

**NORTHSHORE FAMILIES
HELPING FAMILIES, INC.**

FINANCIAL STATEMENTS

June 30, 2019 and 2018



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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Northshore Families Helping Families, Inc.
Covington, Louisiana

We have audited the accompanying financial statements of Northshore Families Helping Families, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2019 and 2018, and the related statements of activities, functional expenses and cash flows for the years 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 auditors' 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 Northshore Families Helping Families, Inc. as of June 30, 2019 and 2018, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Supplementary Information

Our audits were 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 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of 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 December 27, 2019, on our consideration of Northshore Families Helping Families, 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 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 Northshore Families Helping Families, Inc.'s internal control over financial reporting and compliance.

December 27, 2019

Wegmann Dayet + Company

NORTHSHORE FAMILIES HELPING FAMILIES, INC.
STATEMENTS OF FINANCIAL POSITION

June 30, 2019 and 2018

ASSETS

	2019	2018
Current assets		
Cash and cash equivalents	\$ 210,641	\$ 197,359
Accounts receivable	22,949	47,756
Total current assets	233,590	245,115
Property and equipment, at cost less accumulated depreciation	1,875	282
Other noncurrent assets	1,700	3,200
Total assets	\$ 237,165	\$ 248,597

LIABILITIES

Current liabilities		
Accounts payable	\$ -	\$ 1,320
Accrued expenses	721	815
Accrued payroll liabilities	10,159	4,170
Total current liabilities	10,880	6,305

NET ASSETS

Without donor restrictions	226,285	242,292
Total net assets	226,285	242,292
Total liabilities and net assets	\$ 237,165	\$ 248,597

See accompanying Notes to Financial Statements.

NORTHSHORE FAMILIES HELPING FAMILIES, INC.

STATEMENTS OF ACTIVITIES

For the Year Ended June 30, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Contract revenue	\$ 7,046	\$ -	\$ 7,046
Contributions	38,530	785	39,315
Direct public grants	232,203	-	232,203
Interest income	1,112	-	1,112
Net assets released from restrictions	785	(785)	-
Total revenues and other support	279,676	-	279,676
Expenses			
Program services			
Louisiana Department of Education	54,725	-	54,725
Florida Parishes Human Services Authority	76,074	-	76,074
Children's Special Health Services	39,367	-	39,367
Louisiana Development Disabilities Council FHF Center	79,996	-	79,996
State Personnel Development Grant	22	-	22
Other program services	32,557	-	32,557
Supporting services			
Fundraising expenses	8,162	-	8,162
Management and general	4,780	-	4,780
Total expenses	295,683	-	295,683
Change in net assets	(16,007)	-	(16,007)
Net assets, beginning of year	242,292	-	242,292
Net assets, end of year	\$ 226,285	\$ -	\$ 226,285

See accompanying Notes to Financial Statements.

NORTHSHORE FAMILIES HELPING FAMILIES, INC.

STATEMENTS OF ACTIVITIES

For the Year Ended June 30, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues			
Contract revenue	\$ 18,415	\$ -	\$ 18,415
Contributions	29,249	-	29,249
Direct public grants	335,440	-	335,440
Interest income	591	-	591
	383,695	-	383,695
Expenses			
Program services			
Louisiana Department of Education	47,451	-	47,451
Florida Parishes Human Services Authority	64,127	-	64,127
Children's Special Health Services	36,466	-	36,466
Louisiana Development Disabilities Council FHF Center	74,398	-	74,398
Louisiana Family to Family Health Center	242	-	242
Other program services	136,576	-	136,576
Supporting services			
Fundraising expenses	3,061	-	3,061
Management and general	17,519	-	17,519
	379,840	-	379,840
Change in net assets	3,855	-	3,855
Net assets, beginning of year	238,437	-	238,437
Net assets, end of year	\$ 242,292	\$ -	\$ 242,292

See accompanying Notes to Financial Statements.

NORTHSHORE FAMILIES HELPING FAMILIES, INC.
STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2019

	Program Services						Supporting Services			
	Louisiana Department of Education	Florida Parishes Human Services Authority	Children's Special Health Services	LA Development Disabilities Council FHF Center	State Personnel Development Grant	Other Program Services	Total Program Services	Fundraising	Management and General	Total
Advertising	\$ 900	\$ 963	\$ 799	\$ 941	\$ -	\$ -	\$ 3,603	\$ 569	\$ 278	\$ 4,450
Bank service charges	-	-	-	-	-	-	-	-	64	64
Contributions	-	-	-	34	-	-	34	-	139	173
Contract labor	165	165	165	165	-	-	660	-	-	660
Depreciation	-	-	-	-	-	-	-	-	571	571
Dues and subscriptions	178	178	179	178	-	-	713	-	504	1,217
Equipment rental	775	776	-	712	-	20	2,283	1,389	-	3,672
Insurance	1,637	1,636	1,636	1,636	-	-	6,545	787	-	7,332
Postage	96	97	28	96	-	-	317	60	394	771
Professional services	1,830	1,831	1,830	1,831	-	-	7,322	-	-	7,322
Reimbursed expenses	-	-	-	-	-	32,285	32,285	-	-	32,285
Rent	5,200	5,200	-	5,200	-	-	15,600	-	-	15,600
Repairs and maintenance	150	150	-	207	-	-	507	-	221	728
Salaries and taxes	35,671	60,507	33,056	64,211	-	-	193,445	-	-	193,445
Seminars and education	1,494	852	235	1,070	22	252	3,925	-	702	4,627
Supplies	1,784	1,167	920	1,181	-	-	5,052	5,357	1,907	12,316
Telephone	1,103	1,103	-	1,104	-	-	3,310	-	-	3,310
Travel	2,272	-	519	-	-	-	2,791	-	-	2,791
Utilities	1,470	1,449	-	1,430	-	-	4,349	-	-	4,349
Total	<u>\$ 54,725</u>	<u>\$ 76,074</u>	<u>\$ 39,367</u>	<u>\$ 79,996</u>	<u>\$ 22</u>	<u>\$ 32,557</u>	<u>\$ 282,741</u>	<u>\$ 8,162</u>	<u>\$ 4,780</u>	<u>\$ 295,683</u>

See accompanying Notes to Financial Statements.

NORTHSHORE FAMILIES HELPING FAMILIES, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2018

	Program Services						Supporting Services			
	Louisiana Department of Education	Florida Parishes Human Services Authority	Children's Special Health Services	LA Development Disabilities Council FHF Center	Louisiana Family to Family Health Center	Other Program Services	Total Program Services	Fundraising	Management and General	Total
Administrative costs	\$ 63	\$ 63	\$ 63	\$ 63	\$ -	\$ -	\$ 252	\$ -	\$ 750	\$ 1,002
Advertising	373	357	320	320	-	-	1,370	299	1,344	3,013
Bank service charges	-	-	-	-	-	-	-	-	275	275
Contributions	-	57	-	-	-	-	57	-	114	171
Contract labor	165	-	165	165	165	-	660	-	-	660
Depreciation	-	-	-	-	-	-	-	-	516	516
Dues and subscriptions	-	-	-	-	-	-	-	-	646	646
Equipment rental	652	716	65	716	-	-	2,149	961	-	3,110
Insurance	1,496	1,495	1,496	1,495	-	-	5,982	472	-	6,454
Postage	-	27	-	-	-	-	27	-	678	705
Professional services	1,688	1,688	1,688	2,219	-	-	7,283	-	-	7,283
Reimbursed expenses	-	-	-	-	-	135,379	135,379	-	-	135,379
Rent	5,200	5,200	-	5,200	-	-	15,600	-	-	15,600
Repairs and maintenance	385	363	-	385	-	-	1,133	-	41	1,174
Salaries and taxes	32,071	50,122	31,411	59,911	-	-	173,515	-	197	173,712
Seminars and education	1,420	1,265	759	1,288	38	1,075	5,845	-	947	6,792
Supplies	598	627	433	614	-	22	2,294	1,329	12,011	15,634
Telephone	842	754	-	686	-	68	2,350	-	-	2,350
Travel	1,065	-	-	-	-	-	1,065	-	-	1,065
Utilities	1,433	1,393	66	1,336	39	32	4,299	-	-	4,299
Total	\$ 47,451	\$ 64,127	\$ 36,466	\$ 74,398	\$ 242	\$ 136,576	\$ 359,260	\$ 3,061	\$ 17,519	\$ 379,840

See accompanying Notes to Financial Statements.

NORTHSHORE FAMILIES HELPING FAMILIES, INC.
STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2019 and 2018

	2019	2018
Cash flows from operating activities:		
Change in net assets	\$ (16,007)	\$ 3,855
Adjustments to reconcile net assets to net cash provided by operating activities:		
Depreciation	571	516
(Increase) decrease in operating assets:		
Accounts receivable	24,807	10,470
Other noncurrent assets	1,500	(1,500)
Increase (decrease) in operating liabilities:		
Accounts payable	(1,320)	1,180
Accrued expenses	(94)	(7,537)
Accrued payroll liabilities	5,989	(874)
Net cash provided by operating activities	<u>15,446</u>	<u>6,110</u>
Cash flows from investing activities:		
Purchase of property and equipment	<u>(2,164)</u>	<u>-</u>
Net cash used by investing activities	<u>(2,164)</u>	<u>-</u>
Net increase in cash	13,282	6,110
Cash and cash equivalents at beginning of year	<u>197,359</u>	<u>191,249</u>
Cash and cash equivalents at end of year	<u>\$ 210,641</u>	<u>\$ 197,359</u>

See accompanying Notes to Financial Statements.

NORTHSHORE FAMILIES HELPING FAMILIES, INC.
NOTES TO FINANCIAL STATEMENTS

For the Years Ended June 30, 2019 and 2018

1) The Organization

Northshore Families Helping Families, Inc. (the Organization) is a not-for-profit organization established in 1992. The mission of the Organization is to provide the individualized services, information, resources and support needed to positively enhance the independence, productivity and inclusion of individuals with disabilities. The primary sources of revenue are from contributions, grants and contracts for services provided.

2) Summary of significant accounting policies

The following are summaries of significant accounting policies of the Organization:

- a) Basis of accounting
The Organization's policy is to prepare its financial statements on the accrual basis of accounting, which recognizes all revenues and the related assets when earned and all expenses and the related obligations when incurred.
- b) Financial statement presentation
Financial Accounting Standards Board, Accounting Standards Codification 958, *Not-for-Profit Entities*, requires the net assets and changes in net assets be reported for two classifications – net assets with donor restrictions and net assets without donor restrictions based on the existence or absence of donor imposed restrictions. The Organization had only net assets without donor restrictions as of June 30, 2019 and 2018.
- c) Cash and cash equivalents
For purposes of the statements of cash flows the Organization considers all highly liquid debt instruments purchased with maturities of three months or less to be cash equivalents.
- d) Accounts receivable
The Organization's receivables at June 30, 2019 and 2018 consist of amounts owed from state and local private and public agencies for grants and fees for service programs. The Organization considers all amounts to be fully collectible. Therefore, an allowance for uncollectible accounts is not provided in these financial statements.
- e) Use of estimates
The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.
- f) Income taxes
The Organization is exempt from income taxes under Section 501(c)(3) of the U.S. Internal Revenue Code.

Financial Accounting Standards Board, Accounting Standards Codification 740, *Income Taxes*, requires management to assess uncertain tax positions. Management of the Organization believes there are no material uncertain tax positions and, accordingly it will not recognize any liability for unrecognized tax positions. With few exceptions, the Organization is not subject to U.S. federal, state and local income tax examination by tax authorities beyond three years from the filing of those returns.

NORTHSHORE FAMILIES HELPING FAMILIES, INC.
NOTES TO FINANCIAL STATEMENTS

For the Years Ended June 30, 2019 and 2018

2) Summary of significant accounting policies (continued)

g) Functional expenses allocation

Functional expenses are allocated among the various program services and general and administrative categories based on actual use or management's best estimate.

h) Property and equipment

Property and equipment are carried at cost. Depreciation of property is provided over the estimated useful lives of the assets using the straight-line method. Repairs and maintenance are expensed as incurred. Expenditures that increase the value or productive capacity of assets are capitalized. When property and equipment are retired, sold, or otherwise disposed of, the assets carrying amount and related accumulated depreciation of the assets are removed from the accounts and any gain or loss is included in operations. Depreciation is provided on the straight-line method over the following useful lives.

	<u>Estimated Lives</u>
Equipment	4 - 7 years

i) Contributions

Contributions received are recorded with donor restrictions or without donor restrictions, depending on the existence and nature of any donor restrictions. Support that is not restricted by the donor is reported as an increase in net assets without donor restrictions. All other donor restricted support is reported as an increase in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

j) Contributed services

No amounts have been reflected in the financial statements for donated services. The Organization generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization. The Organization received approximately 260 and 185 volunteer hours for the years ending June 30, 2019 and 2018, respectively.

k) Fundraising

All expenses associated with fundraising events are expensed as incurred.

l) Advertising costs

The Organization uses advertising to promote its programs among the audiences it serves. Advertising costs are expensed as incurred. Advertising expense for the years ended June 30, 2019 and 2018 was \$4,450 and \$3,013, respectively.

3) Concentrations of credit risk

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash deposits. The Organization at times has cash on deposit at financial institutions that is in excess of federally insured limits. Accounts are guaranteed by the Federal Deposit Insurance Corporation up to certain limits.

NORTHSHORE FAMILIES HELPING FAMILIES, INC.
NOTES TO FINANCIAL STATEMENTS

For the Years Ended June 30, 2019 and 2018

3) Concentrations of credit risk (continued)

The Organization has not experienced any losses in such accounts. The Organization has no policy requiring collateral or other security to support its deposits or receivables.

4) Property and equipment

Property and equipment consists of the following:

	<u>2019</u>	<u>2018</u>
Equipment	\$ 10,271	\$ 9,851
	<u>10,271</u>	<u>9,851</u>
Less accumulated depreciation	(8,396)	(9,569)
Total property and equipment	<u>\$ 1,875</u>	<u>\$ 282</u>

5) Program grants

A substantial portion of the Organization's support and revenue is derived from grants for programs conducted. The various grants are approved on a year-to-year basis. Any unexpected grant funds or unauthorized expenditures must be refunded. The Organization received approximately 83% and 87% of its revenue from grants for the years ended June 30, 2019 and 2018, respectively.

6) Liquidity and availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

Cash	\$ 210,641
Accounts receivable	<u>22,949</u>
	<u>\$ 233,590</u>

7) New accounting pronouncements

In June 2018, the FASB issued ASU No. 2018-08 Not-for-Profit Entities (Topic 958), "Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made" to clarify and improve the scope and the accounting guidance for contributions received and contributions made. The amendments in this ASU should assist entities in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) within the scope of Topic 958, Not-for-Profit Entities, or as exchange (reciprocal) transactions subject to other guidance and (2) determining whether a contribution is conditional. This ASU will be effective for the Organization's fiscal year beginning July 1, 2019.

FASB has issued ASU No. 2014-09, "Revenue from Contracts with Customers," to update its revenue recognition standard to clarify the principles of recognizing revenue and eliminate industry-specific guidance as well as help financial statement users better understand the nature, amount, timing, and uncertainty of revenue that is recognized. This standard will be effective for periods beginning after June 30, 2019.

NORTHSHORE FAMILIES HELPING FAMILIES, INC.
NOTES TO FINANCIAL STATEMENTS

For the Years Ended June 30, 2019 and 2018

7) New accounting pronouncements (continued)

Northshore Families Helping Families, Inc. is currently assessing the impact of these pronouncements on its financial statements.

8) Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

9) Subsequent events

Management has evaluated subsequent events through the date of the auditors' report, the date which the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.



WEGMANN DAZET & COMPANY

INDEPENDENT ACCOUNTANTS' REPORT ON
APPLYING AGREED-UPON PROCEDURES

To the Board of Directors
Northshore Families Helping Families, Inc.
and the Louisiana Legislative Auditor:

We have performed the procedures described in the Schedule of Agreed-Upon Procedures (Schedule), which were agreed to by Northshore Families Helping Families, Inc. and the Louisiana Legislative Auditor, for the period of July 1, 2018 through June 30, 2019. Northshore Families Helping Families, Inc.'s management is responsible for the Schedule. The sufficiency of these procedures is solely the responsibility of Northshore Families Helping Families, Inc. and the Louisiana Legislative Auditor. Consequently, we make no representation regarding the sufficiency of the procedures referred to below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are described in the Schedule.

This engagement to apply agreed-upon procedures was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to and did not conduct an audit or review, the objective of which would be the expression of an opinion or conclusion, respectively on the Schedule of Northshore Families Helping Families, Inc. as of June 30, 2019. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information of Northshore Families Helping Families, Inc. and the Louisiana Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties.

December 27, 2019

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The procedures and associated findings are as follows:

Payroll and Personnel

1. Obtain and inspect the entity's written policies and procedures over payroll/personnel and observe that they address (1) payroll processing, and (2) reviewing and approving time and attendance records, including leave and overtime worked.

Outcome: We obtained the entity's written policies and procedures over payroll and personnel and determined that (1) payroll processing is addressed and (2) reviewing and approving time and attendance records, including leave and overtime worked is addressed.

2. Obtain a listing of employees employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

Outcome: We randomly selected five employees and compared their paid salaries to authorized pay per their personnel files without exception.

3. Randomly select one pay period during the fiscal period. For the 5 employees selected under #2 above, obtain attendance records and leave documentation for the pay period, and:

- a) Observe that all selected employees documented their daily attendance and leave (e.g., vacation, sick, compensatory). Observe that supervisors approved the attendance and leave of the selected employees/officials.
- b) Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.

Outcome:

- a. *All selected employees documented their daily attendance.*
- b. *Accrued leave is reflected in the Organization's cumulative leave records.*

4. Obtain a listing of those employees that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees, obtain related documentation of the hours and pay rates used in management's termination payment calculations, agree the hours to the employee cumulative leave records, and agree the pay rates to the employee authorized pay rates in the employee personnel files.

Outcome: There were no terminated employees during the 2019 fiscal year.

5. Obtain management's representation that employer and employee portions of payroll taxes, retirement contributions, health insurance premiums, and workers' compensation premiums have been paid, and associated forms have been filed, by required deadlines.

Outcome: Payroll taxes and associated forms with required deadlines are tested in the financial audit. No exceptions were noted. Workers' compensation premiums are paid as required.



WEGMANN DAZET & COMPANY

INDEPENDENT AUDITORS' 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
Northshore Families Helping Families, Inc.
Covington, Louisiana

We have audited, 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, the financial statements of Northshore Families Helping Families, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, cash flows and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 27, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Northshore Families Helping Families, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Northshore Families Helping Families, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

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 any 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 Northshore Families Helping Families, 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 on compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

December 27, 2019

Wegmann Doret + Company

NORTHSHORE FAMILIES HELPING FAMILIES, INC.
SUPPLEMENTARY INFORMATION - SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER
PAYMENTS TO AGENCY HEAD

For the Year Ended June 30, 2019

SUMMARY OF COMPENSATION

Executive Director

Katie Corkern 07/01/18 – 03/01/19

Purpose	Amount
Salary	\$ 43,459
Benefits-insurance	-
Reimbursements-mileage	1,190

Kathy Dillon 03/01/19 – 06/30/19

Purpose	Amount
Salary	\$ 13,792
Benefits-insurance	-
Reimbursements-mileage	205