

FINANCIAL REPORT

**ASSUMPTION PARISH
COUNCIL ON AGING, INC.**

NAPOLEONVILLE, LOUISIANA

For the year ended June 30, 2011

MICHAEL R. CHOATE & COMPANY
Certified Public Accountants

FINANCIAL REPORT

**ASSUMPTION PARISH
COUNCIL ON AGING, INC.**

NAPOLEONVILLE, LOUISIANA

For the year ended June 30, 2011

TABLE OF CONTENTS
Assumption Parish Council on Aging, Inc.
For the year ended June 30, 2011

	Page Number
Management's Discussion and Analysis	1
Financial Section	9
Independent Auditor's Report	10
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	12
Statement of Activities	13
Fund Financial Statements:	
Fund Balance Sheet-Governmental Funds	14
Statement of Revenues, Expenditures and Changes in Fund Balances- Governmental Funds	15
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activiites	16
Notes to Financial Statements	17
GASB Required Supplementary Information Section	42
Required Supplementary Information-Budgetary Comparison Schedule - General Fund	43
Required Supplementary Information-Budgetary Comparison Schedule- Assumption Millage Fund	44
Required Supplementary Information-Budgetary Comparison Schedule- Title III B- Supportive Services Fund	45
Required Supplementary Information- Budgetary Comparison Schedule- 5311 Fund	46

TABLE OF CONTENTS- (Continued)

	Page Number
GASB Required Supplementary Information Section- (Continued)	
Required Supplementary Information-Budgetary Comparison Schedule-Title XIX Transportation Fund	47
Note to Required Supplementary Information Budgetary Reporting	48
Supplementary Information Section	50
Combining Statement of Revenues, Expenditures and Changes in Fund Balances- Nonmajor Governmental Funds- Special Revenue Funds	51
Comparative Statement of Capital Assets and Changes in Capital Assets	52
Units of Service (Unaudited)	53
Special Reports of Certified Public Accountants	54
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <u>Government Auditing Standards</u>	55
Schedule of Findings and Questioned Costs	57
Reports by Management	58
Schedule of Prior Year Findings and Questioned Costs	59
Management's Corrective Action Plan	60

MANAGEMENT'S DISCUSSION AND ANALYSIS

Assumption Parish Council on Aging, Inc.

The Management's Discussion and Analysis of the Assumption Parish Council on Aging, Inc.'s (the Council) financial performance presents a narrative overview and analysis of the Council's financial activities for the year ended June 30, 2011. This document focuses on the current year's activities, resulting changes, and currently known facts. Please read this document in conjunction with basic financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

The Council had a solid financial year, highlighted by increases in services and the purchase of a new building in Pierre Part, Louisiana.

The Council's assets exceeded its liabilities at the close of fiscal year 2011 by \$2,049,014 (net assets), which represents a 9.9% increase from last fiscal year.

The Council's revenue decreased \$207,983 (or 12.4%) primarily due to decreases in capital grants from the state for construction of (\$509,527) and increases in property taxes of \$66,077, stimulus grants \$81,803 and building loan proceeds of \$160,000.

The Council's expenditures decreased \$23,308 (or 1.5%) is due to raises in salaries and travel expenses of \$127,468 and decrease in capital outlay of \$150,328.

No funds had deficit balances.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Council's basic financial statements. The Council's annual report consists of five parts : (1) management's discussion and analysis (this section) (2) basic financial statements (3) required supplementary information, and (4) the optional section that presents combining statements for non-major governmental funds and other supplementary information, (5) various governmental compliance reports and schedules by certified public accountants and management.

The basic financial statements include two kinds of statements that present different views of the Council:

Government-wide Financial Statements

The government-wide financial statements (see Exhibits A and B) are designed to provide readers with a broad overview of the Council's finances, in a manner similar to a private sector business. The statement of net assets presents information on all of the Council's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Council is improving or deteriorating. The statement of activities presents information showing how the Council's net assets change during each fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods. The governmental activity of the Council is health and welfare which is comprised of various programs that include various supportive services, nutritional services, utility assistance and respite.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. All of the funds of the Council are governmental funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. Both the governmental fund balance

sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities (Exhibits D and F).

The Council has presented the General Fund, Assumption Millage Fund, Title III B-Supportive Services Fund, Section 5311 and Title XIX Transportation Fund as major funds (Exhibits C and E). All non-major governmental funds are presented in one column, titled Non Major Governmental Funds. Combining financial statements of the non-major funds can be found in the Combining Fund Statements that follow the basic financial statements (Schedules 3 and 4).

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found in Exhibit G of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements. The Governmental Accounting Standards Board (GASB) Statement No. 34 requires budgetary comparison schedules for the General Fund and each major Special Revenue Fund that has a legally adopted budget (Exhibits H,I,J,K and L).

The Council has a section of supplementary information. The Governor's Office of Elderly Affairs (GOEA) has required the Council to present combining statements that provide details about our non-major governmental funds and details about capital assets and the changes in capital assets. This information will be used by GOEA to verify the accuracy of information submitted to them during the year and to help monitor certain compliance requirements set forth in the grants that it has with the Council (Schedules 3, 4 and 5). GOEA also requires the Council to present a schedule of Units of Service (Schedule 6).

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of the Council's financial position. As of June 30, 2011, assets exceeded liabilities by \$2,049,014. A large portion of the Council's net assets (71%) reflects its investment in capital assets (e.g. land; construction in progress; buildings; vehicles; equipment). Consequently, these assets are not available for future spending.

Condensed Statements of Net Assets

	June 30,		Change
	2011	2010	
Current and other assets	\$ 825,836	\$ 851,293	\$ (25,457)
Capital assets, net	1,470,194	1,065,235	404,959
Total assets	<u>2,296,030</u>	<u>1,916,528</u>	<u>379,502</u>
Current liabilities	72,083	17,038	\$ 55,045
Long-term liabilities	157,968	-	157,968
Other liabilities	16,965	34,782	(17,817)
Total liabilities	<u>247,016</u>	<u>34,782</u>	<u>140,151</u>
Net Assets:			
Invested in capital assets	1,470,194	1,065,235	404,959
Restricted	572,556	8,105	564,451
Unrestricted	6,264	791,368	(785,104)
Total net assets	<u>\$ 2,049,014</u>	<u>\$ 1,864,708</u>	<u>\$ 184,306</u>

Capital assets and liabilities increased as construction was completed on the new building. New vehicles and equipment and a building in Pierre Part, Louisiana were also acquired. Current assets decreased slightly.

Governmental Activities

Governmental activities increase the Council's net assets by \$184,306. Key elements of this increase are as follows:

Condensed Changes in Net Assets

	For the year ended		Dollar Change	Total Percent Change
	June 30,			
	2011	2010		
Revenues:				
Program revenues:				
Charges for services	\$ 742	\$ -	\$ 742	100%
Operating grants and contributions	358,075	386,558	(28,483)	-7.37%
Capital grants and contributions	202,010	636,473	(434,463)	-68.26%
General revenues:				
Property taxes	597,274	531,197	66,077	12.44%
Grants and contributions not restricted to specific programs	120,805	125,416	(4,611)	-3.67%
Unrestricted miscellaneous	36,310	3,555	32,755	921.37%
Total revenues	<u>1,315,216</u>	<u>1,683,199</u>	<u>(367,983)</u>	<u>-21.56%</u>
Expenses:				
Health and welfare	<u>1,130,910</u>	<u>984,857</u>	<u>146,053</u>	<u>14.83%</u>
Increase in net assets	184,306	698,342	(514,036)	-73.61%
Net assets beginning of year	<u>1,864,708</u>	<u>1,166,366</u>	<u>698,342</u>	<u>59.87%</u>
Net assets end of year	<u><u>\$ 2,049,014</u></u>	<u><u>\$ 1,864,708</u></u>	<u><u>\$ 184,306</u></u>	<u><u>9.88%</u></u>

Millage increases are due to increases in property values and area construction. The capital grant decreases are related to the building construction.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the Council uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Council's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Council's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the Council's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the Council's governmental funds reported combined ending fund balances of \$753,753, a decrease of \$(62,758) in comparison with the prior year. This fund balance is unreserved and available for spending at the Council's discretion.

The General Fund is the chief operating fund of the Council. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$181,197 (Exhibit C). As a measure of the General Fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. The fund balance of the Council's General Fund decreased by \$(63,093) during the current fiscal year (Exhibit E).

The Assumption Millage fund balance which holds and distributes parish property tax receipts given to the Council, had its fund balance increase by \$335. The total fund balance at the end of the year is \$569,809.

General Fund Budgetary Highlights

The budget was amended once during the year. The primary reason for amending the budget was to prevent compliance violations under the Council's grants for GOEA due to unanticipated changes in revenue and expenditures. The major differences between the original General Fund budget and the final amended budget were as follows:

Revenues

- Intergovernmental revenues were increased to match reimbursements received for building construction.

Expenditures

- Capital outlay expenses increased to reflect actual construction expense incurred during the fiscal year.

CAPITAL ASSETS

Capital Assets

The Council's investment in capital assets for its governmental activities as of June 30, 2011, amounts to \$1,470,194 (net of accumulated depreciation). This investment in capital assets includes land; construction in progress; buildings; vehicles; and equipment (see table below).

	<u>2011</u>	<u>2010</u>
Land	\$ 94,700	\$ 44,700
Buildings	1,245,722	948,417
Vehicles	350,643	268,840
Equipment	<u>51,335</u>	<u>15,296</u>
Totals	<u>\$ 1,742,400</u>	<u>\$ 1,277,253</u>

Major capital asset events during the current fiscal year included the follow:

- Final construction of the new building and improvements in Napoleonville.
- Purchase of building in Pierre Part, Louisiana
- Purchase of Office computers
- Purchase of generators for both locations
- Purchase of two vehicles thru stimulus grant.

Additional information on the Council's capital assets can be found in Note 5, Exhibit G of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Council receives most of its funding from Federal and State agencies and local taxes. Because of this, the source of income for the Council is rather steady. However, some of the Council's grants and contracts are contingent upon the level of service provided by the Council, and therefore, revenues from grants may vary from year to year. There have been no significant changes to the funding levels or terms of the grants and contracts. The Governor's Office of Elderly Affairs

(GOEA) has approved the Council's budget for fiscal year 2011-2012. There are no plans to add any significant programs for the next fiscal year.

The Board of Directors considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

- Consideration of funding to be received from GOEA.
- The Ad Valorem Tax revenue budgeted represents the estimated amount of the November 2011 assessment, which the Council will receive, for the most part, in January 2012.
- Salaries and benefits are based on the number of employees needed to perform necessary services and the related benefits.
- Travel rates.
- Services the Council will provide along with estimated service cost.
- Estimate of operating supplies needed to perform necessary services.
- Detail plan of equipment needed to be purchased.
- Detail plan of capital projects required to provide services.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Council's finances for all those with an interest in the Council's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Board of Directors of the Assumption Parish Council on Aging, Inc., P.O. Box 310 Napoleonville, Louisiana 70390.

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Assumption Parish Council on Aging, Inc.,
Napoleonville, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Assumption Parish Council on Aging, Inc., (the Council), as of and for the year ended June 30, 2011, which collectively comprise the Council's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Council's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Council as of June 30, 2011, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated December 5, 2011 on our consideration of the Assumption Parish Council on Aging, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Management's Discussion and Analysis and Budgetary Comparison Schedules on pages 1 through 8 and 43 through 47 are not a required part of the basic financial statements but are supplementary information required by Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Council's basic financial statements. The supplementary information section is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying financial information listed in the supplementary information section, except for the information contained in Schedule 6 has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion are fairly stated in all material respects in relation to the basic financial statements as a whole. Schedule 6-Units of Service has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.


Certified Public Accountants

Baton Rouge, Louisiana
December 5, 2011

STATEMENT OF NET ASSETS**Assumption Parish Council on Aging, Inc.**

June 30, 2011

Assets	
Cash	\$ 607,841
Investments	108,384
Contracts receivable	30,940
Grants receivable	65,939
Other receivable	3,402
Prepaid expenses	9,330
Capital assets:	
Non-depreciable Land	94,700
Depreciable, net of accumulated depreciation	<u>1,375,494</u>
 Total assets	 <u><u>\$ 2,296,030</u></u>
 Liabilities	
Accounts payable and accrued expenses	71,183
Payroll liabilities	900
Non-current liabilities:	
Note payable	157,968
Accrued vacation pay	<u>16,965</u>
 Total liabilities	 <u>247,016</u>
 Net Assets	
Invested in capital assets	1,470,194
Restricted	572,556
Unrestricted	<u>6,264</u>
 Total net assets	 <u><u>\$ 2,049,014</u></u>

STATEMENT OF ACTIVITIES

Assumption Parish Council on Aging, Inc.
For the year ended June 30, 2011

Functions/Programs	Direct Expenses	Indirect Expenses	Program Revenues		Net (Expense) Revenue and Changes to Net Assets	
			Charges for Services	Operating Grants and Contributions		Capital Grants and Contributions
					Total Governmental Activities	
Governmental activities:						
Health, welfare and social services:						
Supportive Services:	\$ 192,713	\$ 72,857	\$ -	\$ 55,306	\$ -	\$ (210,264)
Homemaker	-	-	-	-	-	-
Other services	-	-	-	-	-	-
Information and Assistance	-	-	-	-	-	-
Medical Alert	-	-	-	-	-	-
Transportation for the Elderly	230,187	117,602	-	39,455	-	(308,334)
Utility Assistance	8,192	-	-	6,850	-	(1,342)
Material Aid	-	-	-	-	-	-
Wellness	-	-	-	-	-	-
Recreation	-	-	-	-	-	-
Nutrition Services:						
Congregate Meals	25,288	4,424	-	24,366	-	(5,346)
Home Delivered Meals	119,764	9,979	-	42,340	-	(87,403)
Disease Prevention and Health	1,902	219	-	2,121	-	-
National Family Caregiver	7,321	-	-	2,850	-	(4,471)
Transportation to the general public	84,810	55,997	-	181,569	81,803	122,565
Houma Regional Arts and Humanities Council	-	-	-	2,883	-	2,883
Louisiana Facility Planning and Control Administration	-	-	-	-	98,948	98,948
	-	199,655	742	335	21,259	(177,319)
Total governmental activities	\$ 670,177	\$ 460,733	\$ 742	\$ 358,075	\$ 202,010	\$ (570,083)
General revenues:						
Property taxes						597,274
Grants and contributions not restricted to specific programs						120,805
Unrestricted miscellaneous						36,310
Total general revenues						754,389
						Change in net assets 184,306
Net assets:						
Beginning						1,864,708
Ending						\$ 2,049,014

FUND BALANCE SHEET
GOVERNMENTAL FUNDS

Assumption Parish Council on Aging, Inc.
June 30, 2011

	General Fund	Assumption Millage Fund	Title III B Fund	Section 5311 Fund	Title XIX Governmental Funds	Non Major Governmental Funds	Total Governmental Funds
Assets							
Cash	\$ 66,225	\$ 569,809	\$ (2,273)	\$ (18,192)	\$ (2,353)	\$ (5,375)	607,841
Investments	108,384	-	-	-	-	-	108,384
Contracts receivable	-	-	3,885	18,801	2,879	5,375	30,940
Grant receivable	65,939	-	-	-	-	-	65,939
Other receivable	3,402	-	-	-	-	-	3,402
Prepaid expenses	9,330	-	-	-	-	-	9,330
Total assets	\$ 253,280	\$ 569,809	\$ 1,612	\$ 609	\$ 526	\$ -	\$ 825,836

Liabilities							
Accounts payable and accrued expenditures	\$ 71,183	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 71,183
Payroll liabilities	900	-	-	-	-	-	900
Total liabilities	72,083	-	-	-	-	-	72,083

Fund Balances							
Unreserved, reported in:							
General Fund	181,197	-	-	-	-	-	181,197
Special Revenue Funds	-	569,809	1,612	609	526	-	572,556
Total fund balances	181,197	569,809	1,612	609	526	-	753,753
Total liabilities and fund balances	\$ 253,280	\$ 569,809	\$ 1,612	\$ 609	\$ 526	\$ -	

Amounts reported for governmental activities in the statement of net assets are different because:

Long term debt is not reported in the funds.	(157,968)
Compensated absences are not paid for out of current financial resources and therefore are not reported funds	(16,965)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	1,470,194
Net assets of Government Activities	\$ 2,049,014

STATEMENT OF REVENUES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

Assumption Parish Council on Aging, Inc.
 For the year ended June 30, 2011

	Title III B					Total Governmental Funds
	General Fund	Assumption Millage Fund	Supportive Services Fund	Section 5311 Fund	Title XIX Transportation Fund	
Revenues	\$ -	\$ 597,274	\$ -	\$ -	\$ -	\$ 597,274
Taxes ad valorem						
Intergovernmental						
Federal Government	21,259	-	-	179,149	-	200,408
Department of Transportation and Development				81,803		81,803
ARRA Stimulus grant						
State of Louisiana						
Act 29 Capital Projects Appropriations	98,948	-	-	-	-	98,948
Office of Elderly Affairs	37,500	-	-	-	-	34,762
Capital Area Agency on Aging	-	48,927	-	-	-	41,890
Department of Health and Hospitals	-	-	-	39,455	-	39,455
United Way of Louisiana	-	-	-	-	-	48,543
Houma Regional Arts and Humanities Council	-	-	-	-	-	2,883
Charges for services:						
Medicaid fees	742	-	-	-	-	742
Public fares	-	-	-	2,420	-	2,420
Miscellaneous income	26,036	-	-	-	-	26,036
Loan Proceeds	160,000	-	-	-	-	160,000
Public support:						
Contributions	-	-	-	-	-	-
Special events and projects	3,820	-	1,108	-	-	4,928
Client contributions	-	-	5,271	-	-	35,393
Utility assistance - Energy	-	-	-	-	-	6,850
Non-cash inkind	6,454	-	-	-	-	6,454
Total revenues	354,759	597,274	55,306	263,372	39,455	1,475,216
Expenditures						
Current:						
Health and welfare:						
Salaries	-	337,599	-	80,361	77,813	112,559
Fringe	64,621	31,451	-	7,089	7,357	11,698
Travel	302	16,515	-	157	170	21,837
Operating services	-	47,824	-	28,797	28,965	14,990
Operating supplies	-	27,045	-	21,689	21,394	4,063
Other costs	4,303	14,435	-	2,714	2,791	4,085
Utility assistance	-	-	-	-	-	8,192
Meals	63,525	-	-	-	-	63,525
Capital outlay	383,344	-	-	81,803	-	465,147
Debt service	2,032	-	-	-	-	2,032
Non-cash inkind	6,454	-	-	-	-	6,454
Total expenditures	524,581	474,869	222,610	138,490	177,424	1,537,974
Excess (deficiency) of revenues over expenditures	(169,822)	597,274	(419,563)	40,762	(99,035)	(62,758)
Other Financing Sources (Uses)						
Operating transfers in	154,279	-	419,563	-	99,035	98,562
Operating transfers out	(47,550)	(596,939)	-	(40,762)	-	(86,188)
Total other financing sources (uses)	106,729	(596,939)	419,563	(40,762)	99,035	12,374
Net Change in Fund Balances	(63,093)	335	-	-	-	(62,758)
Fund Balances						
Beginning of year	244,290	569,474	1,612	609	526	816,511
End of year	\$ 181,197	\$ 569,809	\$ 1,612	\$ 609	\$ 526	\$ 753,753

**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

Net Change in Fund Balances- Total Governmental Funds \$ (62,758)

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital outlay	\$ 465,147	
Depreciation expense	<u>(60,189)</u>	404,958

Governmental funds report loan proceeds as revenue and debt service principle payments as expenditures. The Statement of Activities reports these transactions as liabilities to be repaid with future resources:

Loan proceeds	(160,000)	
Debt service - principle	<u>2,032</u>	(157,968)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Decrease in compensated absences		<u>74</u>
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Change in Net Assets of Governmental Activities \$ 184,306

NOTES TO FINANCIAL STATEMENTS

Assumption Parish Council on Aging, Inc.

June 30, 2011

Note 1 - PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the Assumption Parish Council on Aging, In. (the Council) conform to accounting principles generally accepted in the United State of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. The following is a summary of certain significant accounting policies:

a) Purpose of the Council on Aging

The purpose of the Council is to collect facts and statistics and make special studies of conditions pertaining to the employment, financial status, recreation, social adjustment, mental and physical health or other conditions affecting the welfare of the aging people in Assumption Parish (the Parish); to keep abreast of the latest developments in these fields of activity throughout Louisiana and the United States; to interpret its findings to the citizens of the Parish; to provide for a mutual exchange of ideas and information on the parish and state level; to conduct public meetings to make recommendations for needed improvements and additional resources; to promote the welfare of aging people when requested to do so; to coordinate and monitor services of other local agencies serving the aging people of the Parish; and to assist and cooperate

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY
OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

a) Purpose of the Council on Aging (Continued)

with the Governor's Office of Elderly Affairs (GOEA), Capital Area Agency on Aging (CAAA), other departments of state and local government serving the elderly; and to make recommendations relevant to the planning and delivery of services to the elderly of the Parish.

Specific services provided by the Council to the elderly residents of Assumption Parish include providing congregate and home delivered meals, nutritional education, prescription assistance, medical alert, personal care, information and assistance, outreach, material aid, utility assistance, homemakers, recreation, disease prevention, health promotion and transportation.

b) Reporting Entity

In 1964, the State of Louisiana passed Act 456 authorizing the charter of a voluntary council on aging for the welfare of the aging people in each parish of Louisiana. In 1979, the Louisiana Legislature created the Governor's Office of Elderly Affairs (GOEA) (LA R.S. 46:931) with the specific intention that GOEA administer and coordinate social services and programs for the elderly population of Louisiana through sixty-four parish voluntary councils on aging. However, before the Council on aging can begin operations in a specific parish, its application for a charter must receive approval from GOEA pursuant to LA R.S. 46:1602. The functions of each council on aging in Louisiana must comply with the objectives of state laws and are governed by policies and regulations established by GOEA.

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

b) Reporting Entity (Continued)

The Assumption Council on Aging is a legally separate, non-profit, quasi-public corporation. A board of directors, consisting of 15 Voluntary members, who serve two year terms, governs the Council.

Membership in the Council is open at all times, without restriction to all residents of Assumption Parish who have reached the age of majority and who express an interest in the Council and wish to contribute or share in its programs. Membership fees are not charged.

Based on the criteria set forth in GASB Statement 14, the Assumption Parish Council on Aging is not a component unit of another primary government nor does it have any component units that are related to it. In addition, based on criteria set forth in GASB Codification Section 2100, the Council has presented its financial statements as a stand-alone government; accordingly it is applying the provisions of Statement 14 as if it were a primary government.

c) Basis of Presentation

The Council's basic financial statements consist of the government-wide statements on all activities of the Council and the governmental fund financial statements (individual major funds and combined non-major funds).

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c) Basis of Presentation (Continued)

Government-wide Financial Statements:

The government-wide financial statements include the Statement of Net Assets and the Statement of Activities for all activities of the Council. As a general rule, the effect of interfund activity has been removed from these statements. The government-wide presentation focuses primarily on the sustainability of the Council as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. Governmental activities generally are supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The Council allocates its indirect costs among various functions and programs in accordance with Circular A-87. The Statement of Activities shows this allocation in a separate column labeled "indirect expenses." In addition, GOEA provides grant funds, included in operating grants and contributions to help the Council pay for a portion of its indirect costs. As a result, total governmental activities reported by function or program contains the indirect costs in excess of the GOEA funds. Program revenues include: (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported as general revenues.

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c) Basis of Presentation (Continued)

Fund Financial Statements:

The fund financial statements are very similar to the traditional government fund statements as presented by governments prior to the issuance of GASB Statement No. 34. Emphasis is now on the major funds in governmental categories. Non-major funds by category or fund type are summarized into a single column.

The daily accounts and operations of the Council continue to be organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds of the Council are grouped into generic fund types and fund categories as follows:

Governmental activities presented as Governmental Funds in the Fund Financial Statements:

General Fund- The General Fund is the general operating fund of the Council. It is used to account for all financial resources except those that are required to be accounted for in another fund. The General Fund is always a major fund.

Special Revenue Funds- Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c) Basis of Presentation (Continued)

for specified purposes. A significant percentage of the Council's special revenue funds are provided by Capital Area Agency (CAAA). The Title III funds which the Council records as special revenue funds are provided by the United States Department of Health and Human Services-Administration on Aging to GOEA, which in turn "passes through" the funds to the Council via CAAA. GOEA also provides CAAA funds from other State grants which are passed through to the Council and also recorded as special revenue funds. The Assumption Millage Fund Title III B-Supportive Services Fund, Section 5311 Fund, and Title XIX Transportation Fund are reported as major funds.

The following programs comprise the Council's General Fund:

Local- The Council received revenues that are not required to be accounted for in a specific program. Accordingly, these revenues have been recorded in the local program of the General Fund. These funds are unrestricted and may be used at the Council's discretion. Expenditures to acquire fixed assets, and expenditures for costs not allowed by another program due to budget limitations or the nature of the expenditures, are charged to the local program. Because of their unrestricted nature, local funds are often transferred to other programs to eliminate deficits in cases where the expenditures of the other programs exceeded their revenues,

Act 735 Monies- Monies are received from GOEA as stated in the Legislative Act 735. The Council may use these funds at its discretion in any program provided the program is benefiting people who are at least 60 years old. The money received in this fund during the year was transferred to the Title III B Fund to provide additional funds to pay for its program expenditures.

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c) Basis of Presentation (Continued)

Medicaid Programs – The Council provides services for which it is paid a fee by application for people wanting to apply for Medicaid services and insurance for children. The Council is paid \$14 per application it completes.

The following funds are the funds which comprise the Council's Special Revenue Funds:

Assumption Millage Fund- This fund is used to account for ad valorem taxes received from the taxpayers of Assumption Parish. The Council uses these funds to supplement the cost of the services it provides.

Title III B Fund- Monies are received from GOEA which are used to provide various units of supportive social services to the elderly. Specific supportive services provided during the fiscal year are information and assistance, outreach, homemakers, recreation, transportation, material aid, utility assistance, telephone and medical alert. GOEA has established the criteria for defining a qualifying unit of service for each Title III program.

Section 5311 Fund- This fund was established to account for funds under the United States Department of Transportation's Public Transportation for Nonurbanized Areas-Section 5311 program. The Louisiana Department of Transportation and Development (DOTD) receives these funds for the State of Louisiana and passes them through to the Council via the Assumption Parish Police Jury. Funds earned and received by the Council are based upon actual operating costs of providing transportation services to rural residents within Assumption Parish. Section 5311 funds are used as operating transfers to

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c) Basis of Presentation (Continued)

help pay for costs incurred in providing transportation services under the Council's various transportation programs.

Title XIX- Transportation Fund- This fund accounts for monies used to provide payments for medical services provided to (1) cash assistance recipients, (2) members of certain mandatory and optional groups who do not receive cash assistance, and (3) other medically needy people who qualify under program guidelines. Title XIX funds are provided by the United States Department of Health and Human Services as direct reimbursement for costs incurred by the Council.

Title III C-1 Fund-Congregate Meals Fund- Monies are received from GOEA and are used to provide nutritional, congregare meals to the elderly at meal sites located in Assumption Parish.

Title III C-2 Fund-Home Delivered Meals Fund- Monies are received from GOEA and are used to account for funds that are used to provide nutritional meals to homebound older persons.

Title III D-Preventive Health Fund- Monies are received from GOEA and are used to account for funds for disease prevention and health promotion activities.

Title III E Fund- National Family Caregiver Program Fund- This fund is to account for funds relating to the National Family Caregiver Support program. This program is designed to provide multifaceted systems of support services for family caregivers and for grandparents or older individuals who are relative caregivers. It targets older low-income individuals. Specific types of services include: Information and Assistance and Public Education. Eligible participants include (1) adult family members or another adult person, who provides uncompensated in-home and community care to an older person

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c) Basis of Presentation (Continued)

who needs supportive services or (2) grandparents, or a person 60 years of age or older, who is related to a child by blood or marriage, and (3) has a legal relationship to the child or is raising the child informally.

United Way Fund- This fund is used to account for grants received from the United Way and the disbursement of the grants to other funds.

Entergy Assistance Fund – This fund is used to account for the administration of utility assistance programs that are sponsored by local utility companies. The companies collect contributions from service customers and remit the funds to the parish councils on the aging to provide assistance to the elderly for the payment of utility bills.

Audit Fund- This fund is for monies that are restricted to use as a supplement to pay for the cost of having an annual audit of the Council's financial statements. Excess audit costs have been distributed to other funds and programs using the Council's indirect cost allocation formula.

Arts and Humanities Fund- This fund is used to account for grants received from the Houma Regional Arts and Humanities Council to help pay for the costs of the ceramic and recreation activities.

Senior Center Fund- This fund is used to account for the administration of Senior Center program funds appropriated by

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

c) Basis of Presentation (Continued)

the Louisiana Legislature to GOEA, which in turn “passes through” to the Council. The purpose of this program is to provide a community service center at which elderly people can receive supportive social services and participate in activities which foster their independence, enhance their dignity and encourage their involvement in and with the community. The senior centers for Assumption Parish are located in Napoleonville and Pierre Part. Senior Center funds can be used at management’s discretion to support any of the Council’s programs that benefit the elderly. Accordingly, the Senior Center Fund then transferred all its grant revenue to the Title III B Fund to subsidize that program’s cost of providing supportive services to elderly persons who use the senior center.

Supplemental Senior Center Fund- Monies in this fund are received from GOEA. The Louisiana Legislature appropriated additional money for various councils on aging through Louisiana to be used to supplement each council’s primary state grant for senior center operations and activities. The Council was one of the councils to receive a supplemental grant. The money received by this fund during the year was transferred to the Title III B- Supportive Services Fund to supplement the supportive services provided by this fund.

d) Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Government-wide Financial Statements:

The government-wide financial statements are reported using the economic resources measurements focus and the accrual

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

d) Measurement Focus and Basis of Accounting (Continued)

basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the fiscal year in which they are levied.

Fund Financial Statements:

All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets. Governmental funds are maintained on the modified accrual basis of accounting. Governmental fund revenues resulting from exchange transactions are recognized in the fiscal year in which the exchange takes place and meets the government's availability criteria (susceptible to accrual). Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. The Council's definition of available means expected to be received within sixty days of the end of the fiscal year.

Expenditures are recognized in the accounting period in which the related fund liability is incurred, if measurable, except for the following: (1) principal and interest on long-term debt are recorded when due, and (2) accumulated unpaid vacation and sick pay which is recorded as expenditures in the governmental fund type when paid with expendable available financial resources. Allocations of cost such as depreciation are not recognized in the governmental funds.

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

e) Use of Estimates

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

f) Accounts Receivable

The financial statements for the Council contain no allowance for bad debts. Uncollectible receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. These amounts are not considered to be material in relation to the financial position or operations of the funds of the Council.

g) Cash and Investments

Cash includes amounts in demand deposits, interest bearing demand deposits and petty cash.

Investments are reported at fair value as established by open market. All investments are traded in a national or international exchange and are valued at the last reported sales price at current exchange rates. There are no investments without an established market. Unrealized gains and losses on investments recorded at fair value are included in investment income.

h) Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are reported in the government-wide or fund financial statements.

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

h) Capital Assets (Continued)

Government-wide Financial Statements:

In the government-wide financial statements, fixed assets are accounted for as capital assets. Capital assets purchased or acquired with an original cost of \$1,000 or more are valued at historical cost or estimated historical cost if actual cost is unavailable, except for donated capital assets which are recorded at their estimated fair value at the date of donation. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	25-40 years
Equipment	5-10 years
Vehicles	5 years

Fund Financial Statements:

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

i) Non-Current Liabilities

The accounting treatment of non-current liabilities depends on whether they are reported in the government-wide or fund financial statements.

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

i) Non-Current Liabilities (Continued)

Government-wide Financial Statements:

All non-current liabilities to be repaid from governmental resources are reported as liabilities in the government-wide statements. The long-term obligations consist of accumulated unpaid vacation.

Fund Financial Statements:

Non-current liabilities for governmental funds are not reported as liabilities in the fund financial statements.

j) Accumulated Vacation, Compensatory Time and Sick Leave

The Council's policies regarding vacation and sick leave permit employees to accumulate earned but unused vacation and sick leave. The liability for these compensated absences is recorded as a long-term obligation in the government-wide statements. In the fund financial statements, governmental funds report only the compensated absence liability payable from expendable available financial resources.

Full-time employees of the Council shall be entitled to vacation and sick leave with pay after a six month probation period and shall accrue vacation time in the following manner:

First year through fifth year	Twelve days
Sixth year through fifteenth year	Fifteen days
Sixteenth year through twentieth year	Eighteen days
Twenty-first year or more	Twenty days

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**j) Accumulated Vacation, Compensatory Time and Sick
Leave (Continued)**

Part-time employees of the Council working more than twenty hours a week shall be entitled to vacation and sick leave with pay and shall accrue five days of vacation per year.

Accumulated vacation leave is due to the employee at the time of termination of employment if the employee worked twelve months or longer. Although sick leave accumulates and is available for employees when needed, it does not vest nor is it payable at termination of employment.

k) Income Taxes

Tax exempt status has been granted under Internal Revenue Code Section 501(c)(3).

l) Interfund Transactions

In the financial statements, interfund activity is reported as either loans or transfers. Loans between funds are reported as interfund receivables (due from) and payables (due to) as appropriate. Transfers represent a permanent reallocation of resources between funds. In other words, they are not expected to be paid. For reporting purposes, all interfund transactions between individual governmental funds have been eliminated in the government-wide financial statements.

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

n) Allocation of Indirect Expenses:

The Council reports all direct expenses by function and programs of functions in the Statement of Activities. Direct expenses are those that are clearly identifiable with functions or programs. Indirect expenses are recorded as direct expenses of the Administration function. The Administration function is allocated using a formula that is base primarily on the relationship the direct cost bears to the direct cost of all programs. GOEA provides funds to partially subsidize the Council's Administration function within certain programs. There are some programs that cannot absorb any indirect cost allocation according to their grant or contract limitations.

o) Fund Equity

Government-wide Statements:

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets- Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets. At June 30, 2011 the Council did not report any borrowings.
- b. Restricted net assets- Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributions or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets- All other net assets that do not meet the definition of "restricted" or "invested in capital assets."

**Note 1- PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF
SIGNIFICANT ACCOUNTING POLICIES (Continued)**

o) Fund Equity (Continued)

When both restricted and unrestricted resources are available for use, it is the Council's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Financial Statements:

Governmental fund equity is classified as fund balance. Fund balance may be further classified as reserved and unreserved, with unreserved further split between designated and undesignated. Reserved means that the fund balance is not available for expenditure because resources have already been expended (but not consumed), or a legal restriction has been placed on certain assets that make them only available to meet future obligations. Designated fund balances result when management tentatively sets aside or earmarks certain resources to expend in a designated manner. In contrast to reserved fund balances, designated amounts can be changed at the discretion of management.

Note 2- PROPERTY TAXES

The Council records receipts from the Parish for the 3.50 millage ad valorem tax as ad valorem tax revenue in the Assumption Millage Fund. The Police Jury acts as the collection agent for these taxes and remits the monies to the Council.

Property taxes are levied each November 15 on the assessed value listed as of the prior January 1 for all real property, merchandise, and movable property located in the Parish. Assessed values are established by the Assumption Parish Assessor's office and the State Tax Commission at percentages of actual value as specified by Louisiana law. A reevaluation is required to be completed no less than every four years. The last reevaluation was completed for the list of January 1, 2008. Taxes are due and payable December 31, with interest being charged on payments after January 1.

Note 2- PROPERTY TAXES (Continued)

The tax rate for the year ended December 31, 2008 was \$3.50 per \$1,000 of assessed valuation on property for the purpose of operating and maintaining programs for the elderly and disabled persons of Assumption Parish. Ad valorem taxes are being recorded in the year which the taxes were remitted to the Council.

Note 3- DEPOSITS AND INVESTMENTS

Louisiana state law allows all political subdivision to invest excess funds in obligations of the United States or other federally insured investments, certificates of deposit of any bank domiciled or have a branch office in the State of Louisiana, guaranteed investments contracts and investment grade (A-1/P-1) commercial paper of domestic corporations.

Bank Deposits:

The Council is a quasi-governmental entity which is not required to comply with Louisiana laws relating to collateralization of cash and investments. The Council however, obtains collateralization for cash at financial institutions which is in excess of the FDIC insurance. Acceptable collateralization includes FDIC insurance and securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana and certain political subdivisions are allowed as security for deposits. Obligations furnished as security must be held by the political subdivision or with an unaffiliated bank or with a trust company for the account of the political subdivision.

Note 3- DEPOSITS AND INVESTMENTS (Continued)

The year end balances of deposits are as follows:

	<u>Bank Balances</u>	<u>Reported Amount</u>
Cash	\$ 625,933	\$ 607,841
Certificates of deposit	<u>108,384</u>	<u>108,384</u>
Totals	<u>\$ 734,317</u>	<u>\$ 716,225</u>

Custodial credit risk is the risk that in the event of a bank failure, the Council's deposits may not be returned to it. The Council has a written policy for custodial credit risk. As of June 30, 2011, \$484,317 of the Council's bank balance of \$ 734,317 was exposed to custodial credit risk. These deposits were uninsured and primarily collateralized with letters of credit from the Federal Home Loan Bank to the pledging financial institution, but not the Council.

At June 30, 2011, cash and certificates of deposits were adequately collateralized in accordance with state law. The Governmental Accounting Standards Board (GASB), which promulgates the standards for accounting and financial reporting for state and local governments, considers these securities subject to custodial credit risk. Even though the deposits are considered subject to custodial credit risk under the provisions of GASB Statement No. 40, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to draw down upon the Letters of Credit within 10 days of being notified by the depositor that the fiscal agent has failed to pay deposited funds upon demand.

Note 4- CONTRACTS RECEIVABLE

Contracts receivable at June 30, 2011 consisted of reimbursements for expenditures incurred under the following programs:

Title III C 1 Congregate Meals	2,025
Title III D Preventive Health Fund	3
Title III E National Family Caregiver Program	320
Assumption Parish Police Jury	
Section 5311 Reimbursements	18,801
Act 29 Capital Projects Appropriations	44,680
Houma Regions Arts Council Grant	2,096
Department of Health and Human Services	
Title XIX	2,879
Department of Transportation DOTD	21,259
Other-local	<u>3,402</u>
Total	<u>\$ 100,281</u>

Note 5- BOARD OF DIRECTORS

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member.

**Exhibit G
(Continued)**

Note 6- CHANGES IN CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2011 was as follows:

	<u>Balance July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2011</u>
Capital assets not being depreciated:				
Land	\$ 44,700	\$ 50,000	\$ -	\$ 94,700
Total capital assets not being depreciated	<u>44,700</u>	<u>50,000</u>	<u>-</u>	<u>94,700</u>
Capital assets being depreciated:				
Buildings	948,417	297,305	-	1,245,722
Vehicles	268,840	81,803	-	350,643
Equipment	15,296	36,039	-	51,335
Total capital assets being depreciated	<u>1,232,553</u>	<u>415,147</u>	<u>-</u>	<u>1,647,700</u>
Less accumulated depreciation for:				
Buildings	(44,322)	-	(4,428)	(48,750)
Vehicles	(156,868)	-	(53,125)	(209,993)
Equipment	(10,828)	-	(2,635)	(13,463)
Total accumulated depreciation	<u>(212,018)</u>	<u>-</u>	<u>(60,188)</u>	<u>(272,206)</u>
Total capital assets being depreciated, net	<u>1,020,535</u>	<u>415,147</u>	<u>(60,188)</u>	<u>1,375,494</u>
Total capital assets, net	<u>\$ 1,065,235</u>	<u>\$ 465,147</u>	<u>\$ (60,188)</u>	<u>\$ 1,470,194</u>

(The Council's major capital asset activity is the construction of the new building in Napoleonville and the acquisition of a van.)

Note 7-NON-CURRENT LIABILITIES

Non-current liabilities consist of accumulated unpaid vacation. The following is a summary of the changes in long-term obligations of the Council for the year ended June 30, 2011:

Non-current liabilities, July 1, 2010	\$17,038
Net decrease in unpaid vacation	<u>(73)</u>
Non-current liabilities, June 30, 2011	<u>\$16,965</u>

Note 8- INTERFUND TRANSFERS

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the General Fund and certain Special Revenue Funds to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Note 8- INTERFUND TRANSFERS (Continued)

Operating transfers in and out are listed by fund for the year ended June 30, 2011:

	Operating Transfers	
	In	Out
General Fund		
Non Major Funds	\$ -	\$ -
General	9,308	10,050
Title III B-Supportive Services Fund	-	37,500
Assumption Millage	144,971	-
Total	154,279	47,550
Assumption Millage:		
Title III B-Supportive Services Fund	-	286,032
General Fund	-	144,971
Title XIX Transportation Fund	-	98,293
Non-Major Funds	-	67,643
Total	-	596,939
Title III B-Supportive Services Fund:		
General Fund	37,500	-
Assumption Millage	286,032	-
Section 5311	40,762	-
Non-major Funds	55,269	-
Total	419,563	-
Section 5311		
Title III B-Supportive Services Fund	-	40,762
Title XIX Transportation Fund		
General Fund	742	-
Assumption Millage	98,293	-
Total	99,035	-
Non-major Funds:		
Assumption Millage	67,643	-
Title III B-Supportive Services Fund	-	55,269
Non-major funds	30,919	30,919
Total	98,562	86,188
Grand totals	\$ 771,439	\$ 771,439

Note 9- RETIREMENT PLAN

The Council offers its employees a means to defer compensation through a tax-sheltered SEP-IRA plan. The program is fully funded by the Council and there is no amount withheld from the employee. The Council may vary the percentage contribution of the employees' salaries that it makes to the SEP-IRA accounts, or not even make a contribution. However, the Council must use the same percentage for every employee. The contributions into the employee's account are 100% vested; therefore, if the employee leaves the Council, the IRA goes with him or her. All employees are eligible to participate in the plan as long as they are at least 21 year of age, have worked for the Council for at least three of the last five calendar years, and have earned at least \$375 in the year in which they became eligible. During the year the Council paid 5% of the employee's annual salary into each employee's SEP-IRA at a cost of \$20,646.

Note 10- INCOME TAX STATUS

The Council, a non-profit corporation, is exempt from federal income taxation under Section 501 (c) (3) of the Internal Revenue Service Code, and is not a private foundation as defined in Section 509 (a) of the Code. It is also exempt from Louisiana income tax.

Note 11- RELATED PARTY TRANSACTIONS

During the year ended June 30, 2011, the Council hired an attorney to handle real estate closings and lease agreements who is also on the board of directors. The legal fees were \$1,142.

Note 12- CONTINGENCIES

The Council participates in a number of federally assisted programs, which are governed by various rules and regulations. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Council has not complied with the rules and regulations governing the grants, refunds of any money received and the collectability of any related receivable at year-end may be impaired. In Management's opinion, there are no significant contingent liabilities relating to compliance with the rules

**Exhibit G
(Continued)**

and regulations governing state and federal grants; therefore, no provision has been recorded in the accompanying financial statement for such contingencies. Audits of prior years have not resulted in any disallowed costs or refunds. Any costs that would be disallowed would be recognized in the period agreed upon by the grantor agency and the Council.

Note 13- SUBSEQUENT EVENTS

Management evaluates events occurring subsequent to the date of financial statements in determining the accounting for and disclosure of transactions and events that effect the financial statements. Subsequent events have been evaluated through December 5, 2011, which is the date the financial statements were available to be issued.

Note 14- NOTE PAYABLE

On March 21, 2011, the Council purchased land and building in Pierre Part, Louisiana for \$250,000. A mortgage and note payable of \$160,000 with a bank was used to finance the purchase. Terms of the loan included monthly payments of \$1,361 for 60 months with a balloon payment of \$123,493 on April 5, 2016. Interest rate is 6%.

Future 5 year minimum payments are as follows:

2012	\$ 16,332
2013	16,332
2014	16,332
2015	16,332
2016	<u>135,742</u>
	201,070
Less Interest	<u>(43,102)</u>
Balance 6-30-11	<u>\$157,968</u>

GASB REQUIRED SUPPLEMENTARY INFORMATION SECTION

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues				
Intergovernmental	\$ 115,441	\$ 115,441	\$ 157,707	\$ 42,266
Charges for services	3,200	2,149	742	(1,407)
Miscellaneous	1,500	1,500	26,036	24,536
Loan proceeds	-	-	160,000	160,000
Public support	2,100	1,400	3,820	2,420
Non cash - in kind	6,454	6,454	6,454	-
Total revenues	<u>128,695</u>	<u>126,944</u>	<u>354,759</u>	<u>227,815</u>
Expenditures				
Current:				
Health and welfare:				
Salaries	-	-	-	-
Fringe	63,208	62,642	64,621	(1,979)
Travel	800	800	302	498
Operating Supplies	-	-	-	-
Other Costs	3,200	3,700	4,303	(603)
Meals	86,500	86,500	63,525	22,975
Expenditures - in kind	6,454	6,454	6,454	-
Debt service	-	-	2,032	(2,032)
Capital Outlay	<u>192,941</u>	<u>316,441</u>	<u>383,344</u>	<u>(66,903)</u>
Total expenditures	<u>353,103</u>	<u>476,537</u>	<u>524,581</u>	<u>(48,044)</u>
Excess (deficiency) of Revenue over Expenditures	(224,408)	(349,593)	(169,822)	179,771
Other Financing Sources (Uses)				
Operating Transfers In	492,208	392,142	154,279	(237,863)
Operating Transfers Out	<u>(267,800)</u>	<u>(42,549)</u>	<u>(47,550)</u>	<u>(5,001)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	(63,093)	<u>\$ (63,093)</u>
Fund Balance				
Beginning of year			<u>244,290</u>	
End of year			<u>\$ 181,197</u>	

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
ASSUMPTION MILLAGE FUND

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues				
Ad valorem taxes	\$ 533,661	\$ 519,561	\$ 597,274	\$ 77,713
Miscellaneous income	-	-	-	-
Other Financing Sources				
Operating transfers in	-	-	-	-
Operating transfers out	<u>(533,661)</u>	<u>(519,561)</u>	<u>(596,939)</u>	<u>(77,378)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	335	<u>\$ 335</u>
Fund Balance				
Beginning of year			<u>569,474</u>	
End of year			<u>\$ 569,809</u>	

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
TITLE III B - SUPPORTIVE SERVICES FUND

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

	Budgeted Amounts		ACTUAL	FAVORABLE (UNFAVORABLE) VARIANCE
	ORIGINAL	FINAL		
Revenues				
Intergovernmental	\$ 48,927	\$ 48,927	\$ 48,927	\$ -
Public Support	4,900	4,900	6,379	1,479
Total Revenues	<u>53,827</u>	<u>53,827</u>	<u>55,306</u>	<u>1,479</u>
Expenditures				
Current:				
Health and welfare:				
Salaries	336,966	341,598	337,599	3,999
Fringe	36,386	35,496	31,451	4,045
Travel	19,408	17,398	16,515	883
Operating Services	61,305	60,297	47,824	12,473
Operating Supplies	25,023	24,952	27,045	(2,093)
Other costs	22,586	22,913	14,435	8,478
Utility assistance	-	-	-	-
Capital outlay	5,121	5,096	-	5,096
Total Expenditures	<u>506,795</u>	<u>507,750</u>	<u>474,869</u>	<u>32,881</u>
Excess (deficiency) of Revenue over Expenditures	(452,968)	(453,923)	(419,563)	34,360
Other Financing Sources (Uses)				
Operating transfers in	454,089	453,923	419,563	(34,360)
Operating transfers out	(1,121)		-	-
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund Balance				
Beginning of year			<u>1,612</u>	
End of year			<u>\$ 1,612</u>	

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
5311 FUND

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues				
Intergovernmental	\$ 205,854	\$ 205,854	\$ 179,149	\$ (26,705)
ARRA stimulus grant	-	-	81,803	81,803
Charges for services	<u>1,200</u>	<u>1,200</u>	<u>2,420</u>	<u>1,220</u>
Total revenues	<u>207,054</u>	<u>207,054</u>	<u>263,372</u>	<u>56,318</u>
Expenditures				
Current:				
Health and welfare:				
Salaries	86,668	84,746	80,361	4,385
Fringe	8,072	7,783	7,089	694
Travel	154	156	157	(1)
Operating Services	22,885	24,270	28,797	(4,527)
Operating Supplies	12,068	12,079	21,689	(9,610)
Other Costs	3,531	3,589	2,714	875
Capital Outlay	<u>2,365</u>	<u>2,369</u>	<u>81,803</u>	<u>(79,434)</u>
Total expenditures	<u>135,743</u>	<u>134,992</u>	<u>222,610</u>	<u>(87,618)</u>
Excess (deficiency) of Revenue over Expenditures	71,311	72,062	40,762	<u>31,300</u>
Other Financing Sources (Uses)				
Operating Transfers In	-	-	-	-
Operating Transfers Out	<u>(71,311)</u>	<u>(72,062)</u>	<u>(40,762)</u>	<u>(31,300)</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance				
Beginning of year			<u>609</u>	
End of year			<u>\$ 609</u>	

REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
TITLE XIX TRANSPORTATION FUND

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Revenues				
Intergovernmental	\$ 15,500	\$ 15,500	\$ 39,455	\$ 23,955
Expenditures				
Current:				
Health and welfare:				
Salaries	90,541	82,902	77,813	5,089
Fringe	8,645	7,771	7,357	414
Travel	159	153	170	(17)
Operating Services	19,926	21,203	28,965	(7,762)
Operating Supplies	10,391	10,368	21,394	(11,026)
Other Costs	3,601	3,476	2,791	685
Capital Outlay	<u>2,053</u>	<u>2,045</u>	-	<u>2,045</u>
Total expenditures	<u>135,316</u>	<u>127,918</u>	<u>138,490</u>	<u>(10,572)</u>
Excess (deficiency) of Revenue over Expenditures	(119,816)	(112,418)	(99,035)	13,383
Other Financing Sources (Uses)				
Operating Transfers In	120,029	112,418	99,035	(13,383)
Operating Transfers Out	<u>(213)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>
Fund Balance				
Beginning of year			<u>526</u>	
End of year			<u>\$ 526</u>	

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY REPORTING

Assumption Parish Council on Aging, Inc.
June 30, 2011

The Council adheres to the following procedures in establishing the budgetary data reflected in the financial statements.

- GOEA notifies the Council each year as to the funding levels for each program's award.
- The Council may also obtain funds from agencies other than GOEA and the Council considers the potential revenues to be earned under those grants.
- Projections are made of revenues from other sources based on past trends and data available to form expectations of future revenues.
- The Executive Director prepares a proposed budget based on the expected funding levels and then submits the budget to the Board of Directors for approval.
- The Board of Directors reviews and adopts the budget before May 31 of the current year for the next year.
- The adopted budget is forwarded to the GOEA for final approval.
- All budgetary appropriations lapse at the end of each fiscal year (June 30).
- Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments. There was one amendment during the year.
- Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control device.

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY REPORTING
(Continued)

Assumption Parish Council on Aging, Inc.
June 30, 2011

- The Council may transfer funds between line items as often as required but must obtain prior approval from the GOEA for funds received under grants from this state agency. As a part of this grant award, GOEA requires the Council to amend its budget in cases where actual costs for a particular cost category exceeded the budgeted amount by more than 10%. Otherwise, the excess costs could be labeled as unauthorized expenditures.
- Expenditures cannot legally exceed appropriations on an individual fund level.
- The Council has established policies requiring public participation in the budget process.
- The budget for special revenue funds is prepared on a modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.
- Major funds, for which annual budgets are adopted, are included in the budget presentations in required supplementary information.

SUPPLEMENTARY INFORMATION SECTION

**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
NONMAJOR GOVERNMENTAL FUNDS - SPECIAL REVENUE FUNDS**

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

	Title III C-1 - Congregate Meals Fund	Title III C-2 - Home Delivered Meals Fund	Title III D - Preventive Health Fund	Title III E - National Family Caregiver Program Fund	United Way	Energy Assistance Fund	Audit Fund	Arts and Humanities Fund	Senior Center	Sup Senior Ctr	MIPPA Grant	Total
Revenues												
Intergovernmental:												
State of Louisiana:												
Capital Area Agency on Aging	\$ 24,366	\$ 12,218	\$ 2,121	\$ 2,850	\$ -	\$ -	\$ 335	\$ -	\$ -	\$ -	\$ -	\$ 41,890
United Way of South Louisiana	-	-	-	-	48,543	-	-	-	-	-	-	48,543
Houma Regional Arts and Humanities Office of Elderly Affairs	-	-	-	-	-	-	2,883	28,420	-	3,100	2,242	34,762
Public support:												
Client contributions	-	30,122	-	-	-	-	-	-	-	-	-	30,122
Utility assistance - Energy	-	-	-	-	-	6,950	-	-	-	-	-	6,950
Non-cash in-kind	-	-	-	-	-	-	-	-	-	-	-	-
Total revenues	24,366	42,340	2,121	2,850	48,543	6,950	335	2,883	28,420	3,100	2,242	165,050
Expenditures												
Current:												
Health and welfare:												
Salaries	18,982	86,314	-	5,263	-	-	-	-	-	-	-	112,559
Fringe	1,812	9,471	-	415	-	-	-	-	-	-	-	11,698
Travel	27	21,665	-	145	-	-	-	-	-	-	-	21,837
Operating services	6,391	6,056	1,455	1,088	-	-	-	-	-	-	-	14,990
Operating supplies	1,993	1,580	100	410	-	-	-	-	-	-	-	4,063
Other costs	507	2,677	566	-	-	8,192	335	-	-	-	-	4,085
Utility assistance - Energy	-	-	-	-	-	-	-	-	-	-	-	8,192
Non-cash in-kind	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	29,712	129,743	2,121	7,321	-	8,192	335	-	-	-	-	177,424
Excess (deficiency) of Revenue over Expenditures	(5,346)	(87,403)	-	(4,471)	48,543	(1,342)	-	2,883	28,420	3,100	2,242	(12,374)
Other Financing Sources (Uses)												
Operating Transfers In	5,346	87,403	-	4,471	-	1,342	-	-	-	-	-	98,562
Operating Transfers Out	-	-	-	-	(48,543)	-	-	(2,883)	(28,420)	(3,100)	(2,242)	(86,188)
Total other financing sources (uses)	5,346	87,403	-	4,471	(48,543)	1,342	-	(2,883)	(28,420)	(3,100)	(2,242)	12,374
Net Change in Fund Balance	-	-	-	-	-	-	-	-	-	-	-	-
Fund Balance												
Beginning of year	-	-	-	-	-	-	-	-	-	-	-	-
End of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

COMPARATIVE STATEMENT OF CAPITAL ASSETS
AND CHANGE IN CAPITAL ASSETS

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
Capital Assets, at Cost:				
Land	\$ 44,700	\$ 50,000	\$ -	\$ 94,700
Buildings	948,417	297,305	-	1,245,722
Vehicles	268,840	81,803	-	350,643
Equipment	<u>15,296</u>	<u>36,039</u>	<u>-</u>	<u>51,335</u>
Total capital assets	<u>\$ 1,277,253</u>	<u>\$ 465,147</u>	<u>\$ -</u>	<u>\$ 1,742,400</u>
 Investment in Capital Assets:				
Property acquired with funds from - General and Other Funds	\$ 898,630	\$ 383,344	\$ -	\$ 1,281,974
			-	
Title III B Supportive Services	136,121	-	1 (1)	136,120
Title III C-1 - Congregate Meal	832	-	-	832
Title III C-2 - Home Delivered Meals	2,194	-	-	2,194
Act 735 PCOA	21,414	-	1 (1)	21,413
Transportation (Indirect)	8,215	-	-	8,215
Millage/Police Jury	101,501	-	-	101,501
Transportation - ARRA -stimulus	2	81,803	1 (2)	81,803
Section 18	61,309	-	1 (1)	61,308
Title XIX	<u>47,041</u>	<u>-</u>	<u>1 (1)</u>	<u>47,040</u>
Total Investment in capital assets	<u>\$ 1,277,259</u>	<u>\$ 465,147</u>	<u>\$ (6)</u>	<u>\$ 1,742,400</u>

(1) Rounding only

UNITS OF SERVICE**Assumption Parish Council on Aging, Inc.**

For the year ended June 30, 2011

(Unaudited)

	<u>Units</u>	
	<u>2011</u>	<u>2010</u>
Title III B - Supportive Services Fund:		
Information and Assistance	1,024	1,037
Outreach	103	63
Homemaker	13,083	10,502
Recreation	7,220	7,351
Transportation	15,524	14,050
Material Aid	1,178	1,023
Medical Alert	64	59
Telephone	1,295	1,277
Utility Assistance	56	35
Title III C-1 - Congregate Meals Fund:		
Congregate Meals	12,277	12,398
Nutrition Education	316	-
Title III C-2 - Home Delivered Meals Fund:		
Home Delivered Meals	32,954	33,390
Nutrition Education	316	212
Title III D - Preventive Health Fund:		
Wellness	2,283	1,677
Medication Management	90	53
Title III E - National Family Caregiver Program Fund:		
Information and Assistance	52	52

SPECIAL REPORTS OF CERTIFIED PUBLIC ACCOUNTANTS

**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**

Assumption Parish Council on Aging, Inc.
Napoleonville, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Assumption Parish Council on Aging, Inc., as of and for the year ended June 30, 2011 and have issued our report thereon dated December 5, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Assumption Parish Council on Aging, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Assumption Parish Council on Aging, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Assumption Parish Council on Aging, Inc.'s internal control over financial reporting.

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.

Our consideration of internal control over financial reporting 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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Assumption Parish Council on Aging, 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*.

This report is intended solely for the information and use of management, others within the entity, the Legislative Auditor of the State of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specific parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.


Michael R. Choate & Company, CPAs
Baton Rouge, Louisiana

December 5, 2011

SCHEDULE OF FINDINGS AND RESPONSES

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

Section I Summary of Auditor's Results

a) Financial Statements

Type of auditor's report issued: unqualified

Internal control over financial reporting:

- Material weakness(es) identified? _____ yes X no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ yes X none reported

Noncompliance material to financial statements noted? _____ yes X no

b) Federal Awards

Assumption Parish Council on Aging, Inc. did not expend federal awards in excess of \$500,000 during the year ended June 30, 2011.

Section II Financial Statement Findings

Not applicable for the year June 30, 2011.

Section III Federal Award Findings and Questioned Costs

Not applicable for the year June 30, 2011.

REPORTS BY MANAGEMENT

SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES
ASSUMPTION PARISH COUNCIL ON AGING, INC.
For the year ended June 30, 2010

Section I Internal Control and Compliance Material to the Basic Financial Statements

Internal Control-

No findings or significant deficiencies or material weaknesses for the year ended June 30, 2010.

Compliance-

No compliance findings material to the basic financial statements were noted during the audit for the year ended June 30, 2010.

Section II Internal Control and Compliance Material to Federal Awards

No Internal Control findings or significant deficiencies or material weaknesses for the year ended June 30, 2010.

Assumption Parish Council on Aging, Inc. did not expend federal awards in excess of \$500,000 during year ended June 30, 2010.

Section III Management Letter

A management letter was not issued in connection with the audit for the year ended June 30, 2010.

MANAGEMENT'S CORRECTIVE ACTION PLAN

Assumption Parish Council on Aging, Inc.

For the year ended June 30, 2011

Section I Internal Control and Compliance Material to the Basic Financial Statements

No material weaknesses were noted during the audit for the year ended June 30, 2011.

No significant deficiency was reported during the audit for the year ended June 30, 2011.

Section II Internal Control and Compliance Material to Federal Awards

Assumption Parish Council on Aging, Inc. did not expend federal awards in excess of \$500,000 during the year ended June 30, 2011.

Section III Management Letter

Not applicable for the year ended June 30, 2011.