

**GULF COAST TEACHING
FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES
AND AFFILIATE
(A NONPROFIT ORGANIZATION)
COMBINED FINANCIAL REPORT AND
SUPPLEMENTARY INFORMATION**

JUNE 30, 2021 AND 2020

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
JUNE 30, 2021 AND 2020

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1-3
FINANCIAL STATEMENTS	
Combined Statements of Financial Position	4
Combined Statements of Activities	5
Combined Statement of Functional Expenses, Year Ended June 30, 2021	6
Combined Statement of Functional Expenses, Year Ended June 30, 2020	7
Combined Statements of Cash Flows	8
Combined Notes to Financial Statements	9-22
SUPPLEMENTARY INFORMATION	
SCHEDULES	
Schedule 1 - Combined Statement of Revenues and Expenses By Cost Report Grouping	23
Schedule 2 - Combined Statement of Expenses by Program and Fund	22-34
Schedule 3 - Schedule of Compensation	35
SPECIAL REPORTS OF INDEPENDENT AUDITOR	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <u>Government Auditing Standards</u>	36-37
SCHEDULES OF FINDINGS AND QUESTIONED COSTS	
Section I - Summary of Audit Results, Findings and Questioned Costs	38
Section II - Findings Financial Statement Audit	38
Section III - Findings and Questioned Costs - Major Federal Awards	38
REPORTS BY MANAGEMENT	
Summary of Prior Year's Audit Findings and Responses	39
LOUISIANA ATTESTATION QUESTIONNAIRE	40-42



BERNARD & FRANKS
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

JOSEPH V. FRANKS II, C.P.A.

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JAMES L. WHITE, C.P.A.

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Gulf Coast Teaching Family Services, Inc.
d/b/a Gulf Coast Social Services and Affiliate
New Orleans, Louisiana

Report on the Financial Statements

We have audited the accompanying combined financial statements of Gulf Coast Teaching Family Services, Inc., d/b/a Gulf Coast Social Services and Affiliate (a nonprofit organization), which comprise of the combined statements of financial position as of June 30, 2021, and 2020, and the related combined statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the combined financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these combined 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 combined 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 combined financial statements based on our audits. We conducted our audits 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 combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the combined financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to Gulf Coast Teaching Family Services, Inc., d/b/a Gulf Coast Social Services and Affiliate's preparation and fair presentation of the combined 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 Gulf Coast Teaching Family Services, Inc., d/b/a Gulf Coast Social Services and Affiliate'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 combined 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 combined financial statements referred to above present fairly, in all material respects, the combined financial position of Gulf Coast Teaching Family Services, Inc. d/b/a Gulf Coast Social Services and Affiliate as of June 30, 2021, and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note 17 to the financial statements, Gulf Coast Teaching Family Services, Inc. d/b/a Gulf Coast Social Services, and Affiliate adopted the Financial Accounting Standards Board's ASU 2016-18, "Statement of Cash Flows: Restricted Cash" for the year ended June 30, 2020. Our opinion is not modified concerning that matter.

Other Matters

Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. The accompanying schedules of the Combined Statement of Revenues and Expenses by Cost Report Category Grouping (Schedule 1) and Combined Statement of Expenses by Program/Fund (Schedule 2 and Schedule of Compensation, Benefits and Other Payments to the Chief Executive Officer (Schedule 3) is presented for purposes of additional analysis and is not a required part of the combined 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined 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 combined 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 22, 2021, on our consideration of Gulf Coast Teaching Family Services, Inc., d/b/a Gulf Coast Social Services and Affiliate'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 effectiveness of Gulf Coast Teaching Family Services, Inc., d/b/a Gulf Coast Social Services and Affiliate's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Gulf Coast Teaching Family Services, Inc., d/b/a Gulf Coast Social Services, and Affiliate's internal control over financial reporting and compliance.

Bernard & Frank

December 22, 2021

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)
COMBINED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2021 AND 2020

ASSETS	2021	2020
CURRENT ASSETS		
Cash and cash equivalents	\$ 3,809,353	\$ 3,770,568
Certificates of deposit	223,466	253,242
Program receivables (less allowance for doubtful accounts of \$40,000)	898,678	990,121
Prepaid expenses	142,735	132,500
Total current assets	\$ 5,074,232	\$ 5,146,431
 PROPERTY AND EQUIPMENT - AT COST		
Land	\$ 590,783	\$ 527,283
Building and improvements	3,696,317	2,944,903
Software	55,329	47,529
Leasehold improvements	22,990	22,990
Furniture and equipment	613,756	586,861
Transportation equipment	146,676	146,676
	\$ 5,125,851	\$ 4,276,242
Less accumulated depreciation and amortization	(2,386,562)	(2,250,694)
	\$ 2,739,289	\$ 2,025,548
 OTHER ASSETS		
Deposits	\$ 16,070	\$ 22,644
Certificates of deposit	60,761	-
Restricted cash	357,529	607,810
Restricted certificates of deposit	249,322	-
Total other assets	\$ 683,682	\$ 630,454
 Total assets	 \$ 8,497,203	 \$ 7,802,433

See Notes to Financial Statements.

LIABILITIES AND NET ASSETS

	<u>2021</u>	<u>2020</u>
CURRENT LIABILITIES		
Accounts payable	\$ 208,127	\$ 117,027
Accrued liabilities	888,650	833,711
Current maturities of long-term debt	<u>914,436</u>	<u>-</u>
Total current liabilities	<u>\$ 2,011,213</u>	<u>\$ 950,738</u>
LONG-TERM DEBT		
Payroll Protection Program forgivable loan	\$ 1,238,555	\$ 2,134,700
Mortgage payable to bank	<u>324,721</u>	<u>-</u>
Total long-term debt	<u>\$ 1,563,276</u>	<u>\$ 2,134,700</u>
COMMITMENTS AND CONTINGENCIES	<u>\$ -</u>	<u>\$ -</u>
NET ASSETS		
Without donor restrictions	<u>\$ 4,922,714</u>	<u>\$ 4,716,995</u>
Total liabilities and net assets	<u><u>\$ 8,497,203</u></u>	<u><u>\$ 7,802,433</u></u>

GULF COAST TEACHNING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)
COMBINED STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2021 AND 2020

	Without Donor Restrictions 2021	Without Donor Restrictions 2020
REVENUE, GAINS, AND SUPPORT:		
Grants and fees for services	\$ 14,159,381	\$ 14,630,412
Contributions	12,625	5,380
Investment income	39,887	19,678
Other income	2,806	7,430
	<u> </u>	<u> </u>
TOTAL REVENUES, GAINS AND SUPPORT	\$ 14,214,699	\$ 14,662,900
EXPENSES:		
Program Services		
Foster Care/Professional Care	\$ 837,072	\$ 725,396
Personal care attendants	3,639,545	4,040,507
Supervised independent living	3,651,475	3,996,330
Respite services	407,035	298,080
Homeless/Housing	346	40,006
Elderly Services	85	88,363
Others, in total	1,772,723	1,961,044
	<u> </u>	<u> </u>
Total program expenses	\$ 10,308,281	\$ 11,149,726
Support Services		
Administrative and general	\$ 3,700,699	\$ 3,491,530
	<u> </u>	<u> </u>
Total support services	\$ 3,700,699	\$ 3,491,530
	<u> </u>	<u> </u>
TOTAL EXPENSES	\$ 14,008,980	\$ 14,641,256
INCREASE (DECREASE) IN NET ASSETS	\$ 205,719	\$ 21,644
NET ASSETS, BEGINNING OF YEAR	4,716,995	4,695,351
	<u> </u>	<u> </u>
NET ASSETS, END OF YEAR	\$ 4,922,714	\$ 4,716,995
	<u> </u>	<u> </u>

See Notes to Financial Statements.

GULF COAST TEACHING
d/b/a GULF COAST SOCIAL SERVICES
(A NONPROFIT ORGANIZATION)

COMBINED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2021

	Program Services				
	Professional Foster Care	Personal Care Attendants	Supervised Independent Living	Respite Services	Housing/ Homeless
Salaries and wages	\$ 174,763	\$ 3,204,849	\$ 3,220,611	\$ 332,474	\$ 313
Severance package	-	-	-	-	-
Employee benefits	4,578	34,836	20,301	4,029	-
Payroll taxes	12,564	242,624	245,781	25,182	24
Workmen's compensation	4,831	93,619	92,340	9,832	9
Total payroll cost	<u>\$ 196,736</u>	<u>\$ 3,575,928</u>	<u>\$ 3,579,033</u>	<u>\$ 371,517</u>	<u>\$ 346</u>
Office supplies	\$ 444	\$ 420	\$ 189	\$ 389	\$ -
Advertising	3,792	223	2,218	389	-
Bad debts	-	8,551	-	-	-
Telephone	1,573	4,538	5,203	871	-
Training	608	-	200	11	-
Travel	2,013	25,096	32,710	18,090	-
Professional services	-	62	-	-	-
Insurance	-	-	-	-	-
Repairs and maintenance	-	-	-	200	-
Depreciation	-	-	-	-	-
Interest	-	-	-	-	-
Lease expense	-	-	-	-	-
Client needs	5,455	196	1,196	691	-
Room and board	259,531	-	-	-	-
Contractual services	356,687	-	-	-	-
Utilities	-	-	-	-	-
Consultants	-	9,162	10,693	-	-
Computer expense	-	-	-	-	-
Recognition expense	4,001	-	1,275	-	-
Rental expenses	-	-	-	-	-
Food	-	-	-	-	-
Medical supplies	-	4,808	11,535	78	-
Others, in total	6,232	10,561	7,223	14,799	-
Total direct expenses	<u>\$ 837,072</u>	<u>\$ 3,639,545</u>	<u>\$ 3,651,475</u>	<u>\$ 407,035</u>	<u>\$ 346</u>

See Notes to Financial Statements.

Program Services			Supporting Services			Grand Totals
Elderly Services	Other Programs	Total Program Services	Administrative and General	Total Supporting		
\$ -	\$ 1,387,727	\$ 8,320,737	\$ 2,084,556	\$ 2,084,556	\$ 10,405,293	
-	-	-	-	-	-	
-	19,541	83,285	55,579	55,579	138,864	
-	103,574	629,749	145,438	145,438	775,187	
-	37,136	237,767	1,607	1,607	239,374	
\$ -	\$ 1,547,978	\$ 9,271,538	\$ 2,287,180	\$ 2,287,180	\$ 11,558,718	
\$ -	\$ 2,385	\$ 3,827	\$ 58,767	\$ 58,767	\$ 62,594	
-	57	6,679	10,919	10,919	17,598	
-	17,048	25,599	-	-	25,599	
-	6,969	19,154	113,759	113,759	132,913	
-	64	883	14,699	14,699	15,582	
-	64,604	142,513	6,959	6,959	149,472	
-	31,686	31,748	312,698	312,698	344,446	
-	25,917	25,917	179,744	179,744	205,661	
-	12,069	12,269	102,493	102,493	114,762	
-	7,062	7,062	127,809	127,809	134,871	
-	-	-	5,582	5,582	5,582	
-	10,280	10,280	204,003	204,003	214,283	
-	17,062	24,600	324	324	24,924	
-	-	259,531	-	-	259,531	
-	-	356,687	-	-	356,687	
-	4,548	4,548	54,078	54,078	58,626	
-	5,610	25,465	-	-	25,465	
-	-	-	37,703	37,703	37,703	
-	105	5,381	22,458	22,458	27,839	
-	172	172	-	-	172	
-	-	-	93	93	93	
-	1,096	17,517	2,288	2,288	19,805	
85	18,011	56,911	159,143	159,143	216,054	
\$ 85	\$ 1,772,723	\$ 10,308,281	\$ 3,700,699	\$ 3,700,699	\$ 14,008,980	

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

COMBINED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2020

	Program Services				
	Professional Foster Care	Personal Care Attendants	Supervised Independent Living	Respite Services	Housing/ Homeless
Salaries and wages	\$ 165,230	\$ 3,579,344	\$ 3,530,051	\$ 245,431	\$ 8,001
Severance package	-	-	-	-	-
Employee benefits	3,758	26,937	19,109	1,702	-
Payroll taxes	11,856	271,791	270,122	18,616	541
Workmen's compensation	4,209	96,000	93,976	6,670	139
Total payroll cost	<u>\$ 185,053</u>	<u>\$ 3,974,072</u>	<u>\$ 3,913,258</u>	<u>\$ 272,419</u>	<u>\$ 8,681</u>
Office supplies	\$ 440	\$ 118	\$ 123	\$ 539	\$ -
Advertising	5,455	25	36	22	-
Bad debts	-	231	449	-	-
Telephone	1,864	5,041	5,850	489	151
Training	1,302	-	-	59	-
Travel	2,753	39,940	40,339	9,927	40
HUD supporting services	-	-	-	-	14,767
Professional services	-	62	-	-	677
Insurance	-	-	-	-	-
Repairs and maintenance	-	(50)	-	-	-
Depreciation	-	-	-	-	-
Lease expense	-	-	-	-	-
Client needs	5,649	241	786	1,022	15,690
Room and board	219,437	-	-	-	-
Contractual services	293,810	-	-	-	-
Utilities	-	-	-	-	-
Consultants	-	3,843	18,871	-	-
Computer expense	-	14	-	-	-
Recognition expense	4,738	467	553	21	-
Food	-	-	-	-	-
Medical supplies	-	5,263	7,628	54	-
Others, in total	4,895	11,240	8,437	13,528	-
Total expenses	<u>\$ 725,396</u>	<u>\$ 4,040,507</u>	<u>\$ 3,996,330</u>	<u>\$ 298,080</u>	<u>\$ 40,006</u>

See Notes to Financial Statements.

Program Services			Supporting Services			Grand Totals
Elderly Services	Other Programs	Total Program Services	Administrative and General	Total Supporting		
\$ 44,853	\$ 1,554,136	\$ 9,127,046	\$ 1,936,981	\$ 1,936,981	\$ 11,064,027	
-	-	-	-	-	-	
648	14,203	66,357	40,252	40,252	106,609	
3,335	116,686	692,947	154,206	154,206	847,153	
645	37,880	239,519	10,741	10,741	250,260	
<u>\$ 49,481</u>	<u>\$ 1,722,905</u>	<u>\$ 10,125,869</u>	<u>\$ 2,142,180</u>	<u>\$ 2,142,180</u>	<u>\$ 12,268,049</u>	
\$ 360	\$ 1,312	\$ 2,892	\$ 62,054	\$ 62,054	\$ 64,946	
-	907	6,445	8,515	8,515	14,960	
-	-	680	-	-	680	
-	8,407	21,802	89,694	89,694	111,496	
-	11,287	12,648	18,512	18,512	31,160	
810	78,681	172,490	20,152	20,152	192,642	
-	-	14,767	-	-	14,767	
-	42,226	42,965	327,137	327,137	370,102	
-	22,141	22,141	166,069	166,069	188,210	
-	12,560	12,510	87,454	87,454	99,964	
-	7,101	7,101	120,451	120,451	127,552	
-	11,035	11,035	206,264	206,264	217,299	
-	7,378	30,766	1,478	1,478	32,244	
-	-	219,437	-	-	219,437	
-	-	293,810	-	-	293,810	
-	5,307	5,307	48,330	48,330	53,637	
-	6,531	29,245	-	-	29,245	
-	25	39	35,283	35,283	35,322	
-	60	5,839	33,919	33,919	39,758	
28,366	-	28,366	-	-	28,366	
-	910	13,855	3,725	3,725	17,580	
9,346	22,271	69,717	120,313	120,313	190,030	
<u>\$ 88,363</u>	<u>\$ 1,961,044</u>	<u>\$ 11,149,726</u>	<u>\$ 3,491,530</u>	<u>\$ 3,491,530</u>	<u>\$ 14,641,256</u>	

GULF COAST TEACHING
d/b/a GULF COAST SOCIAL SERVICES
(A NONPROFIT ORGANIZATION)
COMBINED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets	\$ 205,719	\$ 21,644
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation	135,868	127,552
Unrealized (gain) loss on investments	1,462	677
Loss on sale of investments	4,234	882
Changes in assets and liabilities:		
(Increase) decrease in program receivables	91,443	507,211
(Increase) decrease in prepaid expenses	(10,235)	(7,991)
Increase (decrease) in accounts payable and accrued liabilities	146,039	79,787
Net cash provided by (used in) operating activities	\$ 574,530	\$ 729,762
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of certificates of deposit	\$ (543,813)	\$ (348,924)
Redemption of certificates of deposit	257,810	549,000
Purchases of property and equipment	(849,609)	(19,874)
Proceeds from long-term debt	349,017	2,134,700
Payment of debt principal	(6,005)	-
Deposits (made) returned	6,574	(2,477)
Net cash used in investing activities	\$ (786,026)	\$ 2,312,425
Net increase (decrease) in cash and cash equivalents	\$ (211,496)	\$ 3,042,187
Cash and cash equivalents, beginning of year	4,378,378	1,336,191
Cash and cash equivalents, end of year	\$ 4,166,882	\$ 4,378,378
Cash, cash equivalents and restricted cash as of June 30, 2021 and 2020 consisted of the following:		
Cash and cash equivalents	\$ 3,809,353	\$ 3,770,568
Cash restricted for		
Deposits securing lines of credit	350,000	350,000
Unemployment self insurance fund	7,529	257,810
	\$ 4,166,882	\$ 4,378,378

See Notes to Financial Statements

**GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 1 – ORGANIZATION

Gulf Coast Teaching Family Services, Inc. d/b/a Gulf Coast Social Services and Affiliate is a nonprofit organization organized exclusively for charitable, religious, educational, and scientific purposes. The Organization maintains group homes, child and family centers, and other related programs for the youth and families. It provides a program, which will allow the young people and their families to become normalized, independent, productive, and respected citizens of the community. These services are provided in the South Louisiana area.

Gulf Coast's Affiliate is Independent Living Properties, Inc., a nonprofit corporation organized under the provisions of Louisiana. The Affiliate was formed to hold the real property of Gulf Coast.

The Organization's major programs include the following:

Professional Care Program - This program provides foster homes in the community for abused, neglected, or troubled children and adolescents, emotionally disturbed children, and children and adults with physical and mental disabilities. The program also locates and serves runaways and homeless youth through prevention, crisis intervention, and follow-up services.

Personal Care Attendant Services (PCA) - PCA assists adults or children with mental or physical disabilities in performing the activities of daily living that they might otherwise not be able to accomplish alone.

Supported Independent Living (SIL) - The SIL program works with individuals with mental and physical disabilities and older adolescents needing extra support, assistance, and monitoring.

Respite Services - Respite Services are offered to parents with children or adults with physical/mental illness and are designed to provide relief from the demanding care for their unique needs.

Housing/Homeless – the program provides supportive housing and services to transition the homeless into temporary housing and later permanent housing. Services include but are not limited to assistance in finding housing, acquiring necessary furnishings, integration into the community, and establishing community supports. Management Information Systems are also established and maintained for present and future assistance to the homeless.

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 1 – ORGANIZATION (Continued)

Elderly – This type of service covers all needs of the elderly such as general hygiene needs, assisting with grocery shopping, meal planning and preparation, teaching and helping with activities, finding resources, and encouraging interactions with other persons with similar interests.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies used in the preparation of the accompanying financial statements follows:

1. Basis of Accounting

The accompanying financial statements are presented in conformity with accounting principles generally accepted in the United States on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other assets and liabilities.

2. Financial Statement Presentation

The Organization follows the financial statement presentation recommended by the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) topic 958, Not-for-Profit Entities. The Organization reports information regarding its financial position and activities according to two classes of net assets based upon the existence or absence of restrictions on use placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

The governing board has not designated net assets without donor restrictions for an operating reserve or a board-designated endowment. Net assets with donor restrictions are subject to donor-imposed conditions. Some donor-imposed conditions are temporary, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual, such as those that the donor stipulates that resources be maintained in perpetuity.

Net assets without donor restrictions are resources available to support operations and are 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.

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Financial Statement Presentation (Continued)

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

The Organization's unspent contributions are reported in net assets with donor contributions if the donor limited their use, as promised gifts are not yet due. Donations of property and equipment or cash restricted to acquisition of property and equipment are reported as net assets with donor restrictions if the donor has restricted the use of the property or equipment to a particular program. These restrictions expire when the assets are placed in service. 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. As of June 30, 2021, and 2020, the Organization has not received any contributions with donor-imposed conditions that would result in donor-restricted net assets.

3. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect specific reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

4. Income Taxes

The Organization is a nonprofit organization and exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Code as other than a private foundation. The Organization believes that it has appropriate support for any tax positions taken and, as such, does not have any uncertain tax positions that are material to financial statements. The Organization's Federal Exempt Information Returns (Form 990) for 2018, 2019, and 2020 are subject to examination by the IRS, generally for three years after they were filed.

**GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Cash and Cash Equivalents

Cash, held in interest-bearing accounts, consists of unrestricted balances. Unrestricted cash balances represent cash available for general operating purposes.

For the statements of cash flows, the Organization considers all highly liquid investments available for current use with a maturity of three months or less to be cash equivalents.

The Organization maintains cash balances at several financial institutions located in Louisiana. The cash balances are insured by the Federal Deposit Insurance Corporation up to \$250,000 per institution. On June 30, 2021 and 2020 \$3,021,482 and \$3,401,099, respectively, of cash was over the FDIC insured limits.

6. Restricted Cash

Restricted cash consists of balances in cash accounts required by loans and operating agreements.

7. Allowance For Doubtful Accounts

The Organization has established an allowance for doubtful accounts to allow corrections and billing adjustments related to accounts receivable balances on June 30, 2021 and 2020.

If any, actual billing adjustments and bad debts are charged to the specific fund or programs as determined by management. Bad debt expense for the years ended June 30, 2021 and 2020 was \$25,599 and \$680, respectively.

8. Depreciation and Amortization

Property and equipment are carried at cost. Depreciation and amortization are calculated using the straight-line method. Depreciable lives for most assets in the class are as follows: buildings, 20-25 years; leasehold improvements, ten years or lease term if shorter; furniture and fixtures, ten years; computers and related equipment, 3 to 5 years; transportation equipment, 3 to 5 years.

The cost and related accumulated depreciation are removed when assets are disposed of or retired. Any resulting gain or loss is reflected in income for the period. The cost of maintenance and repairs is charged to income as incurred; significant renewals and

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Depreciation and Amortization (continued)

betterments are capitalized. Donated property is capitalized at fair value. Depreciation and amortization expenses amounted to \$135,868 and \$127,552 for the years ended June 30, 2021 and 2020, respectively.

9. Compensated Absences

Accumulated paid time off is payable upon termination of employment and is accrued. Gulf Coast's obligation as of June 30, 2021 and 2020 totaled \$323,829 and \$329,864, respectively, which is included in accrued expenses on the Statement of Financial Position.

10. Program Revenues

Program revenues earned under reimbursement type contracts are recorded as revenues in the appropriate program when the related expenses are incurred.

Program revenues earned on a fee for service and per-diem contracts considered exchange transactions are recorded as revenues when services are provided.

11. Allocated Costs

Expenses are charged to each program directly when the charge is identified to the program. Program expenditures that cannot be directly identified to a program are allocated based on square footage, usage statistics, and the ratio of program payroll expenses to total payroll expenses as appropriate. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide the overall support and direction of the Organization.

For management analysis purposes, the Organization allocated administrative costs of the central and regional offices for \$3,700,699 and \$3,581,454 to the various programs it administered during the years ended June 30, 2021 and 2020, respectively. Directly identifiable expenses are charged to programs and support services. The allocation is based on the proportion of direct program cost to total direct program costs. These allocated costs are included in Administrative and General Expenses in the Statement of Activities.

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Donated Property and Equipment

Donations of property and equipment are recorded as contributions at fair value at the date of donation. Such donations are reported as increases in net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and cash contributions that must be used to acquire property and equipment are reported as restricted contributions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. To date, all contributions of property have been included as increases to the without donor restrictions support.

13. In-Kind - Matching

Some grant agreements require that the Organization provide matching funds in the form of cash, in-kind contributions, or a combination of cash and in-kind contributions. A cash match represents the Organization's cash or expenditures from funds other than the grants. In-kind match grant requirements primarily consisted of donated materials, equipment, rental space, and the Organization's services.

In-kind match contributions are recorded as in-kind contributions in the general ledger, and an equal amount is recorded as an in-kind expense. The revenues and expenses are eliminated in the financial statements. The HUD programs require a 25 percent cash match. These match requirements are reported to HUD in the Organization's monthly reports but are not included in the financial statements.

14. Certificates of Deposit

Certificates of deposit held for investment that does not secure debt or were legally restricted are included in "Certificates of Deposit" on the Statement of Financial Position. The Certificates of Deposit are carried at cost. The certificates of deposit have remaining maturity dates of less than one year are classified as short-term. Certificates of Deposits with maturities over one year are reported as other assets. Rates of return on the investments held on June 30, 2021, range between 1.75% and 3.15%.

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

15. Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investments income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by the passage of time or by use) in the reporting period in which the income and gains are recognized.

16. Fair Value Measurement Standard

Accounting Standard Codification (ASC) *Fair Value Measurements* establishes a framework for measuring fair value under Generally Accepted Accounting Principles (GAAP) and disclosures about the fair value measurements. The valuation hierarchy is based upon the reliability of inputs to valuation an asset or liability on the measurement date. The three levels of the fair value hierarchy are described below:

LEVEL 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

LEVEL 2 - Inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets and observable inputs for the asset or liability, either directly or indirectly, for substantially the entire term of the financial instrument.

LEVEL 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The valuation techniques are used to maximize observable inputs and minimize unobservable inputs.

Assets and liabilities measured at fair value are based on one or more of three valuation techniques noted in the standard. The three valuation techniques are as follows:

- Market approach – Prices and other relevant information generated by market transactions involving identical or comparable assets or liabilities;

**GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

16. Fair Value Measurement Standard (Continued)

- Cost approach – Amount that would be required to replace the service capacity of an asset (i.e., replacement cost); and
- Income approach – Techniques to convert future amounts to a single present amount based on market expectations (including present value techniques, option-pricing models, and lattice models).

17. Principles of Combination

The combined financial statements include the accounts of Gulf Coast Teaching Family Services, Inc., d/b/a Gulf Coast Social Services, and its wholly controlled Affiliate, Independent Living Properties, Inc. All significant intercompany accounts and transactions have been eliminated in combination.

NOTE 3 – RESTRICTED CASH AND CERTIFICATES OF DEPOSIT AND LINE OF CREDIT

The Organization had restricted cash and certificates of deposit of \$606,851 and \$607,559 for the years ended June 30, 2021 and 2020, respectively.

Following the Unemployment Insurance Fund Plan requirements, the Organization maintained a restricted reserve balance of \$256,615 and \$257,559 for the years ended June 30, 2021 and 2020, respectively. The reserved funds are available for self-insured unemployment claims if such claims arise in the future.

The Organization also maintains a cash reserve that secures a line of credit required by governmental funders for \$350,000. The line of credit was unused for the years ended June 30, 2021 and 2020.

NOTE 4 – CERTIFICATE OF DEPOSIT

The certificates of deposit balance at June 30, 2021 and 2020, held with various financial institutions, were \$253,242 and \$453,522, respectively.

The Organization holds several certificates of deposit on June 30, 2021, with maturity dates from July 2021 through January 2021 bearing annual interest rates ranging from 1.60% to 2.70%.

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 5 – INVESTMENT SECURITIES

There was no investment in marketable securities during the year ended June 30, 2021. Marketable securities were sold by the year-end June 30, 2020, resulting in the reported realized loss:

Recurring fair value instruments:		Quoted Prices Active Markets	Realized	Unrealized
Description	Cost	(Level 1)	Loss	(Gain) Loss
Vanguard-GNMA-Admiral CI	\$ -	\$ -	\$ (12,807)	\$ -
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,807)</u>	<u>\$ -</u>

Investment income for the years ended June 30, 2021 and 2020 were \$39,887 and \$19,678, respectively.

NOTE 6 – PROGRAM RECEIVABLES

Program receivables consist of reimbursements for expenses incurred or revenue earned on fees for service and per-diem contracts. Program receivables consist of the following as of June 30, 2021 and 2020:

	2021	2020
Department of Health and Human Services	\$ 41,634	\$ 33,036
Medicaid	440,082	458,185
U.S. Department of Juvenile Justice and Delinquency Prevention	28,484	28,605
State of Louisiana:		
Office of Mental Health	22,484	25,210
Office of Community Services	168,450	241,177
South Central LA Human Services	108,461	108,870
Private	-	-
LRS – LA	-	480
Veterans Affairs	125,828	102,503
Other	3,255	32,054
Subtotal	<u>\$ 938,678</u>	<u>\$ 1,030,120</u>
Less: Allowance for Doubtful Accounts	<u>(40,000)</u>	<u>(40,000)</u>
Total, net	<u>\$ 898,678</u>	<u>\$ 990,120</u>

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 7 – SUBSEQUENT EVENTS

Subsequent events were evaluated through December 22, 2021, when the financial statements were available to be issued.

NOTE 8 – ACCRUED LIABILITIES

Accrued liabilities consist of the following on June 30, 2021 and 2020:

	2021	2020
Accrued salaries and payroll taxes	\$ 521,318	\$ 485,828
Compensated absences	323,829	329,864
Other	43,503	18,019
Total	\$ 888,650	\$ 833,711

NOTE 9. – PAYCHECK PROTECTION PROGRAM LOAN

The Organization received loan proceeds for \$2,134,700 under the Paycheck Protection Program ("PPP"). The PPP established as part of the Coronavirus Aid, Relief and Economic Security Act ("CARES Act"), provides for loans to qualifying businesses for amounts up to 2.5 times of the average monthly payroll expenses of the qualifying business. The loans and associated accrued interest are forgivable after twenty-four weeks as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent, and utilities, and maintains its payroll levels. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries during the twenty-four weeks.

The unforgiven portion of the PPP loan is payable over two years at an interest rate of 1%, with a deferral of payments for the first ten months. The Organization intends to use the proceeds consistent with the PPP forgiveness requirements. On June 30, 2021, if the loan were to be paid following the terms of the note, then monthly payments of \$91,082, including interest, would begin in September 2021 and be paid through August 2023. The loan balance would increase by \$28,661 for accrued interest. Principle payments of \$892,535 would be due by the year ended June 30, 2022. This amount has been reported as a current maturity of long-term debt in the statement of financial position on June 30, 2021. Principle payments of \$1,085,265 and \$91,009 would be paid for the years ended June 30, 2023, and 2024, respectively.

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 9. – PAYCHECK PROTECTION PROGRAM LOAN (Continued)

The Organization has recorded the liability under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 470. If any amount is ultimately forgiven (i.e., the entity is legally released from being the loan's primary obligor according to ASC 405-20, Extinguishment of Debt), then income would be recognized in the statement of activities as gain on loan extinguishment. The Organization has filed for forgiveness with the bank and is waiting for final approval from the Small Business Administration.

NOTE 10 – MORTGAGE PAYABLE

The Organization financed its Houma administrative and program facility with a mortgage payable to the bank. The mortgage note requires annual interest payments of 3.5 percent per year. The monthly principal and interest payment are \$2,514 until the maturity date of January 19, 2036. Minimum future principal payments due under this mortgage note as of June 30, 2021, are as follows:

<u>Year Ending</u> <u>June 30th,</u>	<u>Annual</u> <u>Principal Payments</u>
2022	\$ 18,291
2023	18,951
2024	19,606
2025	20,341
2026	20,835
Thereafter	<u>244,988</u>
	\$ 343,012
Less: current maturities	<u>18,291</u>
Total	<u>\$ 324,721</u>

Interest expense was \$5,582 for the year ended June 30, 2021.

NOTE 11 – LEASES

The Organization leases facilities and equipment under operating leases expiring through 2024. The rental expense related to these leases was \$214,283 and \$217,299 for the years ended June 30, 2021 and 2020, respectively. Minimum future rental payments due under these leases as of June 30, 2021, are as follows:

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 11 – LEASES (Continued)

<u>Year Ending June 30th,</u>	<u>Minimum rental payments</u>
2022	\$ 81,155
2023	59,855
2024	34,622
2025	8,996
2026	<u>7,378</u>
Total	<u>\$ 192,006</u>

Management expects leases to be renewed or replaced by other leases in the ordinary course of business.

NOTE 12 – UNEMPLOYMENT INSURANCE FUND

Effective July 1, 1992, the Organization became self-insured for employee unemployment compensation claims by establishing an Organization unemployment insurance fund.

Actual payments to the State for Unemployment benefits totaled \$1,434 in 2021 and \$19,822 in 2020.

As of June 30, 2021, all known claims have been recorded in the financial statements.

NOTE 13 – ECONOMIC DEPENDENCY

The Organization receives 99% of its revenue from funds provided through programs administered by the State of Louisiana. The program amounts are appropriated each year by the federal and state governments. Suppose significant budget cuts are effected at the federal and state levels. In that case, the Organization's funds could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Organization will receive in the next fiscal year.

NOTE 14 – CONTINGENCIES

Programs administered by the Organization are subject to review and audit by the various funding agencies. Accordingly, the funding agencies may recover any disallowed payments arising from these audits in subsequent years.

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 15 – PENSION PLAN

Effective January 1, 2005, the Organization established the GCTFS Matching Retirement Plan. The new Plan is a 403(b) plan with an employer matching provision. The Plan is open to all employees who are 21 years of age or older and who completed one year of service during which they worked at least 1,000 hours of service. The Plan is on a calendar year-end and has two entry dates – January 1 and July 1. Employees can make a salary deferral election up to the IRS limits allowed. The Plan has a discretionary matching contribution equal to a uniform percentage of the salary deferral amount with a six (6) percent limit. The Organization did not make an employer matching contribution for June 30, 2021 and 2020.

NOTE 16 – LIQUIDITY AND AVAILABILITY OF RESOURCES

The Organization had the following financial assets available on June 30, 2021, within one year of the statement of financial position date for general expenditures:

Cash and cash equivalents	\$ 3,809,353
Certificates of deposit	223,466
Program receivables	898,678
	<hr/>
	\$ 4,931,497
	<hr/>

As noted above, the Organization has \$4,931,497 of financial assets available to meet general expenditures' cash needs. None of the financial assets listed above are subject to a donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of financial position. The Organization has the policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

Most of the Organization's expenditures are for fee-for-service arrangements under contracts with governmental agencies. Under these contracts, services are completed, and the vendor fee is billed after the service. Other governmental contracts are cost reimbursement arrangements where costs budgeted under the grant are expended, and a request for reimbursement is made at the end of the month of expenditure. The majority of program expenses will only be incurred if a contract or grant is obtained to provide fee-for-service revenue for the costs or in accordance with a grant which will reimburse the Organization for the expenditure.

The Organization also maintains a \$350,000 line of credit with the bank for working capital emergencies. The line of credit is secured by restricted cash and investments and is required by a governmental funder. The line of credit was unused as of June 30, 2021.

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020

NOTE 17 – NEW ACCOUNTING PRONOUNCEMENTS - ADOPTED

On November 17, 2016, FASB issued ASU 2016-18, "Statement of Cash Flows: Restricted Cash." The new guidance is intended to reduce diversity in the presentation of restricted cash and restricted cash equivalents in the statement. The statement requires that restricted cash and restricted cash equivalents be included as components of total cash and cash equivalents as presented on the statement of cash flows. The Organization has adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

On August 18, 2016, FASB issued ASU 2018-08, "Not-for-Profit Entities (Topic 958) – Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made." The Update addresses the inconsistencies in accounting for transactions as a contribution or an exchange transaction and determines whether a contribution is conditional. The Organization has adopted this standard. The adoption of the standard did not have a material impact on the Organization's revenue recognition policies.

NOTE 18 - PENDING ACCOUNTING PRONOUNCEMENTS

In February 2016, the FASB issued ASU No. 2016-02, Leases (Topic 842), requiring lessees to recognize right-of-use assets and lease liabilities for all leases with terms longer than 12 months. The adoption of this standard is expected to result in the Bureau's recognizing right-of-use assets and lease liabilities for some leases currently accounted for as operating leases under the legacy lease accounting guidance. Management is evaluating the impact of this standard on the Bureau's financial statements. Organizations may apply the guidance of Update No. 2016-02 to annual reporting periods beginning after December 15, 2021.

In May 2014, the FASB issued ASU 2014-09, Revenue from Contracts with Customers (Topic 606). This ASU amends the existing accounting standards for revenue recognition, requiring an entity to recognize the amount of revenue it expects to be entitled to the transfer of promised goods or services to customers. The updated standard will replace most existing revenue recognition guidance in U.S. GAAP when it becomes effective and permits the use of either a full retrospective or retrospective with a cumulative effect transition method. Organizations may apply the guidance to annual reporting periods beginning after December 15, 2021.

SUPPLEMENTARY INFORMATION

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES
(A NONPROFIT ORGANIZATION)
SCHEDULE 1 - COMBINED STATEMENT OF REVENUES
AND EXPENSES BY COST REPORT GROUPING
YEARS ENDED JUNE 30, 2021 AND 2020

	2021	2020
REVENUE		
Programs	\$ 14,159,381	\$ 14,630,412
Donations	12,625	5,380
Interest income	39,887	19,678
Other income	2,806	7,430
Total revenue	\$ 14,214,699	\$ 14,662,900
EXPENSES		
Administrative and general	\$ 6,722,562	\$ 6,540,923
Plant operation and maintenance	508,842	535,240
Dietary, laundry, and linen	948	29,725
Personal client needs	24,924	32,243
Therapeutic and training	6,685,241	7,306,817
Medical and nursing	19,805	17,353
Recreational	21,193	149,710
Consultants	25,465	29,245
Total expenses	\$ 14,008,980	\$ 14,641,256
INCREASE (DECREASE)		
IN UNRESTRICTED NET ASSETS	\$ 205,719	\$ 21,644

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Foster Care					Personal Care Attendants		
	20-105 Regular Foster Care Baton Rouge TIPS # 020008014	40-105 Regular Foster Care Houma TIPS	50-105 RFC Lafayette	60-105 Foster Care New Orleans TIPS Provider # 010007819	Subtotal Foster Care	20-101 PCA Baton Rouge Provider # 1912913	20-108 ROW PCA Baton Rouge	20-119 PCS Baton Rouge Provider # 1173703
Administrative and general	\$ 54,063	\$ 23,716	\$ 5,463	\$ 127,596	\$ 210,838	\$ 134,059	\$ 1,384	\$ 2,075
Plant operation and capital asset costs	-	-	-	-	-	-	-	-
Dietary, laundry & linen, and housekeeping	-	-	-	-	-	-	-	-
Personal client needs	866	-	-	4,589	5,455	71	-	-
Medical and nursing	-	-	-	-	-	1,851	-	283
Therapeutic and training	375,964	31,716	-	212,465	620,145	492,672	32,623	34,737
Recreational	422	-	-	212	634	-	-	-
Consultants	-	-	-	-	-	45	-	-
Subtotal programs	\$ 431,315	\$ 55,432	\$ 5,463	\$ 344,862	\$ 837,072	\$ 628,698	\$ 34,007	\$ 37,095
Subtotal administrative and general								
Administrative costs - allocated	185,016	17,165	1,823	125,587	329,591	269,685	14,588	15,913
Totals	<u>\$ 616,331</u>	<u>\$ 72,597</u>	<u>\$ 7,286</u>	<u>\$ 470,449</u>	<u>\$1,166,663</u>	<u>\$ 898,383</u>	<u>\$ 48,595</u>	<u>\$ 53,008</u>

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Personal Care Attendants						
	30-101 PCA Hammond Provider # 1690082	30-119 PCS Hammond Provider # 1173789	40-101 PCA Houma TIPS Provider # 1935166	40-102 Children's Choice Waiver Houma Provider # 2179870	40-108 ROW-PCA Houma	40-117 EPSDT Houma	40-119 PCS Houma Provider # 1173720
Administrative and general	\$ 56,201	\$ 4,141	\$ 117,794	\$ 19,258	\$ 16,110	\$ 13,454	\$ 31,257
Plant operation and capital asset costs	-	-	-	-	-	-	-
Dietary, laundry & linen, and housekeeping	-	-	-	-	-	-	-
Personal client needs	-	-	125	-	-	-	-
Medical and nursing	24	-	191	-	-	-	-
Therapeutic and training	216,893	19,787	643,531	37,772	22,537	21,817	122,328
Recreational	-	-	-	-	-	-	-
Consultants	<u>1,233</u>	<u>-</u>	<u>6,619</u>	<u>13</u>	<u>-</u>	<u>-</u>	<u>82</u>
Subtotal programs	\$ 274,351	\$ 23,928	\$ 768,260	\$ 57,043	\$ 38,647	\$ 35,271	\$ 153,667
Subtotal administrative and general							
Administrative costs - allocated	<u>115,691</u>	<u>10,090</u>	<u>237,888</u>	<u>17,663</u>	<u>11,967</u>	<u>10,921</u>	<u>47,583</u>
Totals	<u>\$ 390,042</u>	<u>\$ 34,018</u>	<u>\$ 1,006,148</u>	<u>\$ 74,706</u>	<u>\$ 50,614</u>	<u>\$ 46,192</u>	<u>\$ 201,250</u>

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Personal Care Attendants								
	40-412 SCLHSA PCA Houma	50-101 PCA Lafayette TIPS #1910384	50-108 ROW-PCA Lafayette	51-101 PCA Alexandria Provider # 1910384	52-101 PCA Lake Charles Provider # 1984205	60-101 PCA New Orleans Provider # 1910686	60-102 Children's Choice Waiver New Orleans Provider # 2182277	60-108 ROW-PCA New Orleans	60-117 EPSDT New Orleans Provider # 1912913
Administrative and general	\$ 14,080	\$ 123,202	\$ 906	\$ 6,192	\$ 62,145	\$ 62,811	\$ 3,399	\$ 634	\$ 8,788
Plant operation and capital asset costs	-	-	-	-	-	-	-	-	-
Dietary, laundry & linen, and housekeeping	-	-	-	-	-	-	-	-	-
Personal client needs	-	-	-	-	-	-	-	-	-
Medical and nursing	-	1,802	-	-	548	109	-	-	-
Therapeutic and training	104,265	490,640	20,322	138,814	158,549	232,970	47,337	20,388	16,574
Recreational	-	-	-	-	17	229	-	-	-
Consultants	-	945	-	-	225	-	-	-	-
Subtotal programs	\$ 118,345	\$ 616,589	\$ 21,228	\$ 145,006	\$ 221,484	\$ 296,119	\$ 50,736	\$ 21,022	\$ 25,362
Subtotal administrative and general									
Administrative costs - allocated	36,645	205,733	7,084	63,259	73,032	107,833	18,476	7,655	9,236
Totals	<u>\$ 154,990</u>	<u>\$ 822,322</u>	<u>\$ 28,312</u>	<u>\$ 208,265</u>	<u>\$ 294,516</u>	<u>\$ 403,952</u>	<u>\$ 69,212</u>	<u>\$ 28,677</u>	<u>\$ 34,598</u>

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Personal Care Attendants		Supervised Independent Living					
	60-119 PCS New Orleans Provider # 1173754	Subtotal Personal Care Attendant	20-103 Supervised Living Title XIX Baton Rouge Provider # 1912913	30-103 SIL- Title XIX Hammond Provider # 1690082	40-103 SIL Title XIX Houma Provider # 1935166	50-103 SIL- Title XIX Lafayette Provider # 1910384	51-103 SIL- Title XIX Alexandria Provider # 1690538	52-103 SIL- Title XIX Alexandria Provider # 1984205
Administrative and general	\$ 3,777	\$ 681,667	\$ 161,931	\$ 18,121	\$ 93,495	\$ 154,574	\$ 205,349	\$ 71,633
Plant operation and capital asset costs	-	-	-	-	-	-	-	-
Dietary, laundry & linen, and housekeeping	-	-	-	-	-	-	-	-
Personal client needs	-	196	25	-	55	331	784	(55)
Medical and nursing	-	4,808	1,432	-	325	1,802	7,043	933
Therapeutic and training	68,910	2,943,466	386,908	86,944	504,959	662,922	856,024	189,192
Recreational	-	246	-	-	-	-	-	35
Consultants	-	9,162	1,345	-	3,491	3,623	1,845	389
Subtotal programs	\$ 72,687	\$ 3,639,545	\$ 551,641	\$ 105,065	\$ 602,325	\$ 823,252	\$ 1,071,045	\$ 262,127
Subtotal administrative and general								
Administrative costs - allocated	26,471	1,307,413	236,630	44,304	186,507	274,689	467,238	86,433
Totals	\$ 99,158	\$ 4,946,958	\$ 788,271	\$ 149,369	\$ 788,832	\$ 1,097,941	\$ 1,538,283	\$ 348,560

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Supervised Independent Living			Respite						
	60-103 SIL- Title XIX New Orleans Provider # 1910686	60-604 Non- Medicaid SIL Vendor # 294	Subtotal Supervised Independent Living	Short Term Respite Baton Rouge	40-426 Short Term Respite Houma	50-426 Short Term Respite Lafayette	51-426 Short Term Respite Alexandria	52-102 Respite Lake Charles	Short Term Respite Lake Charles	60-426 Short Term Respite New Orleans
Administrative and general	\$ 49,593	\$ 19	\$ 754,715	\$101,982	\$ 45,258	\$ 58,263	\$ 14,604	\$ 490	\$ 48,877	\$ 126,042
Plant operation and capital asset costs	-	-	-	200	-	-	-	-	-	-
Dietary, laundry & linen, and housekeeping	-	-	-	-	-	-	-	-	-	-
Personal client needs	56	-	1,196	-	554	-	-	-	137	-
Medical and nursing	-	-	11,535	-	78	-	-	-	-	-
Therapeutic and training	185,870	242	2,873,061	27	-	-	12	-	47	955
Recreational	240	-	275	3,303	522	1,861	17	-	1,133	2,663
Consultants	-	-	10,693	-	-	-	-	-	-	-
Subtotal programs	\$ 235,759	\$ 261	\$ 3,651,475	\$105,512	\$ 46,412	\$ 60,124	\$ 14,633	\$ 490	\$ 50,194	\$ 129,660
Subtotal administrative and general										
Administrative costs - allocated	85,854	95	1,381,750	45,260	14,372	20,061	6,383	157	16,550	47,218
Totals	<u>\$ 321,613</u>	<u>\$ 356</u>	<u>\$ 5,033,225</u>	<u>\$150,772</u>	<u>\$ 60,784</u>	<u>\$ 80,185</u>	<u>\$ 21,016</u>	<u>\$ 647</u>	<u>\$ 66,744</u>	<u>\$ 176,878</u>

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Respite		Homeless Housing		Elderly Services		Other Programs		
	60-609		40-600 HUD		40-413		20-312 Dept.		20-626 Client
	JPHSA		Subtotal		Subtotal		of Veterans		Assistance
	Rec. Crisis		40-600 HUD	Homeless	Houma Senior	Elderly	20-114 Private	Affairs Baton	Fund Baton
	Resp. New	Subtotal	The Network	Housing	Center Houma	Services	Contracts Baton	Rouge	Rouge
	Orleans	Respite	Houma				Rouge		
Administrative and general	\$ 10	\$ 395,526	\$ 346	\$ 346	\$ -	\$ -	\$ 2,359	\$ 829	\$ -
Plant operation and capital asset costs	-	200	-	-	-	-	-	-	-
Dietary, laundry & linen, and housekeeping	-	-	-	-	-	-	-	-	-
Personal client needs	-	691	-	-	-	-	-	-	(120)
Medical and nursing	-	78	-	-	-	-	170	66	-
Therapeutic and training	-	1,041	-	-	-	-	20,452	825	-
Recreational	-	9,499	-	-	85	85	-	-	-
Consultants	-	-	-	-	-	-	-	275	-
Subtotal programs	\$ 10	\$ 407,035	\$ 346	\$ 346	\$ 85	\$ 85	\$ 22,981	\$ 1,995	\$ (120)
Subtotal administrative and general									
Administrative costs - allocated	4	150,005	107	107	-	-	9,858	856	-
Totals	\$ 14	\$ 557,040	\$ 453	\$ 453	\$ 85	\$ 85	\$ 32,839	\$ 2,851	\$ (120)

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Other Programs							
	20-711 20-710 Adult Day Habilitation Baton Rouge	20-711 Adult Day Habilitation Baton Rouge	30-106 OJJ/YS Trackers Northshore	30-312 Dept. of Veterans Affairs Northshore	40-106 OJJ/YS Trackers Houma	40-114 Private Pay Houma	40-118 EDA Waiver Service	40-312 Dept. of Veterans Affairs Houma
Administrative and general	\$ 79,108	\$ 3,967	\$ 91,855	\$ 14,353	\$ 77,532	\$ 126	\$ 8	\$ 32,312
Plant operation and capital asset costs	10,653	82	-	-	-	-	-	-
Dietary, laundry & linen, and housekeeping	855	-	-	-	-	-	-	-
Personal client needs	-	-	-	-	-	-	-	-
Medical and nursing	461	-	-	-	-	-	-	-
Therapeutic and training	12,122	-	169	61,658	-	-	(457)	13,993
Recreational	905	-	-	-	-	-	-	-
Consultants	-	-	-	3,270	-	-	-	1,015
Subtotal programs	\$ 104,104	\$ 4,049	\$ 92,024	\$ 79,281	\$ 77,532	\$ 126	\$ (449)	\$ 47,320
Subtotal administrative and general								
Administrative costs - allocated	57,015	1,737	38,806	33,432	24,008	41	(139)	14,652
Totals	<u>\$ 161,119</u>	<u>\$ 5,786</u>	<u>\$ 130,830</u>	<u>\$ 112,713</u>	<u>\$ 101,540</u>	<u>\$ 167</u>	<u>\$ (588)</u>	<u>\$ 61,972</u>

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Other Programs							
	40-400 SCLHSA Mental Health Houma	40-402 SCLHSA Clinic Staffing II Houma	40-404 SCLHS A Clinic Staffing III Houma	40-415 Le Cirque Mentoring Houma	40-418 SCLHSA Life Skills Houma	50-106 OJJ/YS Trackers Lafayette	50-107 OJJ/YS Mentors Lafayette	50-114 Private Pay Lafayette
Administrative and general	\$ 562,079	\$ 74,937	\$ 17,731	\$ 89,957	\$ 38,453	\$ 59,297	\$ -	\$ 375
Plant operation and capital asset costs	2,700	-	-	4,620	-	-	-	-
Dietary, laundry & linen, and housekeeping	-	-	-	-	-	-	-	-
Personal client needs	-	-	-	-	-	-	-	-
Medical and nursing	-	-	-	-	-	-	-	-
Therapeutic and training	-	-	-	-	-	-	-	-
Recreational	-	-	-	9,430	-	119	-	-
Consultants	-	-	-	-	-	-	-	-
Subtotal programs	\$ 564,779	\$ 74,937	\$ 17,731	\$ 104,007	\$ 38,453	\$ 59,416	\$ -	\$ 375
Subtotal administrative and general								
Administrative costs - allocated	174,881	23,204	5,491	32,205	11,906	19,825	278	125
Totals	<u>\$ 739,660</u>	<u>\$ 98,141</u>	<u>\$ 23,222</u>	<u>\$ 136,212</u>	<u>\$ 50,359</u>	<u>\$ 79,241</u>	<u>\$ 278</u>	<u>\$ 500</u>

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Other Programs								
	50-229 Intensive Consumer Care Lafayette	50-312 Dept. of Veterans Affairs Lafayette	50-609 CART Lafayette	50-612 ROW Host Home Res. Opt. Lafayette	51-114 Private Pay Alexandria	51-312 Dept. of Veterans Affairs Alexandria	52-114 Private Contracts Lake Charles	52-312 Dept. of Veterans Affairs Lake Charles	60-601 MHSD (Match) Mentor New Orleans
Administrative and general	\$ 102,316	\$ 13,198	\$ 94,684	\$ 39,166	\$ -	\$ 39,932	\$ 2,395	\$ 31,490	\$ 1,559
Plant operation and capital asset costs	2,319	-	1,516	-	-	-	-	-	-
Dietary, laundry & linen, and housekeeping	-	-	-	-	-	-	-	-	-
Personal client needs	17,182	-	-	-	-	-	-	-	-
Medical and nursing	-	181	-	-	-	-	-	218	-
Therapeutic and training	-	12,850	-	6,609	-	80,353	1,717	35,390	57
Recreational	-	-	-	-	-	-	-	-	-
Consultants	-	855	-	180	-	-	-	15	-
Subtotal programs	\$ 121,817	\$ 27,084	\$ 96,200	\$ 45,955	\$ -	\$ 120,285	\$ 4,112	\$ 67,113	\$ 1,616
Subtotal administrative and general									
Administrative costs - allocated	40,645	9,037	32,098	15,334	1	52,473	1,356	22,074	588
Totals	<u>\$ 162,462</u>	<u>\$ 36,121</u>	<u>\$ 128,298</u>	<u>\$ 61,289</u>	<u>\$ 1</u>	<u>\$ 172,758</u>	<u>\$ 5,468</u>	<u>\$ 89,187</u>	<u>\$ 2,204</u>

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

	Other Programs	Total Programs	Administrative and General					
			10-198 Admin. Central	20-198 Admin. Baton Rouge	30-198 Admin. Hammond	40-198 Admin. Houma	50-198 Admin. Lafayette	51-198 Admin. Alexandria
Administrative and general	\$ 1,470,018	\$ 3,513,110	\$ 1,546,884	\$ 400,739	\$ 99,965	\$ 347,007	\$ 256,729	\$ 305,555
Plant operation and capital asset costs	21,890	22,090	103,088	98,652	43,814	80,069	70,158	31,283
Dietary, laundry & linen, and housekeeping	855	855	-	-	-	-	-	-
Personal client needs	17,062	24,600	-	-	-	-	7	-
Medical and nursing	1,096	17,517	-	-	802	599	-	-
Therapeutic and training	245,738	6,683,451	-	-	-	633	28	-
Recreational	10,454	21,193	-	-	-	-	-	-
Consultants	5,610	25,465	-	-	-	-	-	-
Subtotal programs	\$ 1,772,723	\$ 10,308,281	\$ 1,649,972	\$ 499,391	\$ 144,581	\$ 428,308	\$ 326,922	\$ 336,838
Subtotal administrative and general								
Administrative costs - allocated	621,787	3,790,653	(1,690,367)	(503,146)	(144,581)	(428,291)	(327,020)	(357,211)
Totals	\$ 2,394,510	\$ 14,098,934	\$ (40,395)	\$ (3,755)	\$ -	\$ 17	\$ (98)	\$ (20,373)

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
(A NONPROFIT ORGANIZATION)

SCHEDULE 2- COMBINED STATEMENT OF EXPENSES BY PROGRAM AND FUND
YEAR ENDED JUNE 30, 2021

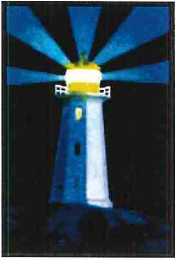
	Aministrative and General		Subtotal General and Administrative		Total
	52-198 Admin. Lake Charles	60-198 Admin. New Orleans	Subtotal General and Administrative		Totals-Program, Administrative and General Funds
Administrative and general	\$ 70,507	\$ 182,066	\$ 3,209,452		\$ 6,722,562
Plant operation and capital asset costs	30,459	29,229	486,752		508,842
Dietary, laundry & linen, and housekeeping	93	-	93		948
Personal client needs	317	-	324		24,924
Medical and nursing	797	90	2,288		19,805
Therapeutic and training	1,129	-	1,790		6,685,241
Recreational	-	-	-		21,193
Consultants	-	-	-		25,465
Subtotal programs	\$ 103,302	\$ 211,385	\$ 3,700,699		\$ 14,008,980
Subtotal administrative and general					
Administrative costs - allocated	(103,296)	(236,741)	(3,790,653)		-
Totals	<u>\$ 6</u>	<u>\$ (25,356)</u>	<u>\$ (89,954)</u>		<u>\$ 14,008,980</u>

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES
(A NONPROFIT ORGANIZATION)
SCHEDULE 4 - SCHEDULE OF COMPENSATION
YEARS ENDED JUNE 30, 2021

Agency Head Name: Mr. Willie Green Jr., Chief Executive Officer

<u>Purpose:</u>	<u>Total</u>
Salary	\$ 180,003
Benefits-medical insurance	2,177
Benefits-dental	125
Benefits-Flexible spending plan	1,575
Benefits-Retirement	9,750
Cell Phone	780
Total	<u>\$ 194,410</u>

SPECIAL REPORTS OF INDEPENDENT AUDITOR



BERNARD & FRANKS
A CORPORATION OF CERTIFIED PUBLIC ACCOUNTANTS

JOSEPH V. FRANKS II, C.P.A.

NICHOLAS W. LAFRANZ III, C.P.A.

JAMES L. WHITE, C.P.A.

**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
Gulf Coast Teaching Family Services, Inc.
d/b/a Gulf Coast Social Services and Affiliate
New Orleans, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the combined financial statements of Gulf Coast Teaching Family Services, Inc. d/b/a Gulf Coast Social Services (both nonprofit organizations) and its Affiliate, which comprise the combined statement of financial position as of June 30, 2021, and 2020, and the related combined statements of activities, and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated December 22, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the combined financial statements, we considered Gulf Coast Teaching Family Services, Inc. d/b/a Gulf Coast Social Services and its Affiliate'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 Gulf Coast Teaching Family Services, Inc. d/b/a Gulf Coast Social Services and its Affiliate's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any internal control deficiencies that we considered material weaknesses during our audit. 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 combined 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 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 for the information of the Board of Directors, management, the State of Louisiana, the Legislative Auditor for the State of Louisiana, 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in cursive script that reads "Bernard & Franks".

December 22, 2021

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2021

Section I – Summary of Auditor's Reports

1. The auditor's report expresses an unmodified opinion on the financial statements of Gulf Coast Teaching Family Services, Inc., d/b/a Gulf Coast Social Services and Affiliate were prepared in accordance with generally accepted accounting principles.
2. No significant deficiencies or material weaknesses in internal control were disclosed during the audit of the financial statements were reported in the Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Prepared in accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of Gulf Coast Teaching Family Services, Inc., d/b/a Gulf Coast Social Services and Affiliate were disclosed in the Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Prepared in accordance with *Government Auditing Standards*.
4. Expenditures of federal awards were less than \$750,000 for the year ended June 30, 2021, and the Organization is exempt from the audit requirements of *Uniform Guidance*.
5. No management letter was issued for the year ended June 30, 2021.

Section II – Findings - Financial Statement Audit

There were no findings on the financial statements noted during the audit for the year ended June 30, 2021.

Section III - Findings and Questioned Costs – Major Federal Awards

This Organization did not expend Federal Awards in excess of \$750,000, therefore this is not applicable for the year ended June 30, 2021.

REPORTS BY MANAGEMENT

**GULF COAST TEACHING FAMILY SERVICES, INC.
d/b/a GULF COAST SOCIAL SERVICES AND AFFILIATE
SUMMARY OF PRIOR YEAR'S AUDIT FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2021**

**Section I – Internal Control over Financial Reporting and Compliance and Other Matters
Material to the Basic Financial Statements**

Internal Control over Financial Reporting

There were no findings regarding internal controls over financial reporting reported during the audit for the financial statements for the year June 30, 2020.

Compliance and Other Matters

No compliance findings material to the financial statements were reported during the audit for the financial statements for the year June 30, 2020.

Section II - Internal Control and Compliance Material to Federal Awards

There were no internal control and compliance findings during the audit regarding federal awards for the year ended June 30, 2020.

Section III - Management Letter

A management letter was not issued in connection with the audit of the financial statements for the year ended June 30, 2020.

LOUISIANA COMPLIANCE QUESTIONNAIRE
(For Audit Engagements of Quasi-Public Agencies)

December 21, 2021 (Date Transmitted)

Bernard & Franks, A Corporation of Certified Public Accountants (CPA Firm Name)
4141 Veterans Boulevard, Suite 313 (CPA Firm Address)
Metairie, LA 70002 (City, State Zip)

In connection with your audit of our financial statements as of June 30, 2021 and for the year then ended _____ (period of audit) for the purpose of expressing an opinion as to the fair presentation of our financial statements in accordance with accounting principles generally accepted in the United States of America, to assess our internal control structure as a part of your audit, and to review our compliance with applicable laws and regulations, we confirm, to the best of our knowledge and belief, the following representations. These representations are based on the information available to us as of December 31, 2021 (date completed/date of the representations).

PART I. Agency Profile

1. Name and address of the organization.

Gulf Coast Teaching Family Services, Inc. (d/b/a Gulf Coast Social Services)
2400 Edenborn Ave., Metairie, LA 70001

2. List names, addresses, and telephone numbers of entity officials. Include elected/appointed members of the governing board, chief executive and fiscal officer, and legal counsel.

See attached list

3. Period of time covered by this questionnaire.

July 1, 2020 through June 30, 2021

4. The entity has been organized under the following provisions of the Louisiana Revised Statute(s) (R.S.) and, if applicable, local resolutions/ordinances.

Not applicable

5. Briefly describe the public services provided.

Gulf Coast empowers people with mental, physical, behavioral, and other challenges to improve the quality of their lives and to live independently as possible in the community.

6. Expiration date of current elected/appointed officials' terms.

Not applicable.

Part II. Federal, State, and Local Awards

7. We have detailed for you the amount of federal, state and local award expenditures for the fiscal year, by grant and grant year.

Yes [x] No []

8. All transactions relating to federal grants have been properly recorded within our accounting records and reported to the appropriate federal grantor officials.

Yes [x] No []

9. All transactions relating to state grants have been properly recorded within our accounting records and reported to the state grantor officials.

Yes No

10. All transactions relating to local grants have been properly recorded within our accounting records and reported to the appropriate local grantor officials.

Yes No

11. The reports filed with federal agencies are properly supported by books of original entry and supporting documentation.

Yes No

12. The reports filed with state agencies are properly supported by books of original entry and supporting documentation.

Yes No

13. The reports filed with local agencies are properly supported by books of original entry and supporting documentation.

Yes No

14. We have complied with all applicable compliance requirements of all federal programs we administer,

Yes No

15. We have complied with all applicable specific requirements of all state programs we administer, to include matters contained in the grant awards.

Yes No

16. We have complied with all applicable specific requirements of all local programs we administer, to include matters contained in the grant awards.

Yes No

17. We have provided you with all communications from grantors concerning noncompliance with or deficiencies in administering grant programs.

Yes No

Part III. Public Records

18. We are familiar with the Public Records Act and have made available to the public those records as required by R.S. 44:33.

Yes No

Not applicable.

Part IV. Open Meetings

19. Our meetings, as they relate to public funds, have been posted as an open meeting as required by R.S. 42:11 through 42:28 (the open meetings law). **Note: Please refer to Attorney General Opinion No. 13-0043 and the guidance in the publication “[Open Meeting FAQs](#),” available on the Legislative Auditor’s website to determine whether a non-profit agency is subject to the open meetings law.**

Yes No

Not applicable.

Part V. Budget

20. For each federal grant, we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration.

Yes [x] No []

21. For each grant received from the state, we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose, duration, specific goals and objectives, and measures of performance.

Yes [x] No []

22. For each local grant, we have filed with the appropriate grantor agency a comprehensive budget for those grants that included the purpose and duration.

Yes [x] No []

Part VI. Reporting

23. We have had our financial statements audited in a timely manner in accordance with R.S. 24:513.

Yes [x] No []

24. We did not enter into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while the agency was not in compliance with R.S. 24:513 (the audit law).


Yes [x] No []

25. We have complied with R.S. 24:513 A. (3) regarding disclosure of compensation, reimbursements, benefits and other payments to the agency head, political subdivision head, or chief executive officer.


Yes [x] No []

The previous responses have been made to the best of our belief and knowledge. We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies any known noncompliance that may occur subsequent to the issuance of your report.

 Secretary 12/17/2021 Date

Treasurer _____ Date

 President 12/16/2021 Date