

***MULTI-CULTURAL HEALTH EVALUATION  
DELIVERY SYSTEM, INC.  
ERIE, PENNSYLVANIA***

***AUDITED FINANCIAL STATEMENTS***

***Years Ended June 30, 2019 and 2018***

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## ***INDEPENDENT AUDITOR'S REPORT***

To the Board of Directors  
Multi-Cultural Health Evaluation Delivery System, Inc.

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

We have audited the accompanying financial statements of Multi-Cultural Health Evaluation Delivery System, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019 and 2018, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

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

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

## **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Multi-Cultural Health Evaluation Delivery System, Inc. as of June 30, 2019 and 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 Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2019, on our consideration of Multi-Cultural Health Evaluation Delivery System, 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 Multi-Cultural Health Evaluation Delivery System, Inc.'s internal control over financial reporting and compliance.

## **Restriction of Use**

Our report is intended solely for the information and use of the Board of Directors and management of the Multi-Cultural Health Evaluation Delivery System, Inc., and is not intended to be, and should not be used by anyone other than these specified parties.

## **Emphasis of Matter**

As discussed in Note 1 to the financial statements, in 2019, Multi-Cultural Health Evaluation Delivery System, Inc. adopted Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958) - Presentation of Financial Statements of Not-for-Profit Entities*. Our opinion is not modified with respect to this matter.



Monahan & Monahan, P.C.  
Certified Public Accountants

Erie, Pennsylvania  
November 14, 2019

***AUDITED FINANCIAL STATEMENTS***

**MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.**

STATEMENTS OF FINANCIAL POSITION

June 30,

ASSETS

	<u>2019</u>	<u>2018</u>
Assets:		
Cash	\$ 32,417	\$ 115,192
Accounts receivable:		
Government grants	15,740	32,326
Program fees	92,180	54,283
Prepaid expenses	1,329	2,960
Property and equipment, net	144,993	160,367
Investments	<u>—</u>	<u>15,738</u>
Total assets	<u>\$ 286,659</u>	<u>\$ 380,866</u>

LIABILITIES AND NET ASSETS

Liabilities:		
Accounts payable	\$ 16,812	\$ 192
Accrued payroll and related amounts	29,612	9,519
Loan payable	<u>75,000</u>	<u>—</u>
Total liabilities	<u>121,424</u>	<u>9,711</u>
Net assets:		
Without donor restrictions	165,235	371,155
With donor restrictions	<u>—</u>	<u>—</u>
Total net assets	<u>165,235</u>	<u>371,155</u>
Total liabilities and net assets	<u>\$ 286,659</u>	<u>\$ 380,866</u>

*The accompanying notes are an integral part of these financial statements.*

**MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.**  
**STATEMENTS OF ACTIVITIES**  
Years Ended June 30,

	<u>2019</u>			<u>2018</u>		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and revenue:						
Government grants	\$ —	\$ 68,768	\$ 68,768	\$ —	\$ 79,470	\$ 79,470
Private Grants	—	—	—	—	21,000	21,000
Contributions	2,058	2,337	4,395	3,623	2,499	6,122
Donated services	8,000	—	8,000	—	—	—
Purchase of service fees	705,189	—	705,189	632,606	—	632,606
Investment income, net	662	—	662	476	—	476
Net assets released from restrictions	<u>71,105</u>	<u>(71,105)</u>	<u>—</u>	<u>148,269</u>	<u>(148,269)</u>	<u>—</u>
Total support and revenue	<u>787,014</u>	<u>—</u>	<u>787,014</u>	<u>784,974</u>	<u>(45,300)</u>	<u>739,674</u>
Expenses:						
Program services:						
Community services	908,697	—	908,697	819,083	—	819,083
Supporting services:						
Management and general	<u>82,929</u>	<u>—</u>	<u>82,929</u>	<u>46,178</u>	<u>—</u>	<u>46,178</u>
Total expenses	<u>991,626</u>	<u>—</u>	<u>991,626</u>	<u>865,261</u>	<u>—</u>	<u>865,261</u>
Sub-total (loss)	<u>(204,612)</u>	<u>—</u>	<u>(204,612)</u>	<u>(80,287)</u>	<u>(45,300)</u>	<u>(125,587)</u>
Unrealized gain (loss) on investments	<u>(1,308)</u>	<u>—</u>	<u>(1,308)</u>	<u>262</u>	<u>—</u>	<u>262</u>
Increase (decrease) in net assets	<u>(205,920)</u>	<u>—</u>	<u>(205,920)</u>	<u>(80,025)</u>	<u>(45,300)</u>	<u>(125,325)</u>
Net assets - beginning of year	<u>371,155</u>	<u>—</u>	<u>371,155</u>	<u>451,180</u>	<u>45,300</u>	<u>496,480</u>
Net assets - end of year	<u>\$ 165,235</u>	<u>\$ —</u>	<u>\$ 165,235</u>	<u>\$ 371,155</u>	<u>\$ —</u>	<u>\$ 371,155</u>

*The accompanying notes are an integral part of these financial statements.*

**MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
Years Ended June 30,

	<u>2019</u>			<u>2018</u>		
	<u>Program</u>	<u>Supporting</u>	<u>Total</u>	<u>Program</u>	<u>Supporting</u>	<u>Total</u>
	<u>Services</u>	<u>Services</u>		<u>Services</u>	<u>Services</u>	
	<u>Community</u>	<u>Management</u>		<u>Community</u>	<u>Management</u>	
	<u>Services</u>	<u>and General</u>		<u>Services</u>	<u>and General</u>	
Salaries and wages	\$ 576,253	\$ 36,782	\$ 613,035	\$ 402,429	\$ 25,687	\$ 428,116
Employee benefits	17,436	1,113	18,549	10,929	698	11,627
Payroll taxes	54,376	3,471	57,847	37,646	2,403	40,049
Professional services	—	33,775	33,775	—	9,428	9,428
Advertising	600	—	600	1,568	—	1,568
Printing	—	—	—	150	150	300
Postage and shipping	478	477	955	546	546	1,092
Telephone	3,775	241	4,016	4,903	313	5,216
Travel and conferences	11,467	—	11,467	11,083	—	11,083
Physician services	113,493	—	113,493	260,295	—	260,295
Utilities	6,781	433	7,214	6,687	427	7,114
Office supplies	9,163	585	9,748	12,158	776	12,934
Emergency food	981	—	981	859	—	859
Medical supplies and services	16,462	—	16,462	11,936	—	11,936
Insurance	14,203	3,551	17,754	11,036	2,759	13,795
Repairs and maintenance	3,690	235	3,925	22,919	1,463	24,382
Equipment rental	13,589	867	14,456	9,939	634	10,573
Depreciation	14,452	922	15,374	14,000	894	14,894
Interest	2,793	178	2,971	—	—	—
Write-off of uncollectible medical claims	44,014	—	44,014	—	—	—
Grant expenses	4,691	299	4,990	—	—	—
<b>Total functional expenses</b>	<b><u>\$ 908,697</u></b>	<b><u>\$ 82,929</u></b>	<b><u>\$ 991,626</u></b>	<b><u>\$ 819,083</u></b>	<b><u>\$ 46,178</u></b>	<b><u>\$ 865,261</u></b>

*The accompanying notes are an integral part of these financial statements.*



**MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.**

STATEMENTS OF CASH FLOWS

Years Ended June 30,

	<u>2019</u>	<u>2018</u>
Cash flows from operating activities:		
Increase (decrease) in net assets	<u>\$ (205,920)</u>	<u>\$ (125,325)</u>
Adjustments to reconcile net increase (decrease) to net cash provided (used) by operating activities:		
Depreciation	15,374	14,894
Unrealized (gain) loss on investments	1,308	(262)
Changes in operating assets and liabilities:		
(Increase) decrease in United Way funding	—	45,300
(Increase) decrease in accounts receivable-government grants	16,586	47,200
(Increase) decrease in accounts receivable-program fees	(37,897)	(32)
(Increase) decrease in prepaid expenses	1,631	(2,960)
Increase (decrease) in accounts payable	16,620	(3,390)
Increase (decrease) in accrued payroll and related amounts	20,093	(6,031)
Total adjustments	<u>33,715</u>	<u>94,719</u>
Net cash provided (used) by operating activities	<u>(172,205)</u>	<u>(30,606)</u>
Cash flows from investing activities:		
Sale (purchase) of investments, net	14,430	(15,476)
Purchase of equipment	<u>—</u>	<u>(19,653)</u>
Net cash provided (used) by investing activities	<u>14,430</u>	<u>(35,129)</u>
Cash flows from financing activities:		
Proceeds from loan	<u>75,000</u>	<u>—</u>
Net cash provided (used) by financing activities	<u>75,000</u>	<u>—</u>
Net increase (decrease) in cash and cash equivalents	<b>(82,775)</b>	(65,735)
Cash and cash equivalents - beginning of year	<u>115,192</u>	<u>180,927</u>
Cash and cash equivalents - end of year	<u>\$ 32,417</u>	<u>\$ 115,192</u>
Supplemental disclosure of cash flow information:		
Cash paid for interest	<u>\$ 2,971</u>	<u>\$ —</u>

*The accompany notes are an integral part of these financial statements.*

***MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.***

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

Note 1 - Summary of Significant Accounting Policies

***Organization and Nature of Activities***

The Multi-cultural Health Evaluation Delivery System, Inc. (the Organization) is a non-profit corporation that was organized to provide health and education services to minorities and migrant minorities in northwestern Pennsylvania.

***Basis of Accounting***

The Organization's policy is to prepare its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

***Basis of Presentation***

The financial statements are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the Guide). (ASC) 958-205 was effective January 1, 2018.

Under the provisions of the Guide, net assets, revenues, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

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. The Organization's board may designate assets without restrictions for specific operational purposes from time to time.

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 the Non-Profit Organization 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.

***Promises to Give***

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

***MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.***

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

Note 1 - Summary of Significant Accounting Policies...(continued)

***Donated Goods and Services***

Donated services, materials and equipment are recorded as contributions at their estimated fair market value at the date of the gift.

***Cash and Cash Equivalents***

For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments purchased with a maturity of one year or less to be cash equivalents.

***Property, Equipment and Depreciation***

Property and equipment when purchased, are recorded at cost. Donated property and equipment are recorded at their estimated fair market value at the date of the gift. Such donations are reported as unrestricted support unless the donor has restricted the donated asset for a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. 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 as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Expenditures for maintenance, repairs and minor renewals are charged to expense as incurred. Expenditures for additions, replacements and major improvements are capitalized. Depreciation is computed by the straight-line method over the estimated useful lives of the assets.

***Tax Status***

The Organization is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code and has been determined to be an organization which is not a private foundation. Contributions to it qualify for deduction under the Internal Revenue Code.

***Accounting for Uncertain Tax Positions***

Based on its review, management does not believe the Organization has taken any material uncertain tax positions that would place the Organization's exempt status in jeopardy. However, the three most recent tax years remain open for examination by federal and state tax authorities.

***Estimates***

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

***Advertising***

Advertising costs are expensed as incurred. Advertising expenses were \$600 and \$1,568 as of June 30, 2019 and 2018, respectively.

**MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.**

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

Note 1 - Summary of Significant Accounting Policies...(continued)

***Subsequent Events***

The Organization has evaluated subsequent events through November 14, 2019, the date the financial statements were available to be issued.

***Reclassification***

Certain amounts in the 2018 financial statements have been reclassified to conform to the 2019 financial statement presentation. The reclassifications have no effect on net assets for the year ended June 30, 2018.

***New Accounting Pronouncements***

On August 18, 2016, FASB issued ASU 2016-14, Not-for-Profit Entities (Topic 958) - Presentation of Financial Statements of Not-for-Profit Entities. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Organization has adjusted the presentation of these statements accordingly.

Note 2 - Investments

Investments are recorded at fair value (see Note 3 - Fair Value Measurement) and consist principally of a share of a consolidated investment account administered by the Erie Community Foundation. The consolidated account consists of a diversified portfolio. The cost of these investments is either the original price, or, if donated securities, the market value on the date of donation.

Investment income consists of the following at June 30:

	<u>2019</u>	<u>2018</u>
Dividends and interest	\$ 249	\$ 175
Realized gain (loss)	501	379
Fees	<u>(88)</u>	<u>(78)</u>
Investment income, net	<u>\$ 662</u>	<u>\$ 476</u>
Unrealized gain (loss)	<u>\$ (1,308)</u>	<u>\$ 262</u>

Note 3 - Fair Value Measurement

FASB ASC 820 establishes a framework for measuring fair value, which provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to unobservable inputs (Level 3 measurements).

**MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.**

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

Note 3 - Fair Value Measurement...(continued)

The three levels of the fair value hierarchy under FASB ASC 820 are described in the table below:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2: Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The methods used may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table presents the fair value for assets and/or liabilities that are measured at fair value on a recurring basis in accordance with FASB ASC 820:

	<u>2019</u>	<u>2018</u>
Investments - Level 1	\$ —	\$ 15,738

Note 4 - Property and Equipment

Property and equipment consist of the following at June 30,:

	<u>2019</u>	<u>2018</u>
Land	\$ 24,000	\$ 24,000
Building and improvements	252,229	252,229
Furniture and equipment	174,816	174,816
	451,045	451,045
Less: accumulated depreciation	306,052	290,678
	<u>\$ 144,993</u>	<u>\$ 160,367</u>

**MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.**

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

Note 4 - Property and Equipment...(continued)

Depreciation expense for the year ended June 30, 2019 and 2018 was \$15,374 and \$14,894, respectively.

Note 5 - Related Party

Included among the Organization's board members and officers are volunteers from the professional community who provide valuable assistance to the Organization in the development of its programs and management policies. The Organization has adopted a policy whereby Board members are disqualified from participation in the final decisions regarding any action affecting their related organization.

Note 6 - Loan Payable

On November 29, 2019 the Organization acquired a loan with Bridgeway Capital. The unsecured loan requires monthly payments of \$6,520 at 7.75% interest and matures June 1, 2020.

Note 7 - Lease Commitments

The Organization has two operating leases. One lease requires monthly payments of \$299 and expires in May 2022 and the other lease requires an annual minimum payment of \$180 and expires in September 2019.

The minimum future lease payments are for the years ending June 30, are as follows:

2020	\$	3,588
2021		3,588
2022		<u>2,990</u>
	\$	<u>10,166</u>

Note 8 - Significant Commitments and Contingencies

The Organization participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Organization has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivable may be impaired. Furthermore, a significant reduction in the level of this support, if it were to occur, may have an effect on the Organization's programs and activities. No provision has been recorded in the accompanying financial statements for such contingencies.

***MULTI-CULTURAL HEALTH EVALUATION DELIVERY SYSTEM, INC.***

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

Note 9 - Liquidity and Availability of Resources

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

Financial assets at year end	\$ 141,666
Less: those unavailable for general expenditures within one year	<u>—</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 141,666</u>

**INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors  
Multi-cultural Health Evaluation Delivery System, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Multi-cultural Health Evaluation Delivery System, Inc. (a nonprofit organization), which comprise the statement of financial position as of June 30, 2019 and 2018, 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 November 14, 2019.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Multi-cultural Health Evaluation Delivery System, 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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Multi-cultural Health Evaluation Delivery System, Inc.’s internal control. Accordingly, we do not express an opinion on the effectiveness of Multi-cultural Health Evaluation Delivery System, 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 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 the Multi-cultural Health Evaluation Delivery System, 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 the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Monahan & Monahan".

Monahan & Monahan, P.C.  
Certified Public Accountants

November 14, 2019  
Erie, Pennsylvania