

AUDUBON HEALTH SERVICES  
BATON ROUGE, LOUISIANA

AUDITED FINANCIAL STATEMENTS  
September 30, 2016



**TWRU**  
*CPAs & Financial Advisors*

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TWRU

CPAs & Financial Advisors

To the Board of Directors  
Audubon Health Services  
Baton Rouge, Louisiana

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

We have audited the accompanying financial statements of Audubon Health Services (a nonprofit organization), which comprise the statement of financial position as of September 30, 2016, and the related statements of activities 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.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Audubon Health Services as of September 30, 2016, 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 Matters*

### *Supplementary and Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Compensation, Reimbursements, Benefits, and Other Payments to Agency Head, Political Subdivision Head, or Chief Executive Officer is required by Louisiana Revised Statute 24:513 (A)(3) and 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 March 31, 2017, on our consideration of Audubon Health Services'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 Audubon Health Services's internal control over financial reporting and compliance.

**TWRU**

CPAs & Financial Advisors  
Baton Rouge, Louisiana  
March 31, 2017



**TWRU**  
CPAs & Financial Advisors

AUDUBON HEALTH SERVICES  
Baton Rouge, Louisiana

STATEMENT OF FINANCIAL POSITION  
September 30, 2016

## ASSETS

## CURRENT ASSETS:

Cash - General Fund	\$ 2,384
Cash - Inspection Account	215
Cash - Administration	4,883
Federal Funds Receivable	<u>61,066</u>
 TOTAL ASSETS (ALL CURRENT)	 <u>\$ 68,548</u>

## LIABILITIES AND NET ASSETS

## CURRENT LIABILITIES:

Cash Overdraft - Provider Account	\$ 565
Payroll Taxes Payable	1,364
Payable to Providers	<u>50,478</u>
 TOTAL CURRENT LIABILITIES	 \$ 52,407

## NON-CURRENT LIABILITIES:

Loan from Director	<u>6,604</u>
 TOTAL LIABILITIES	 59,011

## NET ASSETS:

Unrestricted	<u>9,537</u>
 TOTAL NET ASSETS	 <u>9,537</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 68,548</u>

See Accompanying Notes to Financial Statements



AUDUBON HEALTH SERVICES  
Baton Rouge, Louisiana

STATEMENT OF ACTIVITIES  
For the Year Ended September 30, 2016

	Temporarily Restricted (CACFP Program)	Unrestricted (General Fund)	Total
SUPPORT:			
Administrative	\$ 130,960	\$ -	\$ 130,960
Program	648,436	-	648,436
Contributions	-	2,271	2,271
TOTAL SUPPORT	779,396	2,271	781,667
Provider Payments	648,436	999	649,435
TOTAL PROGRAM EXPENDITURES	648,436	999	649,435
ADMINISTRATIVE EXPENDITURES:			
Routine Travel	3,751	-	3,751
Training - Provider	957	-	957
Training - Staff	-	-	-
Office/Operating Costs	24,563	3	24,566
Miscellaneous Expenses	-	286	286
Contract Costs-Other	2,583	-	2,583
Registry Costs	30	-	30
TOTAL ADMINISTRATIVE EXPENDITURES	130,960	289	131,249
TOTAL EXPENDITURES	779,396	1,288	780,684
NET ASSETS, BEGINNING OF YEAR	-	8,554	8,554
NET ASSETS, END OF YEAR	\$ -	\$ 9,537	\$ 9,537

See Accompanying Notes to Financial Statements

AUDUBON HEALTH SERVICES  
Baton Rouge, Louisiana

STATEMENT OF CASH FLOWS  
For the Year Ended September 30, 2016

## CASH FLOWS FROM OPERATING ACTIVITIES:

Cash Received from Federal Sources	\$ 769,307
Cash Received from Other Sources	2,271
Cash Paid to Providers	(682,230)
Cash Paid to Personnel	(81,894)
Cash Paid for Expenses	<u>(49,031)</u>
NET CASH USED BY OPERATING ACTIVITIES	<u>\$ (41,577)</u>
NET DECREASE IN CASH	(41,577)
CASH, BEGINNING OF YEAR	<u>48,494</u>
CASH, END OF YEAR	<u><u>\$ 6,917</u></u>

## Reconciliation of cash at end of year:

Cash - General Fund	\$ 2,384
Cash - Inspection Account	215
Cash - Administration	4,883
Cash Overdraft - Provider Account	<u>(565)</u>
Cash, End of Year	<u><u>\$ 6,917</u></u>

See Accompanying Notes to Financial Statements

AUDUBON HEALTH SERVICES  
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS  
September 30, 2016

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities – Audubon Health Services (the Sponsor) is a not-for-profit organization located in Baton Rouge, Louisiana. The Sponsor provides administrative services for Family Day Care Home Program Providers in a five-parish area in Southern Louisiana.

The Child Care Food Program (CCFP) was enacted and maintained under Public Law 90-302 (May 8, 1968), 94-105 (October 7, 1975), 95-627 (November 10, 1978), and 95-35 (August 13, 1981). Public law 101-147 changed the name of the program to the Child and Adult Care Food Program (CACFP). The program is currently being administered under 7 CFR, Part 226. The program reimburses a subsidy to the Sponsor based on attendance records of the Providers.

Basis of Accounting – The financial statements of the Sponsor have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Basis of Presentation – The Sponsor reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets, which are described as follows:

*Unrestricted Net Assets* are resources available to support operations. The only limits on the use of unrestricted net assets are the broad limits resulting from the nature of the Sponsor, the environment in which it operates, the purposes specified in the corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with others that are entered into in the course of its operations.

*Temporarily Restricted Net Assets* are resources that are subject to donor-imposed stipulations that may or will be met, either by actions of the organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

*Permanently Restricted Net Assets* are resources whose use is limited by donor-imposed stipulations that neither expire by being used in accordance with a donor's restriction nor by the passage of time. Generally, the donors of these assets permit the organization to use all or part of the income earned on any related investments for general or specific purposes.

The Sponsor does not have any temporarily or permanently restricted net assets for the year ended September 30, 2016.

Estimates – Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. On an ongoing basis, management evaluates the estimates and assumptions based on new information. Management believes that the estimates and assumptions are reasonable in the circumstances; however, actual results could differ from those estimates.

Support Recognition – The Sponsor receives a grant subsidy from the CACFP Program. Administrative reimbursements are paid at a set dollar amount per provider and program reimbursements are a set dollar amount per meal served to attending children at the participating providers. The grant contract period is one year in length and must be renewed annually.

Cash and Cash Equivalents – For purposes of the financial statements, cash includes all cash in banks with a maturity of less than three months.





AUDUBON HEALTH SERVICES  
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS  
September 30, 2016

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Federal Funds Receivable – Reimbursements receivable represents the claim reimbursements due from the Louisiana Department of Education but not collected as of the date of the financial statements. The federal funds receivable represents amounts owed by a state government agency. The amount is stated at the amount management expects to be collected from the outstanding balance. As of September 30, 2016, management has determined, based on historical experience that all amounts are fully collectible and no allowance for doubtful accounts is necessary.

Property and Equipment – All acquisitions of property and equipment in excess of \$2,500 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method. No depreciation was calculated for the year ended September 30, 2016.

Advertising Costs – The Sponsor follows the policy of charging the costs of advertising to expense as incurred. There were no advertising costs during the year ending September 30, 2016.

Income Tax Status – The Sponsor is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and application of state law. Accordingly, no provision for federal and state income taxes has been made; however, if the Organization should engage in activities unrelated to the purpose for which it was created, taxable income could result. The Organization has no unrelated business income for the year ended September 30, 2016. In addition, the Sponsor qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

NOTE 2 – RELATED PARTY TRANSACTIONS

In prior years the director loaned the general fund \$6,604 to cover transfers needed to operate the administrative account. As of September 30, 2016, the Sponsor owed the director \$6,604. This loan is without interest and has no stated maturity. During May 2016, the director incorrectly deposited personal funds of \$3,202 into non program accounts. The funds were immediately withdrawn when the error was discovered.

NOTE 3 – LEASES

The Sponsor leases office space on a month-to-month lease for \$818 per month. During the year the Sponsor paid \$9,816 in rent which is included in operating costs.

NOTE 4 – UNCERTAINTY IN INCOME TAXES

The Sponsor may recognize the tax benefit from a tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Sponsor and various positions related to the potential sources of unrelated business taxable income (UBIT). The Sponsor has analyzed its tax positions taken for filings with the Internal Revenue Service and the state of Louisiana. The Sponsor believes that its income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse effect on the Sponsor's financial condition, results of operations, or cash flows. Generally, the tax years before 2013 are no longer subject to examination by federal, state, or local taxing authorities.

AUDUBON HEALTH SERVICES  
Baton Rouge, Louisiana

NOTES TO FINANCIAL STATEMENTS  
September 30, 2016

NOTE 5 – SUPPLEMENTAL CASH FLOW DISCLOSURES

Reconciliation of increase in net assets to net cash used by operating activities:

Increase in net assets	\$ 983
Adjustments to reconcile increase in net assets to net cash used by operating activities:	
Increase in federal funds receivable	(10,089)
Increase in payroll taxes payable	324
Decrease in payable to providers	<u>(32,795)</u>
Net cash used by operating activities	<u>\$ (41,577)</u>

NOTE 6 – CONCENTRATION OF FEDERAL FUNDS REVENUE

Federal funds receivable totaling \$61,066, or 100% of federal funds receivable, is due from the state government as a pass-through entity for the federal government. Any significant reduction in the level of support from the state could negatively impact the Sponsor's ability to fund program activities.

NOTE 7 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through, March 31, 2017, the date that the financial statements were available to be issued.

AUDUBON HEALTH SERVICES  
Baton Rouge, Louisiana

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended September 30, 2016

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying No	Federal Expenditures
U.S. Department of Agriculture/ Pass-through program from: Louisiana Department of Education			
Child and Adult Care Food Program	10.558	FDCHFP-7D	\$ 779,396

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant award activity of Audubon Health Services under programs of the federal government for the year ended September 30, 2016. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Audubon Health Services, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Audubon Health Services.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Audubon Health Services has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.





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  
Audubon Health Services  
Baton Rouge, 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 Audubon Health Services (a nonprofit organization), which comprise the statement of financial position as of September 30, 2016, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 31, 2017.

#### **Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Audubon Health Services' 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 Audubon Health Services' internal control. Accordingly, we do not express an opinion on the effectiveness of Audubon Health Services' 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 Audubon Health Services' 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 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 management, Audubon Health Services' Board of Directors, others within the entity, the Louisiana Legislative Auditor, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

# TWRU

CPAs & Financial Advisors  
Baton Rouge, Louisiana  
March 31, 2017



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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Directors  
Audubon Health Services  
Baton Rouge, Louisiana

**Report on Compliance for Each Major Federal Program**

We have audited Audubon Health Services' compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on Audubon Health Services' major federal program for the year ended September 30, 2016. Audubon Health Services' major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Audubon Health Services' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Audubon Health Services' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Audubon Health Services' compliance.

***Opinion on Each Major Federal Program***

In our opinion, Audubon Health Services complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2016.

**Report on Internal Control over Compliance**

Management of Audubon Health Services is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Audubon Health Services' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

This report is intended solely for the information and use of management, Audubon Health Services' Board of Directors, others within the entity, the Louisiana Legislative Auditor, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

TWRU

CPAs & Financial Advisors  
Baton Rouge, Louisiana  
March 31, 2017

AUDUBON HEALTH SERVICES  
Baton Rouge, Louisiana

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended September 30, 2016

**SUMMARY OF AUDITORS' RESULTS**

- 1) Summary of Auditors' Results:
  - A) The type of report issued on the financial statements: **Unmodified opinion**
  - B) Significant deficiencies in internal control were disclosed by the audit of financial statements: **None reported**  
Material weaknesses: **None noted**
  - C) Noncompliance which is material to the financial statements: **None noted**
  - D) Significant deficiencies in internal control over major federal programs: **None reported**  
Material weaknesses: **None noted**
  - E) The type of report issued on compliance for major federal programs: **Unmodified opinion**
  - F) Any audit findings which are required to be reported under 2 CFR 200.516 (a): **None**
  - G) Major program:  

Child and Adult Care Food Program  
CFDA Number 10.558.
  - H) Dollar threshold used to distinguish between Type A and Type B programs: **\$750,000**
  - I) Auditee qualified as a low-risk auditee: **No**
- 2) Findings relating to the financial statements reported in accordance with *Government Auditing Standards*: **None reported**
- 3) Findings and questioned cost relating to federal awards: **None reported**



AUDUBON HEALTH SERVICES  
Baton Rouge, Louisiana

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS  
For the Year Ended September 30, 2016

**PRIOR YEAR FINDINGS—FINANCIAL STATEMENT AUDIT**

**SIGNIFICANT DEFICIENCIES**

**Finding Reference Number 2015-001**

Condition:	For the year ended September 30, 2014, the annual audit report was not submitted to Single Audit Clearing House within nine months of year end.
Criteria:	Regulations require an annual audit in accordance with Circular A-133 be completed nine months after year end.
Effect:	The Sponsor was late submitting the audit.
Cause:	The submission was overlooked in error.
Recommendation:	Management should ensure that the books and records are ready for audit so that the audit can be completed and submitted to all parties by June 30 of each year.
Auditors' Summary of Auditee's Comments:	The September 30, 2014 submission and all other prior year submissions have been completed.

**PRIOR YEAR FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAM AUDIT**

See Financial Statement finding 2015-001. No questioned costs to report.

AUDUBON HEALTH SERVICES  
Baton Rouge, LouisianaSUPPLEMENTAL SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD OR  
CHIEF EXECUTIVE OFFICER  
For the Year Ended September 30, 2016

Executive Director:

Elizabeth Hodges

Salary	\$ 52,000
Reimbursements - Program	11,631
Reimbursements - General Fund	214
Travel	<u>513</u>
 TOTAL COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO EXECUTIVE DIRECTOR	 <u>\$ 64,358</u>

See Accompanying Notes to Financial Statements

