

**TANGIPAHOA ALCOHOL AND DRUG ABUSE COUNCIL, INC.**

**ANNUAL FINANCIAL STATEMENTS**

**AS OF AND FOR THE YEAR ENDED JUNE 30, 2017**

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**

**Annual Financial Statements  
As of and for the Year Ended June 30, 2017  
With Other Supplemental Information**

**Table of Contents**

	<b>Page</b>
Independent Auditor's Report.....	1
Basic Financial Statements	
Statement of Financial Position .....	3
Statement of Activities.....	4
Statement of Functional Expenses .....	5
Statement of Cash Flows .....	6
Notes to the Financial Statements.....	7
Other Supplemental Information:	
Schedule of Compensation, Benefits and Other Payments to Agency Head.....	14
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	15
Schedule of Findings and Responses.....	17
Schedule of Prior year Findings and Responses.....	18

Dennis E. James, CPA  
Lyle E. Lambert, CPA  
Paul M. Riggs, Jr., CPA

J. Bryan Ehricht, CPA  
Samantha D. Wagner, CPA  
Christie J. Barado  
Megan E. Lynch  
B. Jacob Steib  
Debbie G. Faust, EA  
Ramona K. Huckabee, EA



**JAMES  
LAMBERT RIGGS  
& ASSOCIATES, INC.**  
CERTIFIED PUBLIC ACCOUNTANTS  
www.jlrcpafirm.com

  
Member of  
American Institute of CPAs  
Society of Louisiana CPAs

December 21, 2017

## **Independent Auditor's Report**

The Board of Directors of  
Tangipahoa Alcohol & Drug Abuse Council, Inc.  
Hammond, Louisiana

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the Tangipahoa Alcohol & Drug Abuse Council, Inc. (a nonprofit organization) which comprise the statement of financial position as of as of June 30, 2017, and the related statements of activities, functional expenses and cash flows for the year ended, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 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 opinions.

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Tangipahoa Alcohol & Drug Abuse Council, Inc. as of June 30, 2017, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Matters***

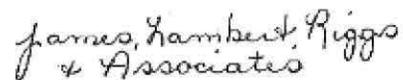
***Other Supplemental Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Compensation, Benefits, and Other Payments to Agency Head on page 14 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 the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2017, on our consideration of the Tangipahoa Alcohol & Drug Abuse Council, 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 the Tangipahoa Alcohol & Drug Abuse Council, Inc.'s internal control over financial reporting and compliance.

Respectfully submitted,



James, Lambert, Riggs & Associates, Inc.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**

**Statement A**

**Statement of Financial Position**

**As of June 30, 2017**

**Assets**

Current Assets:	
Cash and Cash Equivalents	\$ 73,724
Receivables, Net of Allowance for Uncollectible Accounts	5,125
Prepaid Insurance	2,140
Total Current Assets	<u>80,989</u>
Property, Plant, and Equipment	
Land	-
Property, Plant, and Equipment, Net of Accumulated Depreciation	1,941
Total Property, Plant and Equipment	<u>1,941</u>
<b>Total Assets</b>	<u><u>\$ 82,930</u></u>

**Liabilities**

Current Liabilities (Payable From Current Assets):	
Accounts Payable	\$ 4,825
Accrued Payables	1,035
Total Current Liabilities (Payable From Current Assets)	<u>5,860</u>
<b>Total Liabilities</b>	<u>5,860</u>

**Net Assets**

Unrestricted	<u>77,070</u>
<b>Total Net Assets</b>	<u>77,070</u>
<b>Total Liabilities and Net Assets</b>	<u><u>\$ 82,930</u></u>

The accompanying notes are an integral part of this statement.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**

**Statement B**

**Statement of Activities  
For the year ended June 30, 2017**

	<b>Unrestricted</b>	<b>Temporarily Restricted</b>	<b>Total</b>
<b>Operating Revenues</b>			
Public Support			
Grants			
Louisiana Department of Health and Hospitals			
Florida Parishes Human Services Authority (FPHSA):			
Life Skills Training Contracts	\$ -	\$ 209,670	\$ 209,670
Region IX SYNAR Contract	-	13,250	13,250
<b>Contributions</b>			
Tangipahoa United Way	-	3,901	3,901
General	7,999	-	7,999
In Kind - Revenues	69,714	-	69,714
Other	4,574	-	4,574
Investment Income	5	-	5
Net Assets released from restrictions	226,821	(226,821)	-
<b>Total Operating Revenues</b>	<b>309,113</b>	<b>-</b>	<b>309,113</b>
<b>Operating Expenses</b>			
Program Services	219,397	-	219,397
Management and General	49,748	-	49,748
<b>Total Operating Expenses</b>	<b>269,145</b>	<b>-</b>	<b>269,145</b>
<b>Change in Net Assets</b>	<b>39,968</b>	<b>-</b>	<b>39,968</b>
<b>Total Net Assets, Beginning</b>	31,102	-	31,102
<b>Prior Period Entry, See Note 10</b>	6,000	-	6,000
<b>Total Net Assets, Beginning Restated</b>	37,102	-	37,102
<b>Total Net Assets, Ending</b>	<b>\$ 77,070</b>	<b>\$ -</b>	<b>\$ 77,070</b>

The accompanying notes are an integral part of this statement.

**Tangipahoa Alcohol and Drug Abuse Council Inc.**

**Statement C**

**Statement of Functional Expenses  
For the year ended June 30, 2017**

<b>Expenses</b>	<b>Total Program Services</b>	<b>Management and General</b>	<b>Total</b>
Contract Services	\$ 54,967	\$ -	\$ 54,967
Copier and Printer	6,222	-	6,222
Depreciation	1,464	-	1,464
In-Kind Expenses:	-	-	-
Rent	25,840	12,160	38,000
Utilities	4,080	1,920	6,000
Janitorial	1,632	768	2,400
Pest Control	340	160	500
Maintenance	816	384	1,200
Volunteer Services	10,266	-	10,266
Advertising	2,350	-	2,350
Training	1,200	-	1,200
Supplies	7,798	-	7,798
Insurance	8,671	-	8,671
Office Supplies	2,956	-	2,956
Other	847	-	847
Payroll Taxes	3,286	1,993	5,279
Professional Fees	11,916	6,750	18,666
Salaries and Wages	40,120	25,613	65,733
Security	231	-	231
Supplies	23,392	-	23,392
Telephone	2,438	-	2,438
Training	2,701	-	2,701
Travel	5,864	-	5,864
<b>Total Expenses</b>	<b>\$ 219,397</b>	<b>\$ 49,748</b>	<b>\$ 269,145</b>

The accompanying notes are an integral part of this statement.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**

**Statement D**

**Statement of Cash Flows  
For the year ended June 30, 2017**

**Cash Flows From Operating Activities**

Changes in Net Assets	\$ 39,968
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation	1,464
Changes in Operating Assets and Liabilities:	
(Increase) Decrease in Receivables	1,585
(Increase) Decrease in Prepaid Insurance	632
Increase (Decrease) in Accounts Payable	(507)
Increase (Decrease) in Accrued Payables	<u>(15,509)</u>
Net Cash Provided (Used) by Operating Activities	<u>27,633</u>
<b>Net Cash Increase (Decrease) in Cash and Cash Equivalents</b>	27,633
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>46,091</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u><u>\$ 73,724</u></u>

The accompanying notes are an integral part of this statement.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended June 30, 2017**

**Introduction**

The Tangipahoa Alcohol and Drug Abuse Council, Inc., (TADAC) (the Organization) is a non-profit 501(c)(3) agency and operates a community-based alcohol, tobacco and other drug prevention program in Hammond, Louisiana. Formerly known as the Substance Abuse Advisory Council (SAAC), TADAC was formed by a group of concerned citizens on October 21, 1983. Initially, the group focused on getting information to the public regarding twelve step programs in the area, training individuals in intervention techniques, and disseminating prevention materials and information.

The Organization's mission has since been expanded to include other services that strengthen and empower families to conform the many challenges in our society that can potentially harm adults and children alike.

Tangipahoa Alcohol and Drug Abuse Council, Inc. has the following services to accomplish its mission:

- The Life Skills Training program which is funded through the Florida Parishes Human Services Authority provides social services for work with elementary and middle school students to provide evidence based prevention programs which address identified risk and protective factors that work towards the prevention and reduction of addictive disorders and other risky behavior.
- The SYNAR Project funded through the Florida Parishes Human Services Authority provides social services to reduce tobacco sales to minors in five parishes. The SYNAR Project is a program to prevent and discourage tobacco sales to minors through fostering awareness of the laws and penalties and the risks associated with tobacco products. The program attempts to achieve its mission through unconsummated compliance checks at vendor locations that sell tobacco and by providing these vendors with educational information after the check.
- The Afterschool Achievement Program is a cooperative after school math tutoring service that partners TADAC with the Southeastern Louisiana University Math Department and a private company to assist with funding.
- The Miller Memorial Library Family Resource Center assists families through support, referral, education, and information exchange and resources through collaboration with the City of Hammond and other donors.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended June 30, 2017**

**1. Summary of Significant Accounting Policies**

**A. Restrictions on Net Assets**

Revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

*Unrestricted net assets* – net assets that are not subject to any donor-imposed stipulations.

*Temporarily restricted net assets* – net assets subject to donor-imposed restrictions on their use that may be met either by actions of the Organization or the passage of time.

*Permanently restricted net assets* – net assets subject to donor-imposed or other legal restrictions requiring that the principal be maintained permanently by the Organization. Generally, the donors permit the Organization to use all or part of the income earned for either general or donor-specified purposes

**B. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements. Estimates and assumptions may also affect disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses. Actual results could differ from management's estimates.

**C. Cash and Cash Equivalents**

The Organization's cash and cash equivalents are considered to be cash on hand, demand deposits, time deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash and cash equivalents are valued at their carrying amount due to their short maturities.

**D. Investments**

Investments are reported at fair value. Investment income classified as operating revenue consists of interest and dividend income on investments and gains approved for use in operations. All other realized and unrealized gains or losses are classified as non-operating activity and are available to support operations in future years and to offset potential market declines. Investments classified as current are available for operations in the next fiscal year.

Investments are reported at fair value based on quoted market prices.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended June 30, 2017**

**E. Inventories and Prepaid Items**

All inventories, when held, are valued at cost using the first-in/first-out method. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items

**F. Property and Equipment**

Purchases of land, buildings, and other property having a unit cost per established guidelines and a useful life of three or more years are capitalized at cost. Donated assets are capitalized at the estimated fair value at date of receipt. Interest expense incurred during a period of construction, less related interest income earned on proceeds of tax-exempt borrowings, is capitalized. Property under capital leases is amortized.

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

All capitalized assets, other than land, are depreciated using the straight-line method over their estimated useful lives ranging from three to ten years.

**G. Revenue Recognition**

Contributions, which include unconditional promises to give, are recognized as revenues in the period received or promised. Conditional contributions are recorded when the conditions have been met. Contributions are considered to be unrestricted unless specifically restricted by the donor.

The Organization reports contributions in the temporarily or permanently restricted net asset class if they are received with donor stipulations as to their use. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are released and reclassified to unrestricted net assets in the consolidated statement of activities. Donor-restricted contributions are initially reported in the temporarily restricted net asset class, even if it is anticipated such restrictions will be met in the current reporting period.

Product or service revenue is generally recognized upon delivery of the product or services to the customer.

Gains and losses on investments and other assets and liabilities are reported as increases and decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law.

**H. Contributed Services and Materials**

Contributed services are reported at fair value in the financial statements for voluntary donations of services when those services (1) create or enhance non-financial assets or (2) require specialized skills provided by individuals possessing those skills and are services which would be typically purchased if not provided by donation. There are several volunteers, who donate time in all of the organization's programs and supporting services; an estimate of the fair value of these services based on current wage rates is included within in-kind revenue and totaled \$10,266 for the year ending June 30, 2017.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended June 30, 2017**

Donated materials are recorded at their fair value at the date of the gift. The Organization does not imply time restrictions for gifts of long-lived assets. As a result, in the absence of donor-imposed restrictions, gifts of long-lived assets are reported as unrestricted revenue. Current year donated materials included donated facilities and donated materials. An estimate of the fair value of these donations based on market prices of the donated space or item is included within in-kind revenue and totals \$59,448.

**I. Income Taxes**

The Tangipahoa Alcohol and Drug Abuse Council, Inc. is a not-for-profit Organization. The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. The three previous year's tax returns remain subject to examination by the Internal Revenue Service.

**2. Cash and Cash Equivalents**

Cash on Hand	\$ 70
Demand Deposits	63,382
Money market Savings Accounts	<u>10,272</u>
	<u><u>\$ 73,724</u></u>

The Organization held funds at one bank at June 30, 2017. Funds on deposit did not exceed Federal Deposit Insurance limits.

**3. Receivables**

The Organization anticipates collection of outstanding public support receivables as follows at June 30, 2017.

Florida Parishes Human Services Authority	<u>\$ 5,125</u>
Total Receivables, Net	<u><u>\$ 5,125</u></u>

All of the receivables are classified as current and are deemed fully collectible. Thus, no allowance for uncollectible amounts is necessary at year-end.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended June 30, 2017**

**4. Property and Equipment**

The cost and accumulated depreciation of land, buildings, and other property were as follows at June 30, 2017.

Land	\$ -
Buildings and improvements	-
Furniture and Equipment	36,062
Total cost of assets placed in service	\$ 36,062
Less accumulated depreciation	(34,121)
Property and equipment, net	\$ 1,941

A significant portion of the above fixed assets was acquired with restricted assets and title to this property and equipment may revert to the State of Louisiana should the organization cease operations. Additionally, fixed assets on loan for the Organization's temporary use, including library books, library equipment, and kitchen appliances are not included in fixed assets as other parties retain title to these items. In-kind contribution revenue for the Organization's use of these items is not reasonably estimable and not provided for.

The Organizations does not own its current building and is afforded donated use of the building on an indefinite basis. See Note 5 for further information.

Depreciation expense was \$1,464 for the fiscal year ended June 30, 2017.

**5. Donated Services and Facilities**

During the fiscal year ending June 30, 2017, volunteer workers donated an estimated 1,416 hours of time. The estimated value based on minimum wage rates, recorded in the accompanying financial statements totals \$10,266.

Office space, utilities, and maintenance for the Organization's main location were donated to the Tangipahoa Alcohol and Drug Abuse Council, Inc. by the City of Hammond for the fiscal year ending June 30, 2017, with estimated fair values as follows: rent \$38,000, utilities \$6,000 and maintenance services of \$4,100.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**  
**Notes to the Financial Statements**  
**For the Year Ended June 30, 2017**

**6. Compensated Absences**

Vacation days are earned at the rate of one half days per semi-monthly pay period that an employee satisfactorily completes work. No more than ten vacation days may be carried over from one calendar year to another. Compensation for days remaining is not paid upon termination of employment. No liability is recognized for unpaid accrued vacation time.

**7. Xerox Copier Lease**

The Organization entered into an operating lease agreement with the Xerox Corporation for a copier in October 2015. The life of the new lease is five years (sixty months) and the minimum lease payment is \$443.23 per month. Additional charges for printing are stipulated in the lease. Rental expense under this lease was approximately \$6,222 for the year ended June 30, 2017.

**8. Allocation of Expenses**

Whenever possible, expenses are allocated to programs as direct costs. In some instances, common expenses are incurred which support the work performed under more than one grant or contract. Such expenses are allocated as agreed by the funding organizations or, in the absence of an agreement, on the basis which appears most reasonable to the Tangipahoa Alcohol and Drug Abuse Council, Inc.

**9. Concentration of Revenue**

For the fiscal year ended June 30, 2017, \$222,920 or approximately 72 percent of the Tangipahoa Alcohol and Drug Abuse Council, Inc.'s revenues derived from grants through the Louisiana Department of Health and Hospitals Florida Parishes Human Services Authority.

**10. Prior Period Entry**

For the fiscal year ending June 30, 2016, the organization accrued an anticipated liability for \$6,000. This expense was never incurred. The net effect to the statement of financial position resulted as follows:

Total Net Assets, June 30, 2016 as previously reported	\$ 31,102
Change in Accrued Payables at June 30, 2016	6,000
Total Net Assets, June 30, 2016 Restated	<u><u>\$ 37,102</u></u>

**11. Subsequent Events**

These financial statements considered subsequent events through December 31, 2017, the date the financial statements were available to be issued. No events were noted that require recording or disclosure in the financial statements for the fiscal year ending June 30, 2017.

## Other Supplemental Information

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**

**Schedule 1**

**Schedule of Compensation, Benefits, and Other Payments to Agency Head  
For the year ended June 30, 2017**

Agency Head Name: Vickie R. Smith, Executive Director

<b>Purpose</b>	<b>Amount</b>
Salary	\$ 51,225
Benefits - Insurance	-
Per Diem	-
Reimbursements	609
Travel	4,236
Conference Expense	-
	<u>\$ 56,070</u>

See independent auditor's report.

Dennis E. James, CPA  
Lyle E. Lambert, CPA  
Paul M. Riggs, Jr., CPA

J. Bryan Ehricht, CPA  
Samantha D. Wagner, CPA  
Christie J. Barado  
Megan E. Lynch  
B. Jacob Steib  
Debbie G. Faust, EA  
Ramona K. Huckabee, EA



**JAMES  
LAMBERT RIGGS  
& ASSOCIATES, INC.**  
CERTIFIED PUBLIC ACCOUNTANTS  
www.jlrcpafirm.com



Member of  
American Institute of CPAs  
Society of Louisiana CPAs

December 21, 2017

**Independent Auditor's Report on Internal Control over Financial Reporting and on  
Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards***

The Board of Directors of  
Tangipahoa Alcohol & Drug Abuse Council, Inc.  
Hammond, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Tangipahoa Alcohol & Drug Abuse Council, Inc, which comprise the statements of financial position as of June 30, 2017, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 21, 2017.

**Internal Control over Financial Reporting**

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

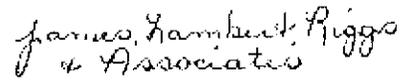
As part of obtaining reasonable assurance about whether Tangipahoa Alcohol & Drug Abuse Council, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which 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 organizations' internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

A handwritten signature in cursive script that reads "James Lambert Riggs & Associates".

James Lambert Riggs & Associates, Inc.

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**  
**Schedule of Findings and Responses**  
**For the Year Ended June 30, 2017**

We have audited the basic financial statements of Tangipahoa Alcohol and Drug Abuse Council, Inc. as of and for the year ended June 30, 2017, and have issued our report thereon dated December 21, 2017. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the provisions of OMB Circular A-133. Our audit of the financial statements as of June 30, 2017, resulted in an unmodified opinion.

**Section I Summary of Auditor's Reports**

*a. Report on Internal Control and Compliance Material to the Financial Statements*

**Internal Control**

Material Weaknesses  Yes  No      Significant Deficiencies  Yes  No

**Compliance**

Compliance Material to Financial Statements  Yes  No

*b. Federal Awards -NA*

**Internal Control**

Material Weaknesses  Yes  No      Significant Deficiencies  Yes  No .

Type of Opinion on Compliance	Unmodified <input checked="" type="checkbox"/>	Qualified <input type="checkbox"/>
For Major Programs	Disclaimer <input type="checkbox"/>	Adverse <input type="checkbox"/>

Are there findings required to be reported in accordance with OMB Circular A-133, Section .SI0(a)?  
 Yes  No

Was a management letter issued?  Yes  No

*c. Identification Major Programs:*

CFDA Number (s)	Name of Federal Program (or Cluster)

Dollar threshold used to distinguish between Type A and Type B Programs: \$\_\_\_\_\_

Is the auditee a 'low-risk' auditee, as defined by OMB Circular A-133?  Yes  No

**Tangipahoa Alcohol and Drug Abuse Council, Inc.**  
**Schedule of Prior Year Findings and Responses**  
**For the Year Ended June 30, 2017**

<u>Ref.#</u>	<u>Year Findings Initially Occurred</u>	<u>Description of Findings</u>	<u>Corrective Action Taken</u>	<u>Plan Corrective Action - Partial Corrective Action Taken</u>
<b><u>Internal Control Findings</u></b>				
2016-I1	2014	Inadequate Segregation of Duties	Resolved	N/A
2016-I2	2016	Lack of Controls Over Disbursements	Resolved	N/A
<b><u>Compliance Findings</u></b>				
2016-C1	2015	Failure to File and Remit Payroll Taxes	Resolved	N/A
<b><u>Management Letter Suggestions</u></b>				
None				