JEFFERSON SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS

FINANCIAL STATEMENTS

December 31, 2019 and 2018

Jefferson Society for the Prevention of Cruelty to Animals
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December 31, 2019

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Jefferson Society for the Prevention of Cruelty to Animals
Jefferson, Louisiana

Report on the Financial Statements
We have audited the accompanying financial statements of Jefferson Society for the Prevention of Cruelty to Animals (JSPCA), which comprise the statements of financial position as of December 31, 2019 and 2018, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

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

Auditors' Responsibility
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America 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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to JSPCA'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 JSPCA's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of JSPCA as of December 31, 2019 and 2018, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter
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 16 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 June 30, 2020, on our consideration of JSPCA'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 solely 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 effectiveness of JSPCA's 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 JSPCA's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

Metairie, Louisiana
June 30, 2020

Jefferson Society for the Prevention of Cruelty to Animals
Statements of Financial Position

December 31,		***2019***		*2018*
Assets				
Cash and cash equivalents	**$**	**1,119,042**	$	1,145,066
Accounts receivable		**170,530**		119,334
Certificate of deposit - current		**71,645**		70,402
Investments		**7,705**		-
Prepaid expenses		**-**		13,354
Total assets	**$**	**1,368,922**	$	1,348,156
Liabilities				
Accounts payable	**$**	**30,855**	$	24,456
Due to Jefferson Parish		**15,926**		106,778
Deferred revenue		**-**		18,019
Total liabilities		**46,781**		149,253
Net assets				
Without donor restrictions		**1,322,141**		1,198,903
Total net assets		**1,322,141**		1,198,903
Total liabilities and net assets	**$**	**1,368,922**	$	1,348,156

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

Jefferson Society for the Prevention of Cruelty to Animals
Statements of Activities

For the years ended December 31,	2019	2018
Revenues and support - without donor restrictions		
Program revenues	**$ 786,180**	$ 782,548
Donations and grants	**115,995**	138,346
Fundraising	**60,940**	-
Dividends and interest	**5,806**	3,522
Total program and other revenues	**968,921**	924,416
Total revenues and support	**968,921**	924,416
Expenses		
Program services	**711,445**	652,937
Supporting services	**134,238**	77,756
Total expenses	**845,683**	730,693
Increase in net assets - without donor restrictions	**123,238**	193,723
Net assets - without donor restrictions		
Beginning of year	**1,198,903**	1,005,180
End of year	**$ 1,322,141**	$ 1,198,903

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

Jefferson Society for the Prevention of Cruelty to Animals
Statement of Functional Expenses

For the year ended December 31, 2019

	Program Services		Supporting Services		
	Animal Services	**Other Programs**	**Fundraising**	**Management and General**	**Totals**
Contract services	$ 397,409	$ -	$ -	$ -	**$ 397,409**
Animal shelter	135,896	-	-	-	**135,896**
Medical	37,997	-	-	-	**37,997**
Pet Fest expenses	-	-	41,461	-	**41,461**
Payroll	77,691	-	-	42,125	**119,816**
Contract labor	17,458	-	-	9,198	**26,656**
Accounting	-	-	-	16,215	**16,215**
Printing	1,432	149	-	472	**2,053**
Office supplies	8,008	-	-	12,381	**20,389**
Insurance	-	-	-	8,005	**8,005**
Telephone	-	4,063	-	-	**4,063**
Postage and delivery	157	1,484	-	201	**1,842**
Other	6,694	23,007	24	4,156	**33,881**
Total	$ 682,742	$ 28,703	$ 41,485	$ 92,753	**$ 845,683**

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

Jefferson Society for the Prevention of Cruelty to Animals
Statement of Functional Expenses

For the year ended December 31,					2018
	Program Services		Supporting Services		
	Animal Services	Other Programs	Fundraising	Management and General	Totals
Contract services	$ 380,481	$ -	$ -	$ -	$ 380,481
Animal shelter	113,886	-	-	-	113,886
Medical	30,422	-	-	-	30,422
Pet Fest expenses	-	-	-	-	-
Payroll	62,592	-	-	29,849	92,441
Contract labor	21,078	-	-	8,512	29,590
Accounting	-	-	-	16,920	16,920
Printing	1,070	375	-	446	1,891
Office supplies	15,867	-	-	12,249	28,116
Insurance	-	-	-	7,661	7,661
Telephone	553	3,750	-	-	4,303
Postage and delivery	150	1,428	-	242	1,820
Other	3,343	17,942	29	1,848	23,162
Total	$ 629,442	$ 23,495	$ 29	$ 77,727	$ 730,693

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

Jefferson Society for the Prevention of Cruelty to Animals
Statements of Cash Flows

For the years ended December 31,	2019	2018
Cash flows from operating activities:		
Change in net assets	**$ 123,238**	$ 193,723
Adjustments to reconcile change in net assets to net cash provided by (used in) by operating activities:		
Receipt of donated investments	**(7,705)**	-
Change in operating assets and liabilities:		
(Increase) decrease in accounts receivable	**(51,196)**	8,074
Decrease (increase) in prepaid expenses	**13,354**	(13,354)
Increase in accounts payable	**6,399**	7,317
(Decrease) in amount due to Jefferson Parish	**(90,852)**	(14,013)
(Decrease) increase in deferred revenues	**(18,019)**	18,019
Net cash provided by (used in) operating activities	**(24,781)**	199,766
Cash flows from investing activities:		
Purchase of certificate of deposit	**-**	(70,402)
Interest on certificate of deposit	**(1,243)**	-
Net cash provided by (used in) investing activities	**(1,243)**	(70,402)
Net (decrease) increase in cash and cash equivalents	**(26,024)**	129,364
Cash and cash equivalents at beginning of year	**1,145,066**	1,015,702
Cash and cash equivalents at end of year	**$ 1,119,042**	$ 1,145,066
Non-cash investing activities		
Interest earned on certificate of deposit	**$ 1,243**	$ -

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

Note 1: DESCRIPTION OF THE ORGANIZATION

Jefferson Society for the Prevention of Cruelty to Animals (JSPCA) is a Louisiana not-for-profit corporation. JSPCA was incorporated on July 16, 1970 under the previous legal name of The Jefferson Parish Society for the Prevention of Cruelty to Animals and changed to its current legal name on January 14, 1983.

JSPCA was established to prevent cruelty to animals and to aid in the relief of their suffering, and to promote humane education; to support the Jefferson Parish Animal Shelter; to aid in the return of lost animals to their owners and/or find suitable homes for those animals without owners; to develop and/or support spay/neuter programs; to secure by lawful means the arrest, conviction, and punishment of persons violating animal cruelty and welfare laws; to promote the creation and passage of animal welfare legislation, and to raise contributions and distribute contributions to other not-for-profit organizations organized for similar purposes for which the corporation is organized.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASUs).

Use of Estimates

The preparation of U.S. GAAP financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, 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. Actual results could differ from those estimates. Estimates that are particularly susceptible to significant change in the near term are related to the allocation of expenses by function.

Cash and Cash Equivalents

Cash and cash equivalents include cash and all highly liquid investments with an original maturity of three months or less.

Accounts Receivable

Accounts receivable represent sales of rabies tags that have not been collected from participating veterinarians, along with amounts owed from Jefferson Parish related to JSPCA's Pet Fest event. Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. As of December 31, 2019 and 2018, management has determined, based on historical experience, that all amounts are fully collectible and no allowance for doubtful accounts is necessary.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Certificate of Deposit

The certificate of deposit is stated at cost, which approximates fair value, and has a one year term.

Investments

JSPCA reports investments in equity securities with readily determinable fair values and at their fair values in the Statements of Financial Position. Unrealized gains and losses are included in the change in net assets in the accompanying Statements of Activities. Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions if the restrictions are met (either a stipulated time period ends, or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

Deferred Revenue

Deferred revenue represents sponsorship and related fees received for JSPCA's annual Pet Fest fundraiser. The event was originally scheduled for 2018, but due to adverse weather conditions was delayed until 2019.

Net Assets

JSPCA reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of JSPCA, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and capital assets reserve.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

Program revenues are accounted for under ASC Topic 606, Revenue from Contracts with Customers (ASC 606), recognizing revenue when performance obligations under the terms of the contracts with customers are satisfied. Prior to the adoption of ASC 606, the Company recognized revenue when persuasive evidence of an arrangement existed, delivery of products had occurred, the sales price was fixed or determinable and collectability was reasonably assured.

Donations are recognized when cash, or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly released the restriction.

Donated Services

Donated services are recognized as contributions in accordance with ASC 958 if the services: (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by JSPCA. The members of the Board of Directors serve without compensation. Volunteers also provide animal care and fund-raising services throughout the year that are not recognized as contributions in the financial statements since recognition criteria under ASC 958 were not met.

Due to Jefferson Parish

Due to Jefferson Parish represents amounts due to the Jefferson Parish Animal Shelter as a result of the cooperative endeavor agreement between JSPCA and Jefferson Parish. See Note 4.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the Statements of Activities. The Statements of Functional Expenses presents the natural classification of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include personnel costs, professional services, office expenses, information technology, and other, which are allocated on the basis of estimates of time and effort.

Income Taxes

JSPCA is a not-for-profit organization that is exempt from federal income taxes pursuant to Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Code as other than a private foundation. Management has evaluated its tax positions and has determined that there are no uncertain tax positions that require adjustments to or disclosure in the financial statements. JSPCA believes it is no longer subject to income tax examinations prior to 2017.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

Management has evaluated subsequent evens through the date that the financial statements were available to be issued, June 30, 2020. See Note 8 for the relevant disclosures. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Recent Accounting Pronouncements

In May 2014, the Financial Accounting Standards Board (FASB) issued ASU 2014-09, *Revenue from Contracts with Customers (Topic 606*). This guidance specifies that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. This ASU and its amendments supersede the revenue recognition requirements in Topic 605, Revenue Recognition, and most industry specific guidance. Effective January 1, 2019, JSPCA adopted ASC 606, using full retrospective method which would require JSPCA to restate each prior reporting year presented. The adoption of this ASU was not significant to JSPCA and had no material effect on how JSPCA recognizes revenue; therefore, it did not result in any presentation changes to the financial statements.

In June 2018, the FASB issued ASU 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The amendments in this ASU assist entities in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) within the scope of Topic 958, or as exchange (reciprocal) transactions subject to other guidance and (2) determining whether a contribution is conditional. This new guidance is effective for transactions in which JSPCA serves as a resource recipient for fiscal years beginning after December 15, 2018. Thus, on January 1, 2019 we applied the provisions of this ASU on a modified prospective basis.

Note 3: FINANCIAL ASSET AVAILABILITY

JSPCA maintains its financial assets primarily in cash and cash equivalents to provide liquidity to ensure funds are available as its expenditures come due. The following reflects JSPCA's financial assets as of the statement of financial positon date, reduced by amounts not available for general use within one year of the statement of financial positon date because of contractual restrictions.

		2019		2018
Financial assets at year-end	**$**	**1,368,922**	$	1,334,802
Less contractual restriction for shelter		**(150,769)**		(204,444)
Less contractual restriction for spay/neuter program		**(486,251)**		(424,484)
Financial assets available to meet cash needs for general expenditure within one year	**$**	**731,902**	$	705,874

Note 4: COOPERATIVE ENDEAVOR AGREEMENT

Effective January 1, 2014, Jefferson Parish and the JSPCA entered into a cooperative endeavor agreement for 4 years, whereby the JSPCA would provide services related to creating and administering a spay/neuter program, disposition of rabies vaccinations and license fees, and providing shelter for homeless animals. The agreement requires the Jefferson Parish Rabies License Fees Program to compensate the JSPCA based on $10 for each altered animal, $15 for each unaltered animal's vaccinations and license fee, $25 for each responsible breeder permit, and $900 from each breeder/dealer permit. The fees shall be used to provide a low cost/no cost, spay/neuter program for Jefferson Parish, reimburse JSPCA for costs associated with the administration of the rabies program and spay/neuter program, and any remaining funds shall be remitted to the Jefferson Parish Animal Shelter as requested by Jefferson Parish. There was $637,020 and $628,928 of contractually restricted funds at December 31, 2019 and 2018, respectively. In December 2017, the agreement was extended for an additional four years.

Note 5: INVESTMENTS AND FAIR VALUE MEASUREMENTS

Fair value is the exchange price that would be received for an asset or paid to transfer a liability (exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. There are three levels of inputs that may be used to measure fair values:

Level 1: Quoted prices (unadjusted) for identical assets or liabilities in active markets that the entity has the ability to access as of the measurement date.

Note 5: INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)

Level 2: Significant other observable inputs other than Level 1 prices, such as:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs, other than quoted prices, that are:
  - observable; or
  - can be corroborated by observable market data.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2019 and 2018.

Mutual funds: Valued at the daily closing price as reported by the fund. Mutual funds held by JSPCA are open-end mutual funds that are registered with the SEC. These funds are required to publish their daily NAV and to transact at that price. The mutual funds held by JSPCA are deemed to be actively traded.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although JSPCA believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in different fair value measurements at the reporting date.

Note 5: INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)

The following tables summarize the valuation of JSPCA's investments and financial instruments according to the aforementioned descriptions as of December 31:

December 31, 2019	**Cost**	**Market Value**
Mutual funds	**$ 7,705**	**$ 7,705**
Total investments	**$ 7,705**	**$ 7,705**

December 31, 2018	**Cost**	**Market Value**
Mutual funds	$ -	$ -
Total investments	$ -	$ -

Note 6: CONCENTRATION OF CREDIT RISK

JSPCA maintains its cash accounts at several local financial institutions. Accounts at these financial institutions are guaranteed by the Federal Deposit Insurance Corporation (FDIC) or National Credit Union Administration (NCUA) up to $250,000 per institution. Amounts on deposit at various times through the year exceeded federally insured limit. As of December 31, 2019 and 2018, JSPCA had cash balances of $1,125 and $21,363, respectively, in excess of federally insured limits.

Note 7: RELATED PARTY TRANSACTIONS

In 2019 and 2018, the President of the JSPCA Board of Directors provided office space, at no cost, to JSPCA. Based on the location and size of the space provided, it was determined that the value of the space is immaterial and therefore not reflected in the financial statements of JSPCA. Effective May 2020, JSPCA began making lease payments for its office space of $600 a month.

Note 8: SUBSEQUENT EVENTS

Management evaluated all events or transactions that occurred after December 31, 2019 through June 30, 2020, the date JSPCA's financial statements were available to be issued. The following items occurred:

In March 2020, the World Health Organization made the assessment that the outbreak of a novel coronavirus (COVID-19) can be characterized as a pandemic. As a result, uncertainties have arisen that may have a significant negative impact on the operating activities and results of the Organization. The occurrence and extent of such an impact will depend on future developments, including (i) the duration and spread of the virus, (ii) government quarantine measures, (iii) voluntary and precautionary restrictions on travel or meetings, (iv) the effects on the financial markets, and (v) the effects on the economy overall, all of which are uncertain.

As noted in Note 7, JSPCA began making lease payments at its office location of $600 a month.

Jefferson Society for the Prevention of Cruelty to Animals
Schedule of Compensation, Benefits, and Other Payments to Agency Head

Agency Head Name: Lynn Morvant, President
For the Year Ended December 31, 2019

PURPOSE	AMOUNT
Salary	$ -
Benefits - insurance	-
Benefits - retirement	-
Uniforms	-
Per diem	-
Reimbursements (A)	-
Travel	-
Fuel usage	-
Conference travel	-
Continuing professional education fees	-
Housing	-
Unvouchered expenses	-
Special meals	-
	$ -

Note: No public funds were used related to compensation.

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Jefferson Society for the Prevention of Cruelty to Animals
Jefferson, 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 Jefferson Society for the Prevention of Cruelty to Animals (JSPCA) (a nonprofit organization), which comprise the Statement of Financial Position as of December 31, 2019, 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 June 30, 2020.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered JSPCA'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 JSPCA's internal control. Accordingly, we do not express an opinion on the effectiveness of JSPCA'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 the 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 JSPCA's 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 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 JSPCA's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering JSPCA's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Carr, Riggs & Ingram, L.L.C.

Metairie, Louisiana
June 30, 2020

SECTION I - SUMMARY OF AUDITORS' RESULTS

1. Type of independent auditors' report	Unmodified
2. Internal control over financial reporting	
a. Material weakness identified	No
b. Significant deficiencies not considered to be material weaknesses	No
c. Noncompliance material to the financial statements noted	No
3. Management letter	No

SECTION II - FINDINGS RELATED TO FINANCIAL STATEMENTS

There were no findings related to the financial statements for the year ended December 31, 2019.

SECTION III - FINDINGS RELATED TO COMPLIANCE AND OTHER MATTERS

There were no findings related to compliance and other matters for the year ended December 31, 2019.

SECTION I – FINDINGS RELATED TO THE FINANCIAL STATEMENTS

Not applicable.

SECTION II – FINDINGS RELATED TO COMPLIANCE AND OTHER MATTERS

Not applicable.

SECTION III – MANAGEMENT LETTER

Not applicable.