
PORT CITY ENTERPRISES, INC.

FINANCIAL STATEMENTS

JUNE 30, 2020

PORT CITY ENTERPRISES, INC.

FINANCIAL STATEMENTS

JUNE 30, 2020

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Port City Enterprises, Inc.
Port Allen, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of Port City Enterprises, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these 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 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 principles 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 opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Port City Enterprises, Inc. as of June 30, 2020 and 2019, 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.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of compensation, benefits, and other payments to chief executive officer on page 12 is presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits 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 taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 20, 2021, on our consideration of Port City Enterprises, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 Port City Enterprises, Inc.'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 Port City Enterprises, Inc.'s internal control over financial reporting and compliance.

Diez, Dupuy & Ruiz

Gonzales, Louisiana

January 20, 2021

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2020 AND 2019

<u>ASSETS</u>	<u>2020</u>	<u>2019</u>
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	\$ 442,238	\$ 251,732
Certificate of deposit	81,482	81,332
Accounts receivables	104,834	59,107
Other assets	-	1,576
Total Current Assets	<u>628,554</u>	<u>393,747</u>
<u>PROPERTY AND EQUIPMENT</u>		
Greenhouse	8,732	8,732
Lawn equipment	12,993	10,694
Furniture and equipment	21,304	33,487
Leasehold improvements	73,586	73,586
Vehicles	42,945	42,945
	<u>159,560</u>	<u>169,444</u>
Accumulated depreciation	<u>(122,217)</u>	<u>(128,315)</u>
Property and equipment, net	<u>37,343</u>	<u>41,129</u>
TOTAL ASSETS	<u>\$ 665,897</u>	<u>\$ 434,876</u>
<u>LIABILITIES AND NET ASSETS</u>		
<u>CURRENT LIABILITIES</u>		
Accounts payable	\$ 8,391	\$ 3,481
Salaries and payroll taxes payable	49,815	29,897
Paycheck protection plan loan payable	138,860	-
TOTAL LIABILITIES	<u>197,066</u>	<u>33,378</u>
<u>NET ASSETS</u>		
Without donor restrictions	<u>468,831</u>	<u>401,498</u>
TOTAL NET ASSETS	<u>468,831</u>	<u>401,498</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 665,897</u>	<u>\$ 434,876</u>

The accompanying notes are an integral part of these statements.

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2020 AND 2019

<u>OPERATING ACTIVITIES</u>	<u>Without Donor Restrictions</u>	
	<u>2020</u>	<u>2019</u>
<u>REVENUES AND OTHER SUPPORT</u>		
Contributions	\$ 14,733	\$ 14,991
Contract funds	993,332	769,251
Sales to public, net	6,742	11,066
Miscellaneous income	1,864	5,330
Total revenues and other support	<u>1,016,671</u>	<u>800,638</u>
<u>EXPENSES</u>		
Program services	862,392	637,128
Supporting services-management and general	87,701	79,403
Total expenses	<u>950,093</u>	<u>716,531</u>
Change in net assets from operations	66,578	84,107
<u>NONOPERATING ACTIVITIES</u>		
Interest income	755	971
Total Nonoperating Activities	<u>755</u>	<u>971</u>
Change in net assets	67,333	85,078
Net assets, beginning of year	<u>401,498</u>	<u>316,420</u>
Net assets, end of year	<u>\$ 468,831</u>	<u>\$ 401,498</u>

The accompanying notes are an integral part of these statements.

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

STATEMENTS OF FUNCTIONAL EXPENSES
YEARS ENDED JUNE 30, 2020 AND 2019

	Program Services		Management and General		Total	
	2020	2019	2020	2019	2020	2019
Advertising	\$ 2,166	\$ 1,314	\$ -	\$ -	\$ 2,166	\$ 1,314
Answering Service	1,997	1,763	-	-	1,997	1,763
Bank Charges	-	-	749	747	749	747
Depreciation Expense	9,412	10,939	1,045	1,215	10,457	12,154
Director's Meetings	-	-	645	868	645	868
Facilities costs	10,800	10,800	1,200	1,200	12,000	12,000
Insurance	38,191	40,513	6,301	7,548	44,492	48,061
Internet service	1,200	1,191	-	-	1,200	1,191
Licenses	-	-	1,010	945	1,010	945
Medical services	7,121	5,405	-	-	7,121	5,405
Miscellaneous expenses	3,122	2,330	3,121	2,329	6,243	4,659
Pager and cell phone	2,160	1,920	-	-	2,160	1,920
Payroll taxes	53,693	36,733	4,076	3,622	57,769	40,355
Pest Control	541	1,419	59	156	600	1,575
Postage	406	332	45	37	451	369
Professional Fees	10,750	9,250	10,750	9,250	21,500	18,500
Repairs & Maint	9,815	7,858	5,298	3,484	15,112	11,342
Salaries	662,074	453,491	50,257	44,713	712,331	498,204
Security	3,304	1,533	368	171	3,672	1,704
Services for clients	2,860	4,454	-	-	2,860	4,454
Staff Training	3,518	2,355	-	-	3,518	2,355
Staff travel	12,852	14,099	-	-	12,852	14,099
Storage	1,434	1,382	-	-	1,434	1,382
Supplies	14,324	18,063	1,592	2,007	15,916	20,070
Telephone	4,823	4,283	537	477	5,360	4,760
Uniforms	1,240	1,043	138	116	1,378	1,159
Utilities	4,590	4,658	510	518	5,100	5,176
Total expenses	<u>\$ 862,392</u>	<u>\$ 637,128</u>	<u>\$ 87,701</u>	<u>\$ 79,403</u>	<u>\$ 950,093</u>	<u>\$ 716,531</u>

The accompanying notes are an integral part of these statements.

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2020 AND 2019

	<u>2020</u>	<u>2019</u>
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>		
Cash received from customers	\$ 970,944	\$ 800,733
Cash paid to customers	(912,458)	(682,715)
Net cash provided by operating activities	<u>58,486</u>	<u>118,018</u>
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
Purchases of property and equipment	(7,445)	(4,513)
Changes in Certificate of Deposit	605	800
Net cash used in investing activities	<u>(6,840)</u>	<u>(3,713)</u>
<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
Paycheck protection plan loan	138,860	800
Net cash provided by investing activities	<u>138,860</u>	<u>800</u>
Net increase in cash and cash equivalents	190,506	114,305
Cash and cash equivalents at beginning of year	<u>251,732</u>	<u>137,427</u>
Cash and cash equivalents at end of year	<u>\$ 442,238</u>	<u>\$ 251,732</u>
<u>RECONCILEMENT OF CHANGE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u>		
Change in net assets from operations	\$ 66,578	\$ 84,107
Adjustments to reconcile change in net assets from operations to net cash provided by (used in) operating activities:		
Depreciation	10,457	12,154
Loss on disposal of assets	774	-
(Increase) decrease in accounts receivable	(45,727)	95
Decrease (increase) in other assets	1,576	(1,548)
Increase (decrease) in accounts payable	4,910	(1,210)
Increase in salaries and payroll taxes payable	19,918	24,420
Net cash provided by operating activities	<u>\$ 58,486</u>	<u>\$ 118,018</u>

The accompanying notes are an integral part of these statements.

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1- Summary of Significant Accounting Policies

Organization and Purpose

Port City Enterprises, Inc. is organized for the purpose of assisting people with developmental disabilities in finding and maintaining community based employment of their own choosing, to educate the public concerning the rights of individuals with disabilities and supported employment programs in general, to advocate for the employment of individuals with severe disabilities in community settings where the majority of co-workers are individuals without severe disabilities, and to act as an information clearinghouse for programs offering supported employment services regarding best practices, and policies and procedures specific to the State of Louisiana.

Basis of Presentation

The financial statements of Port City Enterprises, Inc. have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require the Organization to report information regarding its financial position and activities according to the following net classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of Port City Enterprises, Inc.'s management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Port City Enterprises, Inc. or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to Port City Enterprises, Inc.'s ongoing program services. Nonoperating activities are limited to resources from activities considered to be of a more unusual or nonrecurring nature.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Organization's cash consists of cash on deposit with banks. Cash equivalents represent money market funds or short-term investments with original maturities of three months or less from the date of purchase, except for those amounts that are held in the investment portfolio which are invested for long-term purposes.

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1- Summary of Significant Accounting Policies (continued)

Certificates of Deposit

Certificates of Deposit (CD's) represent CDs with initial maturities of greater than three months. They are recorded at the face value plus accrued interest, which approximates fair value.

Concentration of Credit Risk

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents and a certificate of deposit. The Organization maintains its cash and cash equivalents in various bank accounts that, at times, may exceed federally insured limits. The Organization's cash and cash equivalent accounts have been placed with high credit quality financial institutions. The Organization has not experienced, nor does it anticipate, any losses with respect to such accounts.

Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Discount amortization is included in contribution revenue. Conditional promises to give are not included as support until the conditions are met. At June 30, 2020 and 2019, there is no contributions receivable.

Accounts Receivable

Uncollectible accounts receivable is charged directly against earnings when they are determined to be uncollectible. Use of this method does not result in a material difference from the valuation method required by generally accepted accounting principles. Management believes all accounts receivable is collectible at year end.

Property and Equipment

Property and equipment are stated at cost at the date of purchase or, for donated assets, at fair value at the date of donation, less accumulated depreciation. Depreciation is calculated using the straight-line method over the lesser of the estimated useful lives of the assets or the lease term. The useful lives range from 5 to 20 years. The Organization's policy is to capitalize renewals and betterments acquired for greater than \$500 and expense normal repairs and maintenance as incurred. The Organization's management periodically evaluates whether events or circumstances have occurred indicating that the carrying amount of long-lived assets may not be recovered.

Donated Facilities Costs

The West Baton Rouge Parish Council provides facilities, including utilities and building maintenance, for the use of Port City Enterprises, Inc. This provision is made at no cost to the organization. Management has estimated that the fair market value of the facility usage, utilities and building maintenance at \$12,000 per year. The financial statements reflect \$12,000 per year of support from this in-kind donation and \$12,000 per year of expense in connection with facility costs.

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1- Summary of Significant Accounting Policies (continued)

Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

Estimates

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

Functional Expenses

The cost of providing program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program and management and general services. Such allocations are determined by management on an equitable basis. All expenses were allocated based on time and effort.

Income Tax Status

The Organization is exempt from income tax under Section 501(c) (3), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The Organization has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Organization has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

Reclassifications

Certain prior year amounts have been reclassified to conform to the current year presentation.

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 – Availability and Liquidity

The following table represents the Organization’s financial assets as of June 30, 2020 and 2019, reduced by amounts that are not available to meet general expenditures within one year of the statement of financial position date because of contractual restrictions or internal board designations. Amounts not available to meet general expenditures within one year also may include net assets with donor restrictions. There were not any net assets with donor restrictions as of June 30, 2020 and 2019.

Financial assets at year-end:	<u>2020</u>	<u>2019</u>
Cash and cash equivalents	\$ 442,238	\$ 251,732
Receivables	104,834	59,107
Investments in certificates of deposit	81,482	81,332
Total financial assets	<u>\$ 628,554</u>	<u>\$ 392,171</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 628,554</u>	<u>\$ 392,171</u>

As part of the Organization’s liquidity plan, excess cash is invested in short-term investments, including money market accounts, certificates of deposit, and other investments.

NOTE 3 – Cash and Cash Equivalents

Port City Enterprises, Inc. maintains money in local financial institutions, which may at times exceed the FDIC limits. Management believes the risk is limited. At June 30, 2020 and 2019, there was not any uninsured cash balance.

At June 30, 2020 and 2019, the cash (book balances) is as follows:

	<u>2020</u>	<u>2019</u>
Cash	<u>\$442,238</u>	<u>\$251,732</u>

NOTE 4 – Investments in Certificates of Deposit

Certificates of deposit total \$81,482 and \$81,332 for 2020 and 2019, respectively. Initial maturity at purchase of the certificate is six months. At June 30, 2020 and 2019, interest rate was 0.15%, with interest paid at maturity.

NOTE 5 – Debt

The Organization has a \$50,000 revolving line of credit which had a zero balance at June 30, 2020 and 2019. Bank advances on the credit line are payable on demand and had an interest rate of 2.15% at June 30, 2020 and 2019. The credit line is secured by the pledge of certificate of deposit with the same financial institution in the amount of \$81,482.

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 6 – Economic Dependency

Port City Enterprises, Inc.'s primary sources of revenue are from contracts administered and/or funded by the State of Louisiana and the United States government. Approximately 89% and 82% of the organization's revenues were derived from these sources in 2020 and 2019, respectively. All of the amounts listed as accounts receivable are from these sources

NOTE 7 – Forgivable Loans Received Under the Small Business Administration Paycheck Protection Program

In response to the coronavirus (COVID-19) outbreak in 2020, the U.S. Federal Government enacted the Coronavirus Aid, Relief, and Economic Security Act that, among other economic stimulus measures, established the Paycheck Protection Program (PPP) to provide small business loans. In June 2020, the Organization obtained a PPP loan for \$138,860, which is included in the Organization's loan payable balance at June 30, 2020. The note matures in June 2022 and bears interest at a fixed annual rate of 1%, with the first six months of interest deferred. The Organization believes it used all of the proceeds from the note for qualifying expenses and thus expects to receive approval of its application for the loan to be forgiven in the future, at which time the Organization will recognize a gain on forgiveness of the loan.

NOTE 8 – Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued January 20, 2021, noting that the COVID-19 outbreak in the United States has caused business disruption through mandated closings and other operational restrictions on businesses. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the mandates. However, the related financial impact and duration cannot be reasonably estimated at this time.

No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

SUPPLEMENTARY INFORMATION

PORT CITY ENTERPRISES, INC.
(A NONPROFIT ORGANIZATION)

SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS
TO CHIEF EXECUTIVE OFFICER
YEAR ENDED JUNE 30, 2020

Chief Executive Officer Name: Lisa Wilridge, Executive Director

Purpose	Amount
Salary	\$ 55,841
Benefits- insurance	1,375
Cell phone	1,200
Travel	1,710
Dues	700
Total	<u>\$ 60,826</u>



**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**

Board of Directors
Port City Enterprises, Inc.
Port Allen, Louisiana

We have audited, 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, the financial statements of Port City Enterprises, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2020, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 20, 2021.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Port City Enterprises, Inc.'s internal control over financial reporting to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Port City Enterprises, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Port City Enterprises, Inc.'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 over financial reporting 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 Port City Enterprises, Inc. 's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Deez, Dupuy + Ruiz
Gonzales, Louisiana
January 20, 2021

PORT CITY ENTERPRISES, INC.
SCHEDULE OF FINDINGS AND RESPONSES

YEAR ENDED JUNE 30, 2020

SUMMARY OF AUDIT RESULTS

1. The auditors' report expresses an unmodified opinion on whether the financial statements of Port City Enterprises, Inc. were prepared in accordance with GAAP.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are 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 Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of Port City Enterprises, Inc., which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.

FINDINGS – FINANCIAL STATEMENT AUDIT

NONE NOTED

FINDINGS – COMPLIANCE

NONE NOTED

PORT CITY ENTERPRISES, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

YEAR ENDED JUNE 30, 2020

FINDINGS – FINANCIAL STATEMENT AUDIT

NONE NOTED

FINDINGS – COMPLIANCE

NONE NOTED