

**BROWARD REGIONAL HEALTH
PLANNING COUNCIL, INC.**

**FINANCIAL STATEMENTS AND
SUPPLEMENTAL INFORMATION**

Year Ended June 30, 2018

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors of
Broward Regional Health Planning Council, Inc.
Hollywood, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of Broward Regional Health Planning Council, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2018, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

To the Board of Directors of
Broward Regional Health Planning Council, Inc.

Opinion

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Broward Regional Health Planning Council, Inc. as of June 30, 2018, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, state financial assistance, as required by Chapter 10.650, *Rules of the Auditor General*, and the schedules appearing on pages 14 through 18 are 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 audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 23, 2018, on our consideration of Broward Regional Health Planning Council, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Broward Regional Health Planning Council, Inc.'s internal control over financial reporting and compliance.



MOORE STEPHENS LOVELACE, P.A.

Certified Public Accountants

Miami, Florida
October 23, 2018

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

STATEMENT OF FINANCIAL POSITION

June 30, 2018

ASSETS

CURRENT ASSETS	
Cash	\$ 5,652,236
Contracts receivable	1,942,531
Certificates of deposit	<u>379,197</u>
TOTAL CURRENT ASSETS	7,973,964
CERTIFICATES OF DEPOSIT	125,232
PROPERTY AND EQUIPMENT, net	132,843
OTHER ASSETS	<u>490,938</u>
TOTAL ASSETS	<u><u>\$ 8,722,977</u></u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES	
Accounts payable and accrued expenses	\$ 624,369
Accrued salaries and related expenses	304,411
Accrued annual leave	173,248
Deferred revenue	<u>681,931</u>
TOTAL CURRENT LIABILITIES	1,783,959
COMMITMENTS AND CONTINGENCIES	
NET ASSETS - UNRESTRICTED	<u>6,939,018</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 8,722,977</u></u>

The accompanying notes are an integral part of the financial statements.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

STATEMENT OF ACTIVITIES

Year Ended June 30, 2018

REVENUES		
Contract revenue		\$ 54,145,019
Service revenue		614,206
Contributions and other revenue		<u>10,771</u>
	TOTAL REVENUES	54,769,996
EXPENSES		
Program expenses:		
Stability Resource		32,205,113
Activating Community Potential		18,263,053
Health planning		2,039,284
Health partnerships		<u>635,124</u>
	TOTAL PROGRAM EXPENSES	53,142,574
Administrative and general		<u>892,262</u>
	TOTAL EXPENSES	<u>54,034,836</u>
	CHANGE IN NET ASSETS	735,160
NET ASSETS - UNRESTRICTED - BEGINNING OF YEAR		<u>6,203,858</u>
NET ASSETS - UNRESTRICTED - END OF YEAR		<u><u>\$ 6,939,018</u></u>

The accompanying notes are an integral part of the financial statements.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

STATEMENT OF CASH FLOWS

Year Ended June 30, 2018

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 735,160
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation and amortization	56,549
Loss on disposal of property and equipment	55,453
Changes in operating assets and liabilities:	
Contracts receivable	17,258,683
Other assets	(283,282)
Accounts payable and accrued expenses	(6,338,688)
Accrued salaries and related expenses	(116,356)
Accrued annual leave	(43,542)
Deferred revenue	<u>(637,621)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	10,686,356
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of property and equipment	(62,761)
Investment in certificates of deposit	<u>(377,152)</u>
NET CASH USED IN INVESTING ACTIVITIES	(439,913)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds from line of credit	2,500,000
Payments on line of credit	<u>(8,500,000)</u>
NET CASH USED IN FINANCING ACTIVITIES	<u>(6,000,000)</u>
NET INCREASE IN CASH	4,246,443
CASH - BEGINNING OF YEAR	<u>1,405,793</u>
CASH - END OF YEAR	<u><u>\$ 5,652,236</u></u>

The accompanying notes are an integral part of the financial statements.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended June 30, 2018

	<u>Stability Resource</u>	<u>Activating Community Potential</u>	<u>Health Planning</u>	<u>Health Partnerships</u>	<u>Administrative and General</u>	<u>Total Expenses</u>
SALARIES AND RELATED EXPENSES						
Salaries	\$ 899,439	\$ 2,632,530	\$ 1,211,482	\$ 213,718	\$ 311,532	\$ 5,268,701
Payroll taxes and fringe benefits	278,327	869,418	387,819	50,467	179,843	1,765,874
TOTAL SALARIES AND RELATED EXPENSES	1,177,766	3,501,948	1,599,301	264,185	491,375	7,034,575
OTHER EXPENSES						
Travel	3,449	130,405	17,608	3,213	13,270	167,945
Occupancy costs	34,923	131,140	58,823	-	47,919	272,805
Utilities	13,392	44,614	51,478	4,528	29,358	143,370
Supplies	7,704	22,409	29,969	10,845	14,719	85,646
Postage	18,675	6,132	5,190	4,406	571	34,974
Printing	17,257	40,684	26,789	699	4,830	90,259
Professional fees	5,978	8,513	17,509	5,616	5,545	43,161
Child care slots	-	12,606,719	-	-	-	12,606,719
Equipment rental and maintenance	6,663	8,265	4,424	4,108	47,298	70,758
Insurance	14,471	14,367	17,482	-	37,297	83,617
Advertising	-	5,224	2,579	-	-	7,803
Subscriptions	-	5,794	732	2,870	11,792	21,188
Client assistance and related incidentals	30,714,576	144,146	22,923	2,551	2,104	30,886,300
Subcontracted services	7,804	1,290,416	53,137	187,021	-	1,538,378
Conferences and training	266	73,740	200	15,179	10,655	100,040
Consulting	16,402	100,547	46,015	101,912	52,126	317,002
Minor property and equipment	4,475	1,624	263	15,499	36,884	58,745
Employee screening	100	2,519	706	-	35,437	38,762
Information systems support	11,632	46,827	72,214	767	6,534	137,974
Miscellaneous	149,580	13,570	2,067	8,846	8,750	182,813
Loss on disposal of property and equipment	-	55,453	-	-	-	55,453
TOTAL OTHER EXPENSES	31,027,347	14,753,108	430,108	368,060	365,089	46,943,712
TOTAL EXPENSES BEFORE DEPRECIATION AND AMORTIZATION	32,205,113	18,255,056	2,029,409	632,245	856,464	53,978,287
DEPRECIATION AND AMORTIZATION	-	7,997	9,875	2,879	35,798	56,549
TOTAL EXPENSES, INCLUDING DEPRECIATION AND AMORTIZATION	\$ 32,205,113	\$ 18,263,053	\$ 2,039,284	\$ 635,124	\$ 892,262	\$ 54,034,836

The accompanying notes are an integral part of the financial statements.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

NOTES TO FINANCIAL STATEMENTS

Year Ended June 30, 2018

NOTE 1 - NATURE OF THE ORGANIZATION

Broward Regional Health Planning Council, Inc. (the “Council”) is a nonprofit organization located in Hollywood, Florida, and is responsible for the development of the local health plan and for providing statistical data on the healthcare environment in Broward County, Florida. It is also responsible for a number of legislatively mandated duties, such as assisting the Agency for Health Care Administration in conducting public hearings, as well as entering into cooperative agreements with appropriate area health agencies. In addition, the Council pursues planning, coordinating, evaluating, capacity building, technical assistance, and service activities in furtherance of its mission and to support its sustainability and growth. The Council’s programs include:

Stability Resource – The Council provides housing assistance and support services for low-income clients to prevent and reduce the risk of homelessness. These services target vulnerable populations including, but not limited to, individuals with lifelong illnesses, veterans, and low-income families with minor children. The aim is to prevent Broward County residents from becoming homeless or to help those who are experiencing homelessness to be quickly re-housed and stabilized. The Council also processes health insurance premiums and medication assistance for individuals throughout Florida who have lifelong illnesses.

Activating Community Potential – The Council’s direct service programs target Broward County’s most vulnerable residents from infants to seniors. Services aim to: increase healthy pregnancy outcomes and healthy child development through home visitation and family strengthening activities; train individuals who are incompetent to proceed in court; and educate seniors in disease self-management. The Council actively enrolls, ensures eligibility, and tracks clients using an online system of application and re-determination. The Quality Assurance team monitors individual client files and conducts site visits at various referral agencies and child care centers throughout Broward County. Other services include eligibility determination for vulnerable individuals, and health insurance education and enrollment assistance to residents of Broward County. As of September 30, 2017, the Council ended its contract with the Early Learning Coalition of Broward to provide eligibility, enrollment and fiscal administration for school readiness, child care executive partnership, voluntary pre-kindergarten, and financially assisted child care program services in Broward County.

NOTE 1 - NATURE OF THE ORGANIZATION (Continued)

Health Planning – The Council provides planning tools and services that promote public awareness of community health needs. Through planning activities, the Council collects data and conducts analyses and studies related to healthcare needs of Broward County, including the needs of medically indigent persons. Planning services also assist hospitals, community agencies and other state agencies in carrying out data collection activities. The Council works with local agencies to identify health needs of the community and provides support in federal grant applications for service categories, including chronic diseases, pharmaceutical assistance, outpatient/ambulatory health services, oral healthcare, medical case management, eligibility and the medical outcome study.

Health Partnerships – This is a collaborative effort program involving more than 30 community organizations and coalitions that work together to support efforts to reduce health disparities and improve the health and well-being of the residents of Broward County.

Administrative and General – The Council developed the Health Data Warehouse, a web-based, analytic engine that provides geographically specific analysis functionality by Local Health Planning Council Districts and 67 counties. Live Scan Fingerprinting for Level II Background Screening is offered to the public. This technology allows for electronic submission of fingerprint screens. The Council's fingerprinting clientele includes hospital employees, guardian ad litem programs, doctors' offices, nonprofit and social service agencies, and colleges and universities. The expenses associated with these efforts are presented within administrative and general on the statement of functional expenses.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Following is a summary of the more significant accounting policies followed by the Council in the preparation of its financial statements.

Contracts Receivable

Contracts receivable at year end represents costs incurred or services performed, which have not yet been reimbursed by the granting agency. Management monitors the collection status of contracts receivable on an ongoing basis. Account balances are charged off against the allowance for doubtful accounts after all means of collection have been exhausted and the potential for collection is considered remote. Based on management's analysis of possible bad debts, it has been determined that an allowance for doubtful accounts is not deemed necessary as of June 30, 2018.

Certificates of Deposit

Certificates of deposit held for investment that are not debt securities are included as certificates of deposit on the statement of financial position. Certificates of deposit with original maturities greater than three months and remaining maturities of less than one year are classified as current. Certificates of deposit with remaining maturities greater than one year are classified as long-term. Certificates of deposit are valued based on their original cost plus accrued interest, which approximates their fair value, based on their liquid nature and short-term maturities.

Property and Equipment

Property and equipment are recorded at cost. Provisions for depreciation and amortization are computed using the straight-line method and are calculated over the shorter of the estimated useful lives of the various classes of assets or lease terms, ranging from three to five years.

It is the Council's policy to capitalize property and equipment over \$1,000. Lesser amounts are expensed as incurred.

Deferred Revenue

Contract revenue received in advance is deferred until an allowable cost is incurred or the unit of service has been performed.

Net Asset Classifications

Net assets are presented based on the existence or absence of donor-imposed restrictions. In these financial statements, net assets are reported as follows:

Unrestricted - Net assets that are not subject to donor-imposed restrictions.

Temporarily Restricted - Net assets whose use is subject to donor-imposed restrictions that can be fulfilled by actions of the Council or by the passage of time.

Permanently Restricted - Net assets subject to donor-imposed restrictions that neither expire by the passage of time nor can be fulfilled or otherwise removed by actions of the Council.

Contract Revenue

Contract revenue is recognized when an allowable cost is incurred or the unit of service has been performed, as defined by the individual contracts.

Contributions

Contributions and donations are considered to be available for unrestricted use, unless specifically restricted by the donor.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Council is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision or liability for income taxes has been reflected in the financial statements.

Estimates

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

Subsequent Events

The Council's management has evaluated subsequent events for recognition and disclosure through October 23, 2018, which is the date the financial statements are available to be issued.

NOTE 3 - PROPERTY AND EQUIPMENT

Property and equipment are comprised of the following at June 30, 2018:

Furniture and equipment	\$ 1,109,028
Leasehold improvements	705,487
	<u>1,814,515</u>
Less accumulated depreciation and amortization	<u>(1,681,672)</u>
Property and equipment, net	<u>\$ 132,843</u>

The depreciation and amortization expense for the year ended June 30, 2018, approximated \$57,000.

Certain equipment was acquired with funds received under contracts with various governmental entities. The Council retains the use of these assets as long as they are used in carrying out the service for which the original contract was intended. The Council expects to continue using the assets for their designated purpose and retain the right to the continued use of these assets in the future. The assets acquired under contracts with governmental entities have a net book value of approximately \$52,000 at June 30, 2018.

In connection with the Council ending its contract with the Early Learning Coalition of Broward, the Council returned the furniture and equipment that was acquired with funds under that contract. The resulting loss on disposal of approximately \$55,000 is recorded in the statement of functional expenses.

NOTE 4 - SUBCONTRACTED SERVICES

The Council's fiscal budget includes funding and budget costs designated for the use of subcontractors. Included in the costs budgeted for subcontractors are the related costs of the subcontractors and care coordinators, such as office rent, administrative, telephone, travel, salaries and fringe benefits, printing, maintenance, project, and other costs. The majority of these costs are not the direct costs of the Council and have not been budgeted as such.

NOTE 5 - RETIREMENT PLAN

Under Section 401(k) of the Internal Revenue Code (the "Code"), the Company established a qualified defined-contribution employee benefit plan (the "401k Plan"). All full-time employees are eligible for the Plan after they have completed one year of employment. The Council funds the Plan by making monthly contributions, as further defined in the Plan's Summary Plan Description, of the participant's compensation subject to Internal Revenue Service limitations. The Council's contributions to the Plan were approximately \$368,000 for the year ended June 30, 2018.

NOTE 6 - ECONOMIC DEPENDENCE

The Council provides its program services with funds received from federal, state, and local sources. A significant reduction in the level of this funding, if this were to occur, could have a significant negative effect on the Council's programs and activities. Revenues received from federal, state, and local government sources represent 96% of the Council's revenues for the year ended June 30, 2018.

NOTE 7 - COMMITMENTS AND CONTINGENCIES

Credit Risk

Financial instruments which potentially subject the Council to concentrations of credit risk consist principally of cash, contracts receivable, and certificates of deposit. All cash and certificates of deposit are deposited in federally insured financial institutions. The Council maintains its cash primarily in bank deposit accounts, which, at times, exceed federally insured limits. However, since the Council received a public fund designation, all cash deposits are guaranteed. The Council has not experienced any losses in such accounts. Management does not believe that it is exposed to any significant credit risk on cash. Management believes the concentrations of credit risk with respect to contracts receivable is mitigated by the taxing authority of the governmental entities funding the programs.

NOTE 7 - COMMITMENTS AND CONTINGENCIES (Continued)

Self-Insurance

The Council was fully insured for health insurance coverage in prior years and through December 31, 2016. The Council became self-insured for its health insurance coverage on January 1, 2017. The Council entered into a master services agreement with South Florida Community Care Network, LLC d/b/a Community Care Plan (“CCP”) to provide the Council with administrative services related to the Council’s self-funded health insurance plan (the “Plan”). CCP is considered a related party to the Council due to a member of the Council’s Board of Directors being an executive at CCP. Administrative expenses related to this agreement paid to CCP by the Council was approximately \$21,000 for the year ended June 30, 2018.

The Council purchased aggregate stop-loss insurance that fixes the maximum exposure at an amount of \$75,000 per individual and \$1,000,000 in the aggregate. The Council pays a monthly amount to CCP, based on the terms of the agreement, to fund the estimated claims of the Plan. As of June 30, 2018, the Council had funded all claims incurred, including an estimate for incurred but not reported claims through June 30, 2018. The Council had excess deposits on hand with CCP of approximately \$472,000, which is included in other assets in the statement of financial position. These excess deposits are available to fund future claims under the Plan.

Line of Credit

The Council has a revolving line-of-credit agreement (the “Line”) with a financial institution that provided for maximum borrowings on the Line of \$6,000,000. Advances on the Line provide cash for working capital, as needed. The borrowings are collateralized by the Council’s deposits maintained with the financial institution. Borrowings on the Line bear interest based upon the 30-day LIBOR rate plus 2.55% (4.64% as of June 30, 2018). Interest paid during the year ended June 30, 2018, approximated \$14,500 and is recorded in miscellaneous in the statement of functional expenses. As of June 30, 2018, there was no outstanding balance on the Line and no accrued interest due.

Leases

The Council leases its office space and has a monthly lease payment of approximately \$22,000. The initial five-year term of the lease expired in November 2016 and the Council exercised its first of three additional five-year renewal terms, which extended the lease maturity until November 2021. Occupancy costs were approximately \$273,000 for the year ended June 30, 2018.

NOTE 7 - COMMITMENTS AND CONTINGENCIES (Continued)

Leases (Continued)

The future minimum lease payments as of June 30, 2018, approximate the following:

<u>Year Ending June 30,</u>	<u>Amount</u>
2019	\$ 264,000
2020	266,000
2021	267,000
2022	<u>112,000</u>
	<u>\$ 909,000</u>

SUPPLEMENTAL INFORMATION

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

SCHEDULE OF CONTRACT REVENUE

Year Ended June 30, 2018

Funding Agency	Contract Number/CFDA Number CSFA Number/Program Name	Contract Period	Contract Amount	Total Revenue 2018
Contract Revenue - Governmental Agencies				
Ounce of Prevention Fund of Florida	HF15-20-10/93.558- Healthy Families Florida Subcontract/93.558/93.590	7/1/17-6/30/18	\$ 511,000	\$ 511,000
Children's Services Council of Broward County	16-2567 - Healthy Families Broward Vulnerable Population 17-2569	10/1/17-9/30/18 10/1/16-9/30/17	1,999,570 2,017,850	1,951,543 601,591
Broward Behavioral Health Coalition	34350-16/93.958	7/1/17-6/30/18	1,025,336	1,023,870
Broward County - Ryan White	14-CP-HCS 8128RW/93.914 Title I - Council Support	3/1/17-2/28/18	294,644	277,308
	14-CP-HCS 8128RW/93.914 Title I - CQA	3/1/17-2/28/18	278,771	346,487
	10-CP-HC 8129RW	3/1/16-2/28/17	911,470	615,893
	17-CP-HCS-8129-RW-01 CIED Eligibility	3/1/17-2/28/18	851,470	276,905
	14-CP-HCS-8129-RW/93.914 Health Insurance Continuation Program	3/1/17-2/28/18	1,127,397	488,954
	17-CP-HCS-8129-RW-01	3/1/17-2/28/18	150,000	56,723
State of Florida Department of Health	COREH/64.032 Local Health Planning	7/1/17-6/30/18	90,909	90,909
Broward County Trauma Management	G0869707A1 - Trauma Planning	8/25/17-8/24/18	13,000	11,867
Broward County	17-CP-HCS-8492-LM - Local Match	10/1/16-9/30/17	286,572	71,643
	18-CP-HCS-8492-LM - Local Match	10/1/17-9/30/18	219,971	164,978
Broward County	18-CP-HIP-8128-01	10/1/16-9/30/17	112,015	111,816
City of Fort Lauderdale	HP 142124-26 HP 14213-26 HP 142125-26 14.241/HOPWA: PHP/STRMU/TBRV	10/1/17-9/30/18	2,036,737	1,737,475
Fed Ctr for Disease Control (CDC)	5NU58DP005790-03-00/93.331	9/30/16-9/29/17	1,547,769	538,659
State of Florida Department of Health	CODLG/93.917	7/01/17-6/30/18	30,600,000	30,546,312
Early Learning Coalition	Eligibility Enrollment Fiscal Admin BRHPC-EDAP-17-ELC2	7/1/17-9/30/17	20,284,470	12,249,178
Early Learning Coalition (DCF)	Refugee/Entrance XK048	9/1/16-9/30/17	122,511	27,696
Broward County	Subsidized Child Care Slots 16-CPCSA-8534-01	10/1/16-9-30-17	1,745,264	391,747
Broward County	Special Needs 16-CPCSA-8534-01	10/1/16-9-30-17	665,231	219,399
Subtotal (continued on page 15)				\$ 52,311,953

See Report of Independent Certified Public Accountants.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

SCHEDULE OF CONTRACT REVENUE (*Continued*)

Year Ended June 30, 2018

<u>Funding Agency</u>	<u>Contract Number/CFDA Number CSFA Number/Program Name</u>	<u>Contract Period</u>	<u>Contract Amount</u>	<u>Total Revenue 2018</u>
<u>Contract Revenue - Other</u>				
United Way	Healthy Families Broward 1516-04-12-02	7/1/17-6/30/18	40,000	\$ 39,999
United Way	SSVF - Veterans Rehousing 1314-07-12-04	10/1/17-9/30/18	327,022	316,675
United Way	Child Care Slots 1516-04-12-03	7/1/17-9/30/17	325,000	84,780
United Way	Disaster Case Management 1718-05-12-01	4/12/18-9/19/18	560,007	60,262
University of South Florida	Navagators 6414-1086-01-B/93.332	9/2/16-9/1/17	463,570	389,689
Florida Association of Healthy Start Coalitions, Inc	FL MIECHV #13-13 FY16-18/93.505	4/1/16-3/31/18	1,383,412	772,107
Community Foundation of Broward	Healthy Community Zone 20150502	5/1/2016-4/30/18	70,000	69,733
Health Foundation	Healthy Community Zones	9/1/16-8/31/17	198,748	<u>99,821</u>
TOTAL CONTRACT REVENUE				<u><u>\$ 54,145,019</u></u>

See Report of Independent Certified Public Accountants.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

SCHEDULE OF STATE EARNINGS

Year Ended June 30, 2018

1	Total Expenditures	\$ 54,034,836
2	Less other State and Federal Funds	(48,189,327)
3	Less Non-Match SAMH Funds	(787,249)
4	Less Unallowable Costs per 65E-14, F.A.C.	<u>-</u>
5	Total Allowable Expenditures (Sum of lines 1, 2, 3, and 4)	5,058,260
6	Maximum Available Earnings (Line 5 times 75%)	3,793,695
7	Amount of State Funds Requiring Match	<u>236,621</u>
8	Amount Due to Department (Subtract line 7 from line 6. If negative, the amount of difference is due to the Department up to the amount on line 7)	<u><u>\$ 3,557,074</u></u>

See Report of Independent Certified Public Accountants.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

Program/Cost Center Actual Expenses and Revenues Schedule

June 30, 2018

AGENCY: BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.
CONTRACT # 34350-17
BUDGET PERIOD: July 1, 2017 - June 30, 2018

	Adult Mental Health							Total	Adult Substance Abuse							Total for State SAMH Funded Cost Centers	Total for Non-State SAMH Funded Cost Centers	State Designated SAMH Cost Centers	Non-SAMH Cost Center	Other Support Costs	Admin-istration	TOTAL	
	Assesment	Case Management	Outreach	Incidental	Outpatient Group	Outpatient Individual	Recovery Support-Individual		Assesment	Case Management	Outreach	Incidental	Outpatient Group	Outpatient Individual	Recovery Support-Individual								
PART I: ACTUAL FUNDING SOURCES & REVENUES																							
IA. STATE SAMH FUNDING																							
Description																							
Contract Rev-DCF	\$ 3,705	\$ 161,808	\$ 67,368	\$ 29,966	\$ 75,838	\$ 1,993	\$ 1,814	\$ 342,491	\$ 85,498	\$ 280,223	\$ 158,933	\$ -	\$ 147,226	\$ 9,507	\$ 1,458	\$ 682,845	\$ 1,025,336	\$ -	\$ 1,025,336	\$ -	\$ -	\$ -	\$ 1,025,336
From other districts	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
TOTAL STATE SAMH FUNDING	3,705	161,808	67,368	29,966	75,838	1,993	1,814	342,491	85,498	280,223	158,933	-	147,226	9,507	1,458	682,845	1,025,336	-	1,025,336	-	-	-	1,025,336
IIB. OTHER GOV'T FUNDING																							
Other State Agency Funding	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,869,924	3,869,924
Medicaid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Local Government	-	-	41,794	-	-	-	-	41,794	-	-	178,177	-	-	-	-	178,177	-	219,971	219,971	-	-	-	219,971
Federal Grants and Contracts	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	44,829,768	44,829,768
In-kind from local gov't only	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER GOV'T FUNDING			41,794	-	-	-	-	41,794	-	-	178,177	-	-	-	178,177	-	219,971	219,971	-	-	-	48,699,692	48,919,663
IIC. ALL OTHER REVENUE																							
1st & 2nd Party Payments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3rd Party Payments (except Medicare)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contributions and Donations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Program/Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	624,977	624,977
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,200,020	4,200,020
In-kind	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOT. ALL OTHER REVENUES																						4,824,997	4,824,997
TOTAL FUNDING	\$ 3,705	\$ 161,808	\$ 109,163	\$ 29,966	\$ 75,838	\$ 1,993	\$ 1,814	\$ 384,285	\$ 85,498	\$ 280,223	\$ 337,110	\$ -	\$ 147,226	\$ 9,507	\$ 1,458	\$ 861,022	\$ 1,025,336	\$ 219,971	\$ 1,245,307	\$ 53,524,689	\$ -	\$ -	\$ 54,769,996

See Report of Independent Certified Public Accountants.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

Program/Cost Center Actual Expenses and Revenues Schedule (Continued)

June 30, 2018

AGENCY: BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.
CONTRACT # 34350-17
BUDGET PERIOD: July 1, 2017 - June 30, 2018

Adult Mental Health								Adult Substance Abuse								Total for State SAMH Funded Cost Centers	Total for Non-State SAMH Funded Cost Centers	State Designated SAMH Cost Centers	Non-SAMH Cost Center	Other Support Costs	Admin-istration	TOTAL
Assesment	Case Management	Outreach	Incidental	Outpatient Group	Outpatient Individual	Recovery Support-Individual	Total	Assesment	Case Management	Outreach	Incidental	Outpatient Group	Outpatient Individual	Recovery Support-Individual	Total							

PART II: ACTUAL EXPENSES

IIA. PERSONNEL EXPENSES

Salaries	\$ 2,174	\$ 94,958	\$ 37,536	\$ 15,586	\$ 42,506	\$ 1,169	\$ 1,064	\$ 194,993	\$ 48,175	\$ 162,451	\$ 92,236	\$ -	\$ 86,485	\$ 6,340	\$ 856	\$ 396,543	\$ 591,536	\$ 147,354	\$ 738,890	\$ 4,529,811	\$ -	\$ -	\$ 5,268,701
Fringe Benefits	739	32,286	13,442	5,979	15,132	398	362	68,338	17,059	55,913	31,712	-	29,376	1,897	291	136,249	204,587	38,903	243,490	1,522,384	-	-	1,765,874
TOTAL PERSONNEL EXPENSES	2,913	127,244	50,978	21,565	57,638	1,567	1,426	263,331	65,234	218,364	123,948	-	115,862	8,237	1,147	532,792	796,123	186,257	982,380	6,052,195	-	-	7,034,575

IIB. OTHER EXPENSES

Building Occupancy	110	4,821	2,007	893	2,260	59	54	10,204	2,547	8,349	4,735	-	4,386	283	43	20,345	30,549	-	30,549	194,337	-	-	224,886
Professional Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Travel	90	3,938	1,640	729	1,846	48	44	8,335	2,081	6,820	3,868	-	3,583	231	35	16,618	24,953	-	24,953	129,722	-	-	154,675
Equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,460	-	-	23,460
Food Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Medical and Pharmacy	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Subcontracted Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,538,378	-	-	1,538,378
Insurance	26	1,139	474	211	534	14	13	2,412	595	1,949	1,105	-	1,024	66	10	4,748	7,160	-	7,160	39,160	-	-	46,320
Interest Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating Supplies & Expenses	119	5,204	2,167	964	2,439	64	58	11,015	2,750	9,012	5,111	-	4,735	306	47	21,961	32,975	-	32,975	37,952	-	-	70,927
Other	41	1,780	741	37,966	834	22	20	41,404	941	3,083	1,748	-	1,620	105	16	7,512	48,916	15,551	64,467	44,352,687	-	-	44,417,154
Donated Items	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	20,751	-	-	20,751
TOTAL OTHER EXPENSES	387	16,882	7,029	40,763	7,912	208	189	73,369	8,913	29,212	16,568	-	15,348	991	152	71,183	144,553	15,551	160,104	46,336,447	-	-	46,496,551
TOT. PERSONNEL & OTHER EXP	3,300	144,126	58,006	62,327	65,550	1,775	1,615	336,700	74,147	247,576	140,516	-	131,209	9,228	1,299	603,975	940,675	201,808	1,142,483	52,388,642	-	-	53,531,126

IIC. DISTRIBUTED DIRECT COSTS

Other Support Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administration	297	12,971	5,221	5,609	5,900	160	145	30,303	6,673	22,282	12,646	-	11,809	831	117	54,358	84,661	18,163	102,824	400,887	-	-	503,711
TOT. DISTR'D INDIRECT COST	297	12,971	5,221	5,609	5,900	160	145	30,303	6,673	22,282	12,646	-	11,809	831	117	54,358	84,661	18,163	102,824	400,887	-	-	503,711

TOTAL ACTUAL OPER. EXPENSES	3,597	157,097	63,227	67,937	71,450	1,935	1,761	367,003	80,820	269,858	153,163	-	143,018	10,058	1,416	658,333	1,025,336	219,971	1,245,307	52,789,529	-	-	54,034,836
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IID. UNALLOWABLE COSTS

TOT. ALLOWABLE OPER. EXPENSES	\$ 3,597	\$ 157,097	\$ 63,227	\$ 67,937	\$ 71,450	\$ 1,935	\$ 1,761	\$ 367,003	\$ 80,820	\$ 269,858	\$ 153,163	\$ -	\$ 143,018	\$ 10,058	\$ 1,416	\$ 658,333	\$ 1,025,336	\$ 219,971	\$ 1,245,307	\$ 52,789,529	\$ -	\$ -	\$ 54,034,836
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IIE. CAPITAL EXPENDITURES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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See Report of Independent Certified Public Accountants.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2018

Federal Agency/Pass-Through Grantor/Program Title	CFDA Number	Contract Number	Program Expenditures
FEDERAL AWARDS			
U.S. Department of Health and Human Services			
Pass-through:			
Broward Behavioral Health Coalition			
Block Grants for Community Mental Health Services	93.958	343BBHC50	\$ 378,832
Block Grants for Prevention and Treatment of Substance Abuse	93.959	343BBHC50	604,083
U.S. Department of Health & Human Services			
Federal Center for Disease Control (CDC)			
Partnerships to Improve Community Health (PICH)	93.331	1U58DP005790-01	538,659
Broward County			
Title 1 - Clinical Quality Assurance	93.914	14 HCS 8128RW	346,478
Title 1 - Planning Council Support	93.914	14 HCS 8128RW	277,308
Centralized Intake & Eligibility Determination - CIED	93.914	10 HCS 8129RW	479,209
Centralized Intake & Eligibility Determination - MAI CIE	93.914	10 MAIHCS 8129RW	361,509
Health Insurance Continuation Program - HICP	93.914	14-CP-HCS-8129-RW	488,954
State of Florida Department of Health	93.917	CODKA	30,546,312
Florida Association of Healthy Start Coalitions	93.505	FL MIECHV #13-3	538,609
Ounce of Prevention Fund of Florida			
Healthy Families Broward	93.558	HF-14-15-10	26,776
	93.556	HF-14-15-10	140,065
University of South Florida			
Healthcare Navigators	93.332	6414-1082-00-B	447,169
Early Learning Coalition of Broward County, Inc.			
School Readiness:			
Temporary Assistance to Needy Families (TANF)/ Maintenance of Effort	93.558	BRHPC-EDAP-17-ELC2	2,576,879
Child Care Development Fund (CCDF)	93.575	BRHPC-EDAP-17-ELC2	3,495,291
CCDF Mandatory/Matching/Maintenance of Effort (MOE)	93.596	BRHPC-EDAP-17-ELC2	2,792,506
Social Services Block Grant (SSBG)	93.667	BRHPC-EDAP-17-ELC2	8,873
DCF Refugee/Entrant	93.566	XK048	27,696
U.S. Department of Housing and Urban Development			
Pass-through:			
City of Fort Lauderdale			
Housing Opportunity for Persons with AIDS (HOPWA)	14.241	Various	1,737,475
Total Expenditures of Federal Awards			\$ 45,812,683

See Report of Independent Certified Public Accountants.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE

Year Ended June 30, 2018

<u>State Agency/Pass-Through Grantor/Program Title</u>	<u>CSFA Number</u>	<u>Contract Number</u>	<u>Program Expenditures</u>
STATE FINANCIAL ASSISTANCE			
State of Florida Department of Health Local Health Planning	64.032	CORCV R-2	\$ 90,909
Broward County Substance Abuse and Mental Health Local Match	42.394	15-CP-HCS-8492-LM	219,971
Broward Behavioral Health Coalition Community Forensic Beds	60.114	Pass-Through	40,955
Early Learning Coalition of Broward County, Inc. Voluntary Pre-Kindergarten Education Program General Revenue	48.108	BRHPC-EDAP-17-ELC2	3,442,857
Ounce of Prevention Fund of Florida Matching Funds Healthy Families Broward	93.558 93.556	HF14-15-10 HF14-15-10	8,943 335,216
Total Expenditures of State Financial Assistance			<u><u>\$ 4,138,851</u></u>

See Report of Independent Certified Public Accountants.

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

Year Ended June 30, 2018

(1) General

The schedule of expenditures of federal awards and state financial assistance (the "Schedule") presents the activity of all federal programs and state projects of Broward Regional Health Planning Council, Inc. for the year ended June 30, 2018. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the Council, it is not intended to and does not represent the financial position, changes in net assets or cash flow of the Council.

(2) Basis of Accounting

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(3) Indirect Cost Rate

The Council has elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.



REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS
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 of
Broward Regional Health Planning Council, Inc.
Hollywood, Florida

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 *Governmental Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Broward Regional Health Planning Council, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2018, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 23, 2018.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Broward Regional Health Planning Council, Inc.'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 Broward Regional Health Planning Council, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Broward Regional Health Planning Council, 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 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.

To the Board of Directors of
Broward Regional Health Planning Council, Inc.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Broward Regional Health Planning Council, Inc.'s 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 Broward Regional Health Planning Council, Inc.'s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Broward Regional Health Planning Council, Inc.'s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "Moore Stephens Lovelace, P.A.".

MOORE STEPHENS LOVELACE, P.A.
Certified Public Accountants

Miami, Florida
October 23, 2018



Certified Public Accountants

**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON COMPLIANCE
FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL
CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors of
Broward Regional Health Planning Council, Inc.
Hollywood, Florida

Report on Compliance for Each Major Federal Program and State Project

We have audited Broward Regional Health Planning Council, Inc.'s compliance with the types of compliance requirements described in the *OMB Compliance Supplement and Department of Financial Services State Projects Compliance Supplement* that could have a direct and material effect on each of Broward Regional Health Planning Council, Inc.'s major federal programs and state projects for the year ended June 30, 2018. Broward Regional Health Planning Council, Inc.'s major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Broward Regional Health Planning Council, Inc.'s major federal programs and state projects based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations*, Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), and Chapter 10.650, *Rules of the Auditor General*. Those standards, the Uniform Guidance, and Chapter 10.650, *Rules of the Auditor General* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or state project occurred. An audit includes examining, on a test basis, evidence about Broward Regional Health Planning Council, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program and state project. However, our audit does not provide a legal determination of Broward Regional Health Planning Council, Inc.'s compliance.

To the Board of Directors of
Broward Regional Health Planning Council, Inc.

Opinion on Each Major Federal Program and State Project

In our opinion, Broward Regional Health Planning Council, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended June 30, 2018.

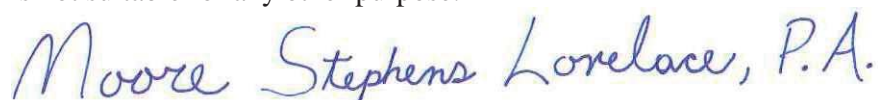
Report on Internal Control over Compliance

Management of Broward Regional Health Planning Council, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Broward Regional Health Planning Council, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and state project and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Broward Regional Health Planning Council, Inc.'s internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.



MOORE STEPHENS LOVELACE, P.A.

Certified Public Accountants

Miami, Florida
October 23, 2018

BROWARD REGIONAL HEALTH PLANNING COUNCIL, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2018

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:		Unmodified		
Internal control over financial reporting:				
Material weakness(es) identified?	_____	yes	<u> X </u>	no
Significant deficiency(ies) identified?	_____	yes	<u> X </u>	none reported
Noncompliance material to financial statements noted?	_____	yes	<u> X </u>	no

Federal Awards and State Financial Assistance

Internal control over major programs:				
Material weakness(es) identified?	_____	yes	<u> X </u>	no
Significant deficiency(ies) identified?	_____	yes	<u> X </u>	none reported

Type of auditor's report issued on compliance for major programs:		Unmodified		
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Any audit findings disclosed that are required to be reported in accordance with Title 2 CFR, Section 200.516(a), and/or Chapter 10.650, <i>Rules of the Auditor General</i> ?	_____	yes	<u> X </u>	no
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Dollar threshold used to distinguish between Type A and Type B programs for federal awards:		\$1,374,380		
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Dollar threshold used to distinguish between Type A and Type B projects for state financial assistance:		\$750,000		
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Auditee qualified as low-risk auditee pursuant to the Uniform Guidance?	<u> X </u>	yes	_____	no
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