

**LOUISIANA ASSISTIVE TECHNOLOGY
ACCESS NETWORK**

BATON ROUGE, LOUISIANA

SEPTEMBER 30, 2021

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INDEPENDENT AUDITOR'S REPORT

The Board of Directors
Louisiana Assistive Technology Access Network

Report on the Financial Statements

We have audited the accompanying financial statements of Louisiana Assistive Technology Access Network (a nonprofit organization), which comprise the statement of financial position as of September 30, 2021, 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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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 Louisiana Assistive Technology Access Network as of September 30, 2021, and the changes in their net assets and their cash flows for the year then ended in accordance 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 an agency head on page 17 is presented for purposes of additional analysis and is not a required part of the financial statements. The schedule of expenditures of federal awards on page 15, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is also 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 supplemental 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 December 20, 2021, on our consideration of Louisiana Assistive Technology Access Network's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants 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 Louisiana Assistive Technology Access Network's internal control over financial reporting and compliance.

L. A. Champagne & Co, LLP

*December 20, 2021
Baton Rouge, Louisiana*

LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK
STATEMENT OF FINANCIAL POSITION

September 30, 2021

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 1,506,749
Accounts receivable	170,273
Prepaid expenses	<u>3,182</u>
Total current assets	1,680,204

RESTRICTED CASH 150,204

PROPERTY AND EQUIPMENT (NET) 283,171

Total assets \$ 2,113,579

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$ 16,890
Accrued liabilities	22,430
Deferred income	<u>711,323</u>
Total current liabilities	<u>750,643</u>

NET ASSETS

Without donor restrictions	612,653
With donor restrictions	<u>750,283</u>
	<u>1,362,936</u>

Total liabilities and net assets \$ 2,113,579

See accompanying notes to financial statements

LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK
STATEMENT OF ACTIVITIES
Year Ended September 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUE AND OTHER SUPPORT			
Federal grants	\$ 766,192	\$ -	\$ 766,192
Other grants	8,000	10,000	18,000
Program service fees	27,625	-	27,625
Contributions	581	-	581
Interest and other income	5,804	-	5,804
	<u>808,202</u>	<u>10,000</u>	<u>818,202</u>
Net assets released from restrictions:			
Satisfaction of time and purpose restrictions	60,002	(60,002)	-
	<u>868,204</u>	<u>(50,002)</u>	<u>818,202</u>
EXPENSES			
Program expenses	722,051	-	722,051
Management and general expenses	134,917	-	134,917
Fundraising expenses	-	-	-
	<u>856,968</u>	<u>-</u>	<u>856,968</u>
Change in net assets	11,236	(50,002)	(38,766)
Net assets - beginning of year	601,417	800,285	1,401,702
Net assets - end of year	<u>\$ 612,653</u>	<u>\$ 750,283</u>	<u>\$ 1,362,936</u>

See accompanying notes to financial statements

LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK
STATEMENT OF CASH FLOWS

September 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ (38,766)
Adjustments to reconcile change in net assets to net cash used by operating activities:	
Depreciation	36,487
Loss on disposition of fixed assets	12,718
(Increase) decrease in assets:	
Accounts receivable	(106,411)
Interest receivable	9
Prepaid expenses	11,510
Increase (decrease) in liabilities:	
Accounts payable	7,501
Accrued liabilities	(9,383)
Deferred income	475,513
Net cash provided by operating activities	<u>389,178</u>
 CASH FLOWS FROM INVESTING ACTIVITIES	
Acquisition of equipment	<u>(31,918)</u>
Net cash used in investing activities	<u>(31,918)</u>
 CASH FLOWS FROM FINANCING ACTIVITIES	
Principal payments on note payable	<u>(8,000)</u>
Net cash used in financing activities	<u>(8,000)</u>
 NET INCREASE IN CASH AND CASH EQUIVALENTS	 349,260
 Cash, cash equivalents, and restricted cash - beginning of year	 <u>1,307,693</u>
Cash, cash equivalents, and restricted cash - end of year	<u>\$ 1,656,953</u>
Cash and cash equivalents	\$ 1,506,749
Cash restricted for loan guarantees	<u>150,204</u>
Cash, cash equivalents, and restricted cash shown above	<u>\$ 1,656,953</u>

See accompanying notes to financial statements

LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended September 30, 2021

	Program Services	Management & General	Fundraising	Total
Salaries	\$ 389,295	\$ 43,968	\$ -	\$ 433,263
Payroll taxes and benefits	62,223	15,200	-	77,423
Contracts/consultants	5,564	14,830	-	20,394
Travel	16,734	1,108	-	17,842
Equipment and supplies	59,934	9,051	-	68,985
Operating				
Insurance	-	18,576	-	18,576
Occupancy fees	42,345	16,895	-	59,240
Postage	3,021	308	-	3,329
Property maintenance	8,908	1,144	-	10,052
Telecommunications	125	8,835	-	8,960
Depreciation	36,487	-	-	36,487
Loss on disposition of assets	12,718	-	-	12,718
Other	84,697	5,002	-	89,699
Total expenses	<u>\$ 722,051</u>	<u>\$ 134,917</u>	<u>\$ -</u>	<u>\$ 856,968</u>

See accompanying notes to financial statements

LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK

NOTES TO FINANCIAL STATEMENTS

September 30, 2021

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of activities

Louisiana Assistive Technology Access Network (LATAN) is a Louisiana non-profit corporation which was organized November 9, 1994. LATAN is a consumer-directed, consumer-responsive organization whose mission is to assist individuals with disabilities to achieve an enhanced quality of life and greater independence through access to assistive technology. LATAN serves (1) individuals with disabilities or functional limitations and wounded warriors, as well as their families and care-givers; (2) service providers; (3) educators; (4) vocational rehabilitation specialists; (5) employers; and other stake holders. LATAN also provides education and information to Louisiana's residents regarding the availability and benefits of, and access to technology that can assist people with disabilities or functional limitations.

Program services provided by LATAN include assistive technology device demonstrations, device loans, financial loans, device recycling exchange, emergency equipment distribution, information and assistance, technical assistance and training for individuals and service providers. Other programs include public awareness and systems change advocacy.

LATAN provides assistance for eliminating barriers that prevent citizens in Louisiana from acquiring assistive technology through the active involvement of consumers of assistive technology and collaboration with other agencies and organizations. Development of these relationships is vital to improving the service delivery systems and avoiding duplication of services.

LATAN receives the majority of its funding from a grant provided by the Assistive Technology Act of 2004, administered by the United States Department of Health & Human Services and the State of Louisiana Department of Health & Hospitals. The amount of this funding may vary depending on funding provided by the respective governmental authorities. Contributions and grants are also received from individual donors and other organizations.

Basis of accounting

The Organization prepares its financial statements on the accrual basis of accounting. Under this method of accounting, revenue is recognized when earned or billed, and expenses are recognized when goods or services are received and the obligation for payment is incurred.

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC). The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

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

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

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

Contributions and grants

Contributions received, grants, and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. The Organization reports cash gifts, grants and contributions of other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets or grants, or if they are designated as support for future periods.

When donor restrictions expire, that is, when the stipulated time restriction ends or the purpose of the restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as support without donor restrictions.

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government grants, which are considered exchange transactions, are recognized as revenue when allowable costs are incurred to provide the services specified under the terms of the grant agreement. Advances under grants are recorded as deferred income until such time as they can be recognized as revenue.

Donated personal services

The value of donated personal services provided has not been recorded in the accompanying financial statements. The Organization generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization in the performance of its programs.

Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash flow statement

For the purposes of the statement of cash flows, the organization considers all highly liquid debt instruments purchased with an original maturity of three months or less and any certificates of deposits that do not contain material early withdrawal penalties to be cash equivalents.

Accounts receivable

Accounts receivable are reported at net realizable value consisting of the carrying amount less an allowance for doubtful accounts. The allowance for doubtful accounts is based on historical experience and an evaluation of the outstanding receivables at the end of the year. Accounts receivable are written off when deemed uncollectible by management. Bad debt recoveries are included in income as realized. LATAN considered all accounts receivable at September 30, 2021 to be fully collectible and, therefore, no allowance for doubtful accounts was recorded.

Prepaid expenses

Insurance and similar services which extend benefits over more than one accounting period have been recorded as prepaid.

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and equipment

Acquisitions of property and equipment are capitalized and are stated at cost less accumulated depreciation with depreciation being calculated on the straight-line basis over the estimated useful life of the assets as follows:

Buildings	20 - 40 yrs
Equipment	5 -10 yrs
Furniture	7 yrs

When property is retired or otherwise disposed of, the accounts are relieved of the applicable cost and accumulated depreciation, and any resulting gain or loss is reflected in operations.

Income tax status

The Organization is exempt from Federal Income Taxes under Section 501(c)(3) of the Internal Revenue Code and has been designated as an organization which is not a private foundation under IRC 170(b)(1)(A)(vi). Accordingly, no provision for income taxes has been included in the financial statements.

The Organization accounts for income taxes in accordance with the income tax accounting guidance included in the FASB ASC. Under this guidance, the Organization may recognize the tax effects from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by tax authorities. The Organization has evaluated its tax positions regarding the accounting for uncertain income tax positions and does not believe that it has any material uncertain tax positions.

The Organization files a United States return of organization exempt from income tax. The Organization is also subject to routine audits by taxing jurisdictions; however, there are currently no audits in progress.

Functional allocation of expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs are charged specifically to a program or function and the remaining costs are allocated among programs, management, and fundraising based upon estimates of staff time devoted to these functions or other appropriate allocation bases.

Change in Accounting Principles

In May 2014, the FASB issued ASU No. 2014-09, (Topic 606) *Revenue from Contracts with Customers*. This ASU is a comprehensive new revenue recognition model that requires an organization to recognize revenue to depict the transfer of goods or services to a customer at an amount that reflects the consideration it expects to receive in exchange for those goods and services. Additional disclosure is required to enable users of financial statements to understand the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. This standard was adopted by the

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Organization effective October 1, 2020 using the full retrospective method. The adoption of this standard did not have a material impact on the Association’s financial statements.

Revenue Recognition

The Organization recognizes revenue when it transfers promised goods or services to its members in an amount that reflects the consideration to which the Organization expects to be entitled in exchange for those goods and services. To accomplish this, the Agency applies the following five-step process to achieve this core principle:

- Identification of the contract with the member;
- Identification of the performance obligations under the contract;
- Determination of the transaction price;
- Allocation of the transaction price to the identified performance obligations; and
- Recognition of revenue when (or as) an entity satisfies the identified performance obligations.

Grants and program services

The Organization recognizes revenue from grants and fees within the fiscal year in which the allowable expenses and applicable services are provided.

Deferred income

Grants collected for future expense associated with providing program services are reported as deferred income and recognized at a point in time which the relate expenses have been incurred.

Revenue Disaggregation

The Organization disaggregates revenue from contracts with customers into major revenue streams and based on the timing of recognized revenue. The Organization’s revenue disaggregated based on timing of the transfer of goods or services as follows as of September 31, 2021:

Recognized at a point in time:	
Federal grants	\$ 766,192
Other grants	18,000
Program service fees	27,625

Payment terms

The majority of the Organization’s revenue streams are billed after the performance obligation transpire.

Determination of the transaction price

The transaction price of a contract is the amount of consideration to which the Organization expects to be entitled in exchange for transferring promised goods or services and incurring allowable expense. Transaction prices do not include amounts

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

collected on behalf of third parties. To determine the contract price of a contract, the Organization considers its customary business practices as well as the terms of the contract. For the purpose of determining transaction prices, the Organization assumes that the services will be transferred to the customer as promised in accordance with existing contracts and that contracts will not be cancelled, renewed, or modified. Most of the Organization's contracts with customers have fixed transaction prices that are denominated in U.S. dollars and payable in cash.

B: ECONOMIC DEPENDENCY

For the year ended September 30, 2021, LATAN received approximately 94% of its revenue from funds provided by the Assistive Technology Act through the U.S. Department of Health & Human Services' Administration on Community Living. The funds received are appropriated each year by the federal government. Other sources of revenue received include contracts, donations, and program fees. If significant budget cuts are made at the federal or state level, the amount of funds received by LATAN could be reduced by an amount that could adversely impact its operations. Management is not aware of any actions that have been taken or are proposed to be taken by the federal government that will adversely impact LATAN's grant for the fiscal year ending September 30, 2021.

C: CONCENTRATION OF CREDIT RISK

At various times during the year, cash and cash equivalents on deposit with one banking institution exceeded the amount insured by the FDIC. Management monitors the financial condition of the institution on a regular basis, along with their balances in cash and cash equivalents, to minimize this potential risk. At September 30, 2021, funds for the Alternative Financing Program were fully collateralized by securities held in a joint custodial account in LATAN's name.

D: PROPERTY AND EQUIPMENT

The following is a summary of property and equipment at cost, less accumulated depreciation at September 30, 2021:

Assistive devices	\$ 486,956
Building	194,349
Building improvements	33,950
Computer equipment	86,615
Furniture and fixtures	20,403
	<u>822,273</u>
Accumulated depreciation	<u>(539,102)</u>
	<u>\$ 283,171</u>

Depreciation expense for September 30, 2021 was \$36,487.

E: RESTRICTIONS OF NET ASSETS

Net assets with donor restrictions at September 30, 2021, consist of alternative financing program funding in the amount of \$702,695 and two other grants in the amount of \$47,588. This funding was recorded as contributions with donor restrictions. Amounts are released from restriction as cost are charged to the program.

F: COMPENSATED ABSENCES

Employees are allowed to carry over up to eighty hours of annual leave to the following year, unless approval is given to carry over more hours. Payments for unused annual leave is made upon an employee's termination.

The liability for accumulated unpaid annual leave is determined by using the number of vested vacation hours for each employee multiplied by the employee's wage rate at the end of the year.

The liability for accumulated unpaid annual leave totaling \$5,938 as of September 30, 2021, is included in the accrued liabilities on the statement of financial position.

G: RESTRICTED CASH

LATAN is required to have on deposit with Regions Bank, as surety for the alternative financing program loans an amount equal to thirty-five (35%) of the principal loan balance and overdue interest as calculated at the end of each month, plus \$75,000. As of September 30, 2021, LATAN had \$150,204 on deposit at Regions Bank for this purpose.

H: LEASE COMMITMENT

LATAN leases its office facilities under a month-to-month basis. Rental expenses under these leases were \$59,240 for the year end September 30, 2021.

I: PENSION PLAN

LATAN has a retirement savings 401(k) plan in which substantially all employees may participate. During the year ended September 30, 2021, LATAN made contributions of \$16,846 to the plan.

J: BOARD OF DIRECTORS COMPENSATION

The Board of Directors is a voluntary board; therefore, no compensation or per diem has been paid to any Director.

K: CONTINGENCIES

LATAN participates in a federal grant program, which is governed by various rules and regulations. Cost charged to the grant program are subject to audit and adjustment by the grantor agency; therefore, to the extent that LATAN has not complied with the rules and regulations governing the grant, refunds of any money received and the collectability of any related receivable at year end may be impaired. In management's opinion, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the grant; therefore, no provision has been recorded in the accompanying financial statements for such contingencies. Audits of prior years have not resulted in any significant disallowed costs or refunds. Any costs that would be disallowed would be recognized in the period agreed upon by the grantor agency and LATAN.

L: FEDERAL FINANCIAL ASSISTANCE

LATAN was awarded an Assistive Technology Grant from the Administration on Community Living, U.S. Department of Health and Human Services. LATAN has also participated in the Alternative Financing Program through the U.S. Department of Education's National Institute on Disability and Rehabilitation since 2002. The grants are explained as follows:

Assistive Technology Grant

The Assistive Technology Grant provides funding for assistive technology services for Louisiana residents with disabilities. The grant is a cost reimbursement type grant, which means that revenue is recognized when allowable cost are incurred.

Alternative Financing Program

In August of 2002, LATAN received a \$1,500,000 federal grant and a \$500,000 state grant to administer an Alternative Financing Program under Title III of the Assistive Technology Act of 1988. The Alternative Financing Program's purpose is to provide loans to individuals with disabilities, regardless of age or annual income, so that they can acquire assistive technology to improve their quality of life. LATAN partnered with Regions Bank to facilitate the loan process. Regions Bank agreed to offer the loans at below-market interest rates with extended repayment periods. In cases where Regions Bank cannot loan the applicant money because its loan criteria are not met, LATAN will reevaluate the denied application, and, if the circumstances warrant, LATAN will approve the loan. In the event the borrower defaults, LATAN uses grant proceeds to guarantee the repayment of the loan to Regions Bank. During the year ended September 30, 2021, three new guaranteed loans were made totaling \$81,500. At September 30, 2021, the principal balance of guaranteed loans totaled \$214,868. There were no non-guaranteed loans made during the year ended September 30, 2021.

In August of 2020, LATAN received a \$700,000 federal grant to administer a revolving loan fund. The revolving loan fund is similar in purpose as the alternative financing program in that it provides access to funds for individuals with disabilities, so that they can acquire assistive technology to improve their quality of life.

M: NON-CASH INVESTING AND FINANCING ACTIVITIES

There were no non-cash investing and financing activities in September 30, 2021

N: SHORT-TERM LOAN OBLIGATIONS

During the year LATAN received a Paycheck Protection Program Loan (PPP) for \$107,725 of which \$99,725 was forgiven. This amount has been recognized as a conditional promise to give and classified as other grants on the Statement of Activities. The remaining \$8,000 was repaid in one lump sum during the fiscal year end September 30, 2021.

O: SUBSEQUENT EVENTS

A novel strain of coronavirus was reported in Wuhan, China. The World Health Organization has declared the outbreak to constitute a “Public Health Emergency of International Concern.” The COVID-19 outbreak is disrupting supply chains and affecting production and sales across a range of industries. The extent of the impact of COVID-19 on our operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on our customers, employee and vendors all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact our financial condition or results of operations is uncertain.

Subsequent events were evaluated through December 20, 2021, which is the date the financial statements were available to be issued.

P: LIQUIDITY

The following reflects LATAN's financial assets as of September 30, 2021, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

Cash and cash equivalents	\$ 1,506,749
Accounts receivable	170,273
Donor imposed restrictions	<u>(1,461,606)</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 215,416</u>

As part of the Organization's liquidity management, it invests cash in excess of daily requirements in short-term investments.

SUPPLEMENTAL INFORMATION

**LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Year Ended September 30, 2021

FEDERAL GRANTOR GRANTORS/PROGRAM TITLE	FEDERAL CFDA NUMBER	TOTAL FEDERAL EXPENDITURES
<u>U. S. Department of Health & Human Services</u>		
Assistive Technology Alternative Financing Project	93.464	\$ 59,393
Alternative Financing Program - Revolving Loan Fund	93.469	165,951
Passed Through the State of Louisiana - Department of Health & Hospitals		
AT Act State Grants for Assistive Technology	93.464	540,848
		\$ 766,192

See notes to schedule of expenditures of federal awards

**LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

September 30, 2021

NOTE A—BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Agency under programs of the federal government for the year ended September 30, 2021. 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 the Agency, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Agency.

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 Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE C—INDIRECT COST RATE

The Agency has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

**LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS
TO AN AGENCY HEAD**

September 30, 2021

Agency Head Name: Yakima Black
President/CEO

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 100,384
Benefits - insurance	5,384
Benefits - other	13,022
Reimbursements	200
Travel	2,865
Registration fees	-
Conference travel	-

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

The Board of Directors
Louisiana Assistive Technology Access Network, Inc.

Report on Compliance for Each Major Federal Program

We have audited Louisiana Assistive Technology Access Network, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Louisiana Assistive Technology Access Network, Inc.'s major federal programs for the year ended September 30, 2021. Louisiana Assistive Technology Access Network, Inc.'s major federal programs are 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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Louisiana Assistive Technology Access Network, Inc.'s 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 Louisiana Assistive Technology Access Network, Inc.'s 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 Louisiana Assistive Technology Access Network, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, Louisiana Assistive Technology Access Network, Inc. complied, in all material respects, with the 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, 2021.

Report on Internal Control over Compliance

Management of Louisiana Assistive Technology Access Network, Inc. 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 Louisiana Assistive Technology Access Network, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on a 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 of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Louisiana Assistive Technology Access Network, Inc.'s internal control over compliance.

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 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.

S. A. Champagne & Co, LLP

*Baton Rouge, Louisiana
December 20, 2021*

Kimberly G. Sanders, CPA, MBA
Neal Fortenberry, CPA
Wayne Dussel, CPA, CFE
Jonathan Clark, CPA



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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***

The Board of Directors
Louisiana Assistive Technology Access Network

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 Louisiana Assistive Technology Access Network (a nonprofit organization), which comprise the statement of financial position as of September 30, 2021, 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 December 20, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Louisiana Assistive Technology Access Network'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 consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of Louisiana Assistive Technology Access Network'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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of Louisiana Assistive Technology Access Network's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or 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 Louisiana Assistive Technology Access Network'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 instance of noncompliance or other matter 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 Louisiana Assistive Technology Access Network's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Louisiana Assistive Technology Access Network's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

S. A. Champagne & Co, LLP

December 20, 2021

Baton Rouge, Louisiana

LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK
SUMMARY OF AUDIT RESULTS AND
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended September 30, 2021

A: SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on the financial statements of Louisiana Assistive Technology Access Network.
2. No significant deficiencies in internal controls relating to the audit of the financial statements are reported in the "Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Governmental Auditing Standards*."
3. No instances of noncompliance material to the financial statements of Louisiana Assistive Technology Access Network were disclosed during the audit.
4. No significant deficiencies in internal controls over compliance with requirements applicable to major federal award programs are reported in the "Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance."
5. The auditor's report on compliance for the major federal award programs for Louisiana Assistive Technology Access Network expresses an unmodified opinion.
6. Audit findings relative to the major federal award programs for Louisiana Assistive Technology Access Network are reported in Part C of this Schedule. There were no reportable findings.
7. A management letter was not issued.
8. The programs tested as major programs are as follows:

Assistive Technology Alternative Financing Project CFDA# 93.464
AT Act State Grants for Assistive Technology CFDA# 93.464
9. The threshold for distinguishing Types A and B programs was \$750,000.
10. Louisiana Assistive Technology Access Network was determined to be a high-risk auditee.

B: FINDINGS - FINANCIAL STATEMENTS AUDIT

There were no findings that are required to be reported in this section of the report.

C: FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAM AUDIT

There are no findings that are required to be reported in this section of the report.

LOUISIANA ASSISTIVE TECHNOLOGY ACCESS NETWORK
SCHEDULE OF CORRECTIVE ACTION TAKEN
ON PRIOR YEAR FINDINGS
Year Ended September 30, 2021

None noted