

COMMUNITY SERVICES COLLABORATIVE

Audited Financial Statements

December 31, 2018



Contents

Independent Auditor's Report	1 - 2
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Basic Financial Statements

Balance Sheet	3
Statement of Operations and Changes in Partners' Capital	4
Statement of Cash Flows	5
Notes to Financial Statements	6

Other Supplementary Information

Schedule of Compensation, Benefits, and Other Payments to Agency Head	8
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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>	9 - 10
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Independent Auditor's Report

To the Board of Directors of
Community Services Collaborative

Report on the Financial Statements

We have audited the accompanying financial statements of Community Services Collaborative (a partnership), which comprise the balance sheet as of December 31, 2018, and the related statements of operations and changes in partners' capital, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility

Management is responsible for the preparation and fair presentation of the 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 accompanying 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the balance sheet of Community Services Collaborative as of December 31, 2018, and the related statement of operations and changes in partners' capital and cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Community Services Collaborative's basic financial statements. The schedule of compensation, benefits, and other payments to agency head, as required by Louisiana Revised Statute (LRS) 24:513 A, is presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedule of compensation, benefits, and other payments to agency head is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of compensation, benefits, and other payments to agency head is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated June 6, 2019, on our consideration of Community Services Collaborative'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 on internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Community Service Collaborative'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 Community Services Collaborative's internal control over financial reporting and compliance.



A Professional Accounting Corporation

Metairie, LA
June 6, 2019

COMMUNITY SERVICES COLLABORATIVE
Balance Sheet
As of December 31, 2018

Assets	
Cash and Cash Equivalents	<u>\$ 288,565</u>
Total Assets	<u><u>\$ 288,565</u></u>
Liabilities and Partners' Capital	
Accounts Payable	<u>\$ 680</u>
Total Liabilities	<u>680</u>
Partners' Capital	<u>287,885</u>
Total Liabilities and Partner's Capital	<u><u>\$ 288,565</u></u>

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

COMMUNITY SERVICES COLLABORATIVE
Statement of Operations and Changes in Partners' Capital
For the Year Ended December 31, 2018

Revenue	
Interest Income	\$ 808
General and Administrative Expenses	
Professional Fees	4,680
Bank Charges	<u>150</u>
Operating Loss	<u>(4,022)</u>
Net Loss	(4,022)
Partners' Capital, Beginning of Period	<u>291,907</u>
Partners' Capital, End of Period	<u><u>\$ 287,885</u></u>

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

COMMUNITY SERVICES COLLABORATIVE
Statement of Cash Flows
For the Year Ended December 31, 2018

Cash Flows from Operating Activities	
Net Loss	\$ (4,022)
Adjustments to Reconcile Net Loss to Net Cash Used in Operating Activities	
Increase in Accounts Payable	680
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Net Cash Used in Operating Activities	(3,342)
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Decrease in Cash and Cash Equivalents	(3,342)
Cash and Cash Equivalents, Beginning of Period	291,907
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Cash and Cash Equivalents, End of Period	\$ 288,565
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The accompanying notes are an integral part of these financial statements.

COMMUNITY SERVICES COLLABORATIVE

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

Nature of Activities

Community Services Collaborative (CSC) was formed and directed by the Cooperative Endeavor Agreement (CEA) on October 1, 2015 by and among Louisiana Children's Medical Center; West Jefferson Holdings, LLC; Children's Hospital of New Orleans (collectively, LCMC); and Jefferson Parish Hospital District No. 1, Parish of Jefferson, State of Louisiana (the District). CSC seeks to provide a vehicle allowing CSC to monitor and appropriately address any service needs of the residents of the Westbank Community.

Basis of Accounting

The financial statements of the Partnership have been prepared in accordance with accounting principles generally accepted in the United States of America.

Cash and Cash Equivalents

CSC maintains cash in one bank account with its commercial financial institution. CSC has not experienced any losses of cash and does not believe that significant credit risk exists as a result of this practice. At December 31, 2018, CSC had approximately \$38,000 on deposit with this financial institution in excess of federal insurance on those deposits.

CSC considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

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 at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

CSC files its federal and state income tax returns as a partnership. As such, CSC will not pay income taxes, as any income or loss will be included in the tax returns of the individual members. Accordingly, no provision is made for income taxes in the financial statements.

Note 2. Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, June 6, 2019, and determined that no events occurred that require disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

OTHER SUPPLEMENTARY INFORMATION

COMMUNITY SERVICES COLLABORATIVE
Schedule of Compensation, Benefits, and Other Payments
to Agency Head
For the Year Ended December 31, 2018

Agency Head

Suzanne Haggard, CFO, LCMC Health

Purpose	Amount
Salary	\$0
Benefits - Insurance	\$0
Benefits - Retirement	\$0
Benefits - Other	\$0
Car Allowance	\$0
Vehicle Provided by Government	\$0
Per Diem	\$0
Reimbursements	\$0
Travel	\$0
Registration Fees	\$0
Conference Travel	\$0
Continuing Professional Education Fees	\$0
Housing	\$0
Unvouchered Expenses	\$0
Special Meals	\$0

* No compensation, reimbursements nor benefits were paid to the agency head from public funds.

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

Independent Auditor's Report

To the Partners of
Community Services Collaborative

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Community Services Collaborative, which comprise the balance sheet as of December 31, 2018, and the related statements of operations and changes in partners' capital, and cash flows for the year then ended, and have issued our report thereon dated June 6, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Community Service Collaborative'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 Community Service Collaborative's internal control. Accordingly, we do not express an opinion on the effectiveness of Community Service Collaborative's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Community Service Collaborative'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 the Community Service Collaborative's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Under Louisiana Revised Statute 24:573, this report is distributed by the legislative auditor as public document.



Professional Accounting Corporation

Metairie, LA
June 6, 2019