1123

RECEIVED
06 DEC 27 AM 11:57

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.

Financial Statements
For the Year Ended June 30, 2006

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 2-7-07

CHH

CAMERON, HINES & HARTT, (A Professional Accounting Corporation)
Certified Public Accountants

West Monroe, Louisiana

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006

TABLE OF CONTENTS

	Page
Independent Auditors' Report	1-2
Required Supplemental Information (Part A)	
Management's Discussion and Analysis	3-6
Government-Wide Financial Statements	
Statement of Net Assets	7
Statement of Activities	8
Fund Financial Statements	
Governmental Funds:	
Balance Sheet	9
Reconciliation of the Governmental Fund Balance Sheet to the Government-Wide Statement of Net Assets	9
Statement of Revenues, Expenditures and Changes in Fund Balances	10
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	10
Notes to Financial Statements	11-18
Required Supplemental Information (Part B)	
Budgetary Comparison Schedules	
General Fund	19
Title III B – Supportive Services	20
Title C1 – Congregate Meals	21
Title C2 – Home Delivered Meals	22
Notes to Budgetary Comparison Schedules	23
SUPPLEMENTAL INFORMATION SCHEDULES REQUIRED BY GOEA	
GENERAL FUNDS	
Combining Balance Sheets	24
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	25
NONMAJOR SPECIAL REVENUE FUNDS	
Combining Balance Sheet	26
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances	27

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006

TABLE OF CONTENTS (CONTINUED)

SUPPLEMENTAL INFORMATION SCHEDULES (CONTINUED)

Page

GENERAL FIXED ASSET ACCOUNT GROUP

Schedule of General Fixed Assets ---------- 28

OTHER SUPPLEMENTAL INFORMATION – GRANT ACTIVITY

Schedule of Expenditures of Federal Awards ---------- 29

Notes to Schedule of Expenditures of Federal Awards ---------- 30

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* ---------- 31

Schedule of Findings And Questioned Costs ---------- 32-33

Schedule of Prior Year Findings ---------- 34

CAMERON, HINES & HARTT

(A Professional Accounting Corporation)

Certified Public Accountants

104 Regency Place
West Monroe, Louisiana 71291

Mailing Address:
P. O. Box 2474
West Monroe, LA 71294-2474

Phone (318) 323-1717
Fax (318) 322-5121
E-Mail: chhcpas@bellsouth.net

INDEPENDENT AUDITORS' REPORT

Board of Directors
Richland Voluntary Council on Aging, Inc.
Rayville, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Richland Voluntary Council on Aging, Inc., as of and for the year ended June 30, 2006, which collectively comprise the basic financial statements of the Council 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 for the Richland Voluntary Council on Aging, Inc., as of June 30, 2006, 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 3, 2006, on our consideration of the Council's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis and budgetary comparison information on pages 3 through 6 and 19 through 23, 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. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming opinions on the financial statements of the Richland Voluntary Council on Aging, Inc. taken as a whole. The supplemental information schedules required by GOEA are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such 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. The introductory section has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Cameron, Hines & Hartt (APAC)

West Monroe, Louisiana
November 3, 2006

REQUIRED SUPPLEMENTAL INFORMATION (PART A)
MANAGEMENT'S DISCUSSION AND ANALYSIS

Richland Voluntary Council on Aging, Inc

414 Harrison Street
Rayville, LA 71269

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Richland Voluntary Council on Aging provides an overview of the Council's activities for the year ended June 30, 2006. Please read it in conjunction with the Council's financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities provide information about the activities of the Council as a whole.

Reporting the Council as a Whole

The Statement of Net Assets and the Statement of Activities

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Council's net assets and changes in them. The Council's net assets – the difference between assets and liabilities – measure the Council's financial position. The increase or decrease in the Council's net assets are an indicator of whether its financial position is improving or deteriorating.

THE COUNCIL AS A WHOLE

For the years ended June 30, 2006 and 2005:

	06/30/06	06/30/05
Beginning net assets	$184,407	$187,987
Increase (Decrease) in net assets	15,860	(3,580)
Ending net assets	$200,267	$184,407

THE COUNCIL'S FUNDS

The following schedule presents a summary of revenues and expenses for the fiscal year ended June 30, 2006, and the amount and percentage of increases and decreases in relation to the prior year.

Revenues	June 30, 2006	Percent of Total	Increase (Decrease) From June 30, 2005	Percent Increase (Decrease)
Intergovernmental	$253,102	54%	($12,902)	-5%
Public Support	40,574	9%	9,353	23%
Rental Income	13,200	3%	0	0%
Project Nutrition	158,745	34%	7,847	5%
Miscellaneous	2,681	1%	(455)	-17%
Totals	$468,302	100%	$3,843	1%

Revenues	June 30, 2005	Percent of Total	Increase (Decrease) From June 30, 2004	Percent Increase (Decrease)
Intergovernmental	$266,004	57%	($3,762)	-1%
Public Support	31,221	7%	(6,031)	-19%
Rental Income	13,200	3%	0	0%
Project Nutrition	150,898	32%	34,284	23%
Miscellaneous	3,136	1%	883	28%
Totals	$464,459	100%	$25,374	5%

Revenues for the Council increased for the year ending June 30, 2006 mainly due to an increase in the Project Nutrition program that involves pass through funding for meals and receipt of a grant to make capital outlay purchases.

Revenues for the Council increased for the year ending June 30, 2005 mainly due to an increase the pass through program of Project Nutrition.

Expenses	June 30, 2006	Percent of Total	Increase (Decrease) From June 30, 2005	Percent Increase (Decrease)
Total	$452,442	100%	($15,597)	-3%

Expenses	June 30, 2005	Percent of Total	Increase (Decrease) From June 30, 2004	Percent Increase (Decrease)
Total	$468,039	100%	$21,195	5%

The Council's expenses for the year ending June 30, 2006 decreased due to cost cutting measures implemented which involved eliminating a van used in transportation at the Delhi Center.

The Council's expenses for the year ending June 30, 2005 increased due to rising cost of fuel and insurance associated with the costs of the transportation program and also increases in costs associated with the home delivered meals program.

BUDGETARY HIGHLIGHTS

The Council's total revenues in fiscal year 2006 were more than the final budget of $190,645 due to the Project Nutrition Fund not being a budgeted item. Actual expenses for the Council were over the final budget by $169,680 due to the Project Nutrition Fund and interest expense on a loan not included in the GOEA budget. The General Fund is not budgeted but used in support of other programs. Also the Project Nutrition Fund is not budgeted because it is strictly a pass through program-the revenue and expense are the same each month.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2006 and 2005, the Council had $165,726 and $156,102 invested in capital assets including buildings and improvements, furniture and fixtures, equipment, and vehicles (see table next page).

	June 30, 2006	June 30, 2005
Land	$11,500	$11,500
Building	57,500	57,500
Furniture & Fixtures	22,826	13,202
Vehicles	73,900	73,900
Totals	$165,726	$156,102

The Council used funds from a grant to purchase a new computer and two copiers in the current fiscal year.

Debt

At year-end, the Council has a total of $34,894 in long term debt. The note payable decreased about 18% as shown in the following table:

	June 30, 2006	June 30, 2005
Notes Payable	$34,894	$40,914

ECONOMIC FACTORS AND NEXT YEAR"S BUDGETS AND REVENUES

The Council's revenues are derived mainly from two sources, United States Department of Health and Human Services Administration on Aging through the Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council, and Public Support. The Council does not anticipate any major increases or decreases in the revenues for the coming year.

CONTACTING THE COUNCIL'S FINANCIAL MANAGEMENT

The financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the Council's finances and to show the Council's accountability for the money it receives. If you have questions concerning this report or need additional financial information, contact the Richland Voluntary Council on Aging, PO Box 97 Rayville, LA 71269.

Walter Cochran
Director

GOVERNMENT-WIDE FINANCIAL STATEMENTS

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2006

	Governmental Activities
ASSETS	
Cash	$ 89,810
Certificates of Deposit	72,911
Accounts Receivable	322
Utility Deposits	650
Capital Assets:	
Non-Depreciable	11,500
Depreciable	74,158
TOTAL ASSETS	$ 249,351
LIABILITIES	
Accounts Payable	$ 11,641
Accrued Expenses	2,549
Non-Current Liabilities	
Due Within One Year	
Notes Payable	5,564
Due in More Than One Year	
Notes Payable	29,330
Total Liabilities	49,084
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	50,764
Restricted For:	
Utility Assistance	2,716
Unrestricted	146,787
Total Net Assets	200,267
TOTAL LIABILITIES AND NET ASSETS	$ 249,351

The accompanying notes are an integral part of this financial statement.

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2006

	Direct Expenses	Indirect Expenses
Function/Program Activities		
Governmental Activities:		
Health, Welfare and Social Services:		
Supportive Services:		
Homemaker	$ 6,220	$ 2,051
Information and Assistance	654	417
Outreach	7	95
Transportation	18,863	5,498
Other Services	11,771	5,406
Nutrition Services:		
Congregate Meals	53,342	20,183
Home Delivered Meals	98,304	35,375
Utility Assistance	5,796	-
Disease Prevention and Health Promotion	2,567	102
National Family Caregiver Support	3,053	805
Senior Activities	5,127	1,657
Administration	175,149	-
Total Governmental Activities	$ 380,853	$ 71,589

Program Revenues			Net (Expense) Revenue and Changes in Net Assets
Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
$ -	$ 6,378	$ -	$ (1,893)
-	826	-	(245)
-	79	-	(23)
-	18,785	-	(5,576)
-	13,244	-	(3,933)
-	42,202	-	(31,323)
-	121,814	-	(11,865)
-	6,730	-	934
-	2,669	-	-
-	3,858	-	-
-	-	-	(6,784)
158,745	26,084	-	9,680
$ 158,745	$ 242,669	$ -	$ (51,028)

General Revenues:

Grants and Contributions not Restricted to Specific Programs	51,007
Rental Income	13,200
Miscellaneous	2,681
Total General Revenues	66,888
Changes in Net Assets	15,860
Net Assets - Beginning	184,407
Net Assets - Ending	$ 200,267

The accompanying notes are an integral part of this financial statement.

FUND FINANCIAL STATEMENTS

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA

BALANCE SHEET
GOVERNMENTAL FUNDS

JUNE 30, 2006

	General Fund	Title III B Supportive Services	Title C-1 Congregate Meals	Title C-2 Home Delivered Meals
ASSETS				
Cash and Cash Equivalents	$ 77,935	$ 752	$ 3,150	$ 5,104
Certificates of Deposits	21,672	-	-	-
Accounts Receivable	-	-	-	-
Utility Deposits	650	-	-	-
Due From Other Funds	11,002	-	-	-
TOTAL ASSETS	$ 111,259	$ 752	$ 3,150	$ 5,104
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts Payable	$ 2,482	$ 752	$ 3,150	$ 5,104
Other Accrued Expenses	2,549	-	-	-
Notes Payable - Current Portion	5,564	-	-	-
Due To Other Funds	-	-	-	-
Total Current Liabilities	10,595	752	3,150	5,104
Notes Payable - Long-Term	29,330	-	-	-
Total Liabilities	39,925	752	3,150	5,104
FUND BALANCE				
Fund Balance				
Reserved for:				
Utilities Assistance	-	-	-	-
Unreserved, Reported In:				
General Fund	71,334	-	-	-
Special Revenue Funds	-	-	-	-
Total Fund Balance	71,334	-	-	-
TOTAL LIABILITIES AND FUND BALANCE	$ 111,259	$ 752	$ 3,150	$ 5,104

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
RECONCILIATION OF TOTAL GOVERNMENTAL
FUND BALANCES TO NET ASSETS OF
GOVERNMENTAL FUNDS
JUNE 30, 2006

Nonmajor Governmental Funds	Total Governmental Funds		
		Total Governmental Fund Balances	$ 114,609
		Amounts reported for governmental activities in the statement of net assets are different because:	
$ 2,869	$ 89,810		
51,239	72,911		
322	322		
-	650	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	85,658
-	11,002		
$ 54,430	$ 174,695		
		Net Assets of Governmental Activities	$ 200,267

$ 153	$ 11,641
-	2,549
-	5,564
11,002	11,002
11,155	30,756
-	29,330
11,155	60,086
2,716	2,716
-	71,334
40,559	40,559
43,275	114,609
$ 54,430	$ 174,695

The accompanying notes are an integral part of this financial statement.

RICHLAND VOLUNTARY COUNCIL ON AGING, INC
RAYVILLE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2006

	General Fund	Title III B Supportive Services	Title C-1 Congregate Meals	Title C-2 Home Delivered Meals
REVENUES				
Intergovernmental	$ 21,048	$ 39,312	$ 42,202	$ 101,829
Public Support	13,942	2,784	6,662	10,456
Rental Income	13,200	-	-	-
Project Nutrition	158,745	-	-	-
Miscellaneous	2,681	-	-	-
Total Revenues	209,616	42,096	48,864	112,285
EXPENDITURES				
Current:				
Salaries	-	26,431	19,592	47,247
Fringe	-	2,117	1,542	3,763
Travel	-	1,405	139	14,198
Operating Services	-	16,119	24,701	17,995
Operating Supplies	-	4,526	928	1,694
Other Costs	160,545	385	26,623	48,782
Interest Expense	2,488	-	-	-
Capital Outlay	11,344	-	-	-
Utility Assistance	-	-	-	-
Total Expenditures	174,377	50,983	73,525	133,679
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	35,239	(8,887)	(24,661)	(21,394)
OTHER FINANCING SOURCES (USES)				
Operating Transfers - In	-	8,887	24,661	21,394
Operating Transfers - Out	(21,048)	-	-	-
Total Other Fincing Sources (Uses)	(21,048)	8,887	24,661	21,394
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	14,191	-	-	-
FUND BALANCE AT BEGINNING OF YEAR	57,143	-	-	-
FUND BALANCE AT END OF YEAR	$ 71,334	$ -	$ -	$ -

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
RECONCILIATION OF THE STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2006

Nonmajor Governmental Funds	Total Governmental Funds		
		Net Change in Fund Balances - Total Governmental Funds	$ 16,143
$ 48,711	$ 253,102	*Amounts reported for governmental activities in the statement of activities are different because:*	
6,730	40,574		
-	13,200		
-	158,745	Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life o fthe assets:	
-	2,681		
55,441	468,302		
		Capital asset purchases capitalized	11,344
		Depreciation expense	(11,140)
4,047	97,317		204
315	7,737		
28	15,770	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	
8,710	67,525		
208	7,356		
490	236,825		
-	2,488	Loss on disposal of equipment	(487)
-	11,344		
5,797	5,797	Change in Net Assets in Governmental Activities	$ 15,860
19,595	452,159		
35,846	16,143		
-	54,942		
(33,894)	(54,942)		
(33,894)	-		
1,952	16,143		
41,323	98,466		
$ 43,275	$ 114,609		

The accompanying notes are an integral part of this financial statement.

Note 1- Summary of Significant Accounting Policies

The financial statements of the Richland Voluntary Council on Aging, Inc. have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. These statements have also incorporated any applicable requirements set forth by *Audits of State and Local Governments*, the industry audit guide issued by the American Institute of Certified Public Accountants; Subsection VI-Annual Financial Reporting, accounting manual for Governor's Office of Elderly Affairs contractors, and the *Louisiana Governmental Audit Guide*. The more significant to the Council's accounting policies are described below.

A. Reporting Entity

In 1964, the State of Louisiana passed Act 456 that authorized the charter of voluntary councils on aging for the welfare of the aging people in their representative parishes. Charters are issued by the Louisiana Secretary of State upon approval by the Governor's Office of Elderly Affairs. The Richland Voluntary Council on the Aging, Inc. is a non-profit, quasi-public, corporation which must comply with the policies and regulations established by the Governor's Office of Elderly Affairs, the state agency which provides the Council with most of its revenues. The Council also receives revenues from other federal, state, and local government agencies that may impose certain restrictions upon how the Council can use the money that they have provided.

The primary function of the Richland Voluntary Council on the Aging, Inc. is to improve the quality of life for the parish's elderly and to provide services to the elderly as well as coordinate and monitor the services of other local agencies serving the aging people of the parish. Such services include providing meals, nutritional education, information and referral services, legal assistance, homemaker services, operating senior centers, and transportation. A Board of Directors, consisting of 15 voluntary members who serve three-year terms governs the Council.

The Council is not a component unit of another primary government nor does it have any component units that are related to it. Therefore, the Council has presented its financial statements as a separate special purpose government.

B. Financial Reporting

The Council follows the provisions of the Governmental Accounting Standards Board Statement, Nos. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* (Statement 34), 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus* (Statement 37), and 38, *Certain Financial Statement Note Disclosures* (Statement 38), which establish the financial reporting standards for all state and local governmental entities.

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

The accompanying government-wide financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting and reflect transactions of behalf of the Council. The Council accounts for its funds as governmental funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Office of Elderly Affairs Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Most of the Council's special revenue funds are provided by GOEA. The Title III funds are provided by the United States Department of Health and Human Services Administration on Aging through the Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council.

The Council reports the following major governmental funds:

General Fund

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. These discretionary funds are accounted for and reported according to the source (federal, state, or local) from which they are derived. The following types of programs comprise the Council's General Fund:

Local Funds

Local funds are received from various local sources; such funds not being restricted to any special use.

PCOA (ACT 735) Funds

PCOA (Act 735) funds are appropriated for the Governor's Office of Elderly Affairs by the Louisiana Legislature for remittance to the Council on Aging. The Council may use these "Act 735" funds at its discretion provided the program is benefiting people who are at least 60.

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

Title III-B Supportive Services Fund

This program provides access services, in-home services, community services, legal assistance and transportation for the elderly.

Title III C-1 Congregate Meals Fund

These funds are used to provide nutritional congregate meals to the elderly in strategically located centers.

Title III C-2 Home Delivered Meals Fund

These funds are used to provide nutritional meals to home-bound older persons.

The remaining nonmajor funds are as follows:

Senior Center Fund

This program provides community service centers at which older persons receive supportive services and participate in activities which foster their independence, enhance their dignity and encourage their involvement in and with the community.

Nutritional Services Incentive Program (NSIP)

The NSIP program (formerly USDA) is used to account for the administration of Food Distribution Program funds provided by the United States Department of Agriculture through the Louisiana Governor's Office of Elderly Affairs. This program reimburses the service provider on a per unit basis for each congregate and home-delivered meal served to an eligible participant so that the United States food and commodities may be purchased to supplement these programs.

Title III-D Disease Prevention and Health Promotion Services

This program provides funds to develop or strengthen preventive health service and health promotion systems through designated agencies.

Title III-E National Family Caregiver Support

To assist in providing multifaceted systems of support services for family caregivers and grandparents or older individuals who are relative caregivers.

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

Audit Funds

These funds are used to offset the cost of the annual audit. The amount received for the years ended June 30, 2006 and 2005 was $490 and $803, respectively.

Supplemental Senior Center Fund

The Louisiana Legislature appropriated additional money for various Councils on Aging through the state to be used to supplement the primary state grant for senior centers. Richland Voluntary Council on the Aging, Inc. was one of the parish councils to receive a supplemental grant.

Utility Assistance Fund

The Utility Assistance fund is used to account for the administration of programs that are sponsored by local utility companies. The companies collect contributions from service customers and remit the funds to the parish Councils on Aging to provide assistance to the elderly for the payment of their utility bills.

C. Compensated Absences

Employees of the Richland Voluntary Council on the Aging, Inc. earn from 10 to 20 days of annual leave each year with 10 days allowed to be carried over to next year, depending on their length of service and the employee's working status (full-time or part-time). Provided that funds are available, employees are compensated upon termination of employment for current-year accrued annual leave up to 5 days. Employees earn up to 12 days of sick leave each year, and can accumulate up to 60 days, depending upon whether the employee is on a part-time or full-time status. Employees are not paid for accrued sick leave at termination and no accrual has been made.

D. Funding Policies and Sources of Funds

The Council receives its monies through various methods of funding. NSIP program funds are provided through the Louisiana Governor's Office of Elderly Affairs to help offset raw food cost in Title III C-1 and C-2 programs. This program is funded under the units of service provided method. The Senior Center program and State Allocation (PCOA) and Supplemental Senior Center funds are received as a monthly allocation of the total budget (grant) in advance of the actual expenditure. The Title III-B, C-1, C-2, D and E programs are funded based on actual operating cost incurred. The Council encourages and receives contributions from clients to help offset the costs of the Title III-B, C-1, and C-2 programs. Utility assistance funds are also provided by the Louisiana Association of Council on Aging to the Council under the Helping Hands and Heating Help Energy programs. All of the above mentioned funds, including any other miscellaneous income, are recorded as revenue when the cash is received because the Council cannot predict the timing and amount of receipt.

Note 1- Summary of Significant Accounting Policies (continued)

E. 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 could differ from those estimates.

Note 2 - Cash and Certificates of Deposit

At June 30, 2006, the book balance of the Council's bank deposits was $89,810.

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Cash and cash equivalents (bank balances) at June 30, 2006 are secured as follows:

Bank Balances	$ 102,215
Federal Deposit Insurance	$ 100,000
Pledged Securities (Uncollateralized)	-
Total	$ 100,000

Because the pledged securities are held by the custodial bank in the name of the fiscal agent bank rather than in the name of the Council, they are considered uncollatalized (Category 3) under the provision of GASB Codification C20.106; however Louisiana Revised Statute 39.1229 imposes a statutory 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 bank has failed to pay deposited funds upon demand. The Council also has two certificates of deposit as one bank that total $72,911 and are not considered cash equivalents. They are insured by the FDIC.

Note 3 - Receivables

Accounts receivable at June 30, 2006, consisting of reimbursements for expenses incurred under the NSIP program was $322.

Note 4 - Fixed Assets

Fixed asset activity for the year ended June 30, 2006 is as follows:

	Balance July 1, 2005	Additions	Deletions	Balance June 30, 2006
Non-Depreciable Assets:				
Land	$ 11,500	$ -	$ -	$ 11,500
Depreciable Assets:				
Building	57,500	-	-	57,500
Vehicles	73,900	-	-	73,900
Furniture & Fixtures	13,202	11,344	(1,720)	22,826
Totals at Historical Cost	156,102	11,344	(1,720)	165,726
Less Accumulated Depreciation For:				
Building	(6,829)	(1,437)	-	(8,266)
Vehicles	(52,160)	(8,153)	-	(60,313)
Machinery & Equipment	(11,172)	(1,550)	1,233	(11,489)
Total Accumulated Depreciation	(70,161)	(11,140)	1,233	(80,068)
Fixed Assets, Net	$ 85,941	$ 204	$ (487)	$ 85,658

Depreciation was charged to Administration activities of the Council for $11,140.

Note 4- Long-Term Debt

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Notes Payable:					
Building Note	$ 40,914	$ -	$ 6,020	$ 34,894	$ 5,564

A note payable in the amount of $62,325 with an interest rate of 6.50% per year was obtained to purchase the Council on Aging's building. The Council pays $709 per month for 5 years beginning October 2001. The loan was refinanced for $33,520 in September 2006 with an interest rate of 8.50% per year. The new monthly payment is $690 per month for 3 years with the remaining principal to be paid in full in September 2009.

Note 4-Long-Term Debt (continued)

Principal and interest requirements to retire the Council's notes payable obligations are as follows:

Year Ended	Building Note	
June 30,	Principal	Interest
2007	$ 5,564	$ 2,773
2008	6,018	2,262
2009	6,550	1,730
2010	16,762	344
Total	$ 34,894	$ 7,109

Interest charged to expenditures for the year ended June 30, 2006 was $2,488.

Note 5 - In-Kind Contributions

The Council received various in-kind contributions during the year. These in-kind contributions have not been recorded in the financial statements as revenues, nor has the expenditure related to the use of the in-kind been recorded. The primary in-kind contributions consisted of free rent and utilities for the senior center and meal sites, and wages and fringe benefits for volunteer workers.

Note 6 - 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 out-of-town travel expenses incurred in accordance with the Council's regular personnel policy.

Note 7 - 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.

Note 8 - Litigation and Claims

There was no litigation pending against the Council at June 30, 2006, nor is the Council aware of any unasserted claims.

Note 9 - Federal Award Programs

The Council receives revenues from various federal and state grant programs that are subject to final review and approval as to the allowability of expenditures by the respective grantor agencies. These programs are audited in accordance with the *Single Audit Act Amendment of 1996* and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Institutions*. Any settlements or expenses arising out of a final review are recognized in the period agreed upon by the agency and the Council. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect the Council's financial position.

Note 10-Economic Dependency

The Council receives the majority of its revenue from funds provided through grants administered by the Louisiana Governor's Office of Elderly Affairs. 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 the 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 11-Interfund Transfers

Operating transfers in and out are listed by fund for 2006:

	Funds Transferred Out				
Funds Transferred In	Supplemental Senior Center	Senior Center	NSIP	PCOA	Total In
Title IIIB - Supportive Services	$ 3,825	$ 5,062	$ -	$ -	$ 8,887
Title III C-1	-	2,676	10,269	11,716	24,661
Title III C-2	-	3,363	8,699	9,332	21,394
Total Out	$ 3,825	$ 11,101	$ 18,968	$ 21,048	$ 54,942

Note 12-Risk Management

The Council is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; 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. No settlements were made during the year that exceeded the Council's insurance coverage.

Note 13-Parish Nutrition Project

The Council has entered into an agreement with the Delhi Charter School to provide school lunches. Because the school is supported with state funding, the school cannot purchase lunches from a for profit entity. The Council purchases the food for the lunches from Bountiful Foods in addition to their own food purchases. The Delhi Charter School reimburses the Council for its portion. This creates a wash effect of revenues and expenditures during the year, therefore, there is no income or loss at year end.

REQUIRED SUPPLEMENTAL INFORMATION (PART B)
BUDGETARY COMPARISON SCHEDULES

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual	Variance With Final Budget Over
	Original	Final	Amounts	(Under)
Revenues				
Intergovernmental	$ 21,230	$ 21,048	$ 21,048	$ -
Public Support	-	-	13,942	13,942
Rental Income	-	-	13,200	13,200
Project Nutrition	-	-	158,745	158,745
Interest Income	-	-	2,681	2,681
Total Revenues	21,230	21,048	209,616	188,568
Expenditures				
Other Costs	-	-	1,800	(1,800)
Project Nutrition	-	-	158,745	(158,745)
Capital Outlay	-	-	11,344	(11,344)
Interest Payments	-	-	2,488	(2,488)
Total Expenditures	-	-	174,377	(174,377)
Excess (Deficiency) of Revenues Over Expenditures	21,230	21,048	35,239	14,191
Other Financing Uses				
Transfers Out	(21,230)	(21,048)	(21,048)	-
Net Change in Fund Balance	-	-	14,191	14,191
Fund Balance at Beginning of Year	57,143	57,143	57,143	-
FUND BALANCE AT END OF YEAR	$ 57,143	$ 57,143	$ 71,334	$ 14,191

The accompanying notes are an integral part of this financial statement.

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE III B - SUPPORTIVE SERVICES
FOR THE YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual	Variance With Final Budget
	Original	Final	Amounts	Over (Under)
Revenues				
Intergovernmental	$ 39,312	$ 39,312	$ 39,312	$ -
Public Support	1,000	1,000	2,784	1,784
Total Revenues	40,312	40,312	42,096	1,784
Expenditures				
Salaries	25,972	27,839	26,431	1,408
Fringe	3,026	3,221	2,117	1,104
Travel	2,267	1,416	1,405	11
Operating Services	14,451	15,161	16,119	(958)
Operating Supplies	3,757	5,898	4,526	1,372
Other Costs	-	-	385	(385)
Capital Outlay	-	-	-	-
Total Expenditures	49,473	53,535	50,983	2,552
Excess (Deficiency) of Revenues Over Expenditures	(9,161)	(13,223)	(8,887)	4,336
Other Financing Sources (Uses)				
Transfers In	9,161	13,223	8,887	(4,336)
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	$ -	$ -	$ -	$ -

The accompanying notes are an integral part of this financial statement.

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE CI - CONGREGATE MEALS
FOR THE YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual	Variance With Final Budget Over
	Original	Final	Amounts	(Under)
Revenues				
Intergovernmental	$ 42,813	$ 42,202	$ 42,202	$ -
Public Support	6,000	6,400	6,662	262
Total Revenues	48,813	48,602	48,864	262
Expenditures				
Salaries	20,061	18,729	19,592	(863)
Fringe	2,338	2,167	1,542	625
Travel	416	159	139	20
Operating Services	26,075	24,161	24,701	(540)
Operating Supplies	1,878	1,653	928	725
Other Costs	26,250	26,250	26,623	(373)
Capital Outlay	-	-	-	-
Total Expenditures	77,018	73,119	73,525	(406)
Excess (Deficiency) of Revenues Over Expenditures	(28,205)	(24,517)	(24,661)	(144)
Other Financing Sources (Uses)				
Transfers In	28,205	24,517	24,661	144
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	$ -	$ -	$ -	$ -

The accompanying notes are an integral part of this financial statement.

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE C2 - HOME DELIVERED MEALS
FOR THE YEAR ENDED JUNE 30, 2006

	Budgeted Amounts		Actual	Variance With Final Budget Over
	Original	Final	Amounts	(Under)
Revenues				
Intergovernmental	$ 103,529	$ 101,829	$ 101,829	$ -
Public Support	11,000	10,425	10,456	31
Total Revenues	114,529	112,254	112,285	31
Expenditures				
Salaries	42,607	46,837	47,247	(410)
Fringe	4,964	5,418	3,763	1,655
Travel	16,223	14,596	14,198	398
Operating Services	18,078	17,553	17,995	(442)
Operating Supplies	3,350	3,076	1,694	1,382
Other Costs	48,750	48,750	48,782	(32)
Capital Outlay	-	-	-	-
Total Expenditures	133,972	136,230	133,679	2,551
Excess (Deficiency) of Revenues Over Expenditures	(19,443)	(23,976)	(21,394)	2,582
Other Financing Sources (Uses)				
Transfers In	19,443	23,976	21,394	(2,582)
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
FUND BALANCE AT END OF YEAR	$ -	$ -	$ -	$ -

The accompanying notes are an integral part of this financial statement.

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2006

The Council follows these procedures in establishing the budgetary data reflected in these financial statements:

The Governor's Office of Elderly Affairs (GOEA) notifies the Council each year as to the funding levels for each program's grant award.

The Executive Director prepares a proposed budget based on the funding levels provided by GOEA and then submits the budget to the Board of Directors for approval.

The Board of Directors reviews and adopts the budget before June 30th of the current year for the next year.

The adopted budget is forwarded to the Governor's Office of Elderly Affairs for final approval.

All budgetary appropriations lapse at the end of each fiscal year (June 30).

The budget is prepared on a modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.

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 prior approval for the Governor's Office of Elderly Affairs for funds received under grants from this state agency.

Expenditures cannot legally exceed appropriations on an individual level.

Amounts were not budgeted for revenues and expenses for the utility assistance fund because they were not legally required and the amount of revenues to be received under this program could not be determined.

SUPPLEMENTAL INFORMATION SCHEDULES REQUIRED BY GOEA

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA

GENERAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2006

	Programs of the General Fund		
	Local	PCOA (Act 735)	Total General Fund
ASSETS			
Cash & Cash Equivalents	$ 77,935	$ -	$ 77,935
Certificates of Deposit	21,672	-	21,672
Deposits	650	-	650
Due From Other Funds	11,002	-	11,002
TOTAL ASSETS	$ 111,259	$ -	$ 111,259
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Accounts Payable	$ 2,482	$ -	$ 2,482
Other Accrued Expenses	2,549	-	2,549
Notes Payable - Current Portion	5,564	-	5,564
Due To Other Funds	-	-	-
Total Current Liabilities	10,595	-	10,595
Notes Payable - Long-Term	29,330	-	29,330
Total Liabilities	39,925	-	39,925
FUND BALANCE			
Unreserved and Undesignated	71,334	-	71,334
TOTAL LIABILITIES AND FUND BALANCE	$ 111,259	$ -	$ 111,259

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA

GENERAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2006

	Programs of the General Fund		
	Local	PCOA (Act 735)	Total General Fund
Revenues			
Intergovernmental	$ -	$ 21,048	$ 21,048
Public Support	13,942	-	13,942
Rental Income	13,200	-	13,200
Project Nutrition	158,745	-	158,745
Interest Income	2,681	-	2,681
Total Revenues	188,568	21,048	209,616
Expenditures			
Project Nutrition	158,745	-	158,745
Other Costs	1,800	-	1,800
Capital Outlay	11,344	-	11,344
Interest Expense	2,488	-	2,488
Total Expenditures	174,377	-	174,377
Excess of Revenues Over Expenditures	14,191	21,048	35,239
Other Financing Sources (Uses)			
Operating Transfers Out	-	(21,048)	(21,048)
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	14,191	-	14,191
Fund Balance at Beginning of Year	57,143	-	57,143
FUND BALANCE AT END OF YEAR	$ 71,334	$ -	$ 71,334

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2006

	Senior Center	Title III D Disease Prevenion	Title III E Caregiver	Audit Funds
ASSETS				
Cash & Cash Equivalents	$ 113	$ 16	$ 24	$ -
Certificate of Deposit	-	-	-	-
Receivables	-	-	-	-
TOTAL ASSETS	$ 113	$ 16	$ 24	$ -
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	$ 113	$ 16	$ 24	$ -
Due To Other Funds	-	-	-	-
Total Liabilities	113	16	24	-
Fund Balances:				
Unreserved	-	-	-	-
Reserved for:				
Utilities Assistance	-	-	-	-
Total Fund Balances	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	$ 113	$ 16	$ 24	$ -

Supplemental Senior Center	Utilities Assistance	NSIP	Total Nonmajor Special Revenue Funds
$ -	$ 2,716	$ -	$ 2,869
-	-	51,239	51,239
-	-	322	322
$ -	$ 2,716	$ 51,561	$ 54,430
$ -	$ -	$ -	$ 153
-	-	11,002	11,002
-	-	11,002	11,155
-	-	40,559	40,559
-	2,716	-	2,716
-	2,716	40,559	43,275
$ -	$ 2,716	$ 51,561	$ 54,430

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2006

	Senior Center	Title III D Disease Prevention	Title III E Caregiver	Audit Funds
REVENUES				
Intergovernmental:				
North Delta Regional Planning and Development District	$ -	$ 2,669	$ 3,856	$ 490
State Contract	17,886	-	-	-
Public Support:				
LA Association of Councils on Aging	-	-	-	-
Client Contributions	-	-	-	-
Total Public Support	-	-	-	-
Total Revenues	17,886	2,669	3,856	490
EXPENDITURES				
Current:				
Salaries	646	588	2,813	-
Fringe	49	46	220	-
Travel	14	5	9	-
Operating Services	6,076	1,931	705	490
Operating Supplies	-	99	109	-
Other Costs	-	-	-	-
Total Current Expenditures	6,785	2,669	3,856	490
Capital Outay	-	-	-	-
Utility Assistance	-	-	-	-
Total Expenditures	6,785	2,669	3,856	490
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	11,101	-	-	-
OTHER FINANCING SOURCES (USES)				
Operating Transfers - In	-	-	-	-
Operating Transfers - Out	(11,101)	-	-	-
Total Other Financing Sources (Uses)	(11,101)	-	-	-
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	-	-	-	-
FUND BALANCES AT BEGINNING OF YEAR	-	-	-	-
FUND BALANCES AT END OF YEAR	$ -	$ -	$ -	$ -

Supplemental Senior Center	Utilities Assistance	NSIP	Total Nonmajor Special Revenue Funds
$ -	$ -	$ 19,986	$ 27,001
3,825	-	-	21,711
-	6,731	-	6,731
-	-	-	-
-	6,731	-	6,731
3,825	6,731	19,986	55,443
-	-	-	4,047
-	-	-	315
-	-	-	28
-	-	-	9,202
-	-	-	208
-	-	-	-
-	-	-	13,800
-	-	-	-
-	5,797	-	5,797
-	5,797	-	19,597
3,825	934	19,986	35,846
-	-	-	-
(3,825)	-	(18,968)	(33,894)
(3,825)	-	(18,968)	(33,894)
-	934	1,018	1,952
-	1,782	39,541	41,323
$ -	$ 2,716	$ 40,559	$ 43,275

GENERAL FIXED ASSET ACCOUNT GROUP

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA

SCHEDULE OF GENERAL FIXED ASSETS

JUNE 30. 2006 AND 2005

	Balance June 30, 2005	Additions	Deletions	Balance June 30, 2006
GENERAL FIXED ASSETS				
Land	$ 11,500	$ -	$ -	$ 11,500
Building	57,500	-	-	57,500
Vehicles	73,900	-	-	73,900
Office Furniture and Equipment	13,202	-	-	13,202
TOTAL GENERAL FIXED ASSETS	$ 156,102	$ -	$ -	$ 156,102
INVESTMENT IN GENERAL FIXED ASSET				
Property Acquired Prior to July 1, 1985 *	$ -	$ -	$ -	$ -
Property Acquired After July 1, 1985 With Funds From:				
Act 735 PCOA	4,992	-	-	4,992
General Fund	77,153	11,344	1,720	86,777
Title III- D Preventive Health	6,543	-	-	6,543
Title III- C-1	2.697	-	-	2.697
Title III- C-2	1,774	-	-	1,774
Title III- B Supportive Services	8,089	-	-	8,089
Title III- E Caregiver	40	-	-	40
Senior Center	70	-	-	70
Department of Transportation Sec. 5310 E&D	54,744	-	-	54,744
TOTAL INVESTMENT IN GENERAL FIXED ASSETS	$ 156,102	$ 11,344	$ 1,720	$ 165,726

* Records reflecting sources from which assets were acquired were not maintained prior to July 1, 1985.

OTHER SUPPLEMENTAL INFORMATION – GRANT ACTIVITY

RICHLAND VOLUNTARY COUNCIL ON AGING INC.
RAYVILLE, LOUISIANA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2006

Federal Grants/Pass Through Grantor/Program Title	Federal CFDA Number	Program or Award Amount	Revenue Recognized	Expenditures
U.S. Department of Health & Human Services -				
Administration on Aging:				
Passed Through the Governor's Office of				
Elderly Affairs:				
Aging Cluster of Special Programs for the Aging:				
Title III, Part B - Supportive Services	93.044	$ 34,744	$ 34,744	$ 34,744
Title III, Part C - Congregate Meals	93.045	34,575	34,575	34,575
Title III, Part C - Home Delivered Meals	93.045	23,767	23,767	23,767
Title III, Part D - Disease Prevention and Health Promotion Services	93.043	2,669	2,669	2,669
Title III, Part E - National Family Caregiver Support	93.052	2,893	2,893	2,893
Nutritional Services Incentive Program	93.053	19,968	19,968	19,968
Total of Aging Cluster		118,616	118,616	118,616
TOTAL FEDERAL AWARDS		$ 118,616	$ 118,616	$ 118,616

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
RAYVILLE, LOUISIANA
NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2006

1. General

The Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the Council. The Council did not pass through any of its federal awards to a subrecipient during the year.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting as contemplated under accounting principles generally accepted in the United States of America and which is the same basis of accounting used for presenting the general purpose financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

CAMERON, HINES & HARTT

(A Professional Accounting Corporation)

Certified Public Accountants

104 Regency Place
West Monroe, Louisiana 71291

Mailing Address:
P. O. Box 8474
West Monroe, LA 71294-2474

Phone (318) 323-1717
Fax (318) 322-5121
E-Mail: chhcpas@bellsouth.net

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
Richland Voluntary Council on Aging, Inc.
Rayville, Louisiana

We have audited the financial statements of Richland Voluntary Council on Aging, Inc. as of and for the year ended June 30, 2006 and have issued our report thereon dated November 3, 2006. 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 Richland Voluntary Council on Aging, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by errors or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Richland Voluntary 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 grants 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 one instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 06-1.

This report is intended solely for the information of management, the Governor's Office of Elderly Affairs and the Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is to be distributed by the Legislative Auditor as a public document.

Cameron, Hines & Hartt (APAC)

West Monroe, Louisiana
November 3, 2006

RICHLAND VOLUNTARY COUNCIL ON AGING, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2006

To the Board of Directors
Richland Voluntary Council on Aging, Inc.
Rayville, Louisiana

We have audited the financial statements of the Richland Voluntary Council on Aging, Inc. as of and for the year ended June 30, 2006, and have issued our report thereon dated November 3, 2006. 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. Our audit of the financial statements as of June 30, 2006, resulted in an unqualified opinion.

Section I- Summary of Auditors' Reports

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

Internal Control
Material Weakness ___ yes _X_ no Reportable Conditions ___ yes _X_ no

Compliance
Compliance Material to Financial Statements _X_ yes ___ no

B. Federal Awards

Internal Control
Material Weakness____yes _X_ no Reportable Conditions____yes_X_ no

Type of Opinion on Compliance Unqualified_____ Qualified _____
For Major Programs (No Major Programs) Disclaimer_____ Adverse _____

Are their findings required to be reported in accordance with Circular A-133, Section .510 (a)? No

C. Identification of Major Programs: N/A

CFDA Number(s) Name of Federal Program (or cluster)

Dollar threshold used to distinguish between Type A and Type B Programs. N/A

Is the auditee a "low-risk" auditee, as defined by OMB Circular A-133? N/A

RICHLAND VOLUNTARY COUNCIL ON AGING, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2006

Section II- Financial Statement Findings

06-1 Pledged Security Deficiency

Condition:

The Council had cash and cash equivalents (bank balances) that exceeded the FDIC amount by $2,215 with no securities pledged to cover the excess.

Criteria:

All cash and cash equivalents must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank.

Effect:

The Council has the risk of losing any excess cash over the FDIC insurance in the event the bank is closed, however unlikely that event is.

Recommendation:

The Council should notify the bank of the risk of loss to insure that at any point the Council goes over the FDIC insurance limitation, the bank will pledge securities to cover the excess amount.

Response:

The excess amount of bank funds was caused by a grant to purchase some equipment. The bank has been notified and will place the Council on a watch list so that if this happens again, the bank will have securities pledged to cover the excess.

Section III- Federal Award Findings and Question Costs- N/A

RICHLAND VOLUNTARY COUNCIL ON AGING, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2006

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

This section is not applicable for this entity.

Section II- Internal Control and Compliance Material to Federal Awards

This section is not applicable for this entity.

Section III- Management Letter

No management letter was issued.