

Financial Report
Assumption Parish Council On Aging, Inc.
Napoleonville, Louisiana

June 30, 2007

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 12/5/07

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Napoleonville, Louisiana

June 30, 2007

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Assumption Council on Aging, Inc. Fiscal Year Ended June 30, 2007

The Management's Discussion and Analysis of the Assumption 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, 2007. 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 showed an increase in overall net assets of \$125,227 or 35.34%.
- Net capital assets of the Council increased by \$18,390 or 24.68%.
- The Council's fund revenues increased by \$172,048 or 23.93%.
- Fund expenditures increased by \$56,407 or 7.76%.
- The unreserved, undesignated fund balance at year-end for the Council's General Fund was \$383,135.
- No deficit fund balances existed at year-end.
- The Council has no long-term debt.

HOW TO USE THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 15 and 16) provide information about the activities of the Council as a whole and present a longer-term view of the Council's finances. Fund financial statements begin on page 17. For governmental activities, these statements tell how services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the Council's operations in more detail than the government-wide statements by providing information about the Council's most significant funds.

Our auditor has provided assurance in his independent auditor's report, located immediately after this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. The auditor is providing varying degrees of assurance about Supplementary Financial Information Required by GASB Statement 34 and Supplementary Financial Information Required by GOEA that follow later in this reporting package. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each part of the financial section of the report.

REPORTING THE COUNCIL AS A WHOLE USING GOVERNMENT-WIDE STATEMENTS

Our analysis of the Council as a whole begins on page 7. An important question to ask about the Council's finances is, "Is the Council as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities (referred to collectively as the Government-Wide Financial Statements) report information about the Council as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid.

The Government-Wide statements can be found on pages 15 to 16 and report the Council's net assets and changes in them. The Statement of Net Assets is designed to present the financial position of the Council as of year-end. Over time, increases or decreases in the Council's net assets are one indicator of whether its financial position is improving or deteriorating. However, to assess the overall financial position of the Council, you will need to consider other nonfinancial factors, such as the condition of the Council's capital assets and facilities, the addition or termination of grants and other revenue sources, and the expansion or contraction of programs and services.

The Statement of Activities provides information that shows how the Council's net assets changed as a result of this year's activities. All of the Council's significant activities are reported in the Statement of Activities. These activities include an Administration function and a Health, Welfare, and Social Services function. The Health, Welfare, and Social Services function is comprised of various programs that include various supportive social services, nutritional services, national family caregiver support, disease prevention and health promotion, and transportation. All activities of the Council are considered to be governmental activities. A governmental activity is one where the Council uses money it receives from government grants and contracts, along with donations from the general public, to pay for the services it provides to the general public, or a segment of the general public, such as the elderly. In other words, the people benefiting from the services are not required to pay for what they receive. If the Council charged fees to cover all or most of the cost of providing a service, that activity would be classified as a business-type activity. The Council does not have any business-type activities.

REPORTING THE COUNCIL'S MOST SIGNIFICANT FUNDS USING FUND FINANCIAL STATEMENTS

Our analysis of the Council's funds financial statements begins on page 10. The Fund Financial Statements can be found on pages 17 to 18 and provide detailed information about the most significant funds - not the Council as a whole. In the Fund Financial Statements you will see a General Fund and a variety of Special Revenue Funds. The General Fund is used to account for all financial resources except those that are required to be accounted for in another fund. The Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditure for specified purposes. By using separate funds to track revenues and expenditures, we can control and manage funds for particular purposes or we can show that the fund is meeting legal responsibilities for using certain grants and other money.

The General Fund and Special Revenue Funds are considered governmental funds. Governmental funds focus on how money flows into and out of funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called the *modified* accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the Council's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Council's programs. We have presented the difference between the net assets of governmental activities and the fund balances of the governmental funds in a reconciliation at the bottom of the Balance Sheet for Governmental Funds. In addition, the difference between the change in fund balance for the governmental funds and the change in net assets for the governmental activities has been presented in a reconciliation on a separate page that follows the Statement of Revenues, Expenditures, and Changes in Fund Balances for the Governmental Funds.

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 on pages 20 to 48. You should read the notes before making assumptions or drawing conclusions about the Council's financial condition.

SUPPLEMENTARY FINANCIAL INFORMATION REQUIRED BY GASB STATEMENT

34

The Governmental Accounting Standards Board (GASB) Statement 34 requires budgetary comparison schedules for the General Fund and each major Special Revenue Fund that has a legally adopted annual budget. The schedules compare the original and final appropriated budgets to actual budget results for the Council's fiscal year. We have also opted to present positive and negative variances between the final budget and actual amounts.

Major funds are those funds whose revenues, expenditures, assets, or liabilities are at least 10% of corresponding totals for all governmental funds. In addition, a major fund could be a fund that does not meet these criteria but which we believe is important to present for the Council's financial statement users.

Management's Discussion and Analysis is also required supplementary information (RSI) by GASB Statement 34. However, it is presented as the first item in this reporting package and not with the other RSI by GASB Statement 34.

OTHER SUPPLEMENTARY FINANCIAL INFORMATION REQUIRED BY GOEA

The Council has also presented other required supplemental information in this report package.

The Governor's Office of Elderly Affairs (GOEA) has required the Council to present as schedules the information on pages 55 to 56. This information will be used by GOEA to verify the accuracy of information the Council submitted to it during the year and to help GOEA monitor certain compliance requirements set forth in the grants that it has with the Council.

AN ANALYSIS OF THE COUNCIL AS A WHOLE USING GOVERNMENT-WIDE FINANCIAL STATEMENTS

Condensed Statement of Net Assets

The following schedule reflects condensed information on the Council's net assets:

	<u>June 30, 2007</u>	<u>June 30, 2006</u>
Assets		
Current Assets	\$ 340,026	\$ 211,265
Total current assets	\$ 105,696	\$ 104,548
Capital assets, net of accumulated depreciation	92,892	74,502
 Total Assets	 \$ 538,614	 \$ 390,315
 Liabilities		
Other Liabilities	\$ 45,652	\$ 23,586
Accrued compensated absences	13,428	12,422
 Total Liabilities	 \$ 59,080	 \$ 36,008
 Net Assets		
Invested in Capital Assets	\$ 92,892	\$ 74,502
Unrestricted	386,641	279,804
 Total Net Assets	 \$ 479,533	 \$ 354,306

As noted earlier, net assets may serve over time as a useful indicator of the Council's financial position. As of June 30, 2007, the Council "as a whole" had assets greater than its liabilities by \$479,533. The Council's total net assets increased from \$354,306 to \$479,533. This equates to an increase of 35.34%, primarily due to an increase in property taxes received. A large portion of the Council's net assets (80.63%) reflects its cash and investments, less operating liabilities. 19.37% of net assets reflect its investment in capital assets (e.g., land; building; furniture, fixtures and equipment; vehicles).

The Council's restricted net assets were eliminated because the Council has been able to meet the constraints imposed by the donors or grantors of the resources. Net assets are reported as restricted when the constraints placed upon the asset's use are either (a) externally imposed by a grantor, contributor, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

The net assets that have been invested in capital assets are presented net of any related outstanding debt incurred to acquire them. For both years presented, there is no debt that has been subtracted from the capital asset amounts.

The liability for compensated absences increased by \$1,006 or 8.10% during the year. This liability represents what the Council would owe to its employees as of year-end for unused vacation leave.

Other liabilities increased by \$22,066 this year. The primary reason for the increase due to payable to various vendors.

Condensed Statement of Change in Net Assets

The following schedule reflects condensed information on the Council's change in net assets over the two-year period:

	June 30, 2007	June 30, 2006
Revenues:		
Program revenues:		
Charges for services	\$ 2,683	\$ 1,151
Operating grants and contributions	314,609	386,609
General revenues:		
Property taxes	442,364	253,945
Grants and contributions not restricted to specific programs	128,778	74,960
Unrestricted investment earnings	2,565	2,284
Total revenues	890,999	718,949
Expenses:		
Health and welfare	681,043	669,001
Administration	84,729	63,145
Total expenses	765,772	732,146
Increase in net assets	125,227	(13,197)
Net assets beginning of year	354,306	367,503
Net assets end of year	\$ 479,533	\$ 354,306

The Council's total revenues increased by \$172,050 or 23.93% versus last year. This was largely due to an increase in property tax revenue.

Total expenses increased by \$33,626 or 4.59% versus last year. Health and welfare expenses increased 1.80%, while administration expenses increased 34.18%.

AN ANALYSIS OF GOVERNMENTAL ACTIVITIES

Most of the Council's activities are funded by federal, state, and local grants. These grants amount to approximately 49.76% of the revenues of the Council in 2007 and 54.43% in 2006. Some of these grants are restricted which means that the money can only be used in certain programs. The amount of funds available from most of the grants remains rather constant from year to year, however, some grant amounts may change based upon the level of service provided by the Council under the terms of the particular grant award.

The Council also receives donations from its clients and the general public. These revenues help to lessen the financial burden on the Council and allow it to maintain and expand services.

The Council invests idle funds and is able to earn some interest on this money each year. The investment earnings are used or accumulated as necessary to meet expenses each year.

When reviewing the Government-Wide Statement of Activities, there are relationships that are important to the understanding of the Council's operations. As you can see, the Council's largest activities are related to transportation and nutrition services. The Council's main focus is to meet the needs of the elderly citizens of Assumption Parish. There is a high demand for these services; therefore, resources are channeled to meeting the demand.

You will also note that most of the governmental activities have more expenses than revenues. We expect this situation to occur and have prepared the Council's budgets for these activities with this in mind. Traditionally, general revenues are used to cover the excess of expenses over revenues in these activities.

AN ANALYSIS OF THE COUNCIL'S FUNDS USING GOVERNMENTAL FUND FINANCIAL STATEMENTS

Fund Balances

The Council showed a combined governmental fund balance of \$400,070 (as shown on the Fund Financial Statement's balance sheet at page 17) at the end of this year, which is a decrease of \$107,844 versus last year.

Revenues

The combined fund revenues increased \$172,048 this year versus last year, or 23.93%. Some of the reasons for this increase are as follows:

- The Council received \$188,418 more of property tax revenue this year compared to last year.
- The Council received \$33,461 more of revenue from GOEA and \$10,725 more from United Way of America.
- Some revenue sources were less than the previous year. The largest decrease was a reduction in inkind contributions of \$36,296.
- The Council also received \$5,724 less revenue from Capital Area Agency on Aging (CAAA) this year compared to last year.

Expenditures

Total expenditures increased by \$56,407 this year, or 7.76%. Some of the notable reasons why this occurred are as follows:

- The major difference in total expenditures this year versus last year lies in the costs of personnel, fringe, and operating supplies.
- Also, capital expenditures were increased

AN ANALYSIS OF THE GENERAL FUND BUDGET

Over the course of this past fiscal year the budget was amended one time. The amendment was approved at the Board of Directors' January 2007 meeting. The amendment effectively approves any expenditure that had already been incurred that exceeded its original budgeted amount. The primary reasons for amending the budget are to account for unanticipated changes in both revenues and expenditures and to prevent compliance violations under the Council's grants from GOEA and Capital Area Agency on Aging.

You can find schedules of the original and amended budgets for the General Fund and the Council's major funds in the Supplementary Financial Information Required by GASB Statement 34 section of this report on pages 49 to 52. When you review the budget versus actual schedule, you will note that the General Fund budgeted capital expenditures, but did not expend those funds.

AN ANALYSIS OF CAPITAL ASSET AND DEPRECIATION

At the end of the year, the Council had \$92,894 in fixed assets net of accumulated depreciation. This amounted to a net increase of \$18,392 from last year.

	Restated Balance at June 30, 2006	Additions	Dispositions	Balance at June 30, 2007
Capital assets not being depreciated:				
Land	\$ 26,700	\$ 0	\$ 0	\$ 26,700
Total capital assets not being depreciated	<u>26,700</u>	<u>0</u>	<u>0</u>	<u>26,700</u>
Capital assets being depreciated:				
Buildings	67,786	0	0	67,786
Vehicles	22,530	15,862	0	38,392
Equipment	10,444	9,854	(1,960)	18,338
Total capital assets being depreciated	<u>100,760</u>	<u>25,716</u>	<u>(1,960)</u>	<u>124,516</u>
Less: Accumulated Depreciation	<u>(52,958)</u>	<u>(7,324)</u>	<u>1,960</u>	<u>(58,322)</u>
Total capital assets being depreciated, net	<u>47,802</u>	<u>18,392</u>	<u>0</u>	<u>66,194</u>
Total	<u>\$ 74,502</u>	<u>\$ 18,392</u>	<u>\$ 0</u>	<u>\$ 92,894</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The Council receives most of its funding from 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 may vary from year to year. The Governor's Office of Elderly Affairs (GOEA) and the Capital Area Agency on Aging (CAAA) have approved the Council's budget for fiscal year 2007-2008. There are no plans to add any significant programs for 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 and CAAA.
- The Ad Valorem Tax revenue budgeted represents the estimated amount of the November 2007 assessment, which the Council will receive, for the most part, in January 2008.
- 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.

CONTACTING THE COUNCIL'S MANAGEMENT

Our financial report is designed to provide government agencies and the general public an overview of the Council's finances and to demonstrate accountability for the money that it receives. If you have any questions about this report or wish to ask for more information, you should contact:

Board of Directors
Assumption Parish Council on Aging, Inc.
P.O. Box 310
Napoleonville, LA 70390



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., Napoleonville, Louisiana, as of and for the year ended June 30, 2007, 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 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 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, 2007, 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 November 1, 2007, 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 compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering should be considered in assessing the results of our audit.

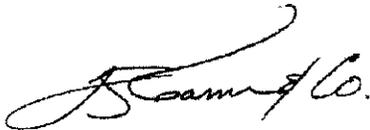
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CERTIFIED PUBLIC ACCOUNTANT

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Council's basic financial statements. The management's discussion and analysis and budgetary comparison schedules listed in the table of contents, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America and the Governmental Accounting Standards Board. The accompanying Combining Schedule of Revenues, Expenditures, and Changes in Fund Balance – Non-Major Governmental Funds and the Comparative Schedule of Capital Assets and Changes in Capital Assets are presented for purposes of additional analysis as required by the Governor's Office of Elderly Affairs and are not a required part of the basic financial statements. All of this accompanying supplemental information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects, in relation to the financial statements taken as a whole.



Thibodaux, Louisiana
November 1, 2007

Basic Financial Statements

Government-Wide Financial Statements

GOVERNMENT WIDE STATEMENT OF NET ASSETS

Assumption Parish Council on Aging, Inc. Napoleonville, Louisiana

June 30, 2007

	<u>Governmental Activities</u>
Assets	
Current assets:	
Cash	\$ 280,658
Grants and contracts receivable	42,433
Receivables - other	
Deposit on vehicle	6,203
Prepaid expenses:	
Van lease	8,853
Insurance	1,879
Total current assets	<u>340,026</u>
Long-term investments	105,696
Capital assets, net of accumulated depreciation	<u>92,892</u>
 Total Assets	 <u>\$ 538,614</u>
Liabilities	
Current liabilities:	
Accounts payable to Capital Area Agency on Aging	\$ 19,834
Accounts payable to various vendors	23,021
Payroll taxes withheld and accrued	2,797
Accrued compensated absences	13,428
Total Current Liabilities	<u>59,080</u>
Net Assets	
Invested in Capital Assets, net of debt	92,892
Unrestricted	<u>386,641</u>
Total Net Assets	<u>\$ 479,533</u>

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

GOVERNMENT WIDE STATEMENT OF ACTIVITIES

**Assumption Parish Council on Aging, Inc.
Napoleonville, Louisiana**

For the year ended June 30, 2007

	Program Revenues				Capital Grants and Contributions	Total Governmental Activities	Net (Expense) Revenue and Increases (Decreases) in Net Assets
	Direct Expenses	Indirect Expenses	Charges for Services	Operating Grants and Contributions			
Functions/Programs							
Governmental Activities							
Health, Welfare & Social Services:							
Supportive Services:							
Homemaker	\$ 77,673	\$ 53,597	\$ 0	\$ 40,488	\$ 0	\$ (90,782)	
Information and Assistance	9,013	6,221	0	635	0	(14,599)	
Medical Alert	1,010	697	0	1,184	0	(523)	
Material Aid	1,386	956	0	0	0	(2,342)	
Recreation	7,240	4,996	0	239	0	(11,997)	
Telephoning	1,442	995	0	1,213	0	(1,224)	
Outreach	415	286	0	1,360	0	659	
Utility Assistance	12,622	0	0	11,165	0	(1,457)	
Transportation of the elderly	223,581	73,623	0	29,124	0	(268,080)	
Prescription Assistance	0	0	0	1,300	0	1,300	
Nutrition Services:							
Congregate Meals	19,682	11,958	0	32,609	0	969	
Home Delivered Meals	64,141	17,818	0	22,517	0	(59,442)	
National Family Caregiver Support	3,000	0	0	3,000	0	0	
Disease prevention and health promotion	1,632	0	0	1,632	0	0	
Transportation of the general public	58,050	29,009	2,683	168,143	0	83,767	
Administration	284,885	(200,156)	0	0	0	(84,729)	
Total governmental activities	\$ 765,772	\$ 0	\$ 2,683	\$ 314,609	\$ 0	\$ (448,480)	

General Revenues:

Property taxes	442,364
Grants and contributions not restricted to specific programs	128,778
Unrestricted investment income	2,565
Total general revenues	573,707
Increase (Decrease) in net assets	125,227
Net assets - beginning of the year	354,306
Net assets - end of the year	\$ 479,533

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

Fund Financial Statements

Balance Sheet
Governmental Funds
Assumption Parish Council on Aging, Inc.
Napoleonville, Louisiana
June 30, 2007

	General Fund	Assumption Millage	Title III B	Section 5311	Non-Major Funds	Total
Assets						
Cash and investments	\$ 279,904	\$ 94,852	\$ 0	\$ 0	\$ 11,598	\$ 386,354
Grants and contracts receivable	182	12,921	4,214	18,011	7,105	42,433
Prepaid expenditures	1,879	0	0	0	0	1,879
Prepaid van lease	8,853	0	0	0	0	8,853
Deposits toward vehicle purchases	6,203	0	0	0	0	6,203
Due from other governmental funds	22,225	0	0	0	0	22,225
Total Assets	\$ 319,246	\$ 107,773	\$ 4,214	\$ 18,011	\$ 18,703	\$ 467,947
Liabilities and Fund Balances						
Liabilities:						
Accounts payable to Capital Area Agency on Aging	\$ 19,834	\$ 0	\$ 0	\$ 0	\$ 0	\$ 19,834
Accounts payable to various vendors	23,021	0	0	0	0	23,021
Payroll liabilities	2,797	0	0	0	0	2,797
Due to other governmental funds	0	0	4,214	18,011	0	22,225
Total Liabilities	\$ 45,652	\$ 0	\$ 4,214	\$ 18,011	\$ 0	\$ 67,877
Fund Balances:						
Reserved for:						
Prepaid expenditures	\$ 1,879	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,879
Prepaid van lease	8,853	0	0	0	0	8,853
Deposits toward vehicle purchases	6,203	0	0	0	0	6,203
Unreserved/Undesignated:						
General Fund	256,659	107,773	0	0	18,703	383,135
Total Fund Balances	\$ 273,594	\$ 107,773	\$ 0	\$ 0	\$ 18,703	\$ 400,070
Total Liabilities and Fund Balances	\$ 319,246	\$ 107,773	\$ 4,214	\$ 18,011	\$ 18,703	

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

- Compensated absences are not paid for out of current financial resources and therefore are not reported in the funds	(13,428)
- Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	92,892

Net Assets of Governmental Activities

\$ 479,534

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Assumption Parish Council on Aging, Inc.
Napoleonville, Louisiana

For the Year Ended June 30, 2007

	General Fund	Assumption Millage	Title III B	Section 5311	Non-Major Funds	Total Governmental Funds
REVENUES						
Intergovernmental						
Capital Area Agency on Aging (CAAA)	\$ 0	\$ 0	\$ 48,849	\$ 0	\$ 51,966	\$ 100,815
Governor's Office of Elderly Affairs	45,660	0	0	0	29,267	74,927
United Way of America	0	0	0	0	36,894	36,894
Ad Valorem Taxes	0	442,364	0	0	0	442,364
Department of Transportation	0	0	0	168,143	0	168,143
Department of Health and Human Services	0	0	0	0	23,179	23,179
Public Support						
Emergency Food & Shelter	3,000	0	0	0	0	3,000
Public Donations	893	0	0	0	0	893
Corporate and non-profit organizations	5,000	0	0	0	53	5,053
Client Contributions	0	0	3,127	0	18,542	21,669
Program Service Fees:						
Public Fares	0	0	0	2,683	0	2,683
Special Events & Projects	2,214	0	0	0	1,300	3,514
Medicaid fees	1,232	0	0	0	0	1,232
Investment Income	2,565	0	0	0	0	2,565
Miscellaneous	4,068	0	0	0	0	4,068
Total Revenues	\$ 64,632	\$ 442,364	\$ 51,976	\$ 170,826	\$ 161,201	\$ 890,989
EXPENDITURES						
Health, Welfare, & Social Services						
Current:						
Personnel	\$ 0	\$ 0	\$ 246,342	\$ 50,403	\$ 120,812	\$ 417,557
Fringe	43,219	0	25,212	5,710	15,319	89,460
Travel	315	0	11,986	135	14,938	27,374
Operating Services	1,241	0	74,243	18,556	24,007	118,047
Operating Supplies	679	0	30,722	9,100	11,649	52,150
Other Costs	57,573	0	12,486	2,389	5,770	78,218
Full Service Contracts	0	0	0	0	350	350
Total Expenditures	\$ 103,027	\$ 0	\$ 400,991	\$ 86,293	\$ 192,845	\$ 783,166
Excess (deficiency) of revenues over expenditures	\$ (38,395)	\$ 442,364	\$ (349,015)	\$ 84,533	\$ (31,644)	\$ 107,843
OTHER FINANCING SOURCES (USES)						
Transfers in	\$ 77,904	\$ 0	\$ 349,015	\$ 0	\$ 110,155	\$ 537,074
Transfers out	(39,439)	(334,591)	0	(84,533)	(78,511)	(537,074)
Total other financing sources and uses	\$ 38,465	\$ (334,591)	\$ 349,015	\$ (84,533)	\$ 31,644	\$ 0
Net Increase (Decrease) in fund balances	\$ 70	\$ 107,773	\$ 0	\$ 0	\$ 0	\$ 107,843
FUND BALANCES						
Beginning of the year	273,524	0	0	0	18,703	292,227
End of the year	\$ 273,594	\$ 107,773	\$ 0	\$ 0	\$ 18,703	\$ 400,070

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

**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.
Napoleonville, Louisiana**

Year Ended June 30, 2007

Net Increase (Decrease) in fund balances - total governmental funds	\$ 107,843
Governmental funds do not report depreciation as an expenditure. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense.	(7,324)
Governmental funds report the purchase of capital assets as an expenditure. However, in the statement of activities the cost of these assets are capitalized.	25,716
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 governmental funds.	
Compensated absences expense	<u>(1,007)</u>
Increase (Decrease) of net assets of governmental activities	<u>\$ 125,228</u>

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

NOTES TO FINANCIAL STATEMENTS

Assumption Council on Aging, Inc.
Napoleonville, Louisiana

June 30, 2007

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, Inc. (the Council) conform to the accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental 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 used by the Council:

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; 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 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.

Notes To Financial Statements
Continued

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

a. Purpose of the Council on Aging: (continued)

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 and 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. However, before the council on aging can begin operations in a specific parish, its application for a charter must receive approval from the Governor's Office of Elderly Affairs 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 each council is governed by the policies and regulations established by GOEA.

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 three-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 to or share in its programs. Membership fees are not charged.

Based on the criteria set forth in GASB Statement 14, the Assumption 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 the 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.

Notes To Financial Statements
Continued

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

c. Presentation of Statements:

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis - for State and Local Governments. For the fiscal year that began July 1, 2003, the Council was required to adopt a new financial reporting model to comply with the provisions of Statement 34. In addition to Statement No. 34, GASB also issued other statements that have been adopted and their requirements have been reflected in this year's financial statements. Those other statements are: Statement No. 37,; Statement Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments; Omnibus No. 38, Certain Financial Statement Note Disclosures; and Statement No. 40, Deposit and Investment Risk Disclosures. As a result, certain significant changes have occurred that may materially affect the comparability of these financial statements with those issued in previous years. Significant changes include the following:

The financial statements now include:

- A Management Discussion and Analysis (MD&A) section providing an analysis of the Council's overall financial position and results of operations.
- Governmental-Wide Financial statements prepared using full accrual accounting for all of the Council's activities.
- A change in the fund financial statements to focus on major fund.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements). The Council was required to implement the general provisions of the GASB Statement 34 for its fiscal year ending June 30, 2004.

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

d. Basis of Presentation of the Basic Financial Statements

The Council's basic financial statements consist of "government-wide" financial statements on all activities of the Council, which are designed to report the Council as a whole entity, and "fund" financial statements, whose purpose are to report individual major governmental funds and combined non-major governmental funds.

Both the government-wide and fund financial statements categorize primary activities as either "governmental" or "business" type. The Council's functions and programs have all been categorized as "governmental" activities. The Council does not have any business-type activities, fiduciary funds, or any component units that are fiduciary in nature. Accordingly, the government-wide financial statements do not include any of these activities or funds.

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 eliminated from these statements. The government-wide presentation focuses primarily on the sustainability of the council as an entity and the change in its net assets (financial position) resulting from the activities of the current fiscal year. Governmental activities generally are supported by intergovernmental revenues.

In the government-wide Statement of Net Assets only one column of numbers has been presented. The amounts are presented on a consolidated basis and represent only governmental type activities.

**Notes To Financial Statements
Continued**

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

d. Basis of Presentation of the Basic Financial Statements (continued)

The Statement of Net Assets has been prepared on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Council's net assets are reported in three parts - invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. Invested in capital assets, net of related debt 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 capital assets. Restricted net assets consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. Unrestricted net assets include all other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt." When both restricted and unrestricted resources are available for use in a specific program or for a specific purpose, it is the Council's policy to use restricted resources first to finance its activities

The government-wide Statement of Activities reports both the gross and net cost of each of the Council's functions and significant programs. Many functions and programs are supported by general government revenues like intergovernmental revenues, property taxes, and unrestricted public support, particularly if the function or program has a net cost. The Statement of Activities begins by presenting gross direct and indirect expenses that include depreciation, and then reduces the expenses by related program revenues, such as charges for services, operating and capital grants and contributions, to derive the net cost of each function or program. Program revenues must be directly associated with the function or program to be used to directly offset its cost. Operating grants include operating-specific and discretionary (either operating or capital) grants, while the capital grants column reflects capital-specific grants.

Direct expenses reported in the Statement of Activities are those that are clearly identifiable with a specific function or program, whereas, the Council allocates its indirect costs among various functions and programs in accordance with

**Notes To Financial Statements
Continued**

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

d. Basis of Presentation of the Basic Financial Statements (continued)

OMB Circular A-87. The Statement of Activities shows this allocation in a separate column labeled "indirect expenses."

In the Statement of Activities, charges for services represent program revenues obtained by the Council when it renders services that are provided by a specific function or program to people or other entities and charges them a fee. Contributions, property taxes, grants, interest income, and miscellaneous revenues that are not properly included among program revenues are reported instead as general revenues in this statement. Special items, if any, are significant transactions within the control of management that are either unusual in nature or infrequent in occurrence and are separately reported below general revenues.

Fund Financial Statements:

The fund financial statements present financial information that is very similar to that which was included in the general-purpose financial statements issued by governmental entities before Statement No. 34 required the format change.

The daily accounts of the Council continue to be organized using funds and account groups. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain governmental functions or activities. 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 are reported by generic classification within the financial statements.

**Notes To Financial Statements
Continued**

**Note 1 - Purpose of the Council on Aging and Summary of Significant
Accounting Policies (continued)**

**d. Basis of Presentation of the Basic Financial Statements
(continued)**

The Council uses governmental fund types. The focus of the governmental funds' measurement (in the fund statements) is on determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than on net income. An additional emphasis is placed on major funds within the governmental fund types. A fund is considered major if it is the primary operating fund of the Council or if its total assets, liabilities, revenues, or expenditures are at least 10% of the corresponding total for all funds of that category or type. The non-major funds are summarized by category or fund type into a single column in the fund financial statements.

Governmental fund equity is called the fund balance. Fund balance is further classified as reserved and unreserved, with unreserved being further split into 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 makes 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.

The following is a description of the governmental funds of the Council:

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

**Notes To Financial Statements
Continued**

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

d. Basis of Presentation of the Basic Financial Statements (continued)

- **Special Revenue Funds** are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. A significant percentage of the Council's special revenue funds are provided by Capital Area Agency on Aging – District II, Inc. (CAAA). The Title III funds, which the Council receives, 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.

The following is a brief description of the programs that comprise the Council's General Fund:

Local

The Council receives revenues that are not required to be accounted for in a specific program or fund. 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.

PCOA

PCOA funds are appropriated for the Council by the Louisiana Legislature and remitted to the Council via the Governor's Office of Elderly Affairs (GOEA). The Council may use these "Act 735" funds at its discretion provided the program is benefiting people who are at least 60 years old. In fiscal year 2006, the Council transferred the PCOA funds to the Title III B fund to provide additional funds to pay for program expenditures that exceeded the grant reimbursement from CAAA.

**Notes To Financial Statements
Continued**

**Note 1 - Purpose of the Council on Aging and Summary of Significant
Accounting Policies (continued)**

**d. Basis of Presentation of the Basic Financial Statements
(continued)**

Medicaid Programs

The Council provides services for which it is paid a fee by Medicaid. The services consist of completing enrollment applications for people wanting to apply for Medicaid services and insurance for children. The Council is paid \$14 per application it completes. In 2007, the Council also received a small grant to cover some cost of preparing Medicaid applications.

The Council has established several special revenue funds. The following are brief descriptions of the purpose of each special revenue fund and their classification as either a major or nonmajor governmental fund:

Major Special Revenue Funds

The Assumption Millage 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.

The Title III B Fund is used to account for funds, which are used to provide various units of supportive social services to the elderly. GOEA has established the criteria for defining a qualifying unit of service for each Title III program. Specific supportive social services, along with the number of units provided during the fiscal year, are as follows:

	<u>Units</u>
Information and Assistance	780
Outreach	65
Recreation	6,436
Transportation for people age 60 or older	16,390
Material Aid	959
Medical Alert	60
Utility Assistance	81
Homemaker	7,981
Telephoning	976

**Notes To Financial Statements
Continued**

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

d. Basis of Presentation of the Basic Financial Statements (continued)

The Section 5311 Fund was established to account for funds under the U.S. 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 on actual operating costs of providing transportation services to rural residents within Assumption Parish. Section 5311 funds are used as operating transfers to help pay for costs incurred in providing transportation services under the Council's various transportation programs.

Non-Major Special Revenue Funds

The Entergy Assistance 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.

The Title III D Fund is used to account for funds used for disease prevention and health promotion activities. During the year 1,142 units of wellness service and 77 units of medication management were provided to eligible participants in this program.

**Notes To Financial Statements
Continued**

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

d. Basis of Presentation of the Basic Financial Statements (continued)

The Title III C-1 Fund is used to account for funds that are used to provide nutritional, congregate meals to the elderly at meal sites located in Assumption Parish. During the year the Council served 13,364 meals to people eligible to participate in this program. In addition to the meals served, the Council also provided 31 units of nutritional education to eligible participants.

The Title III C-2 Fund is used to account for funds that are used to provide nutritional meals to homebound older persons. Using Title III C-2 funds the Council served 25,151 meals during the year to people eligible to participate in this program. In addition to the meals served, the Council also provided 101 units of nutritional education to eligible participants.

The Senior Center Fund is used to account for the administration of Senior Center program funds appropriated by the Louisiana Legislature to GOEA, which in turn "passes through" the funds 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, during the fiscal year, the Senior Center Fund transferred all of 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.

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

**Notes To Financial Statements
Continued**

**Note 1 - Purpose of the Council on Aging and Summary of Significant
Accounting Policies (continued)**

**d. Basis of Presentation of the Basic Financial Statements
(continued)**

The Supplemental Senior Center Fund was established to account for funds that were appropriated by the Louisiana Legislature for the various councils on aging throughout Louisiana to supplement each council's primary grant for senior center operations and activities. The Assumption Parish Council on Aging was one of the parish councils to receive a supplemental grant of \$3,100. The money received by this fund during the year was transferred to the Title III B Fund to supplement the supportive services provided by the Title III B Fund. GOEA provided these funds to the Council.

The Title III E Fund is used to account for funds relating to the National Family Caregiver Support program. The National Family Caregiver Support program is designed to provide multifaceted systems of support services for family caregivers and for grandparents or older individuals who are relative caregivers. This program targets older, low-income individuals. Specific types of services provided by this program 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 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 (1) lives with the child, (2) is the primary caregiver, and (3) has a legal relationship to the child or is raising the child informally. During the year, the Council provided 780 units of information and assistance.

The Arts & Humanities Fund is used to account for grants received from Houma Terrebonne Arts & Humanities to help pay for the costs of the ceramic and recreation activities. No grants were received from Houma Terrebonne Arts & Humanities in the current period audited.

**Notes To Financial Statements
Continued**

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

e. Basis of Presentation of the Basic Financial Statements (continued)

The Title XIX Fund is used to account for funds which are 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 needed 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.

Hurricane Disaster Relief Fund was used to provide needed services in the aftermath of Hurricane Katrina. The Council received a grant fiscal year 2005-2006 from the Federal Emergency Management Agency for this purpose; however, no funding was received in the current period audited.

f. 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.

1. Accrual Basis – Government-Wide Financial Statements (GWFS):

The Statement of Net Assets and the Statement of Activities display information about the Council as a whole. Both of these statements have been prepared using the economic measurement focus and the accrual 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.

**Notes To Financial Statements
Continued**

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

f. Measurement Focus and Basis of Accounting: (continued)

2. Modified Accrual Basis – Fund Financial Statements (FFS):

Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. A current financial resources measurement focus means that only current assets and current liabilities are generally included on the fund balance sheet. The operating statements of the funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., when they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Council considers all revenues "available" if they are collected within 60 days after year-end. Expenditures are generally recorded under the modified accrual basis of accounting when the related liability is incurred. The exceptions to this general rule are that (1) unmatured principal and interest on long-term debt, if any, are recorded when due and (2) claims and judgments and compensated absences are recorded as expenditures when paid with expendable available financial resources. Depreciation is a cost that is not recognized in the governmental funds.

g. Interfund Activity:

In the fund 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 repaid.

Transfers and loans between funds are eliminated as part of the reconciliation of the change in fund balances in the fund financial statements to the change in net assets in the Government-Wide Financial Statements.

Notes To Financial Statements
Continued

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

h. Cash and Cash Equivalents:

Cash includes amounts in demand deposits, interest-bearing demand deposits, and petty cash. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Cash and cash equivalents are reported at their carrying amounts that equal their fair values.

i. Investments:

GASB Statement 31 requires the Council to report its investments at fair value, except for investments in non-participating interest-earning contracts, such as non-negotiable certificates of deposit with redemption terms that do not consider market rates. This type of investment is reported using a cost-based measure, provided that the fair market value of the contract is not significantly affected by the impairment of the credit standing of the issuer or other factors.

Investments that include securities traded on a national or international exchange are valued based on their last reported sales price. Investments that do not have an established market are reported at estimated fair value.

j. Receivables:

The financial statements of the Council do not contain an allowance for uncollectible receivables because management believes all amounts will be collected. However, if management becomes aware of information that would change its assessment about the collectibility of any receivable, management would write off the receivable as a bad debt at that time.

k. Prepaid Expenses/Expenditures:

Prepaid expenses include amounts paid for services in advance. These are shown as assets on the Government-Wide Statement of Net Assets.

In the Fund Financial Statements, the Council has elected not to include amounts paid for future services as expenditures until those services are consumed to comply with the cost reimbursement terms of grant agreements. As a result, the prepaid expenditures are shown as an asset on the balance sheet of the Fund Financial Statements until they are

**Notes To Financial Statements
Continued**

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

k. Prepaid Expenses/Expenditures: (continued)

consumed. In addition, a corresponding amount of the fund balance of the General Fund has been reserved to reflect the amount of fund balance not currently available for expenditure.

l. Capital Assets:

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. Capital assets are long-lived assets that have been purchased or acquired with an original cost of at least \$1,000 and that have an estimated useful life of greater than one year. When purchased or acquired, these assets are recorded as capital assets in the Government-Wide Statement of Net Assets. In contrast, in the Fund Financial Statements, capital assets are recorded as expenditures of the fund that provided the resources to acquire the asset. If the asset was purchased, it is recorded in the books at its cost. If the asset was donated, then it is recorded at its estimated fair market value at the date of donation.

For capital assets recorded in the Government-Wide Financial Statements, depreciation is computed and recorded using the straight-line method for the asset's estimated useful life. The estimated useful lives of the various classes of depreciable capital assets are as follows:

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

Salvage values have not been estimated by management when calculating how much of an asset's cost needs to be depreciated.

Depreciation is not computed or recorded on capital assets for purposes of the Fund Financial Statements.

Notes To Financial Statements
Continued

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

m. Unpaid Compensated Absences:

The Council's policies for vacation time permit employees to accumulate earned but unused vacation leave. Accordingly, a liability for the unpaid vacation leave has been recorded in the Government-Wide Statements. Management has estimated the current and long-term portions of this liability based on historical trends. The amount accrued as the compensated absence liability was determined using the number of vested vacation hours for each employee multiplied by the employee's wage rate in effect at the end of the year. An amount is added to this total for social security and medicare taxes.

In contrast, the governmental funds in the Fund Financial Statements report only compensated absence liabilities that are payable from expendable available financial resources to the extent that the liabilities mature (or come due for payment). Vacation leave does not come due for payment until an employee makes a request to use it or terminates employment with the Council. Accordingly, no amounts have been accrued as fund liabilities as of year-end in the Fund Financial Statements. The differences in the methods of accruing compensated absences creates a reconciling item between the fund and government-wide financial statement presentations.

The Council's sick leave policy does not provide for the vesting of sick leave thereby requiring the employee to be paid for any unused leave upon termination of employment. Accordingly, no amounts have been accrued as unpaid compensated absences in the Government-Wide Financial Statements relative to sick leave.

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 a function or program. Indirect expenses are recorded as direct expenses of the Administration function. GOEA provides funds to partially subsidize the Council's Administration function. The unsubsidized net cost of the Administration function is allocated using a formula that is based primarily on the relationship the direct cost a program bears to the direct cost of all programs. There are some programs that cannot absorb any indirect cost allocation according to their grant or contract limitations.

**Notes To Financial Statements
Continued**

Note 1 - Purpose of the Council on Aging and Summary of Significant Accounting Policies (continued)

o. Management's Use of Estimates:

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

p. Elimination and Reclassifications:

In the process of aggregating data for the Statement of Net Assets and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

q. Deferred Revenues

The Council reports deferred revenues on its Statement of Net Assets and on the balance sheet of the Fund Financial Statements. Deferred revenues arise when the Council receives resources before it has a legal claim to them, as when grant monies are received before the occurrence of qualifying expenditures. In subsequent periods, when the Council has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and the revenue is recognized.

**Notes To Financial Statements
Continued**

Note 2 - Revenue Recognition

Revenues are recorded in the Government-Wide Statements when they are earned under the accrual basis of accounting.

Revenues are recorded in the Fund Financial Statements using the modified accrual basis of accounting. In applying the susceptible to accrual concept using this basis of accounting, intergovernmental grant revenues, program service fees, and interest income are usually both measurable and available. However, the timing and amounts of the receipts of public support and miscellaneous revenues are often difficult to measure; therefore, they are recorded as revenue in the period received.

Note 3 - Cash and investments

As described in Louisiana law, the Council is classified as a quasi-governmental entity. Accordingly, the Council is not required to comply with Louisiana laws relating to the collateralization of bank deposits. However, it is the Council's policy to follow state law in an effort to minimize risks associated with bank deposits that exceed those currently covered by FDIC insurance.

At June 30, 2007, the Council's cash and investments consisted of the following:

Cash:	
Petty cash	\$ 75
Checking account – operating	<u>280,583</u>
Total cash	<u>\$ 280,658</u>
Investments:	
Certificate of deposit	<u>\$ 105,696</u>
Total investments	<u>\$ 105,696</u>
Total cash and investments	<u><u>\$ 386,354</u></u>

The Council's operating checking account serves as a consolidated bank account. The consolidated bank account serves as a means for paying all of the bills and depositing most of the money collected by the Council. This account is available for use by all funds. The purpose of the consolidated account is to reduce administration costs and facilitate cash management. The consolidated account also allows those funds with available cash balances to temporarily cover any negative cash balances in other funds.

Notes To Financial Statements
Continued

Note 3 - Cash and investments (continued)

At June 30, 2007, the carrying amount of the Council's checking accounts was \$280,583 whereas the related bank balances were \$287,355. The difference in the carrying amount and bank balances relates primarily to deposits made and checks written which did not clear the bank accounts by June 30, 2007. All bank balances were covered by federal depository insurance and a pledge by Capital One, N.A. registered in the Council's name and held by an agent of the Council. Accordingly, these balances are classified as "Category 1" credit risks in accordance with GASB Statement 3.

Under state law, all bank deposits must be secured by federal deposit insurance, by the pledge of securities owned by the fiscal agent bank, or must be invested exclusively in instruments backed by the government of the United State of America. The fair value of the pledged securities plus the federal deposit insurance must always equal or exceed the amount on deposit with the fiscal agent.

GASB Statement 3 categorizes deposits into three categories of credit risk:

1. Insured by FDIC or collateralized with securities held by the Council or by its agent in the Council's name. (Category 1)
2. Uninsured but collateralized with securities held by the pledging financial institution's trust department or agent in the Council's name. (Category 2)
3. Uninsured and uncollateralized; or collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the Council's name; or collateralized with no written or approved collateral agreement. (Category 3)

In situations where the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a legal requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Council that the fiscal agent has failed to pay deposited funds upon demand.

The Council's primary purpose for investing is to earn interest income on money that has been determined to be in excess of immediate cash needs.

**Notes To Financial Statements
Continued**

Note 3 - Cash and investments (continued)

At June 30, 2007, the Council held the following certificate of deposit:

<u>Financial Institution</u>	<u>Amount</u>	<u>Rate</u>	<u>Maturity</u>
Capital One Bank	\$ 105,696	1.44%	07/01/07
Total certificates of deposit	<u>\$ 105,696</u>		

This certificate of deposit represents a nonparticipating interest-earning investment contract as described in GASB Statement 31. Accordingly, it has been reported at cost in these financial statements. Because of the original maturity date of the certificate of deposit was greater than 90 days, it has been classified as long-term investments.

Note 4 - Government Grants and Contracts Receivable

Government grants and contracts receivable represent amounts owed to the Council under a grant award or contract with a provider of federal, state, or local funds; such amounts being measurable and available as of year-end.

The following is a schedule of grants and contracts receivable:

<u>Program</u>	<u>Provider</u>	<u>Fund</u>	<u>Amount</u>
Unrestricted	DHHS	General Fund	182
Title III-B	CAAA	Special Revenue Fund	4,214
Title III C-1	CAAA	Special Revenue Fund	2,029
Title III C-2	CAAA	Special Revenue Fund	1,024
Title III D	CAAA	Special Revenue Fund	96
Title III E	CAAA	Special Revenue Fund	350
Entergy Assistance	CAAA	Special Revenue Fund	406
Prescription Assistance	CAAA	Special Revenue Fund	1,300
Section 5311	Police Jury	Special Revenue Fund	18,011
Assumption Millage	Police Jury	Special Revenue Fund	12,921
Title XIX	DHHS	Special Revenue Fund	1,900
Total			<u>\$ 42,433</u>

**Notes To Financial Statements
Continued**

Note 5 - Changes in Capital Assets

A summary of changes in capital assets is as follows:

	<u>Restated Balance at June 30, 2006</u>	<u>Additions</u>	<u>Dispositions</u>	<u>Balance at June 30, 2007</u>
Capital assets not being depreciated:				
Land	\$ 26,700	\$ 0	\$ 0	\$ 26,700
Total capital assets not being depreciated	<u>26,700</u>	<u>0</u>	<u>0</u>	<u>26,700</u>
Capital assets being depreciated:				
Buildings	67,786	0	0	67,786
Vehicles	22,530	15,862	0	38,392
Equipment	10,444	9,854	(1,960)	18,338
Total capital assets being depreciated	<u>100,760</u>	<u>25,716</u>	<u>(1,960)</u>	<u>124,516</u>
Less: Accumulated Depreciation	<u>(52,958)</u>	<u>(7,324)</u>	<u>1,960</u>	<u>(58,322)</u>
Total capital assets being depreciated, net	<u>47,802</u>	<u>18,392</u>	<u>0</u>	<u>66,194</u>
Total	<u>\$ 74,502</u>	<u>\$ 18,392</u>	<u>\$ 0</u>	<u>\$ 92,894</u>

Depreciation was charged to governmental activities as follows:

Supportive Services:	
Homemaker	\$ 2,873
Information and Assistance	333
Medical Alert	37
Material Aide	51
Recreation	268
Telephoning	54
Outreach	15
Transportation of the elderly	1,127
Nutrition Services:	
Congregate Meals	56
Home Delivered Meals	186
Transportation of the general public	766
Administration	1,558
Total Depreciation Expense	<u>\$ 7,324</u>

**Notes To Financial Statements
Continued**

Note 6 - Changes in Accrued Compensated Absences

The following is a schedule of the changes in accrued compensated absences:

Beginning Balance - July 1, 2006	\$ 12,029
Increases	17,416
Decreases	(14,262)
Amount Not Allowed to Carryover	(1,754)
Ending Balance - June 30, 2007	<u>\$ 13,429</u>

The Council's employees are only allowed to carryover one year's worth of accumulated leave.

Because the total amount of accrued compensated absences is less than the amount used during the 2006-2007 fiscal year, management had determined that the total amount of accrued compensated absences will be considered as a current liability.

Note 7 - Property Tax Revenues

The Council receives funds from a property tax which was adopted by the voters of Assumption Parish. The Parish tax is levied each year by the Assumption Parish on November 15 based upon the assessed value on the previous January 1 of all real and business property within the Parish.

The tax becomes due on November 15 and is considered delinquent if not paid by December 15. Most of the property tax revenues are collected during the months of December, January, and February. The Assumption Parish Council acts as the collection agent for these taxes.

**Notes To Financial Statements
Continued**

Note 8 - Reservation of Fund Balance

On the Balance Sheet of the Fund Financial Statements, three items are shown as reserving a portion of fund balance.

The first item is a prepaid expenditure which is made up of insurance premiums that were paid.

The second item is a prepaid lease. This lease began in October 2003 when a van was acquired by the Assumption Parish Police Jury under a FTA Capital Assistance grant that required a local match equal to 20% of the total cost of each van. Under the terms of the grant, the Council had to pay the 20% local match. The Council's share was \$6,322. In January of 2007 another van was acquired by the Assumption Parish Police Jury under the same grant and requirements. The Council's share for this van was \$8080. In return, the Council has the right to use the vans for the next five years. The Council's local match has been recorded as a prepaid lease.

Note 9 - Board of Directors' Compensation

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member. However, board members are reimbursed for any out-of-pocket costs they might incur on behalf of the Council in accordance with the Council's applicable reimbursement policy.

Note 10 - In-Kind Contributions

The Council did not receive in-kind contributions during the year.

Note 11 - Income Tax Status

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

Note 12 - Lease and Rental Commitments

The Council has no capital leases.

On August 23, 2006, the Council renewed its operating lease with Duffy and Myrtle Landry, to lease the building that the Council currently uses as a senior center in Pierre Part, Louisiana. Terms of the lease require the Council to pay \$450 per month beginning August 1, 2006, and will increase to \$500 per month beginning September 1, 2007. The lease will terminate on October 1, 2010.

**Notes To Financial Statements
Continued**

Note 12 – Lease and Rental Commitments (continued)

On April 28, 2004 the Council entered into an operating lease with Assumption Parish Police Jury for the lease of six vans. These vans are titled to the Police Jury, but are used exclusively by the Council. The Council is obligated to pay all costs of operating, maintaining, and insuring the vans. Terms of the lease require the Council to pay \$1 per year for as long as the vehicles have met their useful lives.

In fiscal year 2003-2004, the Council paid its local match to acquire a van. The van was acquired by the Assumption Parish Police Jury under a FTA Capital Assistance grant that required a local match equal to 20% of the total cost of each van. Under the terms of the grant, the Council had to pay the 20% local match. The Council's share was \$6,322. Another van was acquired in fiscal year 2006-2007. The %20 match paid by the council was \$8040. In return, the Council has the right to use the vans for the for five years. The Council is obligated to pay all costs of operating, maintaining, and insuring the vans. The Council's local match has been recorded as a prepaid lease. The van purchased in 2003-2004 is being amortized at a rate of \$105.37 per month and the van purchased in 2006-2007 at a rate of \$134.67 per month. Total amortization for the current year was \$2,207. In the Government Wide statements, the amortization of the lease has been reported as an expense of the transportation programs. In the Fund Financial statements, the amortization has been recorded as an operating service expenditure of the Title IIIB, Section 5311, and Title XIX funds. The unamortized portion of the prepaid lease amount (\$8,853) has been recorded as an asset on the Statement of Net Assets in the Government Wide statements and on the Balance Sheet in the Fund Financial statements.

Note 13 - Retirement Plan

The Council offers its employees a means to defer compensation through a tax-sheltered SEP-IRA plan. This 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: 1) are at least 21 years of age, 2) have worked for the Council for at least three of the last five calendar years, 3) have earned at least \$375 in the year in which they become eligible. During the year, the Council paid 5% of the employee's annual salary into each employee's SEP-IRA at a cost of \$16,633.

Notes To Financial Statements
Continued

Note 14 - Judgments, Claims, and Similar Contingencies

There is no litigation pending against the Council as of year-end. The Council's management believes that any potential lawsuits would be adequately covered by insurance or resolved without any material impact upon the Council's financial statements.

Note 15 - Contingencies - Grant Programs

The Council participates in a number of state and federal grant 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 collectibility 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 and regulations governing state and federal grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies. Audits of prior years have not resulted in any significant 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 16 - Economic Dependency

The Council receives the majority of its revenue through grants administered by the Capital Area Agency on Aging (CAAA), Louisiana Governor's Office of Elderly Affairs (GOEA) and the Louisiana Department of Transportation and Development (DOTD). The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of funds the Council receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Council will receive in the next fiscal year.

Note 17 - Interfund Receivables and Payables

Because the Council operates most of its programs under cost reimbursement type grants, some programs have to pay for costs using its other programs' money and then request reimbursement for the advanced costs under the grant programs. Such advances create short-term interfund loans in the Fund Financial Statements.

**Notes To Financial Statements
Continued**

Note 17 - Interfund Receivables and Payables (continued)

A summary of these interfund loans at year end, is as follows:

	Due From Other Funds	Due To Other Funds
Major Funds:		
General Fund	\$ 22,225	\$ 0
Assumption Millage	0	0
Title III-B	0	4,214
Section 5311	0	18,011
 Total	\$ 22,225	\$ 22,225

These loans have been eliminated as a part of the consolidation process in preparing the Government-Wide Financial Statements.

Note 18 - Risk Management

The Council is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; and natural disasters. The Council has purchased commercial insurance to cover or reduce the risk of loss that might arise should one of these incidents occur. There have been no significant reductions in coverage from the prior year. No settlements were made during the current or prior three fiscal years that exceeded the Council's insurance coverage.

The Council's management has not purchased commercial insurance or made provision to cover or reduce the risk of loss, as a result of business interruption and certain acts of God, like floods or earthquakes.

**Notes To Financial Statements
Continued**

Note 19 - Interfund Transfers

Interfund transfers to and from are listed by fund for the fiscal year as follows:

	<u>General Fund</u>		<u>Special Revenue Funds</u>				<u>Total</u>
	<u>Local</u>	<u>General Fund</u>	<u>Major</u>		<u>Non-Major</u>		
			<u>III-B</u>	<u>III-B Transportation</u>	<u>III-C-2</u>	<u>XIX</u>	
Funds Transferred From:							
General Fund:							-
Unrestricted			\$ 6,634				\$ 6,634
Restricted							-
Special Projects			7,983		\$ 3,000		10,983
PCOA				\$ 20,660			20,660
Special Projects							
Medicaid			1,162				1,162
<u>Total General Fund</u>	<u>0</u>	<u>0</u>	<u>15,779</u>	<u>20,660</u>	<u>3,000</u>	<u>0</u>	<u>39,439</u>
Special Revenue Fund:							
Major Special Revenue Funds							
Millage/Town 1	\$ 77,904	\$ 77,904	79,108	151,506	26,073		334,591
Title 5311				34,248		50,285	84,533
Non-Major Special Revenue Funds							
III-C-1					797		797
III-E							-
Entergy Assistance			10,253				10,253
Prescription Assistance			1,300				1,300
Supplemental Senior Center			3,100				3,100
Senior Center			15,318	10,849			26,167
United Way				6,894	30,000		36,894
<u>Total Special Revenue Funds</u>	<u>77,904</u>	<u>77,904</u>	<u>109,079</u>	<u>203,497</u>	<u>56,870</u>	<u>50,285</u>	<u>497,635</u>
Total Transfers	<u>77,904</u>	<u>\$ 77,904</u>	<u>\$ 124,858</u>	<u>\$ 224,157</u>	<u>\$ 59,870</u>	<u>\$ 50,285</u>	<u>\$ 537,074</u>

**Notes To Financial Statements
Continued**

Note 19 - Interfund Transfers (continued)

Transfers are used to (1) 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 (2) use unrestricted revenues collected in the other funds to finance various programs accounted for in other funds in accordance with budgetary authorizations.

These transfers were eliminated as a part of the consolidation process in preparing the Government-Wide Financial Statements.

Note 20 - Related Party Transactions

There were no significant related party transactions during the year.

**SUPPLEMENTARY FINANCIAL INFORMATION
REQUIRED BY GASB STATEMENT 34**

Assumption Parish Council on Aging, Inc.
Budgetary Comparison Schedule - General Fund
For the year ended June 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP</u> <u>Basis</u>	<u>Favorable</u> <u>(Unfavorable)</u>
REVENUES				
Intergovernmental				
Governor's Office of Elderly Affairs	\$ 21,048	\$ 45,660	\$ 45,660	\$ 0
Public Support				
Emergency Food & Shelter	3,000	3,000	3,000	0
Public Donations			893	893
Corporate and non-profit organizations			5,000	5,000
Program Service Fees:				
Special Events			2,214	2,214
Medicaid fees	3,200	3,200	1,232	(1,968)
Investment Income	1,500	1,500	2,565	1,065
Miscellaneous			4,068	4,068
Total Revenues	\$ 28,748	\$ 53,360	\$ 64,632	\$ 11,272
EXPENDITURES				
Health, Welfare, & Social Services				
Current:				
Fringe	\$ 53,377	\$ 53,377	\$ 43,219	\$ 10,158
Travel	650	650	315	335
Operating Services	0	1,241	1,241	0
Operating Supplies	0	1,356	679	677
Other Costs	4,585	42,598	57,573	(14,975)
Capital Outlays	33,183	89,405	0	89,405
Total Expenditures	\$ 91,795	\$ 188,627	\$ 103,027	\$ 85,600
Excess (deficiency) of revenues over expenditures	\$ (63,047)	\$ (135,267)	\$ (38,395)	\$ 96,872
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 91,795	\$ 163,627	\$ 77,904	\$ (85,723)
Transfers out	(228,772)	(207,782)	(39,439)	168,343
Total other financing sources and uses	\$ (136,977)	\$ (44,155)	\$ 38,465	\$ 82,620
Net Increase (Decrease) in fund balances	\$ (200,024)	\$ (179,422)	\$ 70	\$ 179,492
FUND BALANCES				
Beginning of the year	200,024	273,524	273,524	0
End of the year	\$ 0	\$ 94,102	\$ 273,594	\$ 179,492

See notes to required supplementary information.

Assumption Parish Council on Aging, Inc.
Budgetary Comparison Schedule - Assumption Millage
For the year ended June 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP</u>	<u>Final Budget</u>
			<u>Basis</u>	<u>Favorable</u>
				<u>(Unfavorable)</u>
REVENUES				
Intergovernmental				
Ad Valorem Taxes	\$ 227,613	\$ 330,482	\$ 442,364	\$ 111,882
Total Revenues	<u>\$ 227,613</u>	<u>\$ 330,482</u>	<u>\$ 442,364</u>	<u>\$ 111,882</u>
EXPENDITURES				
Health, Welfare, & Social Services				
Current:	\$ 0	\$ 0	\$ 0	\$ 0
Total Expenditures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Excess (deficiency) of revenues over expenditures	<u>\$ 227,613</u>	<u>\$ 330,482</u>	<u>\$ 442,364</u>	<u>\$ 111,882</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	\$ (227,613)	\$ (330,482)	\$ (334,591)	\$ (4,109)
Total other financing sources and uses	<u>\$ (227,613)</u>	<u>\$ (330,482)</u>	<u>\$ (334,591)</u>	<u>\$ (4,109)</u>
Net Increase (Decrease) in fund balances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 107,773</u>	<u>\$ 107,773</u>
FUND BALANCES				
Beginning of the year	-	-	-	-
End of the year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 107,773</u>	<u>\$ 107,773</u>

See notes to required supplementary information.

Assumption Parish Council on Aging, Inc.
Budgetary Comparison Schedule - Title III-B
For the year ended June 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP</u> <u>Basis</u>	<u>Favorable</u> <u>(Unfavorable)</u>
REVENUES				
Intergovernmental				
Capital Area Agency on Aging (CAAA)	\$ 48,655	\$ 48,849	\$ 48,849	\$ 0
Public Support				
Client Contributions	3,700	3,700	3,127	(573.00)
Donations	1,200	1,200	0	(1,200.00)
<u>Total Revenues</u>	<u>\$ 53,555</u>	<u>\$ 53,749</u>	<u>\$ 51,976</u>	<u>\$ (1,773)</u>
EXPENDITURES				
Health, Welfare, & Social Services				
Current:				
Personnel	\$ 248,400	\$ 265,443	\$ 246,342	\$ 19,101
Fringe	27,770	35,202	25,212	9,990
Travel	14,468	14,420	11,986	2,434
Operating Services	73,467	72,678	74,243	(1,565)
Operating Supplies	27,816	28,014	30,722	(2,708)
Other Costs	13,041	11,352	12,486	(1,134)
Capital Outlays	6,733	6,873	0	6,873
<u>Total Expenditures</u>	<u>\$ 411,895</u>	<u>\$ 433,982</u>	<u>\$ 400,991</u>	<u>\$ 32,991</u>
Excess (deficiency) of revenues over expenditures	\$ (358,140)	\$ (380,233)	\$ (349,015)	\$ 31,218
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 358,140	\$ 380,233	\$ 349,015	\$ (31,218)
Transfers out			0	0
<u>Total other financing sources and uses</u>	<u>\$ 358,140</u>	<u>\$ 380,233</u>	<u>\$ 349,015</u>	<u>\$ (31,218)</u>
Net Increase (Decrease) in fund balances	\$ 0	\$ 0	\$ 0	\$ 0
FUND BALANCES				
Beginning of the year	0	0	0	0
End of the year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

See notes to required supplementary information.

Assumption Parish Council on Aging, Inc.
Budgetary Comparison Schedule - Section 5311
For the year ended June 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>GAAP</u> <u>Basis</u>	<u>Favorable</u> <u>(Unfavorable)</u>
REVENUES				
Intergovernmental				
Department of Transportation	\$ 150,679	\$ 150,679	\$ 168,143	\$ 17,464
Public Fares			2,683	2,683
Total Revenues	\$ 150,679	\$ 150,679	\$ 170,826	\$ 20,147
EXPENDITURES				
Health, Welfare, & Social Services				
Current:				
Personnel	\$ 48,516	\$ 47,084	\$ 50,403	\$ (3,319)
Fringe	7,085	7,589	5,710	1,879
Travel	148	148	135	13
Operating Services	18,165	18,225	18,556	(331)
Operating Supplies	8,286	8,350	9,100	(750)
Other Costs	1,875	1,728	2,389	(661)
Capital Outlay	2,229	2,256	0	2,256
Total Expenditures	\$ 86,304	\$ 85,380	\$ 86,293	\$ (913)
Excess (deficiency) of revenues over expenditures	\$ 64,375	\$ 65,299	\$ 84,533	\$ 19,234
OTHER FINANCING SOURCES (USES)				
Transfers in			\$ 0	\$ -
Transfers out	(64,375)	(65,299)	(84,533)	(19,234)
Total other financing sources and uses	\$ (64,375)	\$ (65,299)	\$ (84,533)	\$ (19,234)
Net Increase (Decrease) in fund balances	\$ 0	\$ 0	\$ 0	\$ 0
FUND BALANCES				
Beginning of the year	0	0	0	0
End of the year	\$ 0	\$ 0	\$ 0	\$ 0

See notes to required supplementary information.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Assumption Parish Council on Aging, Inc.
Napoleonville, Louisiana

For the Year Ended June 30, 2007

Note 1 – Budgetary Reporting

The budget information presented in this section of required supplementary information applies to “major” governmental funds for which annual budgets were adopted. Budgetary information for “Non-major” funds has not been included anywhere in these financial statements.

The Council follows these procedures in establishing the budgetary data that has been presented as required supplementary information in these financial statements.

- The Capital Area Agency on Aging – District II Inc., (CAAA) notifies the Council each year as to the funding levels for each of its program's grant award.
- Revenue projections are also made based on grants from GOEA and other agencies, program service fees, public support (including client contributions), interest income, and other miscellaneous sources.
- Expenditure projections are developed using historical information and changes to the upcoming year that management is aware of at the time of budget preparation.
- Once the information regarding the projected revenues and expenditures has been obtained, the Council's executive director and finance administrator prepare a proposed budget based on the projections. The proposed budget is submitted to the Board of Directors for final approval.
- The Board of Directors reviews and adopts the budget before May 31 of the current fiscal year for the next fiscal year.
- The adopted budget is forwarded to CAAA for compliance approval for the funds it will pass-through to the Council from GOEA.
- Unused budget amounts lapse at the end of each fiscal year (June 30). However, if a grant or contract is not completed by June 30, the Council will automatically re-budget funds in the next fiscal year to complete the grant or contract. An example where this might occur is when vehicles are acquired under federal matching programs. The “match” might be made in one year and the vehicles delivered in another year.
- The budget is prepared on a modified accrual basis, consistent with the basis of accounting for governmental funds, for comparability of budgeted and actual revenues and expenditures.

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
(CONTINUED)**

- Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments. During the fiscal year, management amended the Council's budget one time. The Council's Board of Directors approved a budget amendment at the regularly scheduled meeting held on January 29, 2007, using a procedure similar to the one used to approve the original budget. The budget amendment was sent to CAAA for compliance approval and was subsequently approved.
- Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control device.
- The Council may transfer funds between line items as often as required but must obtain compliance approval from the CAAA and the Governor's Office of Elderly Affairs (GOEA) for funds received under grants from these agencies. As part of their compliance, CAAA and GOEA require management to amend its budget in cases where actual costs for a particular line item exceed the budgeted amount by more than 10%.
- Budgeted expenditures cannot legally exceed budgeted revenues on an individual fund level, unless a large enough fund balance exists to absorb the budgeted operating deficit.
- The Council is not required by state or local law to prepare a budget for every program or activity it conducts. Accordingly, some General Fund activities may not be budgeted, particularly if they are deemed to be immaterial by management.

Note 2 – Budgetary Basis

As stated above, the budget is prepared on a modified accrual basis, consistent with the basis of accounting for governmental funds, for comparability of budgeted and actual revenues and expenditures. The only differences between the basis that the budget is prepared on and the GAAP basis are shown on the reconciliations on page 19 and on the bottom of the Balance Sheet of the Fund Financial Statements on page 17.

**SUPPLEMENTARY FINANCIAL INFORMATION
REQUIRED BY GOEA**

Schedule of Non-Major Special Revenue Funds

**Assumption Parish Council on Aging, Inc.
Napoleonville, Louisiana**

For the Year Ended June 30, 2007

	Energy Assistance	Title III-C	Title III C-1	Title III C-2	Senior Center	United Way	Supplemental Senior Center	Title III-E	Title XIX Transportation	Hurricane Disaster Relief	Prescription Assistance	Audit	Total
REVENUES													
Intergovernmental													
Capital Area Agency on Aging (CAAA)	\$ 10,200	\$ 1,632	\$ 24,366	\$ 12,218	\$ 0	\$ 0	\$ 0	\$ 3,000	\$ 0	\$ 0	\$ 0	\$ 550	\$ 51,966
Governor's Office of Elderly Affairs	0	0	0	0	26,167	0	3,100	0	0	0	0	0	29,267
United Way of America	0	0	0	0	0	36,894	0	0	0	0	0	0	36,894
Department of Health and Human Services	0	0	0	0	0	0	0	0	23,179	0	0	0	23,179
Public Support	53	0	0	0	0	0	0	0	0	0	0	0	53
Corporate and non-profit organizations	0	0	0	0	0	0	0	0	0	0	0	0	0
Client Contributions	0	0	6,243	10,298	0	0	0	0	0	0	0	0	18,542
Program Service Fees:													
Special Events & Projects	0	0	0	0	0	0	0	0	0	0	1,300	0	1,300
Total Revenues	\$ 10,253	\$ 1,632	\$ 32,609	\$ 22,517	\$ 26,167	\$ 36,894	\$ 3,100	\$ 3,000	\$ 23,179	\$ 0	\$ 1,300	\$ 550	\$ 161,201
EXPENDITURES													
Health, Welfare, & Social Services													
Current:													
Personnel	\$ 0	\$ 0	\$ 20,107	\$ 53,896	\$ 0	\$ 0	\$ 0	\$ 1,086	\$ 45,723	\$ 0	\$ 0	\$ 0	\$ 120,612
Fringe	0	0	2,535	7,189	0	0	0	90	5,505	0	0	0	15,319
Travel	0	0	36	14,732	0	0	0	40	130	0	0	0	14,838
Operating Services	0	1,282	5,941	3,902	0	0	0	922	11,960	0	0	0	24,007
Operating Supplies	0	0	2,081	633	0	0	0	658	8,277	0	0	0	11,649
Other Costs	0	0	1,112	2,035	0	0	0	204	1,869	0	0	550	5,770
Full Service Contracts	0	350	0	0	0	0	0	0	0	0	0	0	350
Total Expenditures	\$ 0	\$ 1,632	\$ 31,812	\$ 82,387	\$ 0	\$ 0	\$ 0	\$ 3,000	\$ 73,464	\$ 0	\$ 0	\$ 550	\$ 192,845
Excess (deficiency) of revenues over expenditures	\$ 10,253	\$ 0	\$ 797	\$ (59,870)	\$ 26,167	\$ (36,894)	\$ 3,100	\$ 0	\$ (50,285)	\$ 0	\$ 1,300	\$ 0	\$ (31,644)
OTHER FINANCING SOURCES (USES)													
Transfers in	\$ 0	\$ 0	\$ 0	\$ 59,870	\$ 0	\$ 0	\$ 0	\$ 0	\$ 50,285	\$ 0	\$ 0	\$ 0	\$ 110,155
Transfers out	(10,253)	0	(797)	0	(26,167)	(36,894)	(3,100)	0	0	0	(1,300)	0	(78,511)
Total other financing sources and uses	\$ (10,253)	\$ 0	\$ (797)	\$ 59,870	\$ (26,167)	\$ (36,894)	\$ (3,100)	\$ 0	\$ 50,285	\$ 0	\$ (1,300)	\$ 0	\$ 31,644
Net increase (Decrease) in fund balances	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
FUND BALANCES													
Beginning of the year	0	0	0	0	0	0	0	0	0	18,703	0	0	18,703
End of the year	0	0	0	0	0	0	0	0	0	18,703	0	0	18,703

**COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS AND CHANGES IN
GENERAL FIXED ASSETS**

**Assumption Parish Council on Aging, Inc.
Napoleonville, Louisiana**

For the year ended June 30, 2007

	<u>Balance</u> <u>June 30, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2007</u>
General fixed assets:				
Land and building	\$ 94,486	\$ 0	\$ 0	\$ 94,486
Vehicles	22,530	15,862	0	38,392
Office furniture and equipment	10,445	9,854	(1,960)	18,339
	<hr/>	<hr/>	<hr/>	<hr/>
Total general fixed assets	\$ 127,461	\$ 25,716	\$ (1,960)	\$ 151,217
	<hr/>	<hr/>	<hr/>	<hr/>
Investment in general fixed assets:				
Property acquired with funds from -				
General Fund	\$ 0	\$ 21,413	\$ 0	\$ 21,413
Transportation	3,830	0	0	3,830
Millage/Police Jury	89,000	0	0	89,000
Title III-C-2	2,422	614	(392)	2,644
Title III-B	20,776	1,117	(667)	21,226
Title III-C-1	1,050	228	(325)	953
Title III-D	298	0	(298)	0
Senior Center	278	0	(278)	0
Title XIX	2,253	0	0	2,253
Transportation (Indirect)	7,554	2,344	0	9,898
	<hr/>	<hr/>	<hr/>	<hr/>
Total investment in general fixed assets	\$ 127,461	\$ 25,716	\$ (1,960)	\$ 151,217
	<hr/>	<hr/>	<hr/>	<hr/>



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
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., Napoleonville, Louisiana, as of and for the year ended June 30, 2007, which collectively comprise the Assumption Parish Council on Aging, Inc.'s basic financial statements and have issued our report thereon dated November 1, 2007. 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 the 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 the 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 control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Assumption Parish Council on Aging, Inc.'s ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Assumption Parish Council on Aging, Inc.'s financial statements that is more than inconsequential will not be prevented or detected by the Assumption Parish Council on Aging, Inc.'s internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Assumption Parish Council on Aging, Inc.'s internal control.

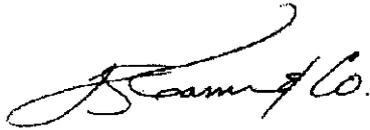
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies 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 the 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 the Council's board of directors, management, and the Legislative Auditor of the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties.



Thibodaux, Louisiana
November 1, 2007

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Assumption Parish Council on Aging, Inc.
Napoleonville, Louisiana

For the Year Ended June 30, 2007

We have audited the financial statements of the Assumption Parish Council on Aging, Inc., Napoleonville, Louisiana as of and for the year ended June 30, 2007, and have issued our report thereon dated November 1, 2007. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our audit of the financial statements as of June 30, 2007 resulted in an unqualified opinion.

Section I - Summary of Auditor's Reports

- a. Report on Internal Control and Compliance Material to the Financial Statements.

Internal Control:

Material Weaknesses	_____ Yes	___X___ No
Reportable Conditions	_____ Yes	___X___ No

Compliance:

Compliance Material to Financial Statements	_____ Yes	___X___ No
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- b. Federal Awards.

Federal awards were less than \$500,000. This section is not applicable.

- c. Identification of Major Programs.

This section is not applicable.

- d. Management Letter.

The auditor issued a management letter relating to this year's audit.	_____ Yes	___X___ No
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Section II - Financial Statement Findings

There were no findings that are required to be reported in this section of the report.

Section III - Federal Award Findings and Questioned Costs.

This section is not applicable.

SCHEDULE OF PRIOR YEAR FINDINGS

Assumption Parish Council on Aging, Inc.
Napoleonville, Louisiana

For the Year Ended June 30, 2007

Internal Control And Compliance Deficiencies Material To The Financial Statements.

No findings were reported in the prior year.

Internal Control And Compliance Deficiencies Material To Federal Awards.

No findings were reported in the prior year.

Management Letter.

A management letter was not issued in the prior year.

MANAGEMENT'S CORRECTIVE ACTION PLAN

Assumption Council on Aging, Inc.
Napoleonville, Louisiana

For the Year Ended June 30, 2007

To the following oversight agencies for audit:

State: Legislative Auditor of the State of Louisiana; and
Governor's Office of Elderly Affairs.

Local: Capital Area Agency on Aging – District II, Inc.

Assumption Parish Council on Aging, Inc., Napoleonville, Louisiana, respectfully submits the following corrective action plan for the year ended June 30, 2007.

Name, address and contact information of the independent certified public accounting firm:

T.S. Kearns & Co., CPA, PC
501 Canal Boulevard
Thibodaux, Louisiana 70301
985-447-8507
tim.kearns@kearnscpa.com

Audit period: For the year ended June 30, 2007.

INTERNAL CONTROL AND COMPLIANCE DEFICIENCIES MATERIAL TO THE FINANCIAL STATEMENTS.

There were no findings reported in this section.

INTERNAL CONTROL AND COMPLIANCE DEFICIENCIES MATERIAL TO FEDERAL AWARDS.

There were no findings reported in this section.

MANAGEMENT LETTER.

A management letter was not issued.

If you have any questions regarding this plan, please call Betty Granier at (985) 369-7961.