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TENSAS COUNCIL ON THE AGING, INC.

*Financial Statements
For the Year Ended June 30, 2005*

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 2-8-06



TENSAS COUNCIL ON AGING, INC.
ST. JOSEPH, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2005

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TENSAS COUNCIL ON AGING, INC.
ST. JOSEPH, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2005

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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 (818) 328-1717

Fax (818) 328-5121

E-Mail: chhcas@bellsouth.net

INDEPENDENT AUDITORS' REPORT

Board of Directors
Tensas Council on Aging, Inc.
St. Joseph, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Tensas Council on Aging, Inc., as of and for the year ended June 30, 2005, 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 Tensas Council on Aging, Inc., as of June 30, 2005, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2005, 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 *Governmental Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

Board of Directors
Tensas Council on Aging, Inc.
St. Joseph, Louisiana
Page 2

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 required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was performed for the purpose of forming an opinion on the financial statements of the Tensas 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
December 8, 2005

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

Tensas Council on Aging, Inc.
114 Plank Rd.
St. Joseph, LA 71366

Clarissa Newman
Director

John W. Hogue, Jr.
Board President

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Tensas Council on Aging provides an overview of the Council's activities for the year ended June 30, 2005. 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 year ended June 30, 2005 and 2004:

	<u>06/30/05</u>	<u>06/30/04</u>
Beginning net assets	\$9,168	\$(4,088)
Increase (Decrease) in net assets	<u>(3,881)</u>	<u>13,256</u>
Ending net assets	<u>\$5,287</u>	<u>\$ 9,168</u>

THE COUNCIL'S FUNDS

The following schedule presents a summary of revenues and expenses for the fiscal year ended June 30, 2005, and the amount and percentage of increases and decreases in relation to the prior year.

Revenues	June 30, 2005	Percent of Total	Increase (Decrease) From June 30, 2004	Percent Increase (Decrease)
Intergovernmental	\$201,923	77%	(\$2,243)	-1%
Sales Tax	27,611	10%	(\$7,278)	-26%
Public Support	30,363	12%	\$7,128	23%
Rental Income	3,900	1%	\$0	0%
Totals	\$263,797	100%	(\$2,393)	-4%

Revenues	June 30, 2004	Percent of Total	Increase (Decrease) From June 30, 2003	Percent Increase (Decrease)
Intergovernmental	\$204,166	77%	\$3,261	2%
Sales Tax	34,889	13%	\$34,889	100%
Public Support	23,235	9%	(3,498)	-15%
Rental Income	3,900	1%	0	0%
Totals	\$266,190	100%	\$34,652	87%

Revenues decreased slightly for the year ending June 30, 2005. This is mainly due to a decrease in sales tax revenue received from the local police jury and an increase in the amount of public support due to a pass through grant the Council receives.

Revenues for the Council increased overall for the year ending June 30, 2004. In the prior year, no sales tax revenue was received. The intergovernmental revenues increased slightly from the prior year due to funding being restored in some areas of service. Public support decreased mainly due to the passage of the sales tax for support of the Council.

<u>Expenses</u>	<u>June 30, 2005</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From June 30, 2004</u>	<u>Percent Increase (Decrease)</u>
Total	\$267,678	100%	\$17,398	6%

<u>Expenses</u>	<u>June 30, 2004</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From June 30, 2003</u>	<u>Percent Increase (Decrease)</u>
Total	\$250,280	100%	\$14,271	6%

The Council's expenses increased for the year ending June 30, 2005 due to increased costs of utilities, fuel, food contract and repairs. Also the Council receives a pass through grant for which the expenses are not budgeted.

The Council's expenses increased for the year ending June 30, 2004. This was mainly due to the increased costs of fuel, repairs, food contract and insurance.

BUDGETARY HIGHLIGHTS

The Council's total revenues in fiscal year 2005 were less than the final budget by \$14,284. Only that portion of the sales tax expected to be used to cover expenses is budgeted. Actual expenses for the Council were over the final budget by \$13,935. The General Fund is not budgeted but used in support of other programs.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2005 and 2004, the Council had \$89,623 invested in capital assets including buildings and improvements, furniture and fixtures, equipment, and vehicles (see table next page).

	<u>June 30, 2005</u>	<u>June 30, 2004</u>
Building	\$20,000	\$20,000
Office Furniture & Fixtures	8,922	8,922
Vehicles	60,701	60,701
Totals	<u><u>\$89,623</u></u>	<u><u>\$89,623</u></u>

	<u>June 30, 2004</u>	<u>June 30, 2003</u>
Building	\$20,000	\$20,000
Office Furniture & Fixtures	8,922	8,922
Vehicles	60,701	60,701
Totals	<u><u>\$89,623</u></u>	<u><u>\$89,623</u></u>

The Council had no major additions or deletions to the fixed assets.

Debt

At year-end, the Council has a total of \$26,755 in long term debt. The note payable increased about 26% over last year due to a new \$20,000 loan obtained during the year. The balance in notes payable for 2004 was \$21,193.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND REVENUES

The Council's revenues are derived mainly from three 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, Sales Tax and Public Support. The Council does not anticipate any major increase or decrease 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 Tensas Council on Aging, PO Box 726 St. Joseph, LA 71366.

Clarissa C. Newman
Director

GOVERNMENT-WIDE FINANCIAL STATEMENTS

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2005

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash	\$ 11,721
Accounts Receivable	14,425
Prepaid Expenses	70
Capital Assets:	
Depreciable	<u>19,257</u>
<u>TOTAL ASSETS</u>	<u>\$ 45,473</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 13,431
Non-Current Liabilities	
Due Within One Year	
Notes Payable	17,119
Due in More Than One Year	
Notes Payable	<u>9,636</u>
Total Liabilities	40,186
<u>NET ASSETS</u>	
Invested in Capital Assets, Net of Related Debt	6,796
Restricted For:	
Utility Assistance	2,742
Unrestricted	<u>(4,251)</u>
Total Net Assets	<u>5,287</u>
<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>\$ 45,473</u>

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

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

	<u>Direct Expenses</u>	<u>Indirect Expenses</u>
Function/Program Activities		
Governmental Activities:		
Health, Welfare and Social Services:		
Supportive Services:		
Homemaker	\$ 6,070	\$ 4,698
Information and Assistance	904	339
Outreach	631	294
Transportation	17,161	6,594
Other Services	15,628	6,523
Nutrition Services:		
Congregate Meals	45,336	17,703
Home Delivered Meals	78,741	32,434
Utility Assistance	7,937	-
Disease Prevention and Health Promotion	2,217	-
National Family Caregiver Support	2,956	-
Senior Activities	4,890	-
Administration	16,622	
	<u>16,622</u>	<u> </u>
Total Governmental Activities	<u>\$ 199,093</u>	<u>\$ 68,585</u>

Charges for Services	Program Revenues		Net (Expense) Revenue and Changes in Net Assets Governmental Activities
	Operating Grants and Contributions	Capital Grants and Contributions	
\$ -	\$ 5,756	\$ -	\$ (5,012)
-	650	-	(593)
-	649	-	(276)
-	12,990	-	(10,765)
-	12,431	-	(9,720)
-	28,319	-	(34,720)
-	93,972	-	(17,203)
-	6,380	-	(1,557)
-	2,217	-	-
-	2,929	-	(27)
-	-	-	(4,890)
-	24,786	-	8,164
<u>\$ -</u>	<u>\$ 191,079</u>	<u>\$ -</u>	<u>\$ (76,599)</u>

General Revenues:

Grants and Contributions not Restricted to Specific Programs	41,207
Sales Taxes	27,611
Rental Income	3,900
Total General Revenues	<u>72,718</u>
Changes in Net Assets	(3,881)
Net Assets - Beginning	<u>9,168</u>
Net Assets - Ending	<u>\$ 5,287</u>

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

FUND FINANCIAL STATEMENTS

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA

BALANCE SHEET
GOVERNMENTAL FUNDS

JUNE 30, 2005

	General Fund	Title III B Supportive Services	Title C-1 Congregate Meals	Title C-2 Home Delivered Meals
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ -	\$ 2,721	\$ 5,069	\$ 419
Accounts Receivable	6,250	2,728	-	-
Prepaid Expenses	70	-	-	-
Due From Other Funds	11,610	-	-	9,315
	<u>11,610</u>	<u>-</u>	<u>-</u>	<u>9,315</u>
<u>TOTAL ASSETS</u>	<u>\$ 17,930</u>	<u>\$ 5,449</u>	<u>\$ 5,069</u>	<u>\$ 9,734</u>
 <u>LIABILITIES AND FUND BALANCE</u>				
<u>LIABILITIES</u>				
Accounts Payable	\$ 4,018	\$ 960	\$ 2,825	\$ 5,394
Notes Payable - Current Portion	17,119	-	-	-
Due To Other Funds	8,540	4,489	2,244	4,340
	<u>29,677</u>	<u>5,449</u>	<u>5,069</u>	<u>9,734</u>
Total Current Liabilities	29,677	5,449	5,069	9,734
Notes Payable - Long Term Portion	9,636	-	-	-
	<u>9,636</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	39,313	5,449	5,069	9,734
 <u>FUND BALANCE</u>				
Fund Balance				
Reserved for:				
Utilities Assistance	-	-	-	-
Unreserved, Reported In:				
General Fund	(21,383)	-	-	-
Special Revenue Funds	-	-	-	-
Total Fund Balance	<u>(21,383)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL LIABILITIES AND FUND BALANCE</u>	<u>\$ 17,930</u>	<u>\$ 5,449</u>	<u>\$ 5,069</u>	<u>\$ 9,734</u>

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
RECONCILIATION OF TOTAL GOVERNMENTAL
FUND BALANCES TO NET ASSETS OF
GOVERNMENTAL FUNDS
JUNE 30, 2005

<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>		
		Total Governmental Fund Balances	\$ (13,970)
		<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>	
\$ 3,512	\$ 11,721		
5,447	14,425		
-	70		
<u>951</u>	<u>21,876</u>		
<u>\$ 9,910</u>	<u>\$ 48,092</u>	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>19,257</u>
		Net Assets of Governmental Activities	<u>\$ 5,287</u>
\$ 234	\$ 13,431		
-	17,119		
<u>2,263</u>	<u>21,876</u>		
2,497	52,426		
-	9,636		
2,497	62,062		
2,742	2,742		
-	(21,383)		
<u>4,671</u>	<u>4,671</u>		
<u>7,413</u>	<u>(13,970)</u>		
<u>\$ 9,910</u>	<u>\$ 48,092</u>		

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

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>General Fund</u>	<u>Title III B Supportive Services</u>	<u>Title C-1 Congregate Meals</u>	<u>Title C-2 Home Delivered Meals</u>
<u>REVENUES</u>				
Intergovernmental	\$ 21,048	\$ 32,476	\$ 28,319	\$ 75,186
Public Support	12,629	1,543	5,415	4,396
Rental Income	3,900	-	-	-
Sales Tax Revenues	27,611	-	-	-
Total Revenues	<u>65,188</u>	<u>34,019</u>	<u>33,734</u>	<u>79,582</u>
<u>EXPENDITURES</u>				
Current:				
Salaries	2,500	31,039	16,095	30,638
Fringe	-	4,640	2,462	4,389
Travel	290	2,432	473	5,325
Operating Services	-	16,211	10,256	20,304
Operating Supplies	90	4,520	891	2,067
Other Costs	9,639	-	32,862	48,452
Interest Expense	2,401	-	-	-
Utility Assistance	-	-	-	-
Total Expenditures	<u>14,920</u>	<u>58,842</u>	<u>63,039</u>	<u>111,175</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>	50,268	(24,823)	(29,305)	(31,593)
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers - In	-	24,823	29,305	31,593
Operating Transfers - Out	(52,150)	-	-	-
Total Other Financing Sources (Uses)	<u>(52,150)</u>	<u>24,823</u>	<u>29,305</u>	<u>31,593</u>
<u>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES</u>	(1,882)	-	-	-
<u>FUND BALANCE AT BEGINNING OF YEAR</u>	<u>(19,501)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ (21,383)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, 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, 2005

<u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>																																										
		Net Change in Fund Balances - Total Governmental Funds	\$ (2,982)																																								
<table border="0" style="width: 100%;"> <tr><td style="width: 15%;">\$ 44,894</td><td style="width: 15%;">\$ 201,923</td></tr> <tr><td style="text-align: right;">6,380</td><td style="text-align: right;">30,363</td></tr> <tr><td style="text-align: right;">-</td><td style="text-align: right;">3,900</td></tr> <tr><td style="text-align: right;">-</td><td style="text-align: right;">27,611</td></tr> <tr><td style="border-top: 1px solid black; text-align: right;">51,274</td><td style="border-top: 1px solid black; text-align: right;">263,797</td></tr> <tr><td style="text-align: right;">3,817</td><td style="text-align: right;">84,089</td></tr> <tr><td style="text-align: right;">578</td><td style="text-align: right;">12,069</td></tr> <tr><td style="text-align: right;">-</td><td style="text-align: right;">8,520</td></tr> <tr><td style="text-align: right;">4,448</td><td style="text-align: right;">51,219</td></tr> <tr><td style="text-align: right;">1,523</td><td style="text-align: right;">9,091</td></tr> <tr><td style="text-align: right;">500</td><td style="text-align: right;">91,453</td></tr> <tr><td style="text-align: right;">-</td><td style="text-align: right;">2,401</td></tr> <tr><td style="text-align: right;">7,937</td><td style="text-align: right;">7,937</td></tr> <tr><td style="border-top: 1px solid black; text-align: right;">18,803</td><td style="border-top: 1px solid black; text-align: right;">266,779</td></tr> </table>	\$ 44,894	\$ 201,923	6,380	30,363	-	3,900	-	27,611	51,274	263,797	3,817	84,089	578	12,069	-	8,520	4,448	51,219	1,523	9,091	500	91,453	-	2,401	7,937	7,937	18,803	266,779		<p><i>Amounts reported for governmental activities in the statement of activities are different because:</i></p> <p>Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:</p> <table border="0" style="width: 100%;"> <tr><td style="width: 15%;">Capital asset purchases capitalized</td><td style="width: 15%;"></td><td style="width: 60%;"></td><td style="width: 10%; text-align: right;">-</td></tr> <tr><td>Depreciation expense</td><td></td><td></td><td style="text-align: right;">(899)</td></tr> <tr><td></td><td></td><td></td><td style="border-top: 1px solid black; text-align: right;">(899)</td></tr> </table>	Capital asset purchases capitalized			-	Depreciation expense			(899)				(899)	
\$ 44,894	\$ 201,923																																										
6,380	30,363																																										
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Capital asset purchases capitalized			-																																								
Depreciation expense			(899)																																								
			(899)																																								
		Change in Net Assets in Governmental Activities	<u>\$ (3,881)</u>																																								
32,471	(2,982)																																										
27	85,748																																										
(33,598)	(85,748)																																										
(33,571)	-																																										
(1,100)	(2,982)																																										
8,513	(10,988)																																										
<u>\$ 7,413</u>	<u>\$ (13,970)</u>																																										

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

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

Note 1- Summary of Significant Accounting Policies

The financial statements of Tensas Council on the 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 Tensas 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 Tensas 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.

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

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.

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

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.

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

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, 2005 and 2004 was \$803 and \$953, 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. Tensas 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 Tensas Council on the Aging, Inc. earn from 12 to 18 days of annual leave each year with 40 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.

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

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, 2005, the book balance of the Council's bank deposits was \$11,721.

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, 2005 are secured as follows:

Bank Balances	<u>\$ 14,341</u>
Federal Deposit Insurance	\$ 100,000
Pledged Securities (Uncollateralized)	_____
Total	<u>\$ 100,000</u>

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 uncollateralized (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.

Note 3 - Receivables

Accounts receivable at June 30, 2005, consisting of reimbursements for expenses incurred under the NSIP program was \$5,447. Also a receivable was due from North Delta, which consisted of reimbursements for expenses incurred were \$2,728. Also, sales tax collected by the Parish and due to the Council was \$6,250 at year end.

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

Note 4 - Fixed Assets

Fixed asset activity for the year ended June 30, 2005 is as follows:

	<u>Balance</u> <u>July 1, 2004</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2005</u>
Depreciable Assets:				
Building	\$ 20,000	\$ -	\$ -	\$ 20,000
Vehicles	60,701	-	-	60,701
Furniture & Fixtures	<u>8,922</u>	<u>-</u>	<u>-</u>	<u>8,922</u>
Totals at Historical Cost	89,623	-	-	89,623
Less Accumulated Depreciation				
For:				
Building	(1,042)	(500)	-	(1,542)
Vehicles	(60,701)	-	-	(60,701)
Furniture & Fixtures	<u>(7,724)</u>	<u>(399)</u>	<u>-</u>	<u>(8,123)</u>
Total Accumulated Depreciation	<u>(69,467)</u>	<u>(899)</u>	<u>-</u>	<u>(70,366)</u>
Fixed Assets, Net	<u>\$ 20,156</u>	<u>\$(899)</u>	<u>\$ -</u>	<u>\$ 19,257</u>

Depreciation was charged to Administration activities of the Council for \$899.

Note 5- Long-Term Debt

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Amounts Due</u>	
				<u>Ending</u> <u>Balance</u>	<u>Within</u> <u>One Year</u>
Governmental Activities:					
Notes Payable:					
Building	\$ 15,093	\$ -	\$ 2,632	\$ 12,461	\$ 2,825
Tensas State Bank	-	20,000	11,806	8,194	8,194
North Delta	<u>6,100</u>	<u>-</u>	<u>-</u>	<u>6,100</u>	<u>6,100</u>
Total Long-Term Debt	<u>\$ 21,193</u>	<u>\$ 20,000</u>	<u>\$ 14,438</u>	<u>\$ 26,755</u>	<u>\$ 17,119</u>

A note payable in the amount of \$20,030 with an interest rate of 7.35% per year was obtained to purchase the Council on Aging's building. The Council pays \$307 per month for 5 years beginning June 2002. Also, a note payable in the amount of \$20,000 with an interest rate of 11.5% was obtained for operating capital. The note matures in December 2005.

The loan from North Delta Regional Planning and Development was for operating expenses. It is to be paid back in two semi-annual payments with no interest due. Beginning in the year ended June 30, 2001, North Delta withheld some of the Council's expenditure reimbursement to pay down the amount owed.

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

Note 5-Long-Term Debt (continued)

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

Year Ended June 30,	Building Note	
	Principal	Interest
2006	\$ 17,119	\$ 1,304
2007	3,046	644
2008	3,285	405
2009	<u>3,305</u>	<u>147</u>
Total	<u>\$ 26,755</u>	<u>\$ 2,500</u>

Note 6 - 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 7 - 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 8 - 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 9 - Litigation and Claims

There was no litigation pending against the Council at June 30, 2005, nor is the Council aware of any unasserted claims.

Note 10 - 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.

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

Note 11-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 12-Interfund Transfers

Operating transfers in and out are listed by fund for 2005:

	<u>Funds Transferred Out</u>					
<u>Funds Transferred In</u>	<u>Supplemental Senior Center</u>	<u>Senior Center</u>	<u>NSIP</u>	<u>General Fund</u>	<u>PCOA</u>	<u>Total In</u>
Title IIIB - Supportive Services	\$ 3,825	\$ 11,444	\$ -	\$ 6,283	\$ 3,271	\$ 24,823
Title III C-1	-	-	7,724	12,574	9,007	29,305
Title III C-2	-	-	10,605	12,218	8,770	31,593
Title III E	-	-	-	27	-	27
Total Out	<u>\$ 3,825</u>	<u>\$ 11,444</u>	<u>\$ 18,329</u>	<u>\$ 31,102</u>	<u>\$ 21,048</u>	<u>\$ 85,748</u>

Note 13-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 14-Sales Tax Revenue

During the year ended June 30, 2003, the citizens of Tensas Parish voted a ½ cent sales tax for the Tensas Council on the Aging. The revenues collected January 2005 were 27,611.

Note 15-Fund Deficit

At June 30, 2005, the General Fund had a fund deficit of \$21,383. This will continue to be reduced over time due to the Council receiving a minimum of \$25,000 per year up to ten years through an Economic Development Tax Fund through the Tensas Parish Police Jury.

REQUIRED SUPPLEMENTAL INFORMATION (PART B)
BUDGETARY COMPARISON SCHEDULES

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 21,048	\$ 21,048	\$ 21,048	\$ -
Public Support	-	-	12,629	12,629
Rental Income	-	-	3,900	3,900
Sales Tax Revenue	23,907	19,402	27,611	8,209
Total Revenues	<u>44,955</u>	<u>40,450</u>	<u>65,188</u>	<u>24,738</u>
<u>Expenditures</u>				
Salaries	-	-	2,500	(2,500)
Travel	-	-	290	(290)
Operating Supplies	-	-	90	(90)
Other Costs	-	-	9,639	(9,639)
Interest Expense	-	-	2,401	(2,401)
Total Expenditures	<u>-</u>	<u>-</u>	<u>14,920</u>	<u>(14,920)</u>
<u>Excess (Deficiency) of Revenues Over Expenditures</u>				
	44,955	40,450	50,268	9,818
<u>Other Financing Uses</u>				
Transfers Out	<u>(44,955)</u>	<u>(40,450)</u>	<u>(52,150)</u>	<u>(11,700)</u>
<u>Net Change in Fund Balance</u>				
	-	-	(1,882)	(1,882)
<u>Fund Balance at Beginning of Year</u>				
	<u>(19,501)</u>	<u>(19,501)</u>	<u>(19,501)</u>	<u>-</u>
<u>FUND BALANCE AT END OF YEAR</u>				
	<u>\$ (19,501)</u>	<u>\$ (19,501)</u>	<u>\$ (21,383)</u>	<u>\$ (1,882)</u>

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

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE III B - SUPPORTIVE SERVICES
FOR THE YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 32,476	\$ 32,476	\$ 32,476	\$ -
Public Support	4,400	10,858	1,543	(9,315)
Total Revenues	<u>36,876</u>	<u>43,334</u>	<u>34,019</u>	<u>(9,315)</u>
<u>Expenditures</u>				
Salaries	37,041	35,859	31,039	4,820
Fringe	6,687	4,901	4,640	261
Travel	3,069	2,356	2,432	(76)
Operating Services	13,866	16,127	16,211	(84)
Operating Supplies	2,122	2,172	4,520	(2,348)
Other Costs	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>62,785</u>	<u>61,415</u>	<u>58,842</u>	<u>2,573</u>
<u>Excess (Deficiency) of Revenues Over Expenditures</u>				
	(25,909)	(18,081)	(24,823)	(6,742)
<u>Other Financing Sources (Uses)</u>				
Transfers In	<u>25,909</u>	<u>18,081</u>	<u>24,823</u>	<u>6,742</u>
<u>Net Change in Fund Balance</u>	-	-	-	-
<u>Fund Balance at Beginning of Year</u>	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE CI - CONGREGATE MEALS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 28,319	\$ 28,319	\$ 28,319	\$ -
Public Support	6,400	5,550	5,415	(135)
Total Revenues	34,719	33,869	33,734	(135)
<u>Expenditures</u>				
Salaries	18,262	14,970	16,095	(1,125)
Fringe	4,145	2,045	2,462	(417)
Travel	261	620	473	147
Operating Services	7,633	9,471	10,256	(785)
Operating Supplies	703	908	891	17
Other Costs	30,066	30,066	32,862	(2,796)
Capital Outlay	-	-	-	-
Total Expenditures	61,070	58,080	63,039	(4,959)
<u>Excess (Deficiency) of Revenues Over Expenditures</u>				
	(26,351)	(24,211)	(29,305)	(5,094)
<u>Other Financing Sources (Uses)</u>				
Transfers In	26,351	24,211	29,305	5,094
<u>Net Change in Fund Balance</u>				
	-	-	-	-
<u>Fund Balance at Beginning of Year</u>				
	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE C2 - HOME DELIVERED MEALS
FOR THE YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 75,186	\$ 75,186	\$ 75,186	\$ -
Public Support	6,200	5,400	4,396	(1,004)
Total Revenues	<u>81,386</u>	<u>80,586</u>	<u>79,582</u>	<u>(1,004)</u>
<u>Expenditures</u>				
Salaries	28,842	30,820	30,638	182
Fringe	6,923	4,212	4,389	(177)
Travel	5,970	5,974	5,325	649
Operating Services	15,732	20,716	20,304	412
Operating Supplies	1,175	1,630	2,067	(437)
Other Costs	51,194	51,194	48,452	2,742
Capital Outlay	-	-	-	-
Total Expenditures	<u>109,836</u>	<u>114,546</u>	<u>111,175</u>	<u>3,371</u>
<u>Excess (Deficiency) of Revenues Over Expenditures</u>				
	(28,450)	(33,960)	(31,593)	2,367
<u>Other Financing Sources (Uses)</u>				
Transfers In	<u>28,450</u>	<u>33,960</u>	<u>31,593</u>	<u>(2,367)</u>
<u>Net Change in Fund Balance</u>				
	-	-	-	-
<u>Fund Balance at Beginning of Year</u>				
	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

TENSAS COUNCIL ON AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2005

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

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA

GENERAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2005

	Programs of the General Fund		Total General Fund
	Local	PCOA (Act 735)	
 <u>ASSETS</u>			
Cash & Cash Equivalents	\$ -	\$ -	\$ -
Accounts Receivable	6,250	-	6,250
Prepaid Expenses	70	-	70
Due From Other Funds	11,610	-	11,610
 <u>TOTAL ASSETS</u>	<u>\$ 17,930</u>	<u>\$ -</u>	<u>\$ 17,930</u>
 <u>LIABILITIES AND FUND BALANCE</u>			
<u>LIABILITIES</u>			
Accounts Payable	\$ 4,018	\$ -	\$ 4,018
Notes Payable - Current Portion	17,119	-	17,119
Due To Other Funds	8,540	-	8,540
Total Current Liabilities	29,677	-	29,677
 Notes Payable - Long Term Portion	9,636	-	9,636
 Total Liabilities	39,313	-	39,313
 <u>FUND BALANCE</u>			
Unreserved and Undesignated	(21,383)	-	(21,383)
 <u>TOTAL LIABILITIES AND FUND BALANCE</u>	<u>\$ 17,930</u>	<u>\$ -</u>	<u>\$ 17,930</u>

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA

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

FOR THE YEAR ENDED JUNE 30, 2005

	Programs of the General Fund		Total General Fund
	Local	PCOA (Act 735)	
<u>Revenues</u>			
Intergovernmental	\$ -	\$ 21,048	\$ 21,048
Public Support	12,629	-	12,629
Rental Income	3,900	-	3,900
Sales Tax Revenues	27,611	-	27,611
Total Revenues	44,140	21,048	65,188
 <u>Expenditures</u>			
Salaries	2,500	-	2,500
Travel	290	-	290
Operating Supplies	90	-	90
Other Costs	9,639	-	9,639
Interest Expense	2,401	-	2,401
Total Expenditures	14,920	-	14,920
 <u>Excess of Revenues Over</u>			
<u>Expenditures</u>	29,220	21,048	50,268
 <u>Other Financing Sources (Uses)</u>			
Operating Transfers Out	(31,102)	(21,048)	(52,150)
 <u>Excess of Revenues and Other</u>			
<u>Financing Sources Over</u>			
<u>Expenditures and Other</u>			
<u>Financing Uses</u>	(1,882)	-	(1,882)
 <u>Fund Balance at Beginning of Year</u>			
	(19,501)	-	(19,501)
 <u>FUND BALANCE AT</u>			
<u>END OF YEAR</u>	\$ (21,383)	\$ -	\$ (21,383)

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2005

	Senior Center	Title III D Disease Prevention	Title III E Caregiver	Audit Funds
<u>ASSETS</u>				
Cash & Cash Equivalents	\$ 194	\$ 155	\$ 365	\$ -
Receivables	-	-	-	-
Due From Other Funds	-	-	-	-
<u>TOTAL ASSETS</u>	<u>\$ 194</u>	<u>\$ 155</u>	<u>\$ 365</u>	<u>\$ -</u>
 <u>LIABILITIES AND FUND BALANCES</u>				
<u>LIABILITIES</u>				
Accounts Payable	\$ 23	\$ 155	\$ -	\$ -
Due To Other Funds	171	-	365	-
Total Liabilities	194	155	365	-
 Fund Balances:				
Unreserved	-	-	-	-
Reserved for:				
Utilities Assistance	-	-	-	-
Total Fund Balances	-	-	-	-
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 194</u>	<u>\$ 155</u>	<u>\$ 365</u>	<u>\$ -</u>

<u>Supplemental Senior Center</u>	<u>Utilities Assistance</u>	<u>NSIP</u>	<u>Emergency Medical Services</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ 2,798	\$ -	\$ -	\$ 3,512
-	-	5,447	-	5,447
-	-	-	951	951
<u>\$ -</u>	<u>\$ 2,798</u>	<u>\$ 5,447</u>	<u>\$ 951</u>	<u>\$ 9,910</u>
\$ -	\$ 56	\$ -	\$ -	\$ 234
-	-	1,727	-	2,263
<u>-</u>	<u>56</u>	<u>1,727</u>	<u>-</u>	<u>2,497</u>
-	-	3,720	951	4,671
-	2,742	-	-	2,742
<u>-</u>	<u>2,742</u>	<u>3,720</u>	<u>951</u>	<u>7,413</u>
<u>\$ -</u>	<u>\$ 2,798</u>	<u>\$ 5,447</u>	<u>\$ 951</u>	<u>\$ 9,910</u>

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA

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

FOR THE YEAR ENDED JUNE 30, 2005

	Senior Center	Title III D Disease Prevention	Title III E Caregiver	Audit Funds
<u>REVENUES</u>				
Intergovernmental:				
North Delta Regional Planning and Development District	\$ -	\$ 2,217	\$ 2,929	\$ 803
State Contract	16,334	-	-	-
Public Support:				
LA Association of Councils on Aging	-	-	-	-
Client Contributions	-	-	-	-
Total Public Support	-	-	-	-
Total Revenues	16,334	2,217	2,929	803
<u>EXPENDITURES</u>				
Current:				
Salaries	1,218	-	2,599	-
Fringe	221	-	357	-
Travel	-	-	-	-
Operating Services	3,245	400	-	803
Operating Supplies	106	1,417	-	-
Other Costs	100	400	-	-
Total Current Expenditures	4,890	2,217	2,956	803
Capital Outlay	-	-	-	-
Utility Assistance	-	-	-	-
Total Expenditures	4,890	2,217	2,956	803
<u>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>	11,444	-	(27)	-
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers - In	-	-	27	-
Operating Transfers - Out	(11,444)	-	-	-
Total Other Financing Sources (Uses)	(11,444)	-	27	-
<u>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES</u>	-	-	-	-
<u>FUND BALANCES AT BEGINNING OF YEAR</u>	-	-	-	-
<u>FUND BALANCES AT END OF YEAR</u>	\$ -	\$ -	\$ -	\$ -

<u>Supplemental Senior Center</u>	<u>Utilities Assistance</u>	<u>NSIP</u>	<u>Emergency Medical Services</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ 18,786	\$ -	\$ 24,735
3,825	-	-	-	20,159
-	6,380	-	-	6,380
-	-	-	-	-
<u>-</u>	<u>6,380</u>	<u>-</u>	<u>-</u>	<u>6,380</u>
3,825	6,380	18,786	-	51,274
-	-	-	-	3,817
-	-	-	-	578
-	-	-	-	-
-	-	-	-	4,448
-	-	-	-	1,523
-	-	-	-	500
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,866</u>
-	-	-	-	-
-	7,937	-	-	7,937
<u>-</u>	<u>7,937</u>	<u>-</u>	<u>-</u>	<u>18,803</u>
3,825	(1,557)	18,786	-	32,471
-	-	-	-	27
<u>(3,825)</u>	<u>-</u>	<u>(18,329)</u>	<u>-</u>	<u>(33,598)</u>
<u>(3,825)</u>	<u>-</u>	<u>(18,329)</u>	<u>-</u>	<u>(33,571)</u>
-	(1,557)	457	-	(1,100)
<u>-</u>	<u>4,299</u>	<u>3,263</u>	<u>951</u>	<u>8,513</u>
<u>\$ -</u>	<u>\$ 2,742</u>	<u>\$ 3,720</u>	<u>\$ 951</u>	<u>\$ 7,413</u>

GENERAL FIXED ASSET ACCOUNT GROUP

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA

SCHEDULE OF GENERAL FIXED ASSETS

JUNE 30, 2005 AND 2004

	<u>Balance June 30, 2004</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2005</u>
<u>GENERAL FIXED ASSETS</u>				
Building Improvements	\$ 20,000	\$ -	\$ -	\$ 20,000
Vehicles	60,701	-	-	60,701
Office Furniture and Equipment	8,922	-	-	8,922
<u>TOTAL GENERAL FIXED ASSETS</u>	<u>\$ 89,623</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 89,623</u>
<u>INVESTMENT IN GENERAL FIXED ASSET</u>				
Property Acquired Prior to July 1, 1985 *	\$ -	\$ -	\$ -	\$ -
Property Acquired After July 1, 1985				
With Funds From:				
Title III- B Supportive Services	1,017	-	-	1,017
General Fund	20,000	-	-	20,000
Police Jury Donations	8,593	-	-	8,593
Title III- D Preventive Health	2,420	-	-	2,420
Title XIX	11,846	-	-	11,846
Title III- C-1	968	-	-	968
Title III- C-2	2,218	-	-	2,218
Department of Transportation Sec. 5310 E&D	42,561	-	-	42,561
<u>TOTAL INVESTMENT IN GENERAL FIXED ASSETS</u>	<u>\$ 89,623</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 89,623</u>

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

OTHER SUPPLEMENTAL INFORMATION -
GRANT ACTIVITY

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2005

<u>Federal Grants/Pass Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Program or Award Amount</u>	<u>Revenue Recognized</u>	<u>Expenditures</u>
U.S. Department of Health & Human Services - Administration on Aging: Passed Through Governor's Office of Elderly Affairs: Aging Cluster of Special Programs for the Aging:				
Title III, Part B - Supportive Services	93.044	\$ 28,996	\$ 28,996	\$ 28,996
Title III, Part C - Congregate Meals	93.045	28,319	28,319	28,319
Title III, Part C - Home Delivered Meals	93.045	19,465	19,465	19,465
Title III, Part D - Disease Prevention and Health Promotion Services	93.043	2,217	2,217	2,217
Title III, Part E - National Family Caregiver Support	93.052	2,198	2,198	2,198
Nutritional Services Incentive Program	93.053	18,786	18,786	18,329
Total of Aging Cluster		<u>99,981</u>	<u>99,981</u>	<u>99,524</u>
 <u>TOTAL FEDERAL AWARDS</u>		 <u>\$ 99,981</u>	 <u>\$ 99,981</u>	 <u>\$ 99,524</u>

TENSAS COUNCIL ON THE AGING, INC.
ST. JOSEPH, LOUISIANA
NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

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 2474

West Monroe, LA 71294-2474

Phone (818) 323-1717

Fax (818) 323-5121

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
Tensas Council on the Aging, Inc.
St. Joseph, Louisiana

We have audited the financial statements of Tensas Council on the Aging, Inc. as of and for the year ended June 30, 2005 and have issued our report thereon dated December 8, 2005. 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 Tensas Council on the 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 Tensas Council on the 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 no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

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 (CAPAC)

West Monroe, Louisiana
December 8, 2005

TENSAS COUNCIL ON THE AGING, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005

To the Board of Directors
Tensas Council on the Aging, Inc.
St. Joseph, Louisiana

We have audited the financial statements of Tensas Council on the Aging, Inc. as of and for the year ended June 30, 2005, and have issued our report thereon dated December 8, 2005. 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, 2005, 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 ___ yes X 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

Section II- Financial Statement Findings

This section is not applicable for this entity.

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

TENSAS COUNCIL ON THE AGING, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2005

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

04-1 Monthly Financial Reports Submitted to GOEA

Condition:

During the audit it was noted that the year end audited balances in the III B and C2 funds did not agree, in total, with the reports sent in monthly to GOEA.

Recommendation:

The Council should take care to reconcile all balances it reports to GOEA with the financial statements they submit.

Action Taken:

The discrepancies occurred during the first half of the fiscal year in which a different bookkeeper was reporting the balances. She has been replaced as of January 2004 and the Council feels that these types of errors have been eliminated.

Section II- Internal Control and Compliance Material to Federal Awards

This section is not applicable for this entity.

Section III- Management Letter

This section is not applicable for this entity.