

**Bayou Land Families Helping
Families, Inc.**

Financial Statements
and Independent Auditor's Report
June 30, 2019

Bayou Land Families Helping Families, Inc.
Financial Statements and Independent Auditor's Report
As of and for the Year Ended June 30, 2019

Table of Contents

| | <u>Page</u> |
|--|--------------------|
| Independent Auditor's Report | 1-3 |
| Financial Statements | |
| Statement of Financial Position* | 4 |
| Statement of Activities | 5 |
| Statement of Functional Expenses | 6 |
| Statement of Cash Flows | 7 |
| Notes to Financial Statements | 8-14 |
| Supplemental Information | |
| Schedule of Compensation, Benefits, and Other Payments to the Executive Director | 15 |
| Special Report 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 <i>Government Auditing Standards</i> | 16-17 |
| Other Information | |
| Schedule of Findings and Responses | 18 |
| Reports by Management | |
| Schedule of Prior Findings and Resolution Matters | 19 |
| Management's Corrective Action Plan for Current Year Findings | 20 |

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Bayou Land Families Helping Families, Inc.
Thibodaux, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of Bayou Land Families Helping Families, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 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.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation

and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bayou Land Families Helping Families, Inc. as of June 30, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other 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 the Executive Director on page 15 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 September 13, 2019, on our consideration of Bayou Land Families Helping Families, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing,

and not to provide an opinion on 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 Organization's internal control over financial reporting and compliance.

Martin and Pelgri

Houma, Louisiana
September 13, 2019

FINANCIAL STATEMENTS

Bayou Land Families Helping Families, Inc.
Statement of Financial Position
June 30, 2019

ASSETS

| | |
|---|--------------------------|
| Current Assets | |
| Cash and cash equivalents | \$ 128,221 |
| Unconditional promises to give | 30,631 |
| Prepaid expenses | <u>8,497</u> |
| TOTAL CURRENT ASSETS | 167,349 |
| Property and equipment, less accumulated depreciation of \$121,443 | 309,304 |
| Other Assets | |
| Deposits | <u>1,436</u> |
| TOTAL ASSETS | <u><u>\$ 478,089</u></u> |

LIABILITIES AND NET ASSETS

| | |
|---|--------------------------|
| Current liabilities | |
| Accrued expenses | \$ 1,650 |
| Current maturities of long-term debt | <u>13,576</u> |
| TOTAL CURRENT LIABILITIES | 15,226 |
| Long-term debt, net of current maturities | <u>109,262</u> |
| TOTAL LIABILITIES | <u>124,488</u> |
| Net Assets | |
| Without donor restrictions | 350,614 |
| With donor restrictions | <u>2,987</u> |
| TOTAL NET ASSETS | <u>353,601</u> |
| TOTAL LIABILITIES AND NET ASSETS | <u><u>\$ 478,089</u></u> |

See accompanying notes.

Bayou Land Families Helping Families, Inc.
Statement of Activities
For the Year Ended June 30, 2019

| | <u>Without Donor Restrictions</u> | <u>With Donor Restrictions</u> | <u>Total</u> |
|--|---------------------------------------|------------------------------------|-------------------|
| REVENUES AND OTHER SUPPORT | | | |
| Governmental grants | \$ 297,395 | \$ - | \$ 297,395 |
| Other grant | 39,765 | - | 39,765 |
| Other | 13,118 | - | 13,118 |
| Interest income | 70 | - | 70 |
| | <u>350,348</u> | <u>-</u> | <u>350,348</u> |
| FUNCTIONAL EXPENSES | | | |
| Program services | 252,266 | - | 252,266 |
| Management and general | 56,564 | - | 56,564 |
| | <u>308,830</u> | <u>-</u> | <u>308,830</u> |
| INCREASE IN NET ASSETS | 41,518 | - | 41,518 |
| NET ASSETS, BEGINNING OF PERIOD | <u>309,096</u> | <u>2,987</u> | <u>312,083</u> |
| NET ASSETS, END OF PERIOD | <u>\$ 350,614</u> | <u>\$ 2,987</u> | <u>\$ 353,601</u> |

See accompanying notes.

Bayou Land Families Helping Families, Inc.
Statement of Functional Expenses
For the Year Ended June 30, 2019

| | <u>Program Services</u> | <u>Management and General</u> | <u>Total</u> |
|-----------------------------|-----------------------------|---------------------------------------|-------------------|
| Salaries | \$ 166,120 | \$ - | \$ 166,120 |
| Grants to others | 36,400 | - | 36,400 |
| Insurance | - | 14,219 | 14,219 |
| Payroll taxes | 12,757 | - | 12,757 |
| Travel | 11,560 | - | 11,560 |
| Depreciation | - | 10,412 | 10,412 |
| Audit fees | - | 8,350 | 8,350 |
| Interest | - | 8,274 | 8,274 |
| Program supplies | 8,099 | - | 8,099 |
| Telephone | 7,480 | - | 7,480 |
| Utilities | 4,043 | - | 4,043 |
| Repairs and maintenance | - | 3,484 | 3,484 |
| Taxes and licenses | - | 3,472 | 3,472 |
| Accounting fees | - | 3,288 | 3,288 |
| Office | - | 2,649 | 2,649 |
| Equipment rental | 2,609 | - | 2,609 |
| Conferences and conventions | 2,726 | - | 2,726 |
| Dues and subscriptions | - | 1,514 | 1,514 |
| Penalties | - | 641 | 641 |
| Postage | 472 | - | 472 |
| Bank charges | - | 261 | 261 |
| Totals | <u>\$ 252,266</u> | <u>\$ 56,564</u> | <u>\$ 308,830</u> |

See accompanying notes.

Bayou Land Families Helping Families, Inc.
Statement of Cash Flows
For the Year Ended June 30, 2019

CASH FLOWS FROM OPERATING ACTIVITIES:

| | |
|---|--------------|
| Increase in net assets | \$ 41,518 |
| Adjustments to reconcile increase in net assets to net cash provided by operating activities: | |
| Depreciation | 10,412 |
| Decrease in operating assets: | |
| Unconditional promises to give | 8,972 |
| Prepaid expenses | 1,137 |
| Decrease in operating liabilities: | |
| Accounts payable | (3,666) |
| Accrued expenses | <u>(555)</u> |

NET CASH FLOWS PROVIDED BY OPERATING ACTIVITIES 57,818

CASH FLOWS USED IN FINANCING ACTIVITIES:

| | |
|------------------------------------|-----------------|
| Principal payments of note payable | <u>(12,755)</u> |
|------------------------------------|-----------------|

NET INCREASE IN CASH AND CASH EQUIVALENTS 45,063

BEGINNING CASH AND CASH EQUIVALENTS 83,158

ENDING CASH AND CASH EQUIVALENTS \$ 128,221

SUPPLEMENTAL DISCLOSURES:

| | |
|-------------------------------|------------------------|
| Interest paid during the year | <u><u>\$ 8,274</u></u> |
|-------------------------------|------------------------|

See accompanying notes.

Bayou Land Families Helping Families, Inc.
Notes to Financial Statements
As of and for the Year Ended June 30, 2019

Note 1 – Summary of Significant Accounting Policies

- A. Nature of the Organization – Bayou Land Families Helping Families, Inc., a not-for-profit voluntary health and welfare agency, is a resource center for individuals with disabilities and families who have children with special needs. Services include parent-to-parent support, education, training, referral, and information services for members of the community who could benefit from the Organization's resources. The Organization serves a seven-parish area in Louisiana including Terrebonne, Lafourche, Assumption, St. Mary, St. James, St. John, and St. Charles.
- B. Basis of Accounting – The financial statements are prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America.
- C. Cash and Cash Equivalents – For the purpose of the statement of cash flows, Bayou Land Families Helping Families, Inc. considers all unrestricted cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.
- D. Promises to Give – Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.
- E. Bad Debts – The financial statements of Bayou Land Families Helping Families, Inc. contain no allowance for uncollectible promises to give. Uncollectible accounts are recognized as an expense at the time information becomes available that indicates the amounts are uncollectible. While accounting principles generally accepted in the United States of America require that bad debts be recorded utilizing the allowance method, the difference between the two methods is immaterial to the Organization, as management considers all promises to give to be fully collectible.

Bayou Land Families Helping Families, Inc.
Notes to Financial Statements
As of and for the Year Ended June 30, 2019

Note 1 – Summary of Significant Accounting Policies (Cont.)

- F. Property and Equipment – Property and equipment acquired by Bayou Land Families Helping Families, Inc. are considered to be owned by Bayou Land Families Helping Families, Inc. except for certain equipment acquired with grant funds. Title for such property may revert to the State at the completion of the grant period at the discretion of the State. Property and equipment are stated at cost. Depreciation is computed utilizing the straight-line method over the estimated useful lives of the assets (5-39 years). Depreciation expense for the year ended June 30, 2019 was \$10,412. Property and equipment acquisitions are capitalized if the purchase price exceeds \$250 and the asset has a useful life of greater than one year.
- G. Functional Allocation of Expenses – The cost of providing the Organization's services has been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.
- H. Income Taxes – Bayou Land Families Helping Families, Inc. is a not-for-profit, voluntary health and welfare agency exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. It has been classified as an organization that is not a private foundation under Section 509(a)(1) of the Internal Revenue Code and qualifies for the 50% charitable contributions deduction for individual donors. The Organization is not involved in any trade or businesses unrelated to the purpose for which it received its exemption from income taxes.
- I. 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.
- J. Recent pronouncement – In August 2016, the FASB issued Accounting Standards Update (ASU) 2016-14, Not for Profit Entities (Topic 958) – Presentation of Financial Statements of Not-for-Profit Entities. The ASU addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, the lack of consistency in the type of information provided about expenses and investment return. The Organization has implemented ASU 2016-14 and has presented the financial statements accordingly.

Bayou Land Families Helping Families, Inc.
Notes to Financial Statements
As of and for the Year Ended June 30, 2019

Note 2 – Funding Policies

Bayou Land Families Helping Families, Inc. receives federal and state funding on a reimbursement for actual expense and a fee-for-service basis passed through the U.S. Department of Health and Human Services/Health Resources and Services Administration, Louisiana State Department of Health and Hospitals, State of Louisiana South Central Louisiana Human Services Authority, State of Louisiana Department of Education, and Louisiana Clinical Services, Inc.

Note 3 – Unconditional Promises to Give

As of June 30, 2019, unconditional promises to give consists of the following:

| | |
|--|------------------|
| State of Louisiana/South Central Louisiana Human Services Authority | \$ 3,035 |
| State of Louisiana/Department of Health and Hospitals/ Louisiana Developmental Disabilities Council | 4,702 |
| Office for Citizens with Developmental Disabilities | 4,592 |
| Louisiana Clinical Services, Inc. | 4,167 |
| State of Louisiana/Department of Education | 6,634 |
| Families Helping Families of North East Louisiana | 234 |
| United States Department of Health and Human Services/Health Resources and Services Administration | 7,267 |
| Total unconditional promises to give | <u>\$ 30,631</u> |

All unconditional promises to give are due within one year and are considered to be fully collectible by management. These unconditional promises to give are unrestricted.

Bayou Land Families Helping Families, Inc.
Notes to Financial Statements
As of and for the Year Ended June 30, 2019

Note 4 – Property and Equipment

A summary of changes in property and equipment follows:

| | Balance July 1, 2018 | Additions | Deletions | Balance June 30, 2019 |
|----------------------------|-------------------------|--------------------|-------------|--------------------------|
| Land | \$ 68,950 | \$ - | \$ - | \$ 68,950 |
| Building | 295,844 | - | - | 295,844 |
| Furniture and equipment | 80,501 | - | (14,548) | 65,953 |
| | 445,295 | - | (14,548) | 430,747 |
| Accumulated depreciation | (125,579) | (10,412) | 14,548 | (121,443) |
| Net property and equipment | <u>\$ 319,716</u> | <u>\$ (10,412)</u> | <u>\$ -</u> | <u>\$ 309,304</u> |

Note 5 – Long-Term Debt

The following is a summary of long-term debt as of June 30, 2019:

Note payable to a bank dated October 26, 2016 with an interest rate of 6.25%, secured by real estate. Monthly principal and interest payments of \$1,749 are due with final payment due on October 26, 2021.

\$ 122,838

Less current portion

(13,576)

Long-term debt, net of current maturities

\$ 109,262

Maturities of long-term debt are as follows:

| June 30, | |
|----------|-------------------|
| 2020 | \$ 13,576 |
| 2021 | 14,482 |
| 2022 | <u>94,780</u> |
| Total | <u>\$ 122,838</u> |

Bayou Land Families Helping Families, Inc.
Notes to Financial Statements
As of and for the Year Ended June 30, 2019

Note 6 – Restriction on Net Assets

The restriction on net assets as of June 30, 2019 relates to a contribution received during the year ended June 30, 2012, the use of which was limited by the donor to the payment of medical bills incurred by benefactors of the Organization.

Note 7 – Grants

During the year ended June 30, 2019, the Organization received unrestricted unconditional promises to give in the form of grants from the following grantors:

Governmental Grants

United States:

| | |
|--|------------|
| Department of Health and Human Services/Health Resources and Services Administration | \$ 102,870 |
|--|------------|

State of Louisiana:

| | |
|--|---------------|
| Department of Health and Hospitals | 80,933 |
| Department of Education | 63,592 |
| South Central Louisiana Human Services Authority | <u>50,000</u> |

| | |
|---------------------------|---------|
| Total governmental grants | 297,395 |
|---------------------------|---------|

Other Grants

| | |
|-----------------------------------|---------------|
| Louisiana Clinical Services, Inc. | <u>39,765</u> |
|-----------------------------------|---------------|

| | |
|--------------|--------------------------|
| Total grants | <u><u>\$ 337,160</u></u> |
|--------------|--------------------------|

Note 8 – Payments to Affiliates

Under the Family to Family Health Information Center Program, Bayou Land Families Helping Families was designated to administer other Families Helping Families organizations their portion of the funds from this grant. The total amount administered to these organizations during the year ended June 30, 2019 was \$36,400.

Bayou Land Families Helping Families, Inc.
Notes to Financial Statements
As of and for the Year Ended June 30, 2019

Note 9 – Concentration of Credit Risk

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of unconditional promises to give due from the State of Louisiana. Because these receivables are passed through support from the Federal and State of Louisiana governments, the Organization requires no collateral for these amounts.

Note 10 – Concentration of Credit Risk Arising from Cash Deposits in Excess of Insured Limits

Bayou Land Families Helping Families, Inc. maintains its cash in four financial institutions located in Louisiana. The Federal Deposit Insurance Corporation (FDIC) insures accounts up to \$250,000 at each institution. The Organization did not exceed federally insured limits at any time during the year ended June 30, 2019.

Note 11 – Fair Values of Financial Instruments

The Organization's financial instruments, none of which are held for trading purposes, include cash and cash equivalents, unconditional promises to give, and note payable. Management estimates that the fair value of all financial instruments as of June 30, 2019 does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying statement of financial position.

Note 12 – Liquidity and Availability of Financial Assets

The following reflects the Organization's financial assets as of June 30, 2019, reduced by any amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations.

| | |
|--|-------------------|
| Current Assets | \$ 167,349 |
| Less those unavailable for general expenditures within one year: | |
| Amounts payable for current maturities of long-term debt | <u>13,576</u> |
| Financial assets available to meet cash needs for general expenditures within one year | <u>\$ 153,773</u> |

Bayou Land Families Helping Families, Inc.
Notes to Financial Statements
As of and for the Year Ended June 30, 2019

Note 13 – Uncertain Income Taxes

The Organization's 2017 tax returns were filed appropriately. As of September 2019, the Organization had not filed its 2018 tax return as the filing due date had been extended to February 15, 2020. The Organization recognizes interest and penalties, if any, related to unrecognized tax benefits in income tax expense. The Organization's tax filings are subject to audit by various taxing authorities. The Organization's open audit period is 2015 to 2018. Management has evaluated the Organization's tax position and concluded that the Organization has taken no uncertain tax positions that require adjustment to the financial statements to comply with provisions of this guidance.

Note 14 – Subsequent Events

Subsequent events were evaluated by management through September 13, 2019, which is the date the financial statements were available to be issued, and it was determined that one event occurred that requires disclosure. In August of 2019, natural disaster Hurricane Barry caused damages in the amount of \$7,326 to the entity's computer server and related equipment. Bayou Land Families Helping Families paid to replace those assets and an insurance claim for reimbursement is pending as of September 13, 2019. No other subsequent events occurring after this date have been evaluated for inclusion in this financial statement.

SUPPLEMENTAL INFORMATION

Bayou Land Families Helping Families, Inc.
 Schedule of Compensation, Benefits, and
 Other Payments to the Executive Director
 For the Year Ended June 30, 2019

Agency Head Name: Charles Michel, Ed.D., Executive Director

| <u>Purpose</u> | <u>Amount</u> |
|----------------------------------|------------------|
| Salary | \$ 48,000 |
| Travel | 2,811 |
| Conference travel | - |
| Benefits - retirement | - |
| Benefits - other | - |
| Cell phone | - |
| Registration fees | - |
| Special meals | - |
| Reimbursements | - |
| Per diem | - |
| Dues | - |
| Unvouchered expenses | - |
| Membership fees | - |
| Deferred compensation | - |
| Benefits - insurance | - |
| Car allowance/automobile expense | - |
| Service fees | - |
| Vehicle provided by government | - |
| Housing | - |
| Total | <u>\$ 50,811</u> |

This schedule is used to satisfy the reporting requirements of R.S. 24:513(A)(3).

See independent auditor's report.

SPECIAL REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

**Martin
and
Pellegrin**

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*Certified public Accountants
(A Professional Corporation)*

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**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
Bayou Land Families Helping Families, Inc.
Thibodaux, 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 Bayou Land Families Helping Families, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 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 September 13, 2019.

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 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

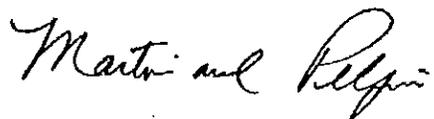
control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether 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 Organization'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. This report is intended solely for the information and use of the Board of Directors, management, others within the Organization, the Louisiana Legislative Auditor, and federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Houma, Louisiana
September 13, 2019

OTHER INFORMATION

Bayou Land Families Helping Families, Inc.
Schedule of Findings and Responses
As of and for the Year Ended June 30, 2019

Section I – Summary of Auditor’s Results

1. The auditor's report expresses an unmodified opinion on the financial statements of Bayou Land Families Helping Families, Inc.
2. No deficiencies in internal control were noted during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of Bayou Land Families Helping Families, Inc., which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No instances of noncompliance under the provisions of the *Louisiana Governmental Audit Guide* were noted during the audit of the financial statements.
5. A management letter was not issued.

Section II – Financial Statement Findings

No findings material to the financial statements of Bayou Land Families Helping Families, Inc. were noted during the audit.

Section III – Internal Control Findings

No findings related to Bayou Land Families Helping Families, Inc.'s internal control, which would be required to be reported in accordance with *Government Auditing Standards*, were noted during the audit.

Section IV – Findings and Responses – Major Federal Award Program Audit

This section is not applicable.

REPORTS BY MANAGEMENT

Bayou Land Families Helping Families, Inc.
Schedule of Prior Findings
And Resolution Matters
For the Year Ended June 30, 2019

Note: All prior findings relate to the June 30, 2018 audit engagement.

Section I – Internal Control and Compliance Material to the Financial Statements

This section is not applicable.

Section II – Internal Control and Compliance Material to Federal Awards

This section is not applicable.

Section III – Management Letter

Fundraising Activity

Condition: The Organization sponsored a fundraising raffle, distributing two-thirds of the net proceeds to entities that don't meet the Organization's exempt purpose, potentially jeopardizing the entity's 501(c)(3) status.

Recommendation: Future fundraising efforts should be limited to those that provide support for the Organization's stated mission.

Planned Action: The Organization will limit its fundraising efforts to those that provide support to the Organization only.

Status: Resolved.

Bayou Land Families Helping Families, Inc.
Management's Corrective Action Plan
for Current Year Findings
As of and for the Year Ended June 30, 2019

Section I – Internal Control and Compliance Material to the Financial Statements

This section is not applicable.

Section II – Internal Control and Compliance Material to Federal Awards

This section is not applicable.

Section III – Management Letter

This section is not applicable.