

*Financial Report*

*Coalition to Restore Coastal Louisiana*

*June 30, 2018*



**Bourgeois Bennett**  
CERTIFIED PUBLIC ACCOUNTANTS | CONSULTANTS  
A LIMITED LIABILITY COMPANY

*Financial Report*

*Coalition to Restore Coastal Louisiana*

*June 30, 2018*

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June 30, 2018 and 2017

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**FINANCIAL SECTION**

## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors,  
Coalition to Restore Coastal Louisiana,  
New Orleans, Louisiana.

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

We have audited the accompanying financial statements of Coalition to Restore Coastal Louisiana (a nonprofit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2018, and the related statements of activities, functional expenses, 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 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 risk of material misstatement of the financial statements, whether due to fraud or error. In making those risks assessments, the auditor considers internal control relevant to the Organization'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 Organization'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 opinion.

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Coalition to Restore Coastal Louisiana as of June 30, 2018, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Other 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 or Chief Executive Officer (Schedule 1) is presented for purposes of additional analysis and is required by Louisiana Revised Statute 24:513(A)(3), 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.

## **Report on Summarized Comparative Information**

We have previously audited the Organization's 2017 financial statements, and our report dated December 15, 2017, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2017 is consistent, in all material respects, with the audited financial statements from which it has been derived.

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

In accordance with Government Auditing Standards, we have also issued our report dated November 20, 2018 on our consideration of the Organization'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 Organization's internal control over financial reporting and compliance.



Certified Public Accountants.

New Orleans, Louisiana,  
November 20, 2018.

**STATEMENT OF FINANCIAL POSITION****Coalition to Restore Coastal Louisiana**  
New Orleans, LouisianaJune 30, 2018  
(with comparative totals for 2017)**ASSETS**

	<u>2018</u>	<u>2017</u>
Cash	\$ 92,123	\$ 136,973
Grants receivable	179,685	255,405
Other receivables	82,030	8,428
Prepaid expenses	17,048	160
Investments	190,098	339,888
Property and equipment - net	109	616
Other assets	<u>2,800</u>	<u>2,800</u>
 Total assets	 <u>\$ 563,893</u>	 <u>\$ 744,270</u>

**LIABILITIES**

Accounts payable	\$ 112,454	\$ 246,620
Payroll taxes and other employment related payables	35,101	21,482
Accrued compensated absences	29,514	23,784
Deferred revenues	<u>6,104</u>	<u>-</u>
 Total liabilities	 <u>183,173</u>	 <u>291,886</u>

**NET ASSETS**

Unrestricted:		
Undesignated	186,200	365,040
Board-designated	-	1,674
Temporarily restricted	<u>194,520</u>	<u>85,670</u>
 Total net assets	 <u>380,720</u>	 <u>452,384</u>
 Total liabilities and net assets	 <u>\$ 563,893</u>	 <u>\$ 744,270</u>

See notes to financial statements.

**STATEMENT OF ACTIVITIES****Coalition to Restore Coastal Louisiana**  
New Orleans, LouisianaFor the year ended June 30, 2018  
(with comparative totals for 2017)

	2018			2017
	Unrestricted	Temporarily Restricted	Totals	Totals Only
<b>Support and Revenues</b>				
Grant revenue	\$ 1,056,192	\$ 154,710	\$ 1,210,902	\$ 1,233,782
Contributions	161,063	-	161,063	210,409
Program administration fees	108,749	-	108,749	139,881
Sponsorships	345,832	-	345,832	34,300
Registration and fees	282,503	-	282,503	10,406
Other income	-	-	-	4,800
Investment income, net	15,402	-	15,402	46,730
Interest	-	-	-	20
Net assets released from restrictions	45,860	(45,860)	-	-
Total support and revenues	2,015,601	108,850	2,124,451	1,680,328
<b>Expenses</b>				
Program services	1,656,655	-	1,656,655	1,681,285
Fundraising	166,000	-	166,000	193,775
Management and general	373,460	-	373,460	365,612
Total expenses	2,196,115	-	2,196,115	2,240,672
<b>Increase (Decrease) in Net Assets</b>	(180,514)	108,850	(71,664)	(560,344)
<b>Net Assets</b>				
Beginning of the year	366,714	85,670	452,384	1,012,728
End of the year	\$ 186,200	\$ 194,520	\$ 380,720	\$ 452,384

See notes to financial statements.

**STATEMENT OF FUNCTIONAL EXPENSES****Coalition to Restore Coastal Louisiana**

New Orleans, Louisiana

For the year ended June 30, 2018

(with comparative totals for 2017)

	2018			Totals	2017 Totals Only
	Program Services	Fundraising	Management and General		
Salaries	\$ 512,318	\$ 85,924	\$ 157,366	\$ 755,608	\$ 684,549
Payroll taxes	40,909	6,861	12,566	60,336	57,185
Employee benefits	45,352	25,909	52,103	123,364	86,753
<b>Total compensation</b>	<b>598,579</b>	<b>118,694</b>	<b>222,035</b>	<b>939,308</b>	<b>828,487</b>
Advertising and sponsorship	9,908	13,529	7,051	30,488	15,499
Continuing education	63	-	(2,495)	(2,432)	5,638
Contractors	723,662	503	44,485	768,650	753,840
Depreciation	344	58	105	507	1,463
Dues, fees, and registration	8,975	744	10,690	20,409	8,251
Equipment rental and storage	7,279	509	4,997	12,785	17,583
Food and beverage	4,026	2,578	8,723	15,327	36,337
Gifts and miscellaneous	2,834	31	4,560	7,425	7,119
Insurance	1,774	297	1,448	3,519	13,140
Interest and bank charges	1,561	86	4,454	6,101	6,572
Legal and accounting	14,171	2,377	4,352	20,900	26,900
Meals and entertainment	3,463	401	3,322	7,186	3,788
Printing and postage	18,118	4,046	4,365	26,529	29,090
Rent	46,594	7,814	14,312	68,720	64,166
Repairs and maintenance	65	14	20	99	727
Supplies	160,729	9,851	17,446	188,026	302,039
Travel	45,049	2,846	20,659	68,554	106,300
Utilities and telephone	9,461	1,622	2,931	14,014	13,733
<b>Totals</b>	<b>\$ 1,656,655</b>	<b>\$ 166,000</b>	<b>\$ 373,460</b>	<b>\$ 2,196,115</b>	<b>\$ 2,240,672</b>

See notes to financial statements.

**STATEMENT OF CASH FLOWS****Coalition to Restore Coastal Louisiana**

New Orleans, Louisiana

For the year ended June 30, 2018

(with comparative totals for 2017)

	<u>2018</u>	<u>2017</u>
<b>Cash Flows From Operating Activities</b>		
Decrease in net assets	\$ (71,664)	\$ (560,344)
Adjustments to reconcile decrease in net assets to net cash used in operating activities:		
Depreciation	507	1,463
Realized (gain) loss on investments	(14,990)	4,063
Unrealized loss (gain) on investments	7,753	(27,711)
Decrease (increase) in assets:		
Grants receivable	75,720	103,984
Other receivables	(73,602)	18,373
Prepaid expenses	(16,888)	(160)
Increase (decrease) in liabilities:		
Accounts payable	(134,166)	102,348
Payroll taxes and other employment related payables	13,619	13,298
Accrued compensated absences	5,730	(4,464)
Deferred revenues	6,104	-
Total adjustments	<u>(130,213)</u>	<u>211,194</u>
Net cash used in operating activities	<u>(201,877)</u>	<u>(349,150)</u>
<b>Cash Flows From Investing Activities</b>		
Purchases of investments	(173,726)	(253,104)
Proceeds from sales of investments	330,753	473,310
Net cash provided by investing activities	<u>157,027</u>	<u>220,206</u>
<b>Net Decrease In Cash</b>	(44,850)	(128,944)
<b>Cash</b>		
Beginning of the year	<u>136,973</u>	<u>265,917</u>
End of the year	<u>\$ 92,123</u>	<u>\$ 136,973</u>

See notes to financial statements.

**NOTES TO FINANCIAL STATEMENTS****Coalition to Restore Coastal Louisiana**  
New Orleans, Louisiana

June 30, 2018 and 2017

**Note 1 - NATURE OF ACTIVITIES**

Coalition to Restore Coastal Louisiana (the "Organization") is a nonprofit organization dedicated to the preservation of Louisiana coastal wetlands. The Organization's main office is located in New Orleans, Louisiana, but it conducts seminars and studies throughout the State of Louisiana in an effort to educate the public and promote wetlands restoration efforts.

**Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****a. Organization and Income Taxes**

Coalition to Restore Coastal Louisiana is a nonprofit corporation organized under the laws of the State of Louisiana. It is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code of 1986, and qualifies as an organization that is not a private foundation as defined in Section 509(a) of the Code. It is exempt from Louisiana income tax under the authority of R.S. 47:121(5).

**b. Basis of Accounting**

The financial statements have been prepared on the accrual basis of accounting. Under this method, revenues are recognized when earned, and expenses are recorded when the related liability is incurred.

**c. Use of Estimates**

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

**Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**d. Financial Statement Presentation**

The Organization classifies its net assets, revenues, and expenses based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

**Unrestricted Net Assets** - Grants, contributions, other revenues, net special events revenues, and expenditures of funds for the general operations of the Organization.

**Temporarily Restricted Net Assets** - Grants and contributions specifically stipulated by the grantor or donor to be used for a certain purpose or to benefit a specific accounting period.

**Permanently Restricted Net Assets** - Contributions subject to donor-imposed restrictions and that are to be held in perpetuity by the Organization. The Organization does not have any permanently restricted net assets as of June 30, 2018 and 2017.

**e. Cash and Cash Equivalents**

For the purposes of the Statement of Cash Flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. As of June 30, 2018 and 2017, the Organization does not have any cash equivalents.

**f. Grants Receivable**

Grants receivable are stated at the amount management expects to collect from outstanding balances. Management monitors outstanding balances and writes off all balances deemed uncollectible. Management believes all outstanding balances as of June 30, 2018 and 2017 to be fully collectible.

**g. Investments**

Investments are generally carried at fair market value. Investments acquired through donations are recorded at fair market value on the date of donation. Realized and unrealized gains and losses are included in the Statement of Activities.

**Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**h. Property and Equipment**

Property and equipment is stated at cost when purchased and at fair market value when received as a donation. Depreciation is provided using the straight-line method over the estimated useful lives of the assets. Additions, improvements, and betterments to property and equipment are capitalized. Expenditures for repairs and maintenance which do not extend the life of the assets are charged to expense as incurred.

The following is a schedule of the major classes of property and equipment and their estimated useful lives:

<u>Classification</u>	<u>Life in Years</u>
Office equipment	5
Furniture and fixtures	5-7
Computer equipment	3-5

Depreciation expense for the years ended June 30, 2018 and 2017 totaled \$507 and \$1,463, respectively.

**i. Contributions and Revenue Recognition**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions.

Special event fees are recorded as revenue in the year the event is held. Special event fees collected in advance for the following year are recorded as deferred support.

**Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**j. Contributed Services and Materials**

A substantial number of unpaid volunteers have made significant contributions of their time and expertise in the development of the Organization's programs, principally in community based restoration projects. No amounts have been included in the financial statements for donated services since no objective basis is available to measure the value of such services or they do not qualify for recognition under accounting principles generally accepted in the United States of America. Additionally, no donated materials were received by the Organization for the years ended June 30, 2018 and 2017.

**k. Allocated Expenses**

The costs of providing program services and other activities are summarized in the Statement of Activities. Certain expenses have been allocated among the program, fundraising, and support services based on management's estimates of the costs involved.

**l. Advertising Costs**

The Organization expenses advertising costs as incurred. Advertising expense for the years ended June 30, 2018 and 2017 totaled \$30,488 and \$15,499, respectively.

**m. Tax Matters**

Accounting standards provide detailed guidance for financial statement recognition, measurement, and disclosure of uncertain tax positions recognized in an entity's financial statements. It requires an entity to recognize the financial statement impact of a tax position when it is more likely than not that the position will not be sustained upon examination. Tax years ended June 30, 2015 and later remain subject to examination by the taxing authorities. As of June 30, 2018, management of the Organization believes that it has no uncertain tax positions that qualify for either recognition or disclosures in the financial statements.

**n. Subsequent Events**

Management evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that effect the financial statements. Subsequent events have been evaluated through November 20, 2018, which is the date the financial statements were available to be issued.

**Note 3 - CONCENTRATION OF CREDIT RISK**

The Organization maintains its cash accounts in financial institutions where the accounts are insured by Federal Deposit Insurance Corporation up to \$250,000 per bank. As of June 30, 2018, the Organization did not have any balances in excess of the insured limits.

**Note 4 - GRANTS RECEIVABLE**

The grants receivable balances as of June 30, 2018 and 2017 consist of the following:

	2018	2017
National Fish and Wildlife Foundation	\$ 75,689	\$ 181,885
Foundation for Louisiana The Walton Family	50,000	-
Federation Foundation	43,320	-
Louisiana Department of Wildlife and Fisheries	7,676	-
Shell Oil Company	3,000	-
Coastal Protection and Restoration Authority	-	73,520
Totals	\$ 179,685	\$ 255,405

Grants receivable as of June 30, 2018 are expected to be collected in the following periods:

In less than one year	\$ 179,685
One to five years	-
	\$ 179,685

**Note 5 - INVESTMENTS**

Investments as of June 30, 2018 and 2017 are composed of the following:

	2018	
Cost	Fair Market Value	Excess of Market Over Cost
Mutual funds	<u>\$ 181,889</u>	<u>\$ 190,098</u> <u>\$ 8,209</u>
	2017	
Cost	Fair Market Value	Excess of Cost Over Market
Mutual funds	<u>\$ 323,926</u>	<u>\$ 339,888</u> <u>\$ 15,962</u>
	June 30, 2018	
Cost	Fair Market Value	Excess of Cost Over Market
Balance as of June 30, 2018	<u>\$ 181,889</u>	<u>\$ 190,098</u> <u>\$ 8,209</u>
Balance as of June 30, 2017	<u>\$ 323,926</u>	<u>\$ 339,888</u> <u>15,962</u>
Decrease in unrealized appreciation		(7,753)
Realized gain on investments		14,990
Investment and dividend income		11,251
Investment fees		(3,086)
Investment gain, net - 2018		\$ 15,402

**Note 5 - INVESTMENTS (Continued)**

	June 30, 2017		
	Cost	Fair Market Value	Excess of Cost Over Market (Cost Over Market)
Balance as of June 30, 2017	<u>\$ 323,926</u>	<u>\$ 339,888</u>	\$ 15,962
Balance as of June 30, 2016	<u>\$ 548,195</u>	<u>\$ 536,446</u>	(11,749)
Increase in unrealized depreciation			27,711
Realized loss on investments			(4,063)
Investment and dividend income			28,194
Investment fees			<u>(5,112)</u>
Investment gain, net - 2017			<u>\$ 46,730</u>

**Note 6 - FAIR VALUE MEASUREMENTS**

The framework for measuring fair value provides a fair value hierarchy which prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under the Financial Accounting Standards Board Accounting Standards Codification Topic 820, Fair Value Measurements are described as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- 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 for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

**Note 6 - FAIR VALUE MEASUREMENTS (Continued)**

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's 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.

The following is a description of the valuation methodologies used for assets measured at fair value.

*Mutual funds:* Valued at the daily closing price as reported by the fund. Mutual funds held are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held are deemed to be actively traded.

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

**Note 6 - FAIR VALUE MEASUREMENTS (Continued)**

Assets measured at fair value on a recurring basis are comprised of and determined as follows as of June 30, 2018 and 2017:

Description	2018			
	Based on			
	Total Assets Measured at Fair Value	Quoted Prices In Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Mutual funds:				
Large blend	\$ 9,329	\$ 9,329	\$ -	\$ -
Preferred stock	4,472	4,472	-	-
Intermediate term	22,080	22,080	-	-
Nontraditional bond	17,082	17,082	-	-
High yield bond	12,905	12,905	-	-
Bank loans	12,534	12,534	-	-
Emerging markets bond	1,507	1,507	-	-
Multisector bond	15,461	15,461	-	-
Municipal bond	1,311	1,311	-	-
Ultrashort bond	2,564	2,564	-	-
Large value	20,661	20,661	-	-
Mid value	5,112	5,112	-	-
Large growth	20,723	20,723	-	-
Small blend	10,614	10,614	-	-
Foreign large blend	26,272	26,272	-	-
Diversified emerging market	7,471	7,471	-	-
Totals	<u>\$ 190,098</u>	<u>\$ 190,098</u>	<u>\$ -</u>	<u>\$ -</u>

**Note 6 - FAIR VALUE MEASUREMENTS (Continued)**

Description	2017			
	Based on			
	Total Assets Measured at Fair Value	Quoted Prices In Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Mutual funds:				
Large blend	\$ 54,190	\$ 54,190	\$ -	\$ -
Preferred stock	23,039	23,039	-	-
Intermediate term	49,648	49,648	-	-
Nontraditional bond	64,610	64,610	-	-
Convertible bond	4,394	4,394	-	-
High yield bond	21,035	21,035	-	-
Bank loans	36,892	36,892	-	-
Emerging markets bond	8,169	8,169	-	-
Multisector bond	20,276	20,276	-	-
Large value	57,635	57,635	-	-
Totals	<u>\$ 339,888</u>	<u>\$ 339,888</u>	<u>\$ -</u>	<u>\$ -</u>

As of June 30, 2018 and 2017, there were no assets measured at fair value on a non-recurring basis.

**Note 7 - RESTRICTIONS ON NET ASSETS**

Temporarily restricted net assets as of June 30, 2018 and 2017, which are restricted for specific purposes, are as follows:

	2018	2017
Outreach Program	\$ 98,000	\$ -
Habitat Restoration Program	67,113	65,614
Oyster Shell Recycling Program	29,407	20,056
Totals	<u>\$ 194,520</u>	<u>\$ 85,670</u>

**Note 8 - OPERATING LEASES**

The Organization leases office space in Baton Rouge. The lease was effective July 1, 2014 through June 30, 2016. The lease has been extended through December 31, 2017, along with modifications to the monthly rentals. The Organization entered into a lease agreement with a new lessor effective January 1, 2018 through December 2019. The lease payments decreased from \$3,499 to \$1,935 under the current lease.

The Organization leases office space in New Orleans effective March 31, 2016 through July 31, 2017. Monthly lease payments were \$1,949 under the lease. The lease was extended through July 31, 2019 with monthly lease payments increasing to \$3,135 for the period October 1, 2017 to July 31, 2018 and to \$3,276 for the period August 1, 2018 to July 31, 2019 based on the percentage of office space being leased.

Rent expense for the years ended June 30, 2018 and 2017 was \$68,720 and \$64,166, respectively.

Future minimum payments under the non-cancelable leases in effect as of June 30, 2018 are as follows:

<u>Year Ending June 30,</u>	<u>Amounts</u>
2019	\$ 62,396
2020	<u>14,888</u>
Total	<u>\$ 77,284</u>

**Note 9 - EMPLOYEE BENEFITS**

The Organization currently gives each employee an option to contribute to a 403(b) account within Internal Revenue Code limitations. This account is employee-funded, as the Organization does not match these contributions. The Organization also has an employer-funded SEP IRA in place for its employees. Currently, 5% of each employee's yearly salary is placed in a SEP IRA by the Organization. The Organization's contributions to the plan totaled \$38,715 and \$46,552 for the years ended June 30, 2018 and 2017, respectively.

**SUPPLEMENTAL INFORMATION**

**SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER  
PAYMENTS TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER**

**Coalition to Restore Coastal Louisiana  
New Orleans, Louisiana**

For the year ended June 30, 2018

**Agency Head Name:** Kim Reyher, Executive Director

**Purpose**

Salary	\$ 125,000
Benefits - insurance	7,127
Benefits - retirement	6,250
Benefits - other	0
Car allowance	0
Vehicle provided by government	0
Per diem	0
Reimbursements	0
Travel	539
Registration fees	0
Conference travel	0
Continuing professional education fees	0
Housing	0
Unvouchered expenses	0
Special meals	0
	<hr/>
	<b><u>\$ 138,916</u></b>

**SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS**

**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**

To the Board of Directors,  
Coalition to Restore Coastal Louisiana,  
New Orleans, 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 Coalition to Restore Coastal Louisiana (a nonprofit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2018, 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 November 20, 2018.

**Internal Control over Financial Reporting**

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

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

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

### **Compliance and Other Matters**

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

A handwritten signature in black ink that reads "Bourgeois Bennett, L.L.C." in a cursive script.

Certified Public Accountants.

New Orleans, Louisiana,  
November 20, 2018.

## **SCHEDULE OF FINDINGS AND RESPONSES**

### **Coalition to Restore Coastal Louisiana New Orleans, Louisiana**

For the year ended June 30, 2018

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

##### a) Financial Statements

- Material weakness(es) identified?                     Yes  No
  
- Significant deficiency(ies) identified that are  
not considered to be a material weakness?             Yes  None reported
  
- Noncompliance material to financial statements noted?     Yes  No

##### b) Federal Awards

Coalition to Restore Coastal Louisiana did not receive Federal awards in excess of \$750,000 during the year ended June 30, 2018 and, therefore, is exempt from the audit requirements under Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).

#### **Section II - Internal Control Over Financial Reporting and Compliance and Other Matters Material to the Basic Financial Statements**

##### **Internal Control Over Financial Reporting**

There were no findings noted during the audit of the year ended June 30, 2018 related to internal control over financial reporting.

##### **Compliance and Other Matters**

There were no findings noted during the audit of the year ended June 30, 2018 related to compliance and other matters.

**Section III - Federal Award Findings and Questioned Costs**

Coalition to Restore Coastal Louisiana did not receive Federal awards in excess of \$750,000 during the year ended June 30, 2018 and, therefore, is exempt from the audit requirements under Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).

**REPORTS BY MANAGEMENT**

## **SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES**

### **Coalition to Restore Coastal Louisiana New Orleans, Louisiana**

For the year ended June 30, 2018

#### **Section I - Internal Control Over Financial Reporting and Compliance and Other Matters Material to the Basic Financial Statements**

##### **Internal Control Over Financial Reporting**

There were no findings noted during the audit of the year ended June 30, 2017 related to internal control over financial reporting.

##### **Compliance and Other Matters**

There were no findings noted during the audit of the year ended June 30, 2017 related to compliance and other matters.

#### **Section II - Internal Control and Compliance Material to Federal Awards**

Coalition to Restore Coastal Louisiana did not receive Federal awards in excess of \$750,000 during the year ended June 30, 2017 and, therefore, was exempt from the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards (Uniform Guidance).

#### **Section III - Management Letter**

A management letter was not issued in connection with the audit of the financial statements for the year ended June 30, 2017.

## **MANAGEMENT'S CORRECTIVE ACTION PLAN**

### **Coalition to Restore Coastal Louisiana New Orleans, Louisiana**

For the year ended June 30, 2018

#### **Section I - Internal Control Over Financial Reporting and Compliance and Other Matters Material to the Basic Financial Statements**

##### **Internal Control Over Financial Reporting**

There were no findings noted during the audit of the year ended June 30, 2018 related to internal control over financial reporting.

##### **Compliance and Other Matters**

There were no findings noted during the audit of the year ended June 30, 2018 related to compliance and other matters.

#### **Section II - Internal Control and Compliance Material to Federal Awards**

Coalition to Restore Coastal Louisiana did not expend more than \$750,000 in Federal awards during the year ended June 30, 2018, and therefore, was exempt from the audit requirements under Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).

#### **Section III - Management Letter**

A management letter was not issued in connection with the audit of the financial statements for the year ended June 30, 2018.