

WEST CARROLL COUNCIL ON AGING, INC.

OAK GROVE, LOUISIANA

FINANCIAL STATEMENTS
AND ADDITIONAL INFORMATION

FOR THE YEAR ENDED

JUNE 30, 2011

WEST CARROLL COUNCIL ON AGING, INC.
 FINANCIAL STATEMENTS
 JUNE 30, 2011

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November 18, 2011

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

To the Board of Directors of
West Carroll Council on Aging, Inc.
Oak Grove, Louisiana

We have reviewed the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of West Carroll Council on Aging, Inc., Oak Grove, Louisiana, (the Council) as of and for the year ended June 30, 2011, which collectively comprise the Council's basic financial statements as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the Council's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

The Council's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying basic financial statements in order for them to be in conformity with the accounting principles generally accepted in the United States of America.

Management's discussion and analysis on pages 3 to 15 and the budgetary comparison information on pages 56 to 62 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. In addition, the accompanying Combining Schedule of Revenues, Expenditures and Changes in Fund Balance-Nonmajor Governmental Funds and the Comparative Schedule of Capital Assets and Changes in Capital Assets are presented as supplementary information required by the Governor's Office of Elderly Affairs and are also not a required part of the basic financial statements. Such information has not been subjected to the inquiry and analytical procedures we applied in the review of the basic financial statements, but was compiled from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

In accordance with the Louisiana Governmental Audit Guide and the provisions of state law, we have issued a report dated November 18, 2011, on the results of our agreed-upon procedures.

Johnston, Perry, Johnson & Associates, L.L.P.

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

**West Carroll Council on Aging
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**MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.**

The following discussion and analysis of the West Carroll Council on Aging, Inc.'s (the Council) financial performance provides an overview of the Council's financial performance and activities for the year ended June 30, 2011. This document focuses on the current year's activities, resulting changes, and currently known facts. This document should be read in conjunction with basic financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The Council showed an increase in overall net assets of \$18,180.00, or about 29.31% this year.
- Net capital assets of the Council increased by \$1608.00, or about 3.5%.
- The Council's fund revenues increased by \$19,678.00, or about 5.8%.
- Fund expenditures increased by \$12,153.00, or 3.7%.
- The unassigned fund balance for the Council's General Fund was \$51,344.00 at year-end, which is a \$22,295.00, or 76.75% increase from the prior year.
- No deficit fund balances existed at year-end.
- The Council's major liabilities consisted of current liabilities due to vendors of \$1,436.00 plus \$271 due to OEA.
- The Council did not have any long-term liabilities.
- Administrative expenses increased this year by \$12,256.00, which is an 8.4% increase from last year.

HOW TO USE THIS ANNUAL REPORT

The Council's annual financial report consists of five main parts:

- (1) Management's discussion and analysis (this section)
- (2) The basic financial statements (government-wide and fund)
- (3) Supplementary information required by GASB 34
- (4) Supplementary information required by GOEA, and
- (5) Independent Accountant's review and attestation reports.

Government-wide financial statements are comprised of the Statement of Net Assets and the Statement of Activities. These financial statements provide information about the activities of the Council as a whole and present a long-term view of the Council's finances. In contrast, fund financial statements, for governmental activities, tell how services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

Council's operations in more detail than the government-wide financial statements by providing information about the Council's most significant funds.

The accountants have stated in their independent accountants' review report, located immediately before this Management's Discussion and Analysis (MD&A), that they are not aware of any material modifications that should be made to the accompanying basic financial statements in order for them to be in conformity with the accounting principles generally accepted in the United States of America. The accountants have also stated in their review report that the supplementary schedules required by the Governmental Accounting Standards Board (GASB) and the Governor's Office of Elderly Affairs (GOEA), which follow later in this reporting package, have not been subjected to the inquiry and analytical procedures they applied in the review of the basic financial statements, but were compiled from information that was the representation of management, without audit or review. Accordingly, they do not express an opinion or any other form of assurance on the supplementary information.

In addition, the independent accountants have performed certain agreed-upon procedures enumerated by the Louisiana Legislative Auditor and the results of those procedures have been set forth in the accountants' report later in this reporting package. A special questionnaire has been completed by the Council's management and given to the accountants for their use in performing the agreed-upon procedures. A copy of that questionnaire follows the accountants' report.

A user of this document should read both of the accountants' reports carefully to ascertain the level of assurance being provided for the information contained within this reporting package.

BASIC FINANCIAL STATEMENTS

The basic financial statements consist of the government-wide financial statements, fund financial statements, and the notes to the financial statements.

Government-Wide Financial Statements

Management's analysis of the Council as a whole begins on page 1. An important point to consider is whether or not the Council's finances, as a whole, are better or worse off as a result of this year's activities. The Statement of Net Assets and the Statement of Activities (referred to collectively as the government-wide financial statements) reports information about the Council as a whole and about its activities in a way that helps when considering this point. These statements include all assets and liabilities using the accrual basis of accounting, which is similar

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

to the accounting method used by most private-sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid.

The government-wide financial statements report the Council's net assets and changes in them. The Council has restricted net assets of \$1,141.00, which must be used for specific purposes, whereas \$31,307.00 of its net assets are unrestricted, meaning that they can be used for any program at management's discretion. The Statement of Net Assets is designed to present the financial position of the council as of year-end. Over time, increases or decreases in the Council's net assets are one indicator of whether its financial position is improving or deteriorating. However, to assess the overall financial position of the Council, the reader must consider other non-financial factors, such as the condition of the Council's capital assets and facilities, the addition or termination of grants and other revenue sources, and the expansion or contraction of programs and services.

The Statement of Activities provides information that shows how the Council's net assets changed as a result of this year's activities. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will affect cash flows in future periods. All of the Council's significant activities are reported in the Statement of Activities, including an Administration function and a Health, Welfare, and Social Services function. The Health, Welfare, and Social Services function is comprised of various programs that include supportive social services, nutritional services, disease prevention and health promotion, family caregiver support, and Medicare outreach and enrollment. Subprogram activities are also presented, in some cases, to help the reader analyze the Council's operations in more detail. All activities of the Council are considered to be governmental activities. A governmental activity is usually one where the Council uses money it receives from governmental grants and contracts, along with donations from the general public, to provide services at no charge to the general public, or a segment of the general public, such as the elderly. In other words, the people benefiting from the service are not required to pay for what they receive. If the Council charged fees with the intention of making a profit or recovering the full cost of providing the service, that activity would be classified as a business-type activity. The Council does sell meals to the public who are ineligible because of age.

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds, not the Council as a whole entity. In the fund financial statements, the reader will see a General Fund and three Special Revenue Funds that have been determined to be "Major Funds", and a column for the total of all remaining Special Revenue Funds, which are considered to be "Non-major Funds." The General Fund is used to account for all financial resources except

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

those that are required to be accounted for in another fund. The Special Revenue Funds account for the proceeds of specific revenue sources that are restricted or committed to expend specified purposes other than debt service or capital projects. By using separate funds to track revenues and expenditures, management can control funds for particular purposes or show that the fund is meeting legal responsibilities for using certain grants and other revenues.

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

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements follow the fund financial statements and should be read before making assumptions or drawing conclusions about the Council's financial condition.

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

The Governmental Accounting Standards Board (GASB) Statement 34 requires budgetary comparison schedules for the General Fund and each major Special Revenue Fund that has an adopted annual budget. The schedules compare the original and final budgets to actual budget results for the Council's fiscal year. Positive and negative variances between the final budget and actual amounts are also presented.

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

Major funds are those funds whose revenues, expenditures, assets, or liabilities are at least 10% of corresponding totals for all governmental funds. In addition, a major fund could be a fund that does not meet these criteria but which is believed to be important to present to the Council's financial statement users. Management did not subjectively elevate any non-major fund to major fund status for purposes of financial statement presentation this year.

Management's Discussion and Analysis (MD&A) is also required supplementary information (RSI) by GASB Statement 34. However, GASB Statement 34 requires the MD&A be presented as the first item in this reporting package and not with the other RSI, which is included later in this reporting package.

OTHER SUPPLEMENTARY FINANCIAL INFORMATION REQUIRED BY GOEA

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

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

The following table reflects condensed information on the Council's assets, liabilities, and net assets for fiscal years 2011 and 2010:

	<u>2011</u>	<u>2010</u>	<u>Increase (Decrease)</u>
Current and Other Assets:			
Current Assets	\$ 61,904	\$ 45,108	\$ 16,796
Capital Assets, net of depreciation	<u>47,754</u>	<u>46,146</u>	<u>1,608</u>
Total Assets	<u>109,658</u>	<u>91,254</u>	<u>18,404</u>
Current Liabilities	<u>2,896</u>	<u>7,268</u>	<u>(4,372)</u>
Total Liabilities	<u>29,456</u>	<u>29,232</u>	<u>224</u>
Net Assets:			
Invested in Capital Assets	47,754	46,146	1,608
Restricted	1,141	4,517	(3,376)
Unrestricted	<u>31,307</u>	<u>11,359</u>	<u>19,948</u>
Total Net Assets	<u>\$80,202</u>	<u>\$62,022</u>	<u>\$18,180</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

As of June 30, 2011 and 2010, the Council "as a whole" had assets greater than its liabilities of \$80,202 and \$62,022, respectively. About 39% and 26% of the Council's total net assets are unrestricted as of June 30, 2011 and 2010, respectively. Unrestricted net assets are important because they represent resources that management has available to adapt to changes in the economy, emergencies, unexpected needs, and reduction in or termination of grant revenues by government agencies.

The Council's restricted net assets represent about 1.42% and 7.28% of the Council's total net assets as of June 30, 2011 and 2010, respectively. Net assets are reported as restricted when the constraints placed upon the assets' use are either (a) externally imposed by a grantor, contributor, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

The net assets that have been invested in capital assets are presented net of any related outstanding debt incurred to acquire them. For 2011 and 2010, there is no debt that has to be subtracted from the capital asset amount. The Council's policy is to acquire capital assets by paying cash and avoiding debt. This policy helps assure management will stay within its financial means so that future revenues will be spent for client services instead of debt service.

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

The following table illustrates the revenues and expenses that produced the change in net assets for fiscal years 2011 and 2010.

<u>Revenues</u>	<u>2011</u>	<u>% of Total</u>	<u>2010</u>	<u>% of Total</u>
Program Revenues:				
Operating Grants and Contributions	\$ 254,150	70.65%	\$246,366	73.02%
Charges for Services	8,603	2.39%	9,273	2.75%
General Revenues:				
General Unrestricted				
Grants and Contributions	93,495	25.99%	79,090	23.44%
Miscellaneous	<u>3,501</u>	<u>.97 %</u>	<u>2,668</u>	<u>0.79%</u>
Total Revenues	<u>\$359,749</u>	<u>100.00%</u>	<u>337,397</u>	<u>100.00%</u>
Direct Program Expenses of the Health, Welfare, and Social Services Function:				
Supportive Services:				
Priority Services:				
Transportation	26,951	7.89%	28,158	8.88%
Other supportive services	23,278	6.82%	23,397	7.38%
Nutrition Services:				
Congregate Meals	60,088	17.59%	61,953	19.52%
Home-delivered Meals	37,630	11.02%	31,593	9.96%
Other Health, Welfare & Social Services	34,680	10.15%	25,454	8.02%
Direct Administrative Expenses	<u>158,942</u>	<u>46.53%</u>	<u>146,686</u>	<u>46.24%</u>
Total Expenses	<u>341,569</u>	<u>100.00%</u>	<u>317,241</u>	<u>100.00%</u>
Increase (Decrease) in Net Assets	18,180		20,156	
Net assets, beginning of year	<u>62,022</u>		<u>41,866</u>	
Net assets, end of year	<u>\$ 80,202</u>		<u>\$62,022</u>	

For fiscal year 2011, the Council's total revenues increased \$ 22,352, or 6.6% from fiscal year 2010, whereas total expenses for 2011 increased by \$24,328 or 7.67% from 2010. These increases are not considered material and are due to natural fluctuations in the economy.

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

AN ANALYSIS OF GOVERNMENTAL ACTIVITIES

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

Another indication of how money is used efficiently or inefficiently can be analyzed by comparing the amount of administration costs from year to year as well as calculating the percentage administration expenses bears in relation to total expenses. For 2011, total administration expenses were \$158,942 or 46.5% of total expenses, whereas these same expenses were \$ 146,686 or 46.2 % of total expenses in 2010.

Note that most of the governmental activities have more expenses than revenues. This is expected and budgets are prepared accordingly. Traditionally, general revenues are used to cover the excess of expenses over revenues in these activities.

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

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

Fund Balances

The Council showed a combined governmental fund balance of \$59,008 (as shown on the Fund Financial Statement's Balance Sheet) at the end of this year, which is an increase of \$21,168 from the prior year. The General Fund increased by \$28,828 this year, and the combined fund balances of the Special Revenue Funds decreased by \$ 3,445

Also note that this year the Council has implemented the provisions of Governmental Accounting Standards Board Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement will cause the components of the Fund Balance to be presented differently when compared to prior years.

Revenues

The combined fund revenues increased \$19,678 this year versus last year, as shown in the table below.

	<u>2011</u>	<u>2010</u>	<u>Increase/ (Decrease)</u>	
			<u>Amount</u>	<u>Percent</u>
Intergovernmental	249,361	249,108	253	.10%
Public Support	16,921	11,625	5,296	45.56%
Miscellaneous Income	<u>93,467</u>	<u>79,338</u>	<u>14,129</u>	<u>17.81%</u>
Total Revenues	<u>\$ 359,749</u>	<u>\$ 340,071</u>	<u>\$ 19,678</u>	<u>5.79%</u>

Most of the Council's activities were funded by federal, state, and local grants. These grants, which comprise the Council's intergovernmental revenues, amounted to approximately 69.3 % and 73.3% of the Council's total revenues in 2011 and 2010, respectively. Most of these grants are restricted, which means the money can only be used in certain programs.

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

The Council also receives public support in the form of restricted and unrestricted donations from its clients and the general public. Public support allows the Council to maintain and expand services. Public support revenues represented 4.7% and 3.4% of the Council's total revenues for fiscal years 2011 and 2010, respectively. Public support comes from donations from the general public and client contributions.

Expenditures

Total expenditures increased by \$12,153 this year, as shown in the table below.

	<u>2011</u>	<u>2010</u>	<u>Increase/ (Decrease)</u>	
			<u>Amount</u>	<u>Percent</u>
Personnel	\$ 145,280	\$ 146,792	\$ (1,512)	-1.03%
Fringe	12,444	12,656	(212)	-1.68%
Travel	2,273	1,553	720	46.36%
Operating Services	82,760	66,508	16,252	24.44 %
Operating Supplies	67,452	63,633	3,819	6.00%
Other Costs	14,031	19,329	(5,298)	-27.41%
Capital Outlay	14,070	15,893	(1,823)	-11.47%
Reimbursements to OEA	<u>271</u>	<u>64</u>	<u>207</u>	<u>323.43%</u>
	<u>\$ 338,581</u>	<u>\$326,428</u>	<u>\$ 12,153</u>	<u>3.72%</u>

These differences are due to normal fluctuations in the economy and are not considered by management to be material.

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

Capital outlay expenditures in 2011 represent the costs to purchase a used van needed for the Council's operations.

AN ANALYSIS OF THE GENERAL FUND BUDGET

During the fiscal year the Council did amend its budget. Should an amendment be necessary, the primary reasons for taking this action would be to account for unanticipated, significant changes in both revenues and expenditures and to prevent compliance violations under the Council's grants from GOEA.

When comparing the final budget versus actual amounts, the Council had a net unfavorable variance of \$(589). This variance is within reasonable limits and due to normal fluctuations.

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

AN ANALYSIS OF CAPITAL ASSET AND DEBT ADMINISTRATION

At the end of the year, the Council had \$47,754 in capital assets net of accumulated depreciation. This amount is a net increase over last year of \$1,608, which is made up of additions of \$14,070 and the current year depreciation expense of \$(12,462).

Capital Assets, Net of Depreciation

	<u>June 30, 2011</u>	<u>June 30, 2010</u>	Increase <u>(Decrease)</u>
Vehicles	\$ 16,462	\$ 17,717	(\$1,255)
Building and Land	5,749	7,492	(1,743)
Equipment	<u>25,543</u>	<u>20,937</u>	4,606
	<u>\$ 47,754</u>	<u>\$46,146</u>	<u>\$1,608</u>

The capital asset additions during the year consisted of a new desk for the reception area, painting and flooring for office, a 2003 van, and a new telephone system.

The Council had four vans titled in its name at the end of the fiscal year, which are included in capital assets. The Council did not have any long-term debt related to its capital assets and does not like to incur any debt as a matter of financial stewardship.

More detailed information can be found about the Council's capital assets in Note 6 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

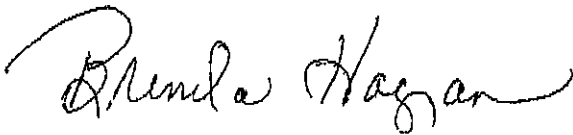
The Council receives most of its funding from federal and state agencies. Because of this, the source of income for the Council is rather steady. However, some of the Council's contracts are with DHH and contingent upon the level of service provided. The amount of services we provide on these contracts is not dictated by us, but by DHH. All the Council's grants and contracts from the usual federal and state agencies have been approved for FY 2012. There have been no significant changes to the funding levels or terms of the grants and contracts.

MANAGEMENT'S DISCUSSION AND ANALYSIS
West Carroll Council on Aging, Inc.
(Continued)

For FY 2012, the Council has budgeted revenues and expenditures of \$294,931. The FY 2012 budget has been approved by the Governor's Office of Elderly Affairs.

CONTACTING THE COUNCIL'S MANAGEMENT

Our financial report is designed to provide government agencies and the general public an overview of the Council's finances and to demonstrate accountability for the money that it receives. If you have any questions about this report or wish to ask for more information, you should contact Brenda Hagan, Executive Director at P.O. Box 1058; 207 East Jefferson, Oak Grove, Louisiana 71263 or by phone at (318)428-4217.

A handwritten signature in cursive script that reads "Brenda Hagan".

Brenda Hagan, Executive Director
West Carroll Council on Aging

GOVERNMENT-WIDE FINANCIAL STATEMENTS

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
GOVERNMENT-WIDE STATEMENT OF NET ASSETS
JUNE 30, 2011

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash	52,769
Accounts Receivable	2,602
Prepaid Expenditures	6,533
Capital Assets, Net of Accumulated Depreciation	<u>47,754</u>
 <u>TOTAL ASSETS</u>	 <u>109,658</u>
 <u>LIABILITIES AND NET ASSETS</u>	
<u>CURRENT LIABILITIES</u>	
Accounts Payable	1,707
Accrued Payroll Taxes	<u>1,189</u>
 <u>TOTAL CURRENT LIABILITIES</u>	 <u>2,896</u>
<u>DEBT LIABILITIES</u>	
Accrued Compensated Absences - Current	<u>26,560</u>
 <u>TOTAL DEBT LIABILITIES</u>	 <u>26,560</u>
 <u>TOTAL LIABILITIES</u>	 <u>29,456</u>
<u>NET ASSETS</u>	
Investment in Capital Assets, Net of Debt	47,754
Restricted for Utility Assistance and EFSP Funds	1,141
Unrestricted (Deficit)	<u>31,307</u>
 <u>TOTAL NET ASSETS</u>	 <u>80,202</u>
 <u>TOTAL LIABILITIES AND NET ASSETS</u>	 <u>109,658</u>

See accompanying notes and accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011

<u>Functions/Programs</u>	<u>Direct Expenses</u>	<u>Indirect Expenses</u>	<u>Charges For Service</u>
Governmental Activities			
Health, Welfare & Social Services:			
Supportive Services:			
Personal Care			
Other Services	5,134	4,346	-
Homemaker	8,337	7,058	-
Information & Assistance	4,245	3,594	-
Legal Assistance	1,400	-	-
Outreach	4,162	3,523	-
Transportation	26,951	20,578	-
Nutrition Services:			
Congregate Meals	60,088	36,222	8,603
Home Delivered Meals	37,630	18,750	-
Utility Assistance	17,900	-	-
MIPPA Grant	1,130	-	-
National Family Caregiver Support:			
Respite	4,599	-	-
Other	5,450	1,971	-
Disease Prevention & Health	2,175	1,222	-
Senior Center	3,426	-	-
Administration	158,942	(97,264)	-
<u>Totals</u>	<u>341,569</u>	<u>-0-</u>	<u>8,603</u>

See accompanying notes and accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2011

<u>Functions/Programs</u>	<u>Operating Grants & Contributions</u>	<u>Capital Grants & Contributions</u>	<u>Total Governmental Activities</u>
<u>Governmental Activities</u>			
Health, Welfare & Social Services:			
Supportive Services:			
Personal Care			
Other Services	4,717	-	(4,763)
Homemaker	7,661	-	(7,734)
Information & Assistance	3,901	-	(3,938)
Legal Assistance	697	-	(703)
Outreach	3,824	-	(3,861)
Transportation	35,350	-	(12,179)
Nutrition Services:			
Congregate Meals	79,045	-	(8,662)
Home Delivered Meals	49,685	-	(6,695)
Utility Assistance	14,456	-	(3,444)
MIPPA Grant	1,130	-	-0-
National Family Caregiver Support:			
Respite	-	-	(4,599)
Other	12,175	-	4,754
Disease Prevention & Health	2,925	-	(472)
Senior Center	25,000	-	21,574
Administration	<u>13,584</u>	<u>-</u>	<u>(48,094)</u>
<u>Totals</u>	<u>254,150</u>	<u>-0-</u>	<u>(78,816)</u>
General Revenues:			
Grants/Contributions Not Restricted			93,495
Miscellaneous			<u>3,501</u>
Total General Revenues & Special Items			<u>96,996</u>
(Decrease) in Net Assets			18,180
Net Assets - Beginning of Year			<u>62,022</u>
Net Assets - End of Year			<u>80,202</u>

See accompanying notes and accountants' report.

FUND FINANCIAL STATEMENTS

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2011

	General Fund	Title III B	Title III C-1	Title III C-2	Non- Major Funds	Total
Assets						
Cash	51,628	-	-	-	1,141	52,769
Accounts Receivable	2,602	-	-	-	-	2,602
Prepaid Expenditures	<u>6,533</u>	-	-	-	-	<u>6,533</u>
Total Assets	<u>60,763</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>1,141</u>	<u>61,904</u>
Liabilities and Fund Balance						
Liabilities						
Accounts Payable	1,707	-	-	-	-	1,707
Accrued Payroll Taxes	<u>1,189</u>	-	-	-	-	<u>1,189</u>
Total Liabilities	<u>2,896</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>2,896</u>
Fund Balance						
Nonspendable: Prepaid Expenditures	6,533	-	-	-	-	6,533
Restricted For: Utility Assistance & EFSP Funds	-	-	-	-	1,141	1,141
Unassigned	<u>51,334</u>	-	-	-	-	<u>51,334</u>
Total Fund Balance						
(Deficit)	<u>57,867</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>1,141</u>	59,008
Total Liabilities and Fund Balances	<u>60,763</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>1,141</u>	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	47,754
Debt liabilities, including compensated absences payable, are not due and payable in the current period and therefore are not reported in the funds.	(26,560)
Net Assets of Government-Wide Activities	<u>80,202</u>

See accompanying notes and accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
- GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2011

	General Fund	Title III B	Title III C-1	Title III C-2
<u>Revenues</u>				
Intergovernmental				
Governor's Office of Elderly Affairs	85,722	36,716	51,787	42,040
Public Support				
Louisiana Association of Councils				
On Aging	-	-	-	-
United Way	-	-	-	-
Client Contributions	-	-	2,466	-
<u>Miscellaneous</u>				
Program Income	-	117	20,577	7,645
Contract Meal	8,603	-	-	-
Title XIX	17,197	-	-	-
Contributions	37,928	-	-	-
Fund Raiser	-	-	-	-
Rent Income	1,400	-	-	-
<u>Total Revenues</u>	<u>150,850</u>	<u>36,833</u>	<u>74,830</u>	<u>49,685</u>
<u>Expenditures</u>				
Salaries	21,805	50,776	40,789	21,923
Fringe	1,842	4,368	3,497	1,881
Travel	108	1,421	316	280
Operating Services	23,330	14,282	11,905	8,523
Operating Supplies	3,536	2,962	39,432	17,840
Other Costs	5,424	209	371	168
Capital Outlay	8,305	-	-	5,765
Reimbursements to OEA	116	-	-	-
<u>Total Expenditures</u>	<u>64,466</u>	<u>74,018</u>	<u>96,310</u>	<u>56,380</u>
Excess (Deficiency) of Revenues Over Expenditures	86,384	(37,185)	(21,480)	(6,695)
<u>Other Financial Sources (Uses)</u>				
Operating Transfers In	-	37,185	17,265	6,695
Operating Transfers Out	(61,771)	-	-	-
Funds Reprogrammed - Prior Year	-	-	4,215	-
Net Increase (Decrease) in Fund Balance	24,613	-0-	-0-	-0-
<u>Fund Balances (Deficits)</u>				
Beginning of Year	33,254	-0-	-0-	-0-
End of Year	57,867	-0-	-0-	-0-

See accompanying notes and accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
- GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2011

	<u>Non-Major Funds</u>	<u>Total</u>
<u>Revenues</u>		
Intergovernmental		
Governor's Office of Elderly Affairs	28,881	249,361
Public Support		
Louisiana Association of Councils on Aging	1,541	1,541
United Way	12,914	12,914
Client Contributions	-	2,466
<u>Miscellaneous</u>		
Program Income	-	28,339
Contract Meal	-	8,603
Title XIX	-	17,197
Contributions	-	37,928
Fund Raiser	-	-0-
Rent Income	-	1,400
<u>Total Revenues</u>	<u>43,336</u>	<u>359,749</u>
<u>Expenditures</u>		
Salaries	9,987	145,280
Fringe	856	12,444
Travel	148	2,273
Operating Services	24,720	82,760
Operating Supplies	3,682	67,452
Other Costs	7,859	14,031
Capital Outlay	-	14,070
Reimbursements to OEA	155	271
<u>Total Expenditures</u>	<u>47,407</u>	<u>338,581</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,071)	21,168
<u>Other Financial Sources (Uses)</u>		
Operating Transfers In	626	61,771
Operating Transfers Out	-	(61,771)
Funds Reprogrammed - Prior Year	-	-0-
Net Increase (Decrease) in Fund Balance	(3,445)	21,168
<u>Fund Balances (Deficits)</u>		
Beginning of Year	<u>4,586</u>	<u>37,840</u>
End of Year	<u>1,141</u>	<u>59,008</u>

See accompanying notes and accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE GOVERNMENT-WIDE
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2011

Net increase (decrease) in fund balances - total governmental funds	21,168
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense (\$12,462) exceeds capital outlays (\$14,070) in the current period.	1,608
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
Compensated absences - Increase	(4,596)
Increase (decrease) of net assets of governmental activities	<u>18,180</u>

See accompanying notes and accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2011

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

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

a. Purpose of the Council on Aging

The purpose of the Council is to collect facts and statistics and make special studies of conditions pertaining to the employment, financial status, recreation, social adjustment, mental and physical health or other conditions affecting the welfare of the aging people in West Carroll Parish; to keep abreast of the latest developments in these fields of activity throughout Louisiana and the United States; to interpret its findings to the citizens of the parish and state; to provide for the mutual exchange of ideas and information on the parish and state level; to conduct public meetings; to make recommendations for needed improvements and additional resources; to promote the welfare of aging people; to coordinate and monitor services with other local agencies serving the aging people of the parish; to assist and cooperate with the Governor's Office of Elderly Affairs (GOEA); and other departments of state and local government serving the elderly; and to make recommendations relevant to the planning and delivery of services to the elderly of the parish.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

a. Purpose of the Council on Aging (Continued)

The primary services provided by the Council to the elderly residents of West Carroll Parish include congregate and home-delivered meals, nutritional education, information and assistance, outreach, utility assistance, homemakers, recreation, legal assistance, disease prevention, family caregiver support, and transportation.

b. Reporting Entity

In 1964, the State of Louisiana passed Act 456 authorizing the charter of a voluntary council on aging for the welfare of the aging people in each parish of Louisiana. In 1979, the Louisiana Legislature created the Governor's Office of Elderly Affairs (GOEA) (La. R.S. 46:931) with the specific intention that GOEA administer and coordinate social services and programs for the elderly population of Louisiana through sixty-four parish voluntary councils on aging.

Before a council on aging can begin operations in a specific parish, its application for a charter must receive approval from GOEA pursuant to Louisiana Revised Statute (La. R.S.) 46:1602. Each council on aging in Louisiana must comply with the state laws that apply to quasi-public agencies, as well as the policies and regulations established by GOEA.

West Carroll Council on Aging, Inc. (the Council) is a legally separate, non-profit, quasi-public corporation. The Council received its charter from the Governor of the State of Louisiana on March 15, 1965 and began operations on May 19, 1969, the date in which it filed its articles of incorporation with the Secretary of State's office.

A board of directors, consisting of 11 voluntary members, who serve three-year terms, governs the Council. The board of directors is comprised of, but not

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

b. Reporting Entity (Continued)

limited to, representatives of the Parish's elderly population, general public, private businesses, and elected public officials.

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

Based on the criteria set forth in GASB Statement 14, *The Financial Reporting Entity*, the Council is not a component unit of another primary government, nor does it have any component units that are related to it. In addition, based on the criteria set forth in this statement, the Council has presented its financial statements as a special-purpose, stand-alone government; accordingly, it is applying the provisions of Statement 14 as if it were a primary government.

c. Basis of Presentation of the Basic Financial Statements

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

Both the government-wide and fund financial statements categorize primary activities as either "governmental" or "business" type. The Council's functions and programs have all been categorized as "governmental" activities.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

c. Basis of Presentation of the Basic Financial Statements
(Continued)

The Council does not have any business-type activities, fiduciary funds, or any component units that are fiduciary in nature. Accordingly, the government-wide financial statements do not include any of these activities or funds.

Government-Wide Financial Statements:

The government-wide financial statements include the Statement of Net Assets and the Statement of Activities for all activities of the Council. As a general rule, the effect of interfund activity has been eliminated from these statements. The government-wide presentation focuses primarily on the sustainability of the Council as an entity and the change in its net assets (financial position) resulting from the activities of the current fiscal year. Intergovernmental revenues primarily support governmental activities.

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

The Statement of Net Assets has been prepared on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Council's net assets are reported in three parts - invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets.

The government-wide Statement of Activities reports both the gross and net cost of each of the Council's functions and significant programs. Many functions and programs are supported by general government revenues

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

c. Basis of Presentation of the Basic Financial Statements
(Continued)

Government-Wide Financial Statements: (Continued)

such as intergovernmental revenues, and unrestricted public support, particularly if the function or program has a net cost. The Statement of Activities begins by presenting gross direct and indirect expenses that include depreciation and amortization, and then reduces the expenses by related program revenues, such as charges for services, operating and capital grants, and restricted contributions, to derive the net cost of each function or program. Program revenues must be directly associated with the function or program to be used to directly offset its cost. Operating grants include operating-specific and discretionary (either operating or capital) grants, while the capital grants column reflects capital-specific grants.

Direct expenses reported in the Statement of Activities are those that are clearly identifiable with a specific function or program, whereas, the Council allocates its indirect expenses among various functions and programs in accordance with OMB Circular A-87. The Statement of Activities shows this allocation in a separate column labeled "indirect expenses."

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

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

c. Basis of Presentation of the Basic Financial Statements
(Continued)

Fund Financial Statements:

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

The daily accounts and operations of the Council continue to be organized using funds and account groups. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain governmental functions or activities. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are reported by generic classification within the financial statements.

The Council uses governmental fund types. The focus of the governmental funds' measurement (in the fund statements) is on determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than on net income. An additional emphasis is placed on major funds within the governmental fund types. A fund is considered major if it is the primary operating fund of the Council or if its total assets, liabilities, revenues, or expenditures are at least 10% of the corresponding total for all funds of that category or type. In addition, management may also choose to report any other

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

c. Basis of Presentation of the Basic Financial Statements
(Continued)

Fund Financial Statements: (Continued)

governmental fund as a major fund if it believes the fund is particularly important to financial statement users. The nonmajor funds are summarized by category or fund type into a single column in the fund financial statements.

Governmental fund equity is called the fund balance. Fund balance is further classified on a hierarchy that shows, from the highest to the lowest, the level or form of constraints on fund balance and accordingly, the extent to which the Council is bound to honor them: nonspendable, restricted, committed, assigned and unassigned.

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

The **General Fund** is the primary operating fund of the Council and is used to account for all financial resources except those required to be accounted for in another fund. The following is a brief description of the programs and funding sources that comprise the Council's General Fund:

Local Programs and Funding

The Council receives revenues that are not required to be accounted for in a specific program or fund such as unrestricted donations from the general public. Accordingly, these revenues have been recorded in the local program of the General Fund. These funds are mostly unrestricted, which means they may be used at the Council's discretion. Expenditures to acquire fixed assets, and expenditures for costs not allowed by

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

c. Basis of Presentation of the Basic Financial Statements
(Continued)

Fund Financial Statements: (Continued)

Local Programs and Funding (Continued)

another program due to budget limitations or the nature of the expenditures, are charged to the local program. Because of their unrestricted nature, local funds are often transferred to other programs to eliminate deficits in cases where the expenditures of the other programs exceeded their revenues. In addition, capital outlay expenditures are usually made with local funds to minimize restrictions on the use and disposition of fixed assets.

PCOA Funding

PCOA funds are appropriated annually for the Council by the Louisiana Legislature and remitted to the Council via the Governor's Office of Elderly Affairs (GOEA). The Council's management may use these "Act 735" funds at its discretion to fund any of its programs provided the program is benefiting elderly people (those who are at least 60 years old). In FY 2011, the Council received this grant money into its General Fund and management transferred it to other programs (as follows below) to help pay for program expenditures.

<u>Program</u>	<u>PCOA - Regular</u>
Title III B	
Administration	154
Support Services	12,914
Title III C-1	17,265
Title III C-2	6,695
Title III D	472
Title III E	-
<u>Total</u>	<u>37,500</u>

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

c. Basis of Presentation of the Basic Financial Statements
(Continued)

Fund Financial Statements: (Continued)

Senior Center and Supplemental Senior Center Funding

Senior Center, and supplemental senior center, grant funds are also appropriated annually for the Council and remitted to the Council via GOEA. These grant funds can be used at management's discretion to pay for costs of operating community service centers where elderly people are receiving supportive social services and participating in activities which foster their independence, enhance their dignity, and encourage their involvement in and with the community. The Council maintains one senior center in West Carroll Parish. Accordingly, during the year, management transferred its Senior Center grant funds to the Title III B Support Services Fund (\$21,574), and transferred its Supplemental Senior Center grant funds to the Title III B Support Services Fund (\$2,289) to subsidize those programs' cost of providing services to elderly persons who used the senior centers.

Audit Funding

Each year GOEA provides funds to subsidize the cost of the Council's annual audit. If an audit is not required by state law, these funds can be used to offset the professional fees charged to compile or review the Council's annual financial statements. The subsidy (\$933 for FY 2011) was received and accounted for in the General Fund and used to help pay for the cost of the professional services, which was \$3,995 and included as a component of "Other Costs" in the General Fund.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

c. Basis of Presentation of the Basic Financial Statements
(Continued)

Fund Financial Statements: (Continued)

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. A significant percentage of the Council's special revenue funds, which the Council receives, are provided by the United States Department of Health and Human Services - Administration on Aging to the Governor's Office of Elderly Affairs (GOEA), which in turn "passes through" the funds to the Council.

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

Major Special Revenue Funds:

Title III B Fund

The Title III B Fund is used to account for funds used to provide various units of supportive social services to the elderly. The main source of the revenue forming the basis for this fund is a grant the Council received from GOEA Title III, Part B-Grants for Supportive Services and Senior Centers.

GOEA has established the criteria for a qualifying unit of service for each Title III program. Specific supportive services, along with the number of units provided during the fiscal year, are as follows:

WEST CARROLL COUNCIL ON AGING, INC.
 OAK GROVE, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 JUNE 30, 2011

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

c. Basis of Presentation of the Basic Financial Statements
 (Continued)

Fund Financial Statements: (Continued)

Major Special Revenue Funds: (Continued)

Title III B Fund (Continued)

<u>Type of Service Provided</u>	<u>Units</u>
Information and Assistance	416
Material Aid	-
Outreach	131
Recreation	226
Telephoning	-
Transportation for People Age 60 or Older	1,791
Utility Assistance	85

Title III C-1 Fund

The Title III C-1 Fund accounts for funds used to provide nutritional, congregate meals to people age 60 or older in the center in West Carroll Parish. During the year the Council provided 14,419 meals to people eligible to participate in this program. The Council also provided 7 units of nutrition education under this program.

The main sources of revenues received this year that form the basis of this fund: Special Programs for the Aging Title III, Part C-1 Nutrition Services grant funds (\$45,386) received from GOEA, Nutrition Services Incentive Program (NSIP) (\$10,616), and contributions from those persons who received congregate meals (\$2,466).

Title III C-2 Fund

The Title III C-2 Fund accounts for funds that are used to provide nutritional meals to homebound people who are

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

c. Basis of Presentation of the Basic Financial Statements (Continued)

Fund Financial Statements: (Continued)

Major Special Revenue Funds: (Continued)

Title III C-2 Fund (Continued)

age 60 or older. During the year the Council provided 5,403 home-delivered meals. The Council also provided 7 units of nutrition education under this program.

The main sources of revenues received this year that form the basis of this fund: Special Programs for the Aging Title III, Part C-2 Nutrition Services grant funds (\$36,009) received from GOEA, Nutrition Services Incentive Program (NSIP) (\$6,031), and program income (\$7,645).

Nonmajor Special Revenue Funds:

Title III D Fund

The Title III D Fund is used to account for funds used for disease prevention and health promotion (wellness) activities. During the year the Council provided 680 units of wellness service and 80 units of medication management to eligible participants. The main source of the revenue forming the basis for this fund is a grant the Council received from GOEA for Special Programs for the Aging Title III, Part D Disease Prevention and Health Promotion Services.

Title III E Fund

The Title III E Fund is used to account for funds that are used to provide support services for family caregivers and for grandparents or older individuals who are relative caregivers. During the year, the Council

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
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NOTE 1 - PURPOSE OF THE COUNCIL ON AGING AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (Continued)

c. Basis of Presentation of the Basic Financial Statements (Continued)

Fund Financial Statements: (Continued)

Nonmajor Special Revenue Funds: (Continued)

Title III E Fund (Continued)

provided 11 units of information and assistance under this program. The main source of the revenue forming the basis for this fund is a grant the Council received from GOEA for the Title III, Part E National Family Caregivers Support Program.

Utility Assistance Fund

This fund is used to account for the administration of the utility assistance programs that are sponsored by local utility companies. The companies collect contributions from service customers and remit the funds to the parish councils on the aging throughout the state to provide assistance to the elderly for the payment of utility bills. The contributions can only be used to pay for direct services. No indirect or administration expenses can be paid for with these funds.

During the year, the Council provided funds to 80 different people to assist them with paying their utility bills. The maximum amount of assistance a person can receive in one year is usually limited to \$200.

MIPPA Fund

This fund is used to account for the administration of the MIPPA program, the purpose of which is to provide outreach to individuals in West Carroll Parish with special emphasis on rural communities and increase public awareness and enrollment into the benefits available under Medicare Part D, Low Income Subsidy (LIS) and Medicare Savings Plan (MSP).

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

d. Measurement Focus and Basis of Accounting

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

• Government-Wide Financial Statements - Accrual Basis

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

• Fund Financial Statements - Modified Accrual Basis

Governmental fund level financial statements are reported using a current financial resources measurement focus and the modified accrual basis of accounting. A current financial resources measurement focus means that only current assets and current liabilities are generally included on the fund balance sheet. The operating statements of the funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., when they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Council considers revenues to be "available" if they are collected within sixty days of the current fiscal year end. Expenditures are generally recorded under the modified accrual basis of accounting when the

WEST CARROLL COUNCIL ON AGING, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

d. Measurement Focus and Basis of Accounting (Continued)

• Fund Financial Statements - Modified Accrual Basis
(Continued)

related liability is incurred, if measurable, except for the following: (1) unmatured principal and interest on long-term debt, if any, are recorded when due, and (2) claims, judgments, and compensated absences are recorded as expenditures when paid with expendable available financial resources. Depreciation and amortization are costs that are not recognized in the governmental funds.

e. Interfund Activity

In the fund financial statements, interfund activity is reported as either loans or transfers. Loans between funds are reported as interfund receivables (due from) and payables (due to) as appropriate. Transfers represent a permanent reallocation of resources between funds. In other words, they are not expected to be repaid.

In the government-wide financial statements, all types of interfund transactions are eliminated when presenting the governmental activity information.

f. Cash

Cash includes not only currency on hand, but demand deposits with banks or other financial institutions.

For the purposes of the Statement of Net Assets, restricted cash are amounts received or earned by the Council with an explicit understanding between the Council and the resource provider that the resource would be used for a specific purpose.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

g. Receivables

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

h. Investments

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

Investments, which include securities traded on a national or international exchange, are valued based on their last reported sales price. Investments that do not have an established market are reported at estimated fair value. The Council did not own any investments of this type at year-end.

i. Prepaid Expenses/Expenditures

Prepaid expenses include amounts paid in advance for goods and services. Prepaid expenses are shown as either current or other assets on the government-wide Statement of Net Assets, depending on when management expects to realize their benefits.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

i. Prepaid Expenses/Expenditures (Continued)

In the fund financial statements, management has elected not to include amounts paid for future goods and services as expenditures until those services are consumed. This method of accounting for prepaid expenditures helps assure management that costs incurred will be reported in accordance with the Council's cost reimbursement grants. These types of grants do not permit the Council to obtain reimbursement for qualified expenditures until the goods and services relating to them are consumed. As a result, the prepaid expenditures are shown as an asset on the balance sheet of the fund financial statements until they are consumed. In addition, a corresponding amount of the fund balance of the General Fund has been reserved to reflect the amount of fund balance not currently available for expenditure.

For purposes of presenting prepaid expenses in the Statement of Activities, the Council will follow the same policy it uses to record prepaid expenditures in the fund financial statements.

j. Capital Assets

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

Government-Wide Financial Statements

Capital assets are long-lived assets purchased or acquired with an original cost of at least \$1,000 and have an estimated useful life of greater than one year. When purchased or acquired, these assets are recorded as capital assets in the government-wide statement of Net Assets. If the asset was purchased, it is recorded in

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

j. Capital Assets (Continued)

Government-Wide Financial Statements (Continued)

the books at its cost. If the asset was donated, then it is recorded at its estimated fair market value at the date of donation. Capital assets will also include major repairs to equipment and vehicles that significantly extend the asset's useful life. Routine repairs and maintenance are expensed as incurred.

For capital assets recorded in the government-wide financial statements, depreciation is computed and recorded using the straight-line method for the asset's estimated useful life. The Council follows a guideline issued by the State of Louisiana's Office of Statewide Reporting and Accounting to establish the useful lives of the various types of capital assets that are depreciated and the method used to calculate annual depreciation.

Using this guideline, the estimated useful lives of the various classes of depreciable capital assets are as follows:

Equipment	5 to 7 Years
Vehicles	5 Years
Computer Equipment	5 Years
Building Improvements	20 to 40 Years

When calculating depreciation, the State's guideline assumes that capital assets will not have any salvage value and that a full year's worth of depreciation will be taken in the year the capital assets are placed in service or disposed.

Fund Financial Statements

In the fund financial statements, capital assets used in the Council's operations are accounted for as capital

WEST CARROLL COUNCIL ON AGING, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

j. Capital Assets (Continued)

Fund Financial Statements (Continued)

outlay expenditures of the governmental fund that provided the resources to acquire the assets. Depreciation is not computed or recorded on capital assets for purposes of the fund financial statements.

k. Non-Current (Long-Term) Liabilities

The accounting treatment of non-current liabilities depends on whether they are reported in the government-wide or fund financial statements. In the government-wide financial statements, all non-current liabilities that will be repaid from governmental resources are reported as liabilities in the government-wide statements. In the fund financial statements, non-current liabilities for governmental funds are not reported as liabilities or presented anywhere else in these statements. The Council did not have any non-current liabilities at year-end.

l. Unpaid Compensated Absences

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

In contrast, the governmental funds in the fund financial statements report only compensated absence liabilities that are payable from expendable available financial resources to the extent that the liabilities

WEST CARROLL COUNCIL ON AGING, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

1. Unpaid Compensated Absences (Continued)

mature (or come due for payment). Vacation leave does not come due for payment until an employee makes a request to use it or terminates employment with the Council. Accordingly, no amounts have been accrued as fund liabilities as of year-end in the fund financial statements. The differences in the methods of accruing compensated absences create a reconciling item between the fund and government-wide financial statement presentations.

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

m. Advances from Funding Agency

Advances from funding agency represent unexpended balances of grants awarded to the Council that are required to be returned to the funding agency at the end of the grant period. Grant funds due back to the funding agency are recorded as a liability when the amount due becomes known, normally when a final accounting is submitted to the funding agency.

n. Deferred Revenue

The Council reports deferred revenues on both the Statement of Net Assets (government-wide) and the Balance Sheet of the fund financial statements. Deferred revenues arise when the Council receives resources before it has a legal claim to them, as when grant monies are received before the occurrence of qualifying expenditures. In subsequent periods, when the Council has a legal claim to the resources, the liability for deferred revenue is removed from the Statement of Net

WEST CARROLL COUNCIL ON AGING, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

n. Deferred Revenue (Continued)

Assets and the Fund Balance Sheet, whichever the case might be, and the revenue is recognized. At year end, the Council had no deferred revenue.

o. Net Assets in the Government-Wide Financial Statements

In the government-wide Statement of Net Assets, the Net Asset amount is classified and displayed in three components:

- Invested in capital assets - This component consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those capital assets. At year-end the Council did not have any borrowings that were related to capital assets.
- Restricted net assets - This component consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- Unrestricted net assets - This component consists of all other net assets that do not meet the definition of "restricted" or "invested in capital assets."

When both restricted and unrestricted resources are available for use, the Council's policy is to use restricted resources first to finance its activities.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

p. Fund Equity - Fund Financial Statements

Governmental fund equity is classified as fund balance. Beginning with FY 2011, the Council's management implemented GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Management has classified prepaid expenditures as being nonspendable as this item is not expected to be converted to cash.
- Restricted: This classification includes amounts for which constraints have been placed on the use of resources are either:
 - Externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or
 - Imposed by law through constitutional provisions or enabling legislation.

Management has classified fund balances for utility assistance and emergency food and shelter as being restricted due to the constraints placed on the use of the money contributed by the general public and Entergy Corporation.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

p. Fund Equity - Fund Financial Statements (Continued)

- Committed: This classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (resolution) of the Council's board of directors, which is the Council's highest level of decision-making authority. These amounts cannot be used for any other purpose unless the board of directors removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Council did not have any committed resources as of June 30, 2011.
- Assigned: This classification includes amounts that are constrained by the Council's intent to be used for a specific purpose but are neither restricted nor committed. This intent should be expressed by the Council's (1) board of directors, (2) its finance committee, or (3) an official, such as the executive director, to which the board of directors has delegated the authority to assign amounts to be used for a specific purpose. The Council did not have any assigned fund balance as of June 30, 2011.
- Unassigned: This classification is the residual fund balance for the General Fund and represents the amount that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

When fund balance resources are available for a specific purpose in more than one classification, the Council

WEST CARROLL COUNCIL ON AGING, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

p. Fund Equity - Fund Financial Statements (Continued)

will generally use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed. However, the Council's management reserves the right to selectively spend unassigned resources first and to defer the use of the other classified funds.

q. Management's Use of Estimates

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

r. Allocation of Indirect Expenses

The Council reports all direct expenses by function and programs of functions in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function or program. Indirect expenses are recorded as direct costs of the Administration function. The net cost of the Administration function is allocated using a formula based primarily on the relationship the direct cost a program bears to the direct cost of all programs. There are some programs that cannot absorb any indirect expense allocation according to their grant or contract restrictions.

s. New Pronouncement

Beginning with this fiscal year, the Council has adopted the provisions of Governmental Accounting Standards Board Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The main financial statement effects relating to this new accounting

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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

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

s. New Pronouncement (Continued)

standard are with how the components of the Council's fund balances will be presented on the fund balance sheet and on the presentation of special revenue funds on the statement of revenues, expenditures and changes in fund balances. The number of special revenue funds will be less than in previous years because of the new definition of what constitutes a special revenue fund.

NOTE 2 - REVENUE RECOGNITION:

Revenues are recorded in the government-wide statements when they are earned using the accrual basis of accounting.

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

NOTE 3 - CASH MANAGEMENT AND DEPOSITS:

The Council maintains a consolidated operating bank account at Regions Bank, which is available for use by all funds to deposit revenues and pay expenses. The purpose of this consolidated account is to reduce administration costs and facilitate cash management. The consolidated account also allows those funds with available cash resources to temporarily cover any negative cash balances in other funds. In addition to the consolidated bank account, the Council has a separate bank account to deposit and disburse EFSP funds, and a separate payroll account to transfer funds and disburse payroll checks.

WEST CARROLL COUNCIL ON AGING, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

NOTE 3 - CASH MANAGEMENT AND DEPOSITS: (Continued)

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

Cash is reported at its carrying value, which equals its fair value. At year-end, the combined carrying amount of the Council's cash on its books was \$52,769, whereas the related bank balances totaled \$62,948. The primary difference in these amounts relates to deposits made to and checks written on demand deposit accounts that have not yet cleared the bank accounts. At year-end, all of the bank balances were insured 100% by federal depository insurance.

<u>Cash & Investments</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Interest Rate</u>	<u>Maturity</u>	<u>Credit Risk Category</u>
Cash:					
Regions Bank	52,769	52,769	None	Demand	Category 1
Total Cash	<u>52,769</u>	<u>52,769</u>			
Unrestricted Purpose	51,628				
Restricted Purpose Utility Assistance & EFSP Funds	<u>1,141</u>				
Total Cash & Investments	<u>52,769</u>				

As illustrated in the above table, some of the Council's cash and investments are restricted assets for presentation in the Statement of Net Assets. Restricted assets include amounts received or earned by the Council with an explicit understanding between the Council and the resource providers that the resource would be used for a specific purpose.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

NOTE 3 - CASH MANAGEMENT AND DEPOSITS: (Continued)

The Council has presented these restricted assets as a component of current assets in the Statement of Net Assets because they are available for use in current operations.

The Council had no asset that would be classified as an investment at year-end.

NOTE 4 - GOVERNMENT GRANTS AND CONTRACTS RECEIVABLE:

Government grants and contracts receivable represent amounts owed to the Council under a grant award or contract with a provider of federal, state, or local funds; such amounts being measurable and available as of year-end. The council had no grants or contracts receivable at year-end.

NOTE 5 - PREPAID EXPENDITURES AND EXPENSES:

At year-end, prepaid expenditures and prepaid expenses consisted of the following:

	<u>Prepaid Expenditures</u>	<u>Prepaid Expenses</u>
"Match" Payment on Van to be Purchased with 2012 Department of Transportation Grant	6,533	6,533

NOTE 6 - CHANGES IN CAPITAL ASSETS AND ACCUMULATED DEPRECIATION:

A summary of changes in capital assets and accumulated depreciation is as follows:

	Balance June 30, 2010	Additions	Decreases	Balance June 30, 2011
<u>Capital Assets Being Depreciated</u>				
Buildings	71,717	-	-	71,717
Vehicles	81,357	5,765	-	87,122
Office Furniture and Equipment	67,025	8,305	2,242	73,088
<u>Total Capital Assets</u>	<u>220,099</u>	<u>14,070</u>	<u>2,242</u>	<u>231,927</u>
Less: Accumulated Depreciation:				
Buildings	64,225	1,743	-	65,968
Vehicles	63,640	7,020	-	70,660
Office Furniture and Equipment	46,088	3,699	2,242	47,545
<u>Total Accumulated Depreciation</u>	<u>173,953</u>	<u>12,462</u>	<u>2,242</u>	<u>184,173</u>
<u>Capital Assets Net of Depreciation</u>	<u>46,146</u>	<u>1,608</u>	<u>-0-</u>	<u>47,754</u>

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

NOTE 6 - CHANGES IN CAPITAL ASSETS AND ACCUMULATED DEPRECIATION:
(Continued)

All the Council's vehicles are operational at year end. The Council's management has reviewed capital assets and does not believe any capital asset has been impaired as of year-end.

Depreciation was charged to governmental activities as follows:

Administration	5,035
Supportive Services:	
Transportation of the Elderly	6,443
Nutrition Services:	
Congregate Meals	273
Home Delivered Meals	<u>711</u>
Total Depreciation Expense for Governmental Activities	<u>12,462</u>

The \$4,731 of depreciation associated with the administration function relates to capital assets that essentially serve all functions. Accordingly, it is included as a direct expense of the administration function on the Statement of Activities and then allocated to other functions in accordance with the Council's method of allocating indirect expenses. The other depreciation amounts (\$7,731) are charged as direct expenses to their related functions on the Statement of Activities.

NOTE 7 - FUND BALANCES - FUND FINANCIAL STATEMENTS:

At year-end, two special revenue funds had remaining fund balances of \$1,141 which were classified as restricted. Usually, the fund balances of the special revenue funds are cleared out at year-end to comply with the administration and accounting policies of the grantor agencies that have awarded the Council certain grants. However, there are exceptions to these policies as described in the next paragraph.

The Council has \$1,028 of utility assistance contributions and \$113 of Emergency Food and Shelter Program Fund contributions unspent as of year-end. The donors restrict

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

NOTE 7 - FUND BALANCES - FUND FINANCIAL STATEMENTS: (Continued)

these contributions for specific purposes. Accordingly, management separately accounts for them in a special revenue fund to ensure accountability. Utility assistance fund balances are common amongst council on aging entities. Utility assistance is a supportive service rendered under the Council's Title III B program. Rather than commingle the accounting of the receipts and disbursements of the utility assistance within the Title III B fund, GOEA prefers that councils on aging use a separate fund that can facilitate the monitoring of the Title III B activity separately from the utility assistance activities.

NOTE 8 - IN-KIND CONTRIBUTIONS:

The Council received a variety of in-kind contributions during the year, but does not record the fair value of them in its government-wide and fund financial statements, except for the donation of capital assets. In the case of a donation of a capital asset, accounting principles for governmental entities require the fair value of a donated capital asset be recorded in the Statement of Activities at the time of acquisition. However, these same principles do not permit the recording of the fair value of capital assets (or other in-kind contributions) in the fund financial statements because of the measurement focus of such statements.

The in-kind contributions that the Council received during the year consisted primarily of time donated by volunteer workers at the senior center and meal sites. These contributions were not valued.

During the year the Council received no donations of capital assets.

NOTE 9 - BOARD OF DIRECTORS' COMPENSATION:

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member. However, board members can request reimbursement for out-of-pocket expenses in accordance with the Council's travel policy when traveling on behalf of the Council.

WEST CARROLL COUNCIL ON AGING, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

NOTE 10 - INCOME TAX STATUS:

The Council, a non-profit corporation, is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code of 1986, and as an organization that is not a private foundation as defined in Section 509(a) of the Code. The Council is also exempt from Louisiana income tax.

The Council does not file a Form 990 because it has been determined to be an "affiliate of a governmental unit" within the meaning of Section 4 of Revenue Procedure 95-48, 1995-2 C.B. 418.

NOTE 11 - JUDGMENTS, CLAIMS AND SIMILAR CONTINGENCIES:

As of the end of this fiscal year, the Council's management has no knowledge of any pending litigation, lawsuits, or claims against the Council. Furthermore, the Council's management believes that any unexpected lawsuits or claims that might be filed against the Council would be adequately covered by insurance or resolved without any material impact upon the Council's financial statements.

NOTE 12 - CONTINGENCIES - GRANT PROGRAMS:

The Council participates in a number of state and federal grant programs, which are governed by various rules and regulations. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Council has not complied with the rules and regulations governing the grants, refunds of any money received and the collectibility of any related receivable at year end may be impaired. In management's opinion, there are no significant contingent liabilities relating to compliance with the rules and regulations governing state and federal grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies. Audits of prior years have not resulted in any disallowed costs or refunds. Any costs that would be disallowed would be recognized in the period agreed upon by the grantor agency and the Council.

WEST CARROLL COUNCIL ON AGING, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

NOTE 13 - ECONOMIC DEPENDENCY:

The Council receives the majority of its revenue through grants administered by the Louisiana Governor's Office of Elderly Affairs (GOEA) and the Louisiana Department of Transportation and Development (DOTD) in the form of intergovernmental revenues. Intergovernmental type revenues are appropriated each year by the federal, state, and local governments. If significant budget cuts are made at the federal, state and/or local level, the amount of funds the Council receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Council will receive next year relating to its usual sources of intergovernmental revenues.

NOTE 14 - RISK MANAGEMENT:

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

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

NOTE 15 - INTERFUND RECEIVABLES AND PAYABLES-FUND FINANCIAL STATEMENTS:

Because the Council operates its programs under cost reimbursement type grants, it has to pay for costs using its General Fund money and then request reimbursement for the advanced costs under the grant programs. Such advances create short-term interfund loans in the fund financial statements. Any such loans are eliminated as part of the consolidation process in preparing the government-wide financial statements.

WEST CARROLL COUNCIL ON AGING, INC.
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NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

NOTE 16 - INTERFUND TRANSFERS

Operating transfers to and from the various funds are as follows for the fiscal year:

<u>Funds Transferred In</u>	<u>Funds Transferred Out</u>				<u>Total In</u>
	<u>Senior Center</u>	<u>Supple- Mental Senior Center</u>	<u>STEP</u>	<u>PCOA Act 735</u>	
Title III B-					
Administration	-	-	-	154	154
Supportive Services	21,574	2,289	408	12,914	37,185
Title III C-1	-	-	-	17,265	17,265
Title III C-2	-	-	-	6,695	6,695
Title III D	-	-	-	472	472
Title III E	-	-	-	-	-0-
<u>Total Out</u>	<u>21,574</u>	<u>2,289</u>	<u>408</u>	<u>37,500</u>	<u>61,771</u>

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

NOTE 17 - RELATED PARTY TRANSACTIONS:

There were no related party transactions during the year.

NOTE 18 - SUBSEQUENT EVENTS:

Management has evaluated subsequent events through November 18, 2011, which is the date the financial statements were available to be issued. There were no events that required disclosure.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2011

NOTE 19 - CHANGES IN DEBT:

	<u>Due in</u> <u>One Year</u>	<u>Due After</u> <u>One Year</u>	<u>Compensated</u> <u>Absences</u>
Balance - July 1, 2010	-	-	21,964
Increase	-	-	4,596
(Decrease)	<u>-</u>	<u>-</u>	<u>-</u>
Balance - June 30, 2011	<u>-0-</u>	<u>-0-</u>	<u>26,560</u>

NOTE 20 - UNCERTAIN TAX POSITIONS:

The Council is subject to examination by various taxing authorities. Management has reviewed the Council's activities and believes that no additional amounts or disclosures are needed, as the effect of any uncertain tax positions is not material to the financial statements.

SUPPLEMENTARY FINANCIAL INFORMATION
REQUIRED BY GASB STATEMENT 34

WEST CARROLL COUNCIL ON AGING, INC.
 OAK GROVE, LOUISIANA
 BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
 FOR THE YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>GAAP Basis</u>	<u>Favorable</u> <u>(Unfavorable)</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs				
Audit Funds	933	933	933	-0-
PCOA	37,500	37,500	37,500	-0-
PCOA - Special	-	20,000	20,000	-0-
Senior Center	25,000	25,000	25,000	-0-
Supplemental Senior Center	2,289	2,289	2,289	-0-
Miscellaneous:				
Contract Meal Income	6,758	7,700	8,603	903
Title XIX	20,000	19,000	17,197	(1,803)
Contributions and Other	8,200	12,903	37,928	25,025
Fund-Raiser	-	-	-	-0-
Rent Income	2,400	1,400	1,400	-0-
<u> TOTAL REVENUES</u>	<u>103,080</u>	<u>126,725</u>	<u>150,850</u>	<u>24,125</u>
<u>EXPENDITURES</u>				
Current:				
Salaries	17,619	17,927	21,805	(3,878)
Fringe	1,504	1,519	1,842	(323)
Travel	98	118	108	10
Operating Services	9,117	10,944	23,330	(12,386)
Operating Supplies	8,419	9,130	3,536	5,594
Other Costs	105	114	5,424	(5,310)
Capital Outlay	-	-	8,305	(8,305)
Reimbursement to OEA	-	-	116	(116)
<u> TOTAL EXPENDITURES</u>	<u>36,862</u>	<u>39,752</u>	<u>64,466</u>	<u>(24,714)</u>
Excess of Revenues Over (Under) Expenditures	<u>66,218</u>	<u>86,973</u>	<u>86,384</u>	<u>(589)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers In	N/A	N/A	-	N/A
Operating Transfers Out	N/A	N/A	(61,771)	N/A
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	N/A	N/A	24,613	N/A
<u>FUND BALANCES</u>				
Beginning of Year	N/A	N/A	<u>33,254</u>	N/A
<u> END OF YEAR</u>	N/A	N/A	<u>57,867</u>	N/A

See accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - TITLE III B FUND - SUPPORT SERVICES
FOR THE YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>GAAP Basis</u>	<u>Favorable</u> <u>(Unfavorable)</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	36,716	36,716	36,716	-0-
Public Support:				
Client Contributions	-	-	-	-0-
Miscellaneous:				
Program Income	<u>150</u>	<u>150</u>	<u>117</u>	(33)
<u>TOTAL REVENUES</u>	<u>36,866</u>	<u>36,866</u>	<u>36,833</u>	(33)
<u>EXPENDITURES</u>				
Current:				
Salaries	51,239	50,708	50,776	(68)
Fringe	4,374	4,297	4,368	(71)
Travel	1,516	1,393	1,421	(28)
Operating Services	13,842	14,421	14,282	139
Operating Supplies	2,517	2,961	2,962	(1)
Other Costs	210	209	209	-0-
Capital Outlay	-	-	-	-0-
<u>TOTAL EXPENDITURES</u>	<u>73,698</u>	<u>73,989</u>	<u>74,018</u>	(29)
Excess of Revenues Over(Under) Expenditures	(36,832)	(37,123)	(37,185)	(62)
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers In	36,832	37,123	37,185	62
Operating Transfers Out	-	-	-	-0-
Funds Reprogrammed - Prior Year	-	-	-	-0-
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>FUND BALANCES</u>				
Beginning of Year	-	-	-	-0-
<u>END OF YEAR</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>

See accountants' report.

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WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - TITLE III C-1 FUND - CONGREGATE MEALS
FOR THE YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>GAAP Basis</u>	<u>Favorable</u> <u>(Unfavorable)</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	45,386	45,386	45,386	-0-
Nutrition Services Incentive Program (NSIP)	5,785	4,785	6,401	1,616
Public Support:				
Client Contributions	-	-	2,466	2,466
Miscellaneous:				
Program Income	<u>20,350</u>	<u>23,520</u>	<u>20,577</u>	<u>(2,943)</u>
<u>TOTAL REVENUES</u>	<u>71,521</u>	<u>73,691</u>	<u>74,830</u>	<u>1,139</u>
<u>EXPENDITURES</u>				
Current:				
Salaries	40,543	40,867	40,789	78
Fringe	3,461	3,463	3,497	(34)
Travel	254	288	316	(28)
Operating Services	11,951	11,802	11,905	(103)
Operating Supplies	38,269	39,523	39,432	91
Other Costs	371	372	371	1
Capital Outlay	-	-	-	-0-
<u>TOTAL EXPENDITURES</u>	<u>94,849</u>	<u>96,315</u>	<u>96,310</u>	<u>5</u>
Excess of Revenues Over (Under) Expenditures	<u>(23,328)</u>	<u>(22,624)</u>	<u>(21,480)</u>	<u>1,144</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers In	19,113	18,409	17,265	(1,144)
Operating Transfers Out	-	-	-	-0-
Funds Reprogrammed - Prior Year	<u>4,215</u>	<u>4,215</u>	<u>4,215</u>	<u>-0-</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-0-	-0-	-0-	-0-
<u>FUND BALANCES</u>				
Beginning of Year	-	-	-	-0-
<u>END OF YEAR</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>

See accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - TITLE III C-2 FUND - HOME DELIVERED
MEALS
FOR THE YEAR ENDED JUNE 30, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Favorable</u>
			<u>GAAP Basis</u>	<u>(Unfavorable)</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	36,009	36,009	36,009	-0-
Nutrition Services Incentive Program (NSIP)	1,000	6,000	6,031	31
Public Support:				
Client Contributions	-	-	-	-0-
Miscellaneous:				
Program Income	<u>6,500</u>	<u>7,120</u>	<u>7,645</u>	<u>525</u>
<u>TOTAL REVENUES</u>	<u>43,509</u>	<u>49,129</u>	<u>49,685</u>	<u>556</u>
<u>EXPENDITURES</u>				
Current:				
Salaries	21,763	21,918	21,923	(5)
Fringe	1,858	1,857	1,881	(24)
Travel	131	149	280	(131)
Operating Services	7,767	8,143	8,523	(380)
Operating Supplies	17,165	17,661	17,840	(179)
Other Costs	141	144	168	(24)
Capital Outlay	-	<u>6,000</u>	<u>5,765</u>	<u>235</u>
<u>TOTAL EXPENDITURES</u>	<u>48,825</u>	<u>55,872</u>	<u>56,380</u>	<u>(508)</u>
Excess of Revenues Over (Under) Expenditures	(5,316)	(6,743)	(6,695)	<u>48</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers In	5,316	6,743	6,695	(48)
Operating Transfers Out	-	-	-	-0-
Funds Reprogrammed - Prior Year	-	-	-	-0-
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	-0-	-0-	-0-	-0-
<u>FUND BALANCES</u>				
Beginning of Year	-	-	-	-0-
<u>END OF YEAR</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>

See accountants' report.

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WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2011

NOTE 1 - BUDGETARY REPORTING:

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

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

- The Governor's Office of Elderly Affairs (GOEA) notifies the Council each year as to the funding levels for each program's grant award.
- Revenue projections are also made based on grants from GOEA and other agencies, program service fees, public support (including client contributions), interest income, and other miscellaneous sources.
- Expenditure projections are developed using historical information and changes to the upcoming year that management is aware of at the time of budget preparation.
- Once the information regarding projected revenues and expenditures has been obtained, the Council's executive director and bookkeeper prepare a proposed budget based on the projections. The proposed budget is submitted to the Board of Directors for final approval.
- The Board of Directors reviews and adopts the budget for the next fiscal year at a regularly scheduled board meeting before May 31 of the current fiscal year.
- The adopted budget is forwarded to GOEA for compliance approval for the funds it will pass-through to the Council.

See accountants' report.

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WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2011

NOTE 1 - BUDGETARY REPORTING: (Continued)

- Unused budget amounts lapse at the end of each fiscal year (June 30). However, if a grant or contract is not completed by June 30, management will automatically budget funds in the next fiscal year to complete the grant or contract. An example where this might occur is when vehicles are acquired under a federal matching program. The "match" might be made in one year and the vehicle delivered in another year.
- The budget is prepared on a modified accrual basis, consistent with the basis of accounting for governmental funds, for comparability of budgeted and actual revenues and expenditures.
- Budgeted amounts included in the accompanying required supplementary information include the original adopted budget amounts and the final budget amounts.
- Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control device.
- The Council may transfer funds between line items as often as required but must obtain compliance approval from the Governor's Office of Elderly Affairs for funds received under grants and contracts from these agencies. As a part of their compliance, GOEA requires management to amend the budget in cases where actual expenditures for a particular line item exceed their budgeted amount by more than 10%, unless unrestricted funds are available to "cover" the overrun.
- Budgeted expenditures cannot exceed budgeted revenues on an individual fund level, unless a large enough fund balance exists to absorb the budgeted operating deficit.

See accountants' report.

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WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2011

NOTE 1 - BUDGETARY REPORTING: (Continued)

- The Council is not required by state or local law to prepare a budget for every program or activity it conducts. Accordingly, some activities may not be budgeted, particularly if they are deemed to be immaterial by management.

See accountants' report.

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SUPPLEMENTARY FINANCIAL INFORMATION
REQUIRED BY THE GOVERNOR'S OFFICE OF ELDERLY AFFAIRS

WEST CARROLL COUNCIL ON AGING, INC.
 OAK GROVE, LOUISIANA
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
 BALANCE - NON-MAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2011

	Title III C-1 Area Agency Administration	Title III-D	Title III-E	Utility Assistance
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	12,651	2,925	12,175	-
LA Department of Transportation and Development	-	-	-	-
Public Support:				
LA Association of Councils on Aging	-	-	-	1,541
United Way	-	-	-	-
OJT/JTPA Reimbursements	-	-	-	-
Client Contributions	-	-	-	-
Miscellaneous:				
Program Income	-	-	-	-
<u>TOTAL REVENUES</u>	<u>12,651</u>	<u>2,925</u>	<u>12,175</u>	<u>1,541</u>
<u>EXPENDITURES</u>				
Current:				
Salaries	7,215	656	2,116	-
Fringe	619	57	180	-
Travel	99	9	40	-
Operating Services	4,032	1,036	622	1,169
Operating Supplies	742	1,531	1,409	-
Other Costs	98	108	7,653	-
Capital Outlay	-	-	-	-
Utility Assistance	-	-	-	-
Reimbursements to OEA	-	-	155	-
<u>TOTAL EXPENDITURES</u>	<u>12,805</u>	<u>3,397</u>	<u>12,175</u>	<u>1,169</u>
Excess of Revenues Over (Under) Expenditures	(154)	(472)	-0-	372
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers In	154	472	-	-
Operating Transfers Out	-	-	-	-
Funds Reprogrammed - Prior Period	-	-	-	-
Excess of Revenues Over (Under) Expenditures and Other Uses	-0-	-0-	-0-	372
<u>FUND BALANCE (DEFICIT)</u>				
Beginning of Year	-0-	-0-	-0-	656
<u>END OF YEAR</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>1,028</u>

See accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - NON-MAJOR GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2011

	<u>Emergency Food & Shelter</u>	<u>MIPPA Grant</u>	<u>Totals</u>
<u>REVENUES</u>			
Intergovernmental:			
Governor's Office of Elderly Affairs	-	1,130	28,881
LA Department of Transportation and Development	-	-	-0-
Public Support:			
LA Association of Councils on Aging	-	-	1,541
United Way	12,914	-	12,914
OJT/JTPA Reimbursements	-	-	-0-
Client Contributions	-	-	-0-
Miscellaneous:			
Program Income	-	-	-0-
<u>TOTAL REVENUES</u>	<u>12,914</u>	<u>1,130</u>	<u>43,336</u>
<u>EXPENDITURES</u>			
Current:			
Salaries	-	-	9,987
Fringe	-	-	856
Travel	-	-	148
Operating Services	16,731	1,130	24,720
Operating Supplies	-	-	3,682
Other Costs	-	-	7,859
Capital Outlay	-	-	-0-
Utility Assistance	-	-	-0-
Reimbursements to OEA	-	-	155
<u>TOTAL EXPENDITURES</u>	<u>16,731</u>	<u>1,130</u>	<u>47,407</u>
Excess of Revenues Over (Under) Expenditures	(3,817)	-0-	(4,071)
<u>OTHER FINANCING SOURCES (USES)</u>			
Operating Transfers In	-	-	626
Operating Transfers Out	-	-	-0-
Funds Reprogrammed - Prior Period	-	-	-0-
Excess of Revenues Over (Under) Expenditures and Other Uses	(3,817)	-0-	(3,445)
<u>FUND BALANCE (DEFICIT)</u>			
Beginning of Year	3,930	-0-	4,586
<u>END OF YEAR</u>	<u>113</u>	<u>-0-</u>	<u>1,141</u>

See accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
 OAK GROVE, LOUISIANA
 COMPARATIVE SCHEDULE OF CAPITAL FIXED ASSETS
 AND CHANGES IN CAPITAL ASSETS
 FOR THE YEAR ENDED JUNE 30, 2011

CHANGES IN FIXED ASSETS
FOR THE YEAR ENDED JUNE 30, 2011

	ASSETS			Balance 6/30/11	NET BOOK VALUE 6/30/11
	Balance 6/30/10	Additions	Deductions		
Property Acquired Prior to July 1, 1985*	55,000	-	2,242	52,758	
Property Acquired After July 1, 1985					
Title III C-1	20,554	-	-	20,554	
Title III C-2	9,634	5,765	-	15,399	
Title III B-AAA	383	-	-	383	
Title III B-SS	1,724	-	-	1,724	
ACT - 735	-0-	-	-	-0-	
Local Fund - Unrestricted	24,311	-	-	24,311	
Senior Center	1,090	-	-	1,090	
Title III - D	3,287	-	-	3,287	
Title III - G	-0-	-	-	-0-	
Ombudsman	61	-	-	61	
EF&S	5,000	-	-	5,000	
Section 5310 Vehicle	42,462	-	-	42,462	
PCOA Supplemental Funding	56,593	8,305	-	64,898	
<u>TOTALS</u>	<u>220,099</u>	<u>14,070</u>	<u>2,242</u>	<u>231,927</u>	
	ACCUMULATED DEPRECIATION				
	Balance 6/30/10	Current Provisions	Deductions	Balance 6/30/11	
Property Acquired Prior to July 1, 1985*	50,986	944	2,242	49,688	3,070
Property Acquired After July 1, 1985					
Title III C-1	19,637	273	-	19,910	644
Title III C-2	9,129	711	-	9,840	5,559
Title III B-AAA	383	-	-	383	-0-
Title III B-SS	1,724	-	-	1,724	-0-
ACT - 735	-0-	-	-	-0-	-0-
Local Fund - Unrestricted	21,169	714	-	21,883	2,428
Senior Center	1,090	-	-	1,090	-0-
Title III - D	3,287	-	-	3,287	-0-
Title III - G	-0-	-	-	-0-	-0-
Ombudsman	61	-	-	61	-0-
EF&S	4,512	127	-	4,639	361
Section 5310 Vehicle	42,462	-	-	42,462	-0-
PCOA Supplemental Funding	19,513	9,693	-	29,206	35,692
<u>TOTALS</u>	<u>173,953</u>	<u>12,462</u>	<u>2,242</u>	<u>184,173</u>	<u>47,754</u>

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

See accountants' report.

OTHER SUPPLEMENTARY INFORMATION

WEST CARROLL COUNCIL ON AGING, INC.
 OAK GROVE, LOUISIANA
 SCHEDULE OF FEDERAL AND STATE AWARD EXPENDITURES
 FOR THE YEAR ENDED JUNE 30, 2011

<u>Federal, State or Local Grant Name or Revenue Source</u>	<u>Grant Year or Project Period</u>	<u>CFDA or Grant Project #</u>	<u>Amount Expended</u>
<u>Federal Grants:</u>			
U.S. Dept. of Health and Human Services - Administration on Aging, which were passed through the Governor's Office of Elderly Affairs:			
a. Special Programs for the Aging, Title III, Part B - Grants for Supportive Services and Senior Centers	FYE 06/30/2011	93.044	32,372
b. Special Programs for the Aging, Title III, Part C - Area Agency Administration	FYE 06/30/2011	93.045	9,488
c. Special Programs for the Aging, Title III, Part C - Nutrition Services:	FYE 06/30/2011	93.045	
Part C-1 - Congregate Meals Component			18,764
Part C-2 - Home Delivered Meals Component			13,501
d. Title III, Part D, Disease Prevention & Health Promotion Services	FYE 06/30/2011	93.043	2,925
e. Title III, Part E, National Family Caregivers Support Program	FYE 06/30/2011	93.052	9,131
f. Title III, Part III - Affordable Care Act - Medicare Improvements for Patients and Providers (MIPPA)	FYE 06/30/2011	93.779 93.071	1,130
Department of Agriculture passed through the Governor's Office of Elderly Affairs:			
a. Nutrition Services Incentive Program	FYE 06/30/2011	93.053	<u>16,647</u>
<u>Total Federal Grant Expenditures</u>			<u>103,958</u>

State Grants:

State Matching Funds Relating to federal grants Awarded by:

U.S. Dept. of Health and Human Services - Administration on Aging, which were passed through the Governor's Office of Elderly Affairs:

a. Special Programs for the Aging, Title III, Part B - Grants for Supportive Services and Senior Centers	FYE 06/30/2011	CFMS 691535	4,344
b. Special Programs for the Aging, Title III, Part C - Area Agency Administration	FYE 06/30/2011	CFMS 691535	3,163
c. Special Programs for the Aging, Title III, Part C - Nutrition Services:	FYE 06/30/2011	CFMS 691535	
Part C-1 - Congregate Meals Component			26,622
Part C-2 - Home Delivered Meals Component			22,508
d. Title III, Part D, Disease Prevention & Health Promotion Services	FYE 06/30/2011	CFMS 691535	-0-
e. Title III, Part E, National Family Caregivers Support Program	FYE 06/30/2011	CFMS 691535	3,044

See accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
SCHEDULE OF FEDERAL AND STATE AWARD EXPENDITURES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2011

<u>Federal, State or Local Grant Name or Revenue Source</u>	<u>Grant Year or Project Period</u>	<u>CFDA or Grant Project #</u>	<u>Amount Expended</u>
<u>Separate State Grants:</u>			
Senior Center	FYE 06/30/2011	CFMS692097	25,000
Supplemental Senior Center	FYE 06/30/2011	CFMS692097	2,289
PCOA	FYE 06/30/2011	CFMS692097	37,500
PCOA Line Item	FYE 06/30/2011	CFMS695424	20,000
Audit Subsidy	FYE 06/30/2011	CFMS691535	933
<u>Total State Grant Expenditures</u>			<u>145,403</u>
<u>Total Federal and State Grant Expenditures</u>			<u>249,361</u>

See accountants' report.

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2011

There were no findings or questioned costs for the year ended June 30, 2011.

See accountants' report.

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JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

WEST CARROLL COUNCIL ON AGING, INC.
OAK GROVE, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2011

There were no prior year findings.

See accountants' report.

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JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.

ROWLAND H. PERRY, CPA, APC
CHARLES L. JOHNSON, JR., CPA
VIOLET M. ROUSSEL, CPA, APC
JAY CUTHBERT, CPA, APAC
PAM BATTAGLIA, CPA
JULIAN B. JOHNSTON, CPA



"The CPA. Never Underestimate The Value."

Certified Public Accountants

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- Accounting & Auditing
 - HUD Audits
 - Non-Profit Organizations
 - Governmental Organizations
- Business & Financial Planning
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- Bookkeeping & Payroll Services

November 18, 2011

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Board of Directors
West Carroll Council on Aging, Inc.
Oak Grove, Louisiana

We have performed the procedures included in the *Louisiana Governmental Audit Guide* and enumerated below, which were agreed to by the management of West Carroll Council on Aging, Inc. and the Legislative Auditor of the State of Louisiana, solely to assist the users in evaluating management's assertions about West Carroll Council on Aging, Inc.'s compliance with certain laws and regulations during the year ended June 30, 2011 included in the accompanying *Louisiana Attestation Questionnaire*. Management of West Carroll Council on Aging, Inc. is responsible for the Council's financial records and compliance with applicable laws and regulations. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and the applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$20,000, or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2296 (the public bid law).

There were no expenditures made during the year for material and supplies exceeding \$20,000, or public works exceeding \$100,000.

See accountants' report.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management [agreed-upon procedure (3)] appeared on the list provided by management in agree-upon procedure (2).

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with a copy of the original budget and the final budget.

6. Trace the budget adoption and amendments to the minute book.

We traced the adoption of the original budget to the minutes of a meeting held on May 11, 2010, which indicated that the budget had been adopted unanimously.

We traced the adoption of the final budget to the minutes of a meeting held on May 4, 2011, which indicated that the budget and amendments had been adopted unanimously.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues failed to meet budgeted revenues by 5% or more or if actual expenditures exceed budgeted amounts by 5% or more.

See accountants' report.

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We compared the revenues and expenditures of the final budget to actual revenues and expenditures. Actual revenues and expenditures for the year did not exceed budgeted amounts by more than 5%.

Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:

- a. trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- b. determine if payments were properly coded to the correct fund and general ledger account; and

All six of the payments were properly coded to the correct fund and general ledger account.

- c. determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approval from proper authorities.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:13 (the open meetings law).

West Carroll Council on Aging, Inc. is only required to post a notice of each meeting and the accompanying agenda on the door of West Carroll Council on Aging, Inc.'s office building. Management has asserted that such documents were properly posted. We examined copies of notices to newspapers attached to minutes supporting this assertion. Agendas were properly posted as required.

Debt

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

See accountants' report.

We inspected copies of all bank deposit slips for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

Advances and Bonuses

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees that may constitute bonuses, advances, or gifts.

A reading of the November 9, 2010 minutes of West Carroll Council on Aging, Inc. indicated approval by the board of directors for the payment of Christmas bonuses to employees, not to exceed \$250 per employee. The bonuses will be paid with non-OEA funds from the general fund.

Our prior year report, dated October 29, 2010, did not include any comments or unresolved matters.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of West Carroll Council on Aging, Inc. and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Johnston, Perry, Johnson & Associates, L.L.P.

JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

See accountants' report.

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JOHNSTON, PERRY, JOHNSON & ASSOCIATES, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Government)

8-9-11 (Date Transmitted)

Johnston, Perry, Johnson & Associates

307 Armand Street

Monroe, LA 71201

(Auditors)

In connection with your review of our financial statements as of [date] and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of (date of completion/representations).

Public Bid Law

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office..

Yes No []

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.

Yes No []

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes No []

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

Yes No []

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.

Yes No []

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.

Yes No

We have had our financial statements audited or compiled in accordance with LSA-RS 24:513.

Yes No

Meetings

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes No

Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60-1410.65.

Yes No

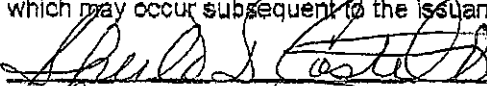
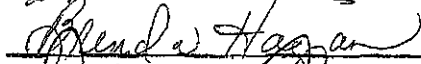

Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:138, and AG opinion 79-729.

Yes No

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.

	Secretary/	8-9-11	Date
	Treasurer		
	Treasurer	8-9-11	Date
	Executive Director		
	President	8-9-11	Date
	Chairperson		