

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
FINANCIAL STATEMENTS AS OF AND FOR  
THE YEAR ENDED JUNE 30, 2017  
AND INDEPENDENT AUDITORS' REPORT**

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
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# GARRETY & ASSOCIATES, L.L.C.

## CERTIFIED PUBLIC ACCOUNTANTS

### **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
Louisiana Federation of Families  
for Children's Mental Health, Inc.  
Baton Rouge, Louisiana

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

We have audited the accompanying financial statements of Louisiana Federation of Families for Children's Mental Health, Inc. (the Federation), (a nonprofit organization), which comprise the statement of financial position as of June 30, 2017, and the related statement of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance 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 the financial statements that are free of material misstatement, whether due to fraud or error.

#### **Auditors' Responsibility**

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

# GARRETY & ASSOCIATES, L.L.C.

## CERTIFIED PUBLIC ACCOUNTANTS

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 principles used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Louisiana Federation of Families for Children's Mental Health, 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.

### **Emphasis of Matter Regarding Going Concern**

The accompanying financial statements have been prepared assuming that the Federation will continue as a going concern. As discussed in Note I to the financial statements, the Federation has suffered significant reductions in grant revenues and has a net deficiency in net assets that raise substantial doubt about its ability to continue as a going concern. Management's plans regarding those matters are also described in Note I. The financial statements do not include any adjustments that might result from the outcome of this uncertainty. Our opinion is not modified with respect to this matter.

# GARRETY & ASSOCIATES, L.L.C.

## CERTIFIED PUBLIC ACCOUNTANTS

### **Other Matters**

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 the Executive Director on page 18 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 derives 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 taken as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 8, 2018, on our consideration of the Federation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Federation's internal control over financial reporting and compliance.



October 8, 2018  
Mandeville, Louisiana

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2017**

**ASSETS**

**CURRENT ASSETS**

Cash and cash equivalents	\$	2,513
Contracts receivable		35,895
Employee advances		7,085
		7,085
Total current assets		45,493

**PROPERTY AND EQUIPMENT**

Equipment		25,426
Less accumulated depreciation		(25,426)
		-
Total property and equipment, net		-

**OTHER ASSETS**

Deposits		3,387
		3,387

**TOTAL ASSETS**

**\$ 48,880**

**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES**

Bank overdraft	\$	1,900
Line of credit		40,355
Accounts payable		7,089
Accrued payroll liabilities		76,363
Current maturities of long-term debt		25,547
		25,547
Total current liabilities		151,254

Long-term debt, net of current maturities

-

**NET ASSETS**

Unrestricted		
Undesignated		(102,374)
		(102,374)
Total net assets		(102,374)

**TOTAL LIABILITIES AND NET ASSETS**

**\$ 48,880**

See accompanying independent auditor's report and notes to financial statements.

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Unrestricted</u>
REVENUES, GAINS AND OTHER SUPPORT	
Government grants and contracts	\$ 197,739
Public support	<u>20,452</u>
Total revenues and other support	218,191
EXPENSES	
Program services	240,245
Management and general	<u>7,402</u>
Total expenses	<u>247,647</u>
Change in net assets	<u><u>\$ (29,456)</u></u>

See accompanying independent auditor's report and notes to financial statements.

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2017**

	Program Services	Supporting Services	Total
<b>General Expenses</b>			
Advertisement	\$ 1,959	\$ -	\$ 1,959
Automobile	-	165	165
Bank charges	-	1,168	1,168
Contract services	48,335	-	48,335
Depreciation	203	-	203
Insurance	8,561		8,561
Legal and professional	7,450		7,450
Miscellaneous	-	363	363
Office	-	4,685	4,685
Payroll taxes	11,917		11,917
Penalties	-	1,021	1,021
Postage and printing	6,470		6,470
Rent	17,600	-	17,600
Salaries	113,463		113,463
Supplies	6,454		6,454
Telephone	11,164		11,164
Travel	5,505		5,505
Utilities	1,164		1,164
	<u>\$ 240,245</u>	<u>\$ 7,402</u>	<u>\$ 247,647</u>

See accompanying independent auditor's report and notes to financial statements.

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
STATEMENTS OF CHANGES IN NET ASSETS/(DEFICIT)  
FOR THE YEAR ENDED JUNE 30, 2017**

	Unrestricted
NET ASSETS/(DEFICIT), July 1, 2015	\$ (128,904)
CHANGES IN NET ASSETS	55,986
NET ASSETS/(DEFICIT), June 30, 2016	(72,918)
CHANGES IN NET ASSETS	(29,456)
NET ASSETS/(DEFICIT), June 30, 2017	\$ (102,374)

See accompanying independent auditor's report and notes to financial statements.

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2017**

CASH FLOWS FROM OPERATING ACTIVITIES	
Changes in net assets	\$ (29,456)
Adjustments to reconcile changes in net assets to net cash provided by operating activities:	
Depreciation and amortization	203
Changes in operating assets and liabilities:	
(Increase)/decrease in contracts receivable	9,072
(Increase)/decrease in employee advances	(7,085)
(Increase)/decrease in deposits	(1,550)
Increase/(decrease) in accounts payable	7,089
Increase/(decrease) in accrued payroll liabilities	23,087
	<hr/>
Net cash provided by/(used in) operating activities	1,360
 CASH FLOWS FROM FINANCING ACTIVITIES	
Bank overdraft	1,900
Net change in line of credit and other short-term borrowings	493
Principal payments on long-term debt	(1,624)
	<hr/>
Net cash provided by/(used in) financing activities	769
	<hr/>
 NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,129
 CASH AND CASH EQUIVALENTS - Beginning of year	384
	<hr/>
CASH AND CASH EQUIVALENTS - End of year	<u>\$ 2,513</u>

See accompanying independent auditor's report and notes to financial statements.

## **NOTES TO FINANCIAL STATEMENTS**

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN’S MENTAL HEALTH, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**NOTE A – NATURE OF OPERATIONS**

Louisiana Federation of Families for Children’s Mental Health, Inc. (the Federation) is a statewide parent organization and network that provides referral, informational, support and educational services to parents, and advocacy on behalf of children with emotional, behavioral or mental health disorders, and their families. The primary source of income is from contracts for services provided to the State of Louisiana.

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of Accounting

The financial statements are presented using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America, whereby revenues are recognized when they are earned, and expenses are recognized when they are incurred.

The Federation reports information regarding its financial positions and activities according to three classes of net assets:

- Unrestricted – net assets whose use by the Federation is not restricted by donors, even though their use may be limited in other respects, such as by contract or board designation.
- Temporarily restricted – net assets whose use by the Federation has been limited by donors (a) to later periods of time or other specific dates, or (b) for specified purposes.
- Permanently restricted – net assets received with donor-imposed restrictions permanently limiting the Federation’s use of the asset. As of June 30, 2017, the Agency had no permanently or temporarily restricted net assets.

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**, (continued)

Use of Estimates

The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates. Management's estimates include, but are not limited to, collectability of receivables and the accrued pension liability. Management's estimates are derived from and are continually evaluated based upon available information, judgment, and experience. Because of inherent uncertainties in estimating collectability of loans receivable and future pension obligations, it is at least reasonably possible that the estimates used will change within the near term.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Federation considers all highly liquid investments with original maturities of three months or less to be cash equivalents.

Receivables

Receivables consist of amounts due from granting agencies for services performed and short-term receivables arising from providing counseling services.

Receivables are presented at face value, net of the allowance for doubtful accounts. Management determines the allowance for doubtful accounts based upon prior experience and its assessment of the collectability of specific accounts. The allowance for doubtful accounts is established through provisions charged to bad debt expense on current economic conditions. Uncollectible receivables are charged off when management determines that all reasonable collection efforts have been exhausted.

As of June 30, 2017, all receivables were considered to be fully collectible by management; therefore, no allowance for doubtful accounts had been established for those amounts.

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**, (continued)

Contributions

Contributions received, including conditional promises to give, are measure at their fair value and recorded as increases in net assets. In the absence of donor restrictions, donated assets are reported as unrestricted assets. Conditional promises to give are recognized when the conditions on which they depend are substantially met. There were no contributions received or unconditional promises to give for the year ended June 30, 2017.

Property and Equipment

Property and equipment are recorded at cost and depreciated using the straight-line method over the useful lives of the assets, which range as follows:

- Equipment 5 years

Expenditures for major additions of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred.

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefitted based on records and estimates made by the Agency's management.

Restrictions on Net Assets

Contributions are recognized when the donor makes a promise to give that is, in substance, unconditional. Donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. Contributions received with restrictions that are met during the year received are included in the financial statements as unrestricted contributions.

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**, (continued)

Contributed Services

Donations of services that create or enhance physical assets and essential services that are donated by persons with specialized skills are measured at their fair value and reported as increases in unrestricted net assets during the period provided. No contributed services were recorded in the statements of activities and changes in net assets for the year ended June 30, 2017.

Income Taxes

The Agency is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and has been classified as an entity other than a private foundation within the meaning of Section 509(a). Accordingly, no provision has been made for income taxes.

The Federation follows FASB ASC 740-10, *Accounting for Uncertainty in Income Taxes*. Management has determined that there are no uncertain tax positions that would require recognition in the financial statements. If the Agency was to incur an income tax liability in the future, interest on any income tax liability would be reported as interest expense, and penalties on any income tax would be reported as income taxes. Management's conclusions regarding uncertain tax positions may be subject to review and adjustment at a later date based on ongoing analysis of tax laws, regulations, and interpretations thereof as well as other factors. Generally, tax returns may be examined for three years from the filing date, and the current and prior three years remain subject to examination as of June 30, 2017.

**NOTE C – CASH AND CASH EQUIVALENTS**

The Federation maintains three bank accounts at one financial institution. The cash in this institution is maintained in demand deposit accounts. The Federation's bank balance as of June 30, 2017 was \$6,901. The Federation's deposits are fully insured by the Federal Deposit Insurance Corporation (FDIC) as there are below the maximum insured amounts of \$250,000.

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**NOTE D – RECEIVABLES**

At June 30, 2017, contracts receivable is comprised of Department of Health and Hospitals – Office of Behavioral Health OMH-HQ in the amount of \$35,895. The contracts receivable was estimated to be fully collectible.

**NOTE E – PROPERTY AND EQUIPMENT**

Property and equipment consisted of equipment in the amount of \$25,426 and accumulated depreciation of \$25,426 as of June 30, 2017. Depreciation expense was \$230 for the year ended June 30, 2017.

All assets acquired with Department of Health and Hospitals funds are owned by the Federation while used in the program for which they were purchased. The Department of Health and Hospitals, however, has a reversionary interest in those assets. Should program contracts not be renewed, title in any assets purchased with those funds will transfer to the appropriate agency.

**NOTE F – LINE OF CREDIT AND OTHER SHORT-TERM BORROWINGS**

The Federation maintains a \$40,000 unsecured revolving line of credit with Regions Bank. At June 30, 2017, the current interest rate was 4.75% and the outstanding balance was \$40,355. On May 23, 2017, the Federation is in default of the revolving line of credit and the lender has exercised its right to accelerate the line of credit in full.

**NOTE G – LONG-TERM DEBT**

Long-term debt at June 30, 2017 consists of a \$50,000 promissory note to MidSouth Bank, secured by the guarantee of the Federation's Executive Director, due in monthly installments of \$1,171 through November 15, 2019. The balance at June 30, 2017 was \$25,547. On September 22, 2017 a judgment was rendered against the Federation and the former Executive Director of the Federation (see Note L subsequent events).

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**NOTE H – ECONOMIC DEPENDENCY**

The Federation receive almost all of its funding through federal and state service contracts with durations of one to three years. The sole funding source for the year ended June 30, 2017 was from the Block Grant for Community Mental Health. It is a federal pass-through and state-funded regional contract funded mainly through the Louisiana Department of Health and Hospitals – Office of Behavioral Health. The contracts are on a regional basis are used for family mentoring, family support, care coordination, and respite services. Total revenue for the year ended June 30, 2017 from the combined regions was \$197,739. Of this amount, approximately 80% was funded through state sources and 20% through federal sources. The Federation experienced a significant reduction in the level of contracts it has been awarded in the past several years.

**NOTE I – GOING CONCERN**

As discussed in Note C, the Federation is highly dependent upon federal and state grant contracts as a source of revenue. As of July 1, 2017, the Federation had one remaining contract with the Louisiana Department of Health and Hospitals – Office of Behavioral Health for \$214,942 through June 30, 2017. The Federation continues to respond to requests for proposals to provide additional services to the Office of Behavioral Health, but as of September 30, 2018, no additional contracts had been awarded to the Federation, and there is no assurance that awards will be forthcoming in the future. The ability of the Federation to continue as a going concern is dependent on the retention of service contracts. The financial statements do not include any adjustments that might be necessary if the Federation is unable to continue as a going concern. The Federation has a net deficit of \$102,374 at June 30, 2017 and does not have a contract with Louisiana Department of Health and Hospitals for fiscal year 2018.

**NOTE J – RELATED PARTY TRANSACTIONS**

The former Executive Director of the Federation has guaranteed a promissory note in the name of the Federation with MidSouth Bank. The balance of the note payable at June 30, 2017 was \$25,547 (see Note G and Note L).

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2017**

**NOTE J – CONTINGENCIES (GRANT PROGRAM)**

The Federation participates in Federal and State grant programs, which are governed by various rules and regulations. Costs charged to the grant programs are subject to audit and adjustments by the grantor agency; therefore, to the extent the Federation has not complied with the rules and regulations governing the grants, refunds of any money received and the collectability of any related receivable at year end may be impaired. In management's opinion, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies. Audits of prior years have not resulted in any significant disallowed costs or refunds. Any costs that would be disallowed would be recognized in the period agreed upon by the grantor agency and the Federation.

**NOTE K – NEW ACCOUNTING PRONOUNCEMENTS**

The FASB has issued ASU 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities.* The requirements of this Statement will change the presentation and disclosures of the financial statements of nonprofit organizations. This Statement also requires changes to only two classes of net assets in the statement of financial position; requires and analysis of expenses by both their nature and function in one location; investment return is reported net of external and direct internal investment expenses on the statement of activities in the net asset category in which the net investment return is reported; release of restrictions on donor-restricted gifts of cash or assets used to acquire or construct capital assets is recognized when the assets are placed in service, unless the donor places a time restriction on the use of the asset; present more information about liquidity of its financial assets and how the availability is limited by donor restrictions; and changes to net asset classification of the deficit when the fair value of the assets of an endowment is less than the original gift. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2017. The Federation plans to adopt this Statement as applicable by the effective date.

**NOTE L – SUBSEQUENT EVENTS**

The Federation has evaluated all subsequent events through September 30, 2018, the date the financial statements were available to be issued. As a result, the Federation noted no subsequent events, other than the disclosures in Note G and Note L, that required adjustment to, or disclosure in, these financial statements.

**SUPPLEMENTARY INFORMATION**

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
SCHEDULE OF COMPENSATION, BENEFITS AND OTHER  
PAYMENTS TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER  
FOR THE YEAR ENDED JUNE 30, 2017**

**Agency Head Name: Maria Bell-Servick, Executive Director**

Salary	\$61,769
Benefits – insurance	-
Benefits – retirement	-
Car allowance	-
Vehicle provided by entity	-
Per diem	-
Reimbursements	-
Travel	-
Registration fees	-
Conference travel	-
Continuing professional education fees	-
Housing	-
Unvouchered expenses	-
Special meals	-

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2017**

**Section I - Summary of Auditor's Results**

**Financial Statements**

We have audited the basic financial statements of the Louisiana Federation of Families for Children's Mental Health, Inc. as of and for the year ended June 30, 2017, and have issued our report thereon dated October 8, 2018.

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. Our audit of the financial statements as of June 30, 2017 resulted in an unmodified opinion.

Type of auditor's report issued:		Unmodified
Internal control over financial reporting:		
Material weaknesses identified?	_____ yes	_____ <u>X</u> no
Significant deficiencies identified not considered to be material weaknesses?	_____ yes	_____ <u>X</u> none reported
Noncompliance material to financial statements noted?	_____ yes	_____ <u>X</u> no

**Management Letter**

Was a management letter issued?	_____ yes	_____ <u>X</u> no
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**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2017**

**Section II - Financial Statement Findings**

**Current Year (June 30, 2017):**

**Non-Compliance with State Laws and Regulations**

*2017-001: Filing of Report with Louisiana Legislative Auditor*

Condition: Financial statements were not timely filed with the Louisiana Legislative Auditor.

Criteria: LSA-RS 24:513(5)(a) requires the engagement to be completed within six months of the close of the entity's fiscal year.

Cause: The Federation experienced damage to facility and records caused by fire and it took significant time to obtain and/or recreate records the time period in question.

Effect: The Federation's financial statements were not timely filed.

Auditor's Recommendation: The Federation should have all financial statement amounts and disclosure information recorded and obtained prior to the start of the audit to avoid future delays.

Management's Response: The Federation will take appropriate action to ensure timely filing of the financial statements with the Louisiana Legislative Auditor.

**Prior Year (June 30, 2016):**

**Non-Compliance with State Laws and Regulations**

No findings related to non-compliance with state laws and regulations, which would be required to be reported in accordance with *Governement Auditing Standards* were noted during the audit.

**LOUISIANA FEDERATION OF FAMILIES FOR  
CHILDREN'S MENTAL HEALTH, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2017**

**Section III - Internal Control Findings**

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**Current Year (December 31, 2017):**

No findings related to internal control, which would be required to be reported in accordance with *Gouvernement Auditing Standards and the Uniform Guidance* , were noted during the audit.

**Prior Year (December 31, 2016):**

No findings related to internal control, which would be required to be reported in accordance with *Gouvernement Auditing Standards and the Uniform Guidance* , were noted during the audit.