

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR
ACHIEVING TOTAL HEALTH**

Audits of Consolidated Financial Statements

June 30, 2018 and 2017



Contents

Independent Auditor's Report	1 - 2
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Consolidated Financial Statements

Consolidated Statements of Financial Position	3
Consolidated Statement of Activities and Changes in Net Assets for the Year Ended June 30, 2018	4
Consolidated Statement of Activities and Changes in Net Assets for the Year Ended June 30, 2017	5
Consolidated Statements of Cash Flows	6
Notes to the Consolidated Financial Statements	7 - 13

Supplementary Information

Schedule I - Consolidating Statements of Financial Position	15 - 16
Schedule II - Consolidating Statements of Activities and Changes in Net Assets	17 - 18
Schedule III - Schedule of Program Services and Grant Expenses - LPHI	19 - 21
Schedule IV - Schedule of Revenues and Expenditures - TFL	22
Schedule V - Schedule of Compensation, Benefits, and Other Payments to Agency Head	23

Uniform Guidance Section

Schedule of Expenditures of Federal Awards	25 - 26
Notes to Schedule of Expenditures of Federal Awards	27

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>Government Auditing Standards</i>	28 - 29
--	---------

Report on Compliance for Each Major Federal Program; and on Internal Control Over Compliance Required by the Uniform Guidance	30 - 31
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Schedule of Findings and Questioned Costs	32 - 33
--	---------

Schedule of Prior Year Findings	34
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Independent Auditor's Report

To the Board of Directors
Louisiana Public Health Institute and
Partnership for Achieving Total Health

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Louisiana Public Health Institute and the Partnership for Achieving Total Health (collectively, LPHI) which comprise the consolidated statements of financial position as of June 30, 2018 and 2017, and the related consolidated statements of activities and changes in net assets, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

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

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Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of LPHI as of June 30, 2018 and 2017, and the changes in net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. Schedules I - V and the accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated August 16, 2018, on our consideration of LPHI'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 LPHI's internal control over financial reporting and compliance.



A Professional Accounting Corporation

Metairie, LA
August 16, 2018

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**
Consolidated Statements of Financial Position
June 30, 2018 and 2017

	2018	2017
Assets		
Cash and Cash Equivalents - Unrestricted	\$ 2,056,145	\$ 467,306
Grants Receivable	4,837,836	6,277,190
Due from NNPHI	31,150	11,168
Other Receivables	61,640	7,982
Cash and Cash Equivalents - Restricted	779,215	6,418,066
Furniture and Equipment, Net	25,772	8,608
Other Assets	13,900	137,307
	<hr/>	<hr/>
Total Assets	\$ 7,805,658	\$ 13,327,627
	<hr/> <hr/>	<hr/> <hr/>
Liabilities		
Accounts Payable	\$ 1,666,068	\$ 3,314,671
Accrued Liabilities	125,513	129,671
Deferred Grant Revenue	2,790,429	7,339,134
	<hr/>	<hr/>
Total Liabilities	4,582,010	10,783,476
	<hr/>	<hr/>
Net Assets		
Unrestricted	3,203,679	2,523,360
Temporarily Restricted	19,969	20,791
	<hr/>	<hr/>
Total Net Assets	3,223,648	2,544,151
	<hr/>	<hr/>
Total Liabilities and Net Assets	\$ 7,805,658	\$ 13,327,627
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The accompanying notes are an integral part of these consolidated financial statements.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**
Consolidated Statement of Activities and Changes in Net Assets
For the Year Ended June 30, 2018

	Unrestricted	Temporarily Restricted	Total
Support and Revenue			
Grants and Contracts	\$ 17,916,625	\$ -	\$ 17,916,625
Contributions	5	-	5
Other Revenue	2,708,048	-	2,708,048
Interest Income	845	-	845
Net Assets Released from Restrictions	822	(822)	-
Total Support and Revenue	20,626,345	(822)	20,625,523
Expenses			
Program Services and Grants	18,505,315	-	18,505,315
General and Administrative	1,440,711	-	1,440,711
Total Expenses	19,946,026	-	19,946,026
Change in Net Assets	680,319	(822)	679,497
Net Assets, Beginning of Year	2,523,360	20,791	2,544,151
Net Assets, End of Year	\$ 3,203,679	\$ 19,969	\$ 3,223,648

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

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**
Consolidated Statement of Activities and Changes in Net Assets
For the Year Ended June 30, 2017

	Unrestricted	Temporarily Restricted	Total
Support and Revenue			
Grants and Contracts	\$ 22,078,505	\$ -	\$ 22,078,505
Contributions	5	20,000	20,005
Other Revenue	1,348,642	-	1,348,642
Interest Income	785	-	785
Net Assets Released from Restrictions	15,625	(15,625)	-
Total Support and Revenue	23,443,562	4,375	23,447,937
Expenses			
Program Services and Grants	21,490,205	-	21,490,205
General and Administrative	1,560,292	-	1,560,292
Total Expenses	23,050,497	-	23,050,497
Change in Net Assets	393,065	4,375	397,440
Net Assets, Beginning of Year	2,130,295	16,416	2,146,711
Net Assets, End of Year	\$ 2,523,360	\$ 20,791	\$ 2,544,151

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

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**
Consolidated Statements of Cash Flows
For the Years Ended June 30, 2018 and 2017

	2018	2017
Cash Flows from Operating Activities		
Change in Net Assets	\$ 679,497	\$ 397,440
Adjustments to Reconcile Change in Net Assets to Net Cash Used in Operating Activities		
Depreciation	10,822	2,869
Bad Debt Expense	-	14,696
(Increase) Decrease in Operating Assets		
Grants Receivable	1,439,354	(1,530,235)
Due from NNPHI	(19,982)	49,850
Other Receivables	(53,658)	72,195
Other Assets	123,407	(92,553)
Increase (Decrease) in Operating Liabilities		
Accounts Payable	(1,648,603)	431,827
Accrued Liabilities	(4,158)	105,801
Deferred Grant Revenue	(4,548,705)	(6,967,849)
Net Cash Used in Operating Activities	(4,022,026)	(7,515,959)
Cash Flows from Investing Activities		
Capital Expenditures	(27,986)	(11,477)
Decrease in Restricted Cash	5,638,851	6,199,487
Net Cash Provided by Investing Activities	5,610,865	6,188,010
Net Increase (Decrease) in Cash and Cash Equivalents	1,588,839	(1,327,949)
Cash and Cash Equivalents, Beginning of Year	467,306	1,795,255
Cash and Cash Equivalents, End of Year	\$ 2,056,145	\$ 467,306

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

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**

Notes to Consolidated Financial Statements

Note 1. Summary of Significant Accounting Policies

Nature of Activities

The Louisiana Public Health Institute (LPHI) is an independent 501(c)(3) organization established in 1997. In delivering on its mission, LPHI uncovers complementary connections across sectors to combine social, economic and human capital needed to “align action for health.” This is accomplished through implementing strategies which span a broad continuum of efforts that seek to address the social determinants of health in communities and enhance the health care delivery systems to improve health outcomes.

During October 2013, the Partnership for Achieving Total Health (PATH) was formed as a 509(a)(3) supporting organization to LPHI. The objective of PATH is to support LPHI through collaborative efforts in health information, research, educational and training opportunities, and to promote positive health practices through collaboration in program initiatives and policy development, operating a Health Information Exchange, and other activities. LPHI and PATH (collectively, the Organization) utilize the same management and support services. LPHI controls PATH by maintaining a controlling interest on the PATH board; therefore, the financial statements require consolidation.

Basis of Accounting

The accompanying consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America, involving the application of accrual accounting; consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Basis of Presentation and Consolidation

The consolidated financial statements are presented in accordance with the *Not-for-Profit Entities* Topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). Accordingly, the Organization is required to report information regarding its financial position and activities according to three classes of net assets which are based on the absence or existence and nature of donor-imposed restrictions, as follows: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Organization has no permanently restricted net assets.

The consolidated financial statements include the accounts of PATH, a supporting organization to LPHI. All significant intercompany amounts and transactions have been eliminated in consolidation.

Use of Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**

Notes to Consolidated Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Furniture and Equipment

Furniture and equipment with an estimated useful life of greater than one year and having an individual acquisition cost in excess of \$5,000 are capitalized. Furniture and equipment are carried at cost or, if donated, at the approximate fair value at the date of the donation. Depreciation is computed using primarily the straight-line method over the estimated useful lives of the assets.

Contributions

Contributions are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. Support that is restricted by a donor is reported as an increase in temporarily restricted or permanently restricted net assets, depending on the nature of the restrictions. When the restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities and changes in net assets as net assets released from restrictions.

Contributed Services

No amounts have been reflected in the consolidated financial statements for contributed services since the recognition criteria under accounting principles generally accepted in the United States of America have not been met.

Revenue and Expenses

Support for the Organization is provided primarily by grants funded by private foundations and by state and federal agencies. LPHI also receives support through its role as an administrator of court settlement funds utilized in alignment with the mission and purpose of LPHI. Grant revenue is recognized when the qualifying expenditures have been incurred and all other grant requirements have been met. Grant funding received in advance of expenditures for allowable grant purposes is recognized as deferred revenue. Expenditures are to be made in accordance with grant budgets that have been adopted.

Receivables

The Organization considers its receivables to be fully collectible; accordingly, no allowance for doubtful accounts is provided. If amounts become uncollectible, they are charged to operations when that determination is made. The use of this method does not differ materially from the allowance method required by accounting principles generally accepted in the United States of America.

Cash and Cash Equivalents

For the purposes of the consolidated statements of cash flows, the Organization considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Cash Flow Information

The Organization did not make any cash payments for interest or income taxes during the years ended June 30, 2018 and 2017.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**

Notes to Consolidated Financial Statements

Note 1. Summary of Significant Accounting Policies (Continued)

Federal Income Taxes

Both LPHI and PATH are exempt from federal income tax as an organization described in Section 501(c)(3) of the Internal Revenue Code.

Reclassification of Prior Year Balances

Certain amounts presented within the prior year consolidated financial statement have been reclassified to conform with current year presentation. These reclassifications had no impact on the prior year balance of net assets or for the changed in net assets.

Note 2. Concentration of Risk

Economic Dependency

Support for the Organization is provided primarily by grants funded by private foundations and by state and federal agencies. The Organization also receives support through its role as an administrator of court settlement funds utilized in alignment with the mission and purpose of the Organization. The continued operations of the Organization are dependent upon the renewal of current grants and/or the procurement of additional funding sources.

Cash Deposits

Although the Organization maintains cash in bank accounts in excess of FDIC insured limits, it has entered an agreement with its financial institution to invest its cash in overnight repurchase agreements in order to secure its cash balances.

Note 3. Cash and Cash Equivalents - Restricted

During the year ended June 30, 2012, LPHI entered into a grant agreement with BP Exploration & Production Inc., and BP American Production Company (collectively referred to as BP) as part of the Gulf Region Health Outreach program to expand capacity for and access to high quality, sustainable, community-based healthcare services. As required by the grant agreement, LPHI is to maintain all unspent or uncommitted grant funds in highly liquid interest-bearing or income-earning investments. Any interest or other income generated by the grant must be applied to the purpose of the project. Cash and cash equivalents restricted for BP totaled \$779,215 and \$6,418,066 at June 30, 2018 and 2017, respectively.

Note 4. Due from NNPHI

During the year ended June 30, 2018, LPHI assisted the National Network of Public Health Institutes (NNPHI) with certain, defined operational services related to NNPHI's human resources, and NNPHI assisted LPHI with certain, defined operational services related to LPHI's payroll. LPHI terminated the payroll services provided by NNPHI as of December 31, 2017. Quarterly, LPHI and NNPHI each remitted a flat fee to the other party for the services provided. NNPHI also reimbursed LPHI for any shared expenses incurred by LPHI during the invoiced quarter.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**

Notes to Consolidated Financial Statements

Note 4. Due from NNPHI (Continued)

During the year ended June 30, 2017, LPHI assisted the National Network of Public Health Institutes (NNPHI) with certain, defined operational services related to NNPHI's finances and administration, human resources, information technology, and communications. NNPHI remitted a flat fee every month for the services provided by LPHI and reimbursed LPHI for all shared expenses.

As of June 30, 2018 and 2017, LPHI had a balance due from NNPHI totaling \$31,150 and \$11,168, respectively, relating to services provided in accordance with the above service agreement.

Note 5. Other Revenue and Other Receivables

The Organization enters into fee for service arrangements to provide technology, media and communications, evaluation, clinical research support, health information exchange and other services carried out in alignment with its mission. Revenues derived from these contractual arrangements are included in "Other Revenue" in the consolidated statements of activities and changes in net assets.

Other receivables consist primarily of amounts due from other agencies and other not-for-profit organizations. Amounts due to LPHI at June 30, 2018 and 2017 totaled \$61,640 and \$7,982, respectively. During 2018 and 2017, LPHI recorded \$0 and \$14,696, respectively, in bad debt expense.

Note 6. Furniture and Equipment

Furniture and equipment consist of the following at June 30th:

	2018	2017
Computer Equipment	\$ 226,173	\$ 198,187
Computer Software	8,184	8,184
Office Furniture	<u>6,584</u>	<u>6,584</u>
	240,941	212,955
Less: Accumulated Depreciation	<u>(215,169)</u>	<u>(204,347)</u>
Total	<u>\$ 25,772</u>	<u>\$ 8,608</u>

Depreciation expense for the years ended June 30, 2018 and 2017, totaled \$10,822 and \$2,869, respectively.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**

Notes to Consolidated Financial Statements

Note 7. Temporarily Restricted Net Assets

Temporarily restricted net assets activity for the year ended June 30, 2018, consisted of the following:

	Beginning Balance	Contributions Received	Releases	Ending Balance
Louisiana Community AIDS Partnership Program	\$ 822	\$ -	\$ (822)	\$ -
Pfizer: Krewe de Quit	19,969	-	-	19,969
Total	\$ 20,791	\$ -	\$ (822)	\$ 19,969

Temporarily restricted net assets activity for the year ended June 30, 2017, consisted of the following:

	Beginning Balance	Contributions Received	Releases	Ending Balance
Louisiana Community AIDS Partnership Program	\$ 15,521	\$ -	\$ (14,699)	\$ 822
Pfizer: Krewe de Quit	-	20,000	(31)	19,969
Social Innovation Fund Grant	895	-	(895)	-
Total	\$ 16,416	\$ 20,000	\$ (15,625)	\$ 20,791

Note 8. Commitments and Contingencies

Leases

The Organization leases office facilities under an operating lease which expires in January 2022. Minimum future rental payments under this lease follow for the years ending June 30th:

Years	Amount
2019	\$ 347,980
2020	357,946
2021	363,759
2022	212,193
2023	-
Thereafter	-
Total	<u>\$ 1,281,878</u>

The Organization also leases office facilities on a month-to-month basis. Rent expense incurred during the years ended June 30, 2018 and 2017, totaled \$354,762 and \$351,079, respectively.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**

Notes to Consolidated Financial Statements

Note 8. Commitments and Contingencies (Continued)

Line of Credit

At June 30, 2018, the Organization had a \$500,000 unsecured line of credit available from a financial institution with an interest rate of 5.50%. At June 30, 2017, the Organization had a \$150,000 unsecured line of credit available from a financial institution with an interest rate of 4.00%. The Organization had no balance outstanding with the line of credit as of June 30, 2018 and 2017.

Note 9. Related Party Transactions

Grants and Contracts

Several of LPHI's board members are employed by organizations with which LPHI has grant agreements or contracts for services.

PATH

LPHI provided management, personnel and support services to PATH, a consolidated entity; for the provision of these services, LPHI charged PATH a flat rate of 7% on all direct billed costs as a management fee. As a result, LPHI recognized management fee revenues totaling \$1,892 and \$9,200 for the years ended 2018 and 2017, respectively. Revenues and expenses derived from these services were eliminated in the consolidated statement of activities and changes in net assets.

Note 10. Pension Plan

LPHI sponsors a defined contribution 401(k) profit sharing plan covering all employees who meet certain eligibility requirements. Under the plan, participants are allowed to contribute up to their annual pretax compensation, as defined in the plan, not to exceed the limits of Internal Revenue Code Section 401(k). The plan provides for a contribution by LPHI equal to 7 percent of the participant's eligible compensation. LPHI incurred contribution expense of \$473,670 and \$490,310 for the years ended June 30, 2018 and 2017, respectively.

Note 11. Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statements of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**

Notes to Consolidated Financial Statements

Note 12. Uncertain Tax Positions

The Organization follows the provisions of the *Accounting for Uncertainty in Income Taxes* topic of the Codification, which clarifies the accounting and recognition for income tax positions taken or expected to be taken in the Organization's income tax returns.

Accounting principals generally accepted in the United States of America provide accounting and disclosure guidance about positions taken by an entity in its tax returns that might be uncertain. The Organization believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

Penalties and interest assessed by income taxing authorities, if any, would be included in general and administrative expenses.

Note 13. Subsequent Events

Management has evaluated subsequent events through the date that the consolidated financial statements were available to be issued August 16, 2018, and determined that no events occurred that required disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these consolidated financial statements.

SUPPLEMENTARY INFORMATION

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Supplementary Information
Consolidating Statement of Financial Position
June 30, 2018**

Schedule I

	LPHI	PATH	Eliminations	Consolidated
Assets				
Cash and Cash Equivalents - Unrestricted	\$ 1,996,153	\$ 59,992	\$ -	\$ 2,056,145
Grants Receivable	4,837,836	-	-	4,837,836
Due from NNPHI	31,150	-	-	31,150
Due from PATH	-	36,961	(36,961)	-
Other Receivables	15,000	46,640	-	61,640
Cash and Cash Equivalents - Restricted	779,215	-	-	779,215
Furniture and Equipment, Net	25,772	-	-	25,772
Other Assets	13,900	-	-	13,900
Total Assets	\$ 7,699,026	\$ 143,593	\$ (36,961)	\$ 7,805,658
Liabilities				
Accounts Payable	\$ 1,663,957	\$ 2,111	\$ -	\$ 1,666,068
Accrued Liabilities	125,513	-	-	125,513
Due to LPHI	36,961	-	(36,961)	-
Deferred Grant Revenue	2,760,898	29,531	-	2,790,429
Total Liabilities	4,587,329	31,642	(36,961)	4,582,010
Net Assets				
Unrestricted	3,091,728	111,951	-	3,203,679
Temporarily Restricted	19,969	-	-	19,969
Total Net Assets	3,111,697	111,951	-	3,223,648
Total Liabilities and Net Assets	\$ 7,699,026	\$ 143,593	\$ (36,961)	\$ 7,805,658

See independent auditor's report.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**
Supplementary Information
Consolidating Statement of Financial Position
June 30, 2017

Schedule I (Continued)

	LPHI	PATH	Eliminations	Consolidated
Assets				
Cash and Cash Equivalents - Unrestricted	\$ 452,226	\$ 15,080	\$ -	\$ 467,306
Grants Receivable	6,277,190	47,497	(47,497)	6,277,190
Due from NNPHI	11,168	-	-	11,168
Due from PATH	56,480	-	(56,480)	-
Other Receivables	7,982	-	-	7,982
Cash and Cash Equivalents - Restricted	6,418,066	-	-	6,418,066
Furniture and Equipment, Net	8,608	-	-	8,608
Other Assets	137,307	-	-	137,307
Total Assets	\$ 13,369,027	\$ 62,577	\$ (103,977)	\$ 13,327,627
Liabilities				
Accounts Payable	\$ 3,360,355	\$ 1,813	\$ (47,497)	\$ 3,314,671
Accrued Liabilities	129,671	-	-	129,671
Due to LPHI	-	56,480	(56,480)	-
Deferred Grant Revenue	7,334,584	4,550	-	7,339,134
Total Liabilities	10,824,610	62,843	(103,977)	10,783,476
Net Assets				
Unrestricted	2,523,626	(266)	-	2,523,360
Temporarily Restricted	20,791	-	-	20,791
Total Net Assets	2,544,417	(266)	-	2,544,151
Total Liabilities and Net Assets	\$ 13,369,027	\$ 62,577	\$ (103,977)	\$ 13,327,627

See independent auditor's report.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Supplementary Information
Consolidating Statement of Activities and Changes in Net Assets
For the Year Ended June 30, 2018**

Schedule II

	LPHI		PATH		Eliminations	Consolidated		Total
	Unrestricted	Temporarily Restricted	Unrestricted	Temporarily Restricted		Unrestricted	Temporarily Restricted	
Support and Revenue								
Grants and Contracts	\$ 17,907,002	\$ -	\$ 57,017	\$ -	\$ (47,394)	\$ 17,916,625	\$ -	\$ 17,916,625
Contributions	5	-	-	-	-	5	-	5
Other Revenue	2,606,190	-	103,750	-	(1,892)	2,708,048	-	2,708,048
Interest Income	845	-	-	-	-	845	-	845
Net Assets Released from Restrictions	822	(822)	-	-	-	822	(822)	-
Total Support and Revenue	20,514,864	(822)	160,767	-	(49,286)	20,626,345	(822)	20,625,523
Expenses								
Program Services and Grants	18,543,087	-	9,622	-	(47,394)	18,505,315	-	18,505,315
General and Administrative	1,403,675	-	38,928	-	(1,892)	1,440,711	-	1,440,711
Total Expenses	19,946,762	-	48,550	-	(49,286)	19,946,026	-	19,946,026
Change in Net Assets	568,102	(822)	112,217	-	-	680,319	(822)	679,497
Net Assets, Beginning of Year	2,523,626	20,791	(266)	-	-	2,523,360	20,791	2,544,151
Net Assets, End of Year	\$ 3,091,728	\$ 19,969	\$ 111,951	\$ -	\$ -	\$ 3,203,679	\$ 19,969	\$ 3,223,648

See independent auditor's report.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Supplementary Information
Consolidating Statement of Activities and Changes in Net Assets
For the Year Ended June 30, 2017**

Schedule II (Continued)

	LPHI		PATH		Eliminations	Consolidated		Total
	Unrestricted	Temporarily Restricted	Unrestricted	Temporarily Restricted		Unrestricted	Temporarily Restricted	
Support and Revenue								
Grants and Contracts	\$ 21,979,047	\$ -	\$ 157,728	\$ -	\$ (58,270)	\$ 22,078,505	\$ -	\$ 22,078,505
Contributions	5	20,000	-	-	-	5	20,000	20,005
Other Revenue	1,271,874	-	85,968	-	(9,200)	1,348,642	-	1,348,642
Interest Income	776	-	9	-	-	785	-	785
Net Assets Released from Restrictions	15,625	(15,625)	-	-	-	15,625	(15,625)	-
Total Support and Revenue	23,267,327	4,375	243,705	-	(67,470)	23,443,562	4,375	23,447,937
Expenses								
Program Services and Grants	21,369,740	-	178,735	-	(58,270)	21,490,205	-	21,490,205
General and Administrative	1,466,713	-	102,779	-	(9,200)	1,560,292	-	1,560,292
Total Expenses	22,836,453	-	281,514	-	(67,470)	23,050,497	-	23,050,497
Change in Net Assets	430,874	4,375	(37,809)	-	-	393,065	4,375	397,440
Net Assets, Beginning of Year	2,092,752	16,416	37,543	-	-	2,130,295	16,416	2,146,711
Net Assets, End of Year	\$ 2,523,626	\$ 20,791	\$ (266)	\$ -	\$ -	\$ 2,523,360	\$ 20,791	\$ 2,544,151

See independent auditor's report.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Supplementary Information
Schedule of Program Services and Grant Expenses - LPHI
For the Years Ended June 30, 2018 and 2017**

Schedule III

Program/Grant	2018	2017
Louisiana Campaign for Tobacco-Free Living	\$ 4,632,346	\$ 5,806,509
Gulf Region Health Outreach Program	4,316,815	5,972,505
Research Action for Health Network - Phase II	1,948,687	2,451,217
Medicaid Provider Outreach Initiative	1,154,636	388,500
Maternal and Child Health Program	1,131,745	950,747
Children's Special Health Services	689,627	620,039
Tobacco Control Program	581,959	425,500
Gulf Coast Healthy Communities	215,710	521,425
HIE Integration Assistance Program	209,010	5,617
City of New Orleans Opioid Media Campaign	193,006	-
Communications and Advocacy Campaign for Comprehensive Sexuality Education in Louisiana - Phase I	187,135	-
Patient Safety Organization Initiative	175,781	-
Communications and Advocacy Campaign for Comprehensive Sexuality Education in Louisiana	157,484	190,387
Maternal, Infant, and Childhood Home Visitation Program - Phase III	143,828	39,144
Aspirin Dosing: A Patient Centric Trial Assessing Benefits and Long Term Effectiveness	119,663	176,441
Adolescent/Reproductive Health Mapping	118,932	197,393
Impact of Targeted Health Policies to Prevent Diabetes and its Complications	116,056	115,032
Smoking Cessation Trust	115,700	230,294
Equity in Patient Engagement in Biomedical Research	112,298	2
Louisiana Integrated Center for Care	100,009	350,501
Louisiana Health Center Controlled Networks	89,719	161,394
BUILD Health Challenge	82,315	-
LINKS Integration and Education Initiative	80,241	-
Clinical Staff as Unique Stakeholders	76,392	13,792
Patient Choice Tech Project	72,640	-
Influenza Like Illness Surveillance Reporting	70,928	-
Trauma-Informed Approaches to Improve School Safety	69,536	15,267
Behavioral Health Learning Community	68,076	-
Adolescent/Reproductive Health Mapping - Phase II	65,486	-
Federally Qualified Health Centers: Behavioral Health Integration	63,078	144,780
New Orleans Trauma-Informed Schools Learning Collaborative	61,332	-
Financial Sustainability Fellowship (Planning)	57,588	-
REACHnet Query Service Contracts	56,096	-
Trauma-Informed Collaborative Care for Low-income African Americans with PTSD	51,563	-
Antibiotics Obesity Trial	49,377	52,357
Tuberculosis Prevention & Control	48,000	48,000
Project Evaluation of Medication Assisted Treatment Program	47,739	20,791
Adolescent Reproductive Care, Capacity, and Collaboration Program	42,417	52,657
Information Services Special Projects	46,976	24,221
New Orleans Trauma-Informed Schools Learning Collaborative	43,970	39,170
Evaluation Special Projects	41,446	39,449
Reengaging and Retaining HIV/AIDS Patients in Care Using Financial Incentives	40,986	-
Tuberculosis Case Management Services	40,836	41,243
Patient Reported Outcomes Project	37,785	-
Maternal, Infant, and Childhood Home Visitation Program	35,589	156,559
Nursing Consultation Contract	30,495	31,331
FitNola Program Evaluation	29,830	31,925
NNPHI Services Agreement	29,600	28,376
Louisiana Healthy Homes: Lead Program	28,329	-
Gulf of Mexico Alliance Project	26,830	51,673
Wisner: City of New Orleans Behavioral Health Council Coordination	24,738	-

See independent auditor's report.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Supplementary Information
Schedule of Program Services and Grant Expenses - LPHI (Continued)
For the Years Ended June 30, 2018 and 2017**

Schedule III (Continued)

Program/Grant	2018	2017
BUILD Health Challenge (UMC Match)	24,303	-
NYU: MAP: LAB	23,776	23,999
Capacity Building through Communications (ViaLink)	23,732	5,448
Communications Special Projects	23,231	66,728
Health is Power	22,988	8,825
ViiV Healthcare Grant - 17-18	22,883	-
Medical Research Analytics and Informatics Alliance Contract	22,399	10,773
Bariatrics-Obesity Trial	20,145	52,498
Oral Health Workforce Assessment	19,162	-
NOLA for Life Fund Support	18,086	35,778
R6 Public Health Center Training	17,708	20,607
LA-PRI Data Development Project	17,681	6,248
PCORI - Opioid Surveillance	16,987	-
Peer PrEP Program	16,308	63,403
Growing Up Fit Implementation	14,482	9,150
Mississippi Delta Health Collaborative	14,273	-
Center for Translational Viral Oncology - COBRE Evaluation	14,254	-
PCORI Patient Engagement Award Program	12,987	112,389
Diabetes Prevention Program - Research Support	12,398	28,898
Open Forum	12,149	3,515
Data 4 Action Project	11,580	-
Behavioral Health Summit	10,707	11,174
Tobacco Prevention Portfolio	10,000	235
Healthy School Food Collaborative	9,872	106,389
Financial Sustainability Fellowship (Implementation)	9,625	-
HIV Consulting Contract	9,074	759
Central Appalachian Regional Education Research Center (CARERC)	8,100	-
Project Management Office	7,568	-
New York City Clinical Data Research Network (CRG)	7,432	-
Out of the Box Initiative - Phase II	7,327	17,590
Education Research Alliance	7,047	9,107
HIT Week Symposium	5,874	-
Clinical Transformation Portfolio	5,439	2,235
Orleans Teen Pregnancy Prevention Project (4RealHealth)	-	174,125
Data Access Framework	-	172,790
Assessing the Impact of ACA on Louisiana	-	125,689
Community Health Peer Learning Program	-	94,208
Youth Tobacco Survey	-	90,240
Housing Resident Education Initiative	-	89,093
Section of Environmental Epidemiology & Toxicology Public Health Project	-	71,574
Personal Responsibility Education Program	-	57,294
Undoing Racism Trainings	-	25,000
Public Health Leadership Capacity Development	-	20,729
Energy Health Impact Assessment	-	18,665
Louisiana Stigma Index Project	-	17,373
CAA Program Evaluation	-	15,271
Bike and Pedestrian Safety 2015	-	14,696
Center for Prevention Implementation Methodology for Drug Use and HIV	-	13,037
HIV Portfolio Match Funds	-	12,208
Co-occurring Disorders	-	12,142

See independent auditor's report.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Supplementary Information
Schedule of Program Services and Grant Expenses - LPHI (Continued)
For the Years Ended June 30, 2018 and 2017**

Schedule III (Continued)

Program/Grant	2018	2017
Stigma Summit 2016	-	11,104
Out of the Box Initiative	-	9,287
Odyssey House HIV Consulting	-	6,534
New Orleans Climate-Smart City Decision Support Tool	-	6,000
Healthy Fundraising Initiative	-	5,584
OPH Quality Improvement Project	-	5,573
Healthy Baton Rouge	-	(39,218)
Other *	<u>33,150</u>	<u>350,756</u>
Total Program Services and Grants - LPHI	<u>\$ 18,543,087</u>	<u>\$ 21,369,740</u>

* Amount may vary from year to year depending on the level of significance for individual Program/Grant.

See independent auditor's report.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Supplementary Information
Schedule of Revenues and Expenditures - TFL
For the Year Ended June 30, 2018**

Schedule IV

Unrestricted Support and Revenue	
Grants Revenue - Government	\$ 4,632,346
Total Unrestricted Support and Revenue	<u>4,632,346</u>
Expenses	
Salaries	1,499,445
Payroll Tax Expense	108,330
Health Insurance	126,576
Dental Insurance	6,452
Life Insurance	269
Retirement Expense	103,538
Worker's Comp	6,497
Monthly Parking	18,212
Unemployment Tax Expense	2,884
Contractual	2,402,294
Professional Fees- Audit	10,000
Professional Fees- Other	15,530
Conferences/ Training	11,043
Printing/ Duplicating	692
Supplies	7,929
Telephone/ Communications	35,705
Postage	1,771
Software	16,840
Marketing	24,193
Sponsorships	65,268
Meeting Costs	18,759
Travel	55,764
Rent	69,803
Insurance- Directors	483
Insurance- General Liability	9,518
Dues/ Membership	14,103
Bank Fees	448
Total Expenses	<u>4,632,346</u>
Expenses in Excess of Revenues	<u>\$ -</u>

See independent auditor's report.

LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Supplementary Information
Schedule of Compensation, Benefits, and Other Payments
to Agency Head
For the Year Ended June 30, 2018

Schedule V

Agency Head

Joseph D. Kimbrell, Chief Executive Officer

Purpose	Amount *
Salary	\$117,288
Benefits - Insurance	\$596
Benefits - Retirement	\$8,210
Benefits - Other	\$5,956
Car Allowance	\$0
Vehicle Provided by Government	\$0
Per Diem	\$0
Reimbursements	\$2,390
Travel	\$1,559
Registration Fees	\$973
Conference Travel	Included in Travel
Continuing Professional Education Fees	\$0
Housing	\$0
Unvouchered Expenses	\$0
Special Meals	\$0

* Amounts consist of public funds only.

See independent auditor's report.

UNIFORM GUIDANCE SECTION

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH**
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2018

FEDERAL GRANTOR/ PASS-THROUGH AGENCY/ PROGRAM TITLE (per CFDA)	Federal CFDA Number	Program Name	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
U.S. Department of Agriculture					
Passed through Louisiana Department of Health and Hospitals: Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	Children's Health Services	726690	\$ -	\$ 415,155
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	Maternal Child Health		-	61,960
Total U.S. Department of Agriculture				-	477,115
U.S. Department of Justice					
Passed through The Administrators of the Tulane Educational Fund: National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	Trauma Informed Care	TUL-SCC-554331-15/16	-	81,705
Total U.S. Department of Justice				-	81,705
U.S. Department of Health and Human Services					
Direct Programs:					
Community Programs to Improve Minority Health Grant Program	93.137	The Louisiana Integrated Center for Care, Supportive Services, and Community Health (LA ICCSSCH)		37,945	114,117
Subtotal Department of Health and Human Services Direct Programs				37,945	114,117
Passed through Louisiana Department of Health and Hospitals:					
Public Health Emergency Preparedness	93.069	Zika Social Media Campaign	2000215384	-	2,606
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	TB: Prevention & Control	2000196395	48,000	49,440
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	Nursing Consultation Contract	2000164823	30,000	31,935
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	TB: Case Management	7353401	40,836	42,276
Injury Prevention and Control Research and State and Community Based Programs	93.136	Maternal Child Health	2000139272	-	141,125
Family Planning Services	93.217	Maternal Child Health	2000139272	-	414,577
Grants to States to Support Oral Health Workforce Activities	93.236	OPH: Oral Health Workforce Assessment		-	21,461
Centers for Disease Control and Prevention: Investigations and Technical Assistance	93.283	OPH Tobacco Control Program	2000139272	-	36,637
National State Based Tobacco Control Programs	93.305	OPH Tobacco Control Program	2000139272	40,500	45,360
Affordable Care Act Maternal, Infant, and Early Childhood Home Visiting Program	93.505	Maternal, Infant, and Early Childhood Home Visitation Program	1000078284	-	39,859
State Public Health Approaches for Ensuring Quiltline Capacity	93.735	OPH Tobacco Control Program	2000139272	112,677	126,198
Preventative Health and Health Services Block Grant funded solely with Prevention and Public Health Funds (PPHF)	93.758	OPH Tobacco Control Program	2000139272	-	10,257

See accompanying notes to schedule of expenditures of federal awards.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Schedule of Expenditures of Federal Awards (Continued)
For the Year Ended June 30, 2018**

FEDERAL GRANTOR/ PASS-THROUGH AGENCY/ PROGRAM TITLE (per CFDA)	Federal CFDA Number	Program Name	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
Passed through Louisiana Department of Health and Hospitals (Continued):					
Maternal, Infant and Early Childhood Home Visiting Grant Program	93.870	Maternal, Infant, and Childhood Home Visitation Program - Phase III	2000258679	-	172,699
Assistance Programs for Chronic Disease Prevention and Control	93.945	OPH Tobacco Control Program	2000139272	-	51,545
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946	Maternal Child Health	2000139272	-	108,560
Block Grants for Prevention and Treatment of Substance Abuse	93.959	Behavioral Health Summit	CF-1, 2016-6	-	12,891
Maternal and Child Health Services Block Grant to the States	93.994	Children's Health Services	726690	-	415,156
Maternal and Child Health Services Block Grant to the States	93.994	Maternal Child Health	2000139272	-	414,577
Maternal and Child Health Services Block Grant to the States	93.994	Louisiana Health Homes Lead Project		-	31,729
Passed through Regents of the University of California:					
Mental Health Research Grants	93.242	Training Program for Scientists Conducting Research to Reduce HIV/ AIDS Health Disparities	9014SC	-	1,736
Passed through Crescent Care:					
Substance Abuse and Mental Health Services: Projects of Regional and National Significance	93.243	SAMHSA Project		-	2,738
Passed through The Administrators of the Tulane Educational Fund:					
Public Health Training Centers Program	93.249	Region 6 Public Health Center Training Grant	TUL-HSC-553776-15/16	-	19,124
Passed through University of Kentucky Research Foundation:					
Occupational Safety and Health Program	93.262	SEET Public Health Project	3200001419-18-054	-	9,461
Passed through New York University:					
Drug Abuse and Addiction Research Programs	93.279	Marijuana Access at Point-of-Sale: Legalization, Attitudes, and Behavior	F4410-02	-	27,343
Passed through NACCHO:					
Building Capacity of the Public Health System to Improve Population Health through National Nonprofit Organizations	93.424	Health is Power		-	27,678
Passed through Louisiana State University Health Sciences Center:					
Increasing the Implementation of Evidence-Based Cancer Survivorship Interventions to Increase Quality and Duration of Life Among Cancer Patients	93.808	Survivorship Care Planning		-	4,866
Biomedical Research and Research Training	93.859	COBRE Evaluation	18-91-011	-	17,167
Passed through Metropolitan Human Services District:					
Block Grants for Prevention and Treatment of Substance Abuse	93.959	Project Evaluation of Medication Assisted Treatment Program	17405	-	57,306
Subtotal Department of Health and Human Services Pass-through Programs				272,013	2,336,307
Total U.S. Department of Health and Human Services				309,958	2,450,424
Total Expenditures of Federal Awards				\$ 309,958	\$ 3,009,244

See accompanying notes to schedule of expenditures of federal awards.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2018**

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Louisiana Public Health Institute (LPHI) under programs of the federal government for the year ended June 30, 2018. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of LPHI, it is not intended to and does not present the financial position, changes in net assets, or cash flows of LPHI.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-122, *Cost Principles for Non-Profit Organizations*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3. Indirect Cost Rate

LPHI has elected not to use the 10 percent de minimis indirect cost rate.

**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***

Independent Auditor's Report

To the Board of Directors
Louisiana Public Health Institute
and Partnership for Achieving Total Health

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 consolidated financial statements of Louisiana Public Health Institute and the Partnership for Achieving Total Health (collectively, the Organization), which comprise the consolidated financial statements of financial position as of June 30, 2018 and 2017, and the related consolidated statements of activities, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated August 16, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Organization'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 opinions on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 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 the Organization's consolidated 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 consolidated 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 and compliance. Accordingly, this communication is not suitable for any other purpose.

This report is intended for the information of the Board of Directors, management, federal awarding agencies, and pass-through entities, 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in cursive script that reads "LaForte".

A Professional Accounting Corporation

Metairie, LA
August 16, 2018

Report On Compliance For Each Major Federal Program; and on Internal Control Over Compliance Required by The Uniform Guidance

Independent Auditor's Report

To the Board of Directors
Louisiana Public Health Institute
and Partnership for Achieving Total Health

Report on Compliance for Each Major Federal Program

We have audited Louisiana Public Health Institute and the Partnership for Achieving Total Health's (collectively, the Organization) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended June 30, 2018. The Organization's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal laws, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Organization's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Organization's compliance with those requirements.

Opinion on Each Major Federal Program

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Report on Internal Control Over Compliance

Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

This report is intended for the information and use of the Board of Directors, management, federal awarding agencies and pass-through entities, 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



A Professional Accounting Corporation

Metairie, LA
August 16, 2018

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2018**

Part I - Summary of Auditor's Results

Financial Statement Section

Type of Auditor's Report Issued:	Unmodified
Internal Control over Financial Reporting:	
Material Weakness(es) Identified?	No
Significant Deficiency(ies) Identified not Considered to be Material Weakness(es)?	None Reported
Noncompliance Material to Financial Statements Noted?	No

Federal Awards Section

Internal Control over Major Programs:	
Material Weakness(es) identified?	No
Significant Deficiency(ies) Identified not Considered to be Material Weakness(es)?	None Reported
Type of Auditor's Report Issued on Compliance for Major Federal Programs:	Unmodified
Any Audit Findings Disclosed that are Required to be Reported in Accordance with 2 CFR 200.516(a)?	No

Identification of Major Programs:

<u>Title</u>	<u>CFDA Number</u>
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557
Injury Prevention and Control Research and State and Community Based Programs	93.136
Family Planning Services	93.217
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946
Dollar Threshold used to Determine Type A Programs:	\$750,000
Auditee Qualified as Low-Risk Auditee?	Yes

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2018**

Part II - Schedule of Financial Statement Findings Section

No findings were noted.

Part III - Federal Awards Findings and Questioned Costs Section

No findings were noted.

Financial Statement Findings

None.

Federal Award Findings and Questioned Costs

None.

**LOUISIANA PUBLIC HEALTH INSTITUTE
AND PARTNERSHIP FOR ACHIEVING TOTAL HEALTH
Schedule of Prior Year Findings
For the Year Ended June 30, 2018**

Prior Year Findings

None.

**AGREED-UPON PROCEDURES REPORT
LOUISIANA PUBLIC HEALTH INSTITUTE AND
PARTNERSHIP FOR ACHIEVEING TOTAL HEALTH**

Independent Accountant's Report
On Applying Agreed-Upon Procedures

For the Period July 1, 2017 – June 30, 2018

To the Board of Directors of Louisiana Public Health Institute and the Partnership for Achieving Total Health and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below, which were agreed to by Louisiana Public Health Institute and the Partnership for Achieving Total Health (collectively LPHI) and the Louisiana Legislative Auditor (LLA) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2017 through June 30, 2018. LPHI's management is responsible for those C/C areas identified in the SAUPs.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

Bank Reconciliations

1. Obtain a listing of client bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select four additional accounts (or all accounts if less than five). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for selected each account, and observe that:
 - a) Bank reconciliations include evidence that they were prepared within two months of the related statement closing date (e.g., initialed and dated, electronically logged);
 - b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and
 - c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

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Results: We obtained a listing of the client's bank accounts for the fiscal period from management and management's representation that the listing is complete. For the randomly selected month, we obtained and inspected the bank statement and reconciliation for all of the LPHI's accounts including the main operating account. We observed that each bank reconciliation tested included evidence that its was prepared within two months of the related statement closing date and that a member of management who does not handle cash, post ledgers, or issue checks has reviewed the bank reconciliation. There were no reconciling items that have been outstanding for more than 12 months from the closing date of the selected statements.

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We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. 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.

The purpose of this report is solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.



A Professional Accounting Corporation

Metairie, LA
November 2, 2018