	-
Dues	-
Vehicle rental	-
Per diem	-
Reimbursements	-
Travel	-
Registration fees	-
Conference travel	-
Housing	-
Unvouchered expenses	-
Special meals	-
Other	-

OTHER REPORTS

Schedule of Prior Year Audit Findings
For the Year Ending June 30, 2017

There were no prior year audit findings as of June 30, 2016.

Schedule of Current Year Audit Findings and Management's Response
For the Year Ending June 30, 2017Audit Finding No. 2017-1Financial Statements Not Presented to Auditor Timely

Condition:	The financial statements to be audited were not given timely to the auditors in order to allow them the proper amount of time to conduct a thorough examination of the accounts and issue the audit report prior to the statutory deadline of December 31, 2017.
Criteria:	State law requires audited financial statements be filed with the Louisiana Legislative Auditor's office within six months of the entity's year end.
Cause and Condition:	The financial statements when reviewed by a contracted certified public accountant required numerous adjustments and took more time than expected for his review.
Effect of Condition:	The extra time taken for the review process of the financial statements before they could be given to the auditor did not leave adequate time for a proper audit of those financial statements and submission of the audited financial statements to the Louisiana Legislative Auditor's office by the statutory deadline.
Recommendation:	We recommend that the entity's financial statements be reviewed throughout the year by an outside accountant and as soon as possible after year end. These statements should then be timely submitted to the auditor in order to allow proper time for conducting the audit and submission of the audited financial statements to the Louisiana Legislative Auditor's office by the statutory deadline.



Officers

President – Claude Moses

Vice-President – David Narigon

Secretary – Loretha Williams

Treasurer – Benny Parks

Directors

Evelina Smith

Grace Cooley

Melissa Mistrzak

Beauregard Arc
P. O. Box 13 / 221 Mahlon Street
DeRidder, Louisiana 70634
Phone (337) 202-1908 Fax (337) 202-1904
Jackie L. Hickman, Executive Director

January 12, 2018

Mr. Daryl G. Purpera, CPA, CFE
Louisiana Legislative Auditor
1600 North Third Street
P. O. Box 94397
Baton Rouge, Louisiana 70804-9397

Re: Audit Finding No. 2017-1
Financial Statements Not Presented to Auditor Timely

Dear Mr. Purpera,

BARc’s financial statements to be audited were not given timely to the auditors in order to allow them the proper amount of time to conduct a thorough examination of the accounts and issue the audit report prior to the statutory deadline of December 31, 2017.

BARc is aware that state law requires audited financial statements be filed with the Louisiana Legislative Auditor’s office within six months of BARc’s year end.

BARc’s financial statements were reviewed by our contracted certified public accountant but the review required numerous adjustments due to technical problems with the data base which resulted in more time than expected for the review.

The extra time taken for the review process of the financial statements before they could be given to the auditor did not leave adequate time for a proper audit of those financial statements and submission of the audited financial statements to the Louisiana Legislative Auditor’s office by the statutory deadline.

BARc’s financial statements will be reviewed throughout the year by an outside accountant and as soon as possible after year end. These statements will be timely submitted to the auditor in order to allow proper time for conducting the audit and submission of the audited financial statements to the Louisiana Legislative Auditor’s office by the statutory deadline.

Sincerely,


Jackie Hickman - Director



Windham & Reed, L.L.C.

Certified Public Accountants

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Charles M. Reed, Jr., CPA

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 of Directors
Beauregard Association for Retarded Citizens, Inc.
DeRidder, 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 Beauregard Association for Retarded Citizens, Inc. (a nonprofit 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, and have issued our report thereon dated January 5, 2018.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Beauregard Association for Retarded Citizens, Inc.'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 Beauregard Association for Retarded Citizens, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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. Given these limitations, during our audit we did not identify and deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Beauregard Association for Retarded Citizens, Inc.'s financial statements are free of 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of current year audit findings and management's response as Audit Finding No. 2017-1.

Beauregard Association for Retarded Citizens, Inc.'s Response to Finding

Beauregard Association for Retarded Citizens, Inc.'s response to the finding identified in our audit is described in the accompanying schedule of current year audit findings and management's response. Beauregard Association for Retarded Citizens, Inc.'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 on 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.



DeRidder, Louisiana
January 5, 2018