

**North Delta Regional Planning And
Development District, Incorporated
Monroe, Louisiana**

**Financial Statements
As of and For the Year Ended June 30, 2010**

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

Release Date 8/17/11

**North Delta Regional Planning and
Development District, Incorporated
Monroe, Louisiana**

**Financial Statements
As of and for the Year Ended June 30, 2010**

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**North Delta Regional Planning and
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LUFFEY, HUFFMAN, RAGSDALE & SOIGNIER

(A PROFESSIONAL ACCOUNTING CORPORATION)
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INDEPENDENT AUDITORS' REPORT

**Board of Directors
North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of North Delta Regional Planning and Development District, Incorporated, (the District) as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2010, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 2 to the financial statements, North Delta has extensive deficit balances in the USDA Rural Development Loan and Admin funds which could result in North Delta being unable to meet its obligations in future periods.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2011, on our consideration of the District's internal control over financial reporting

Board of Directors
North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana

and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the budgetary comparison information on pages 4 through 11 and 48 through 52 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The accompanying information listed as other supplemental information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements. This other supplemental information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Huffman, Huffman, Reynolds, & Squires

(A Professional Accounting Corporation)
June 24, 2011

**REQUIRED SUPPLEMENTAL INFORMATION
(PART A)**

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2010

As management of the North Delta Regional Planning and Development District, Incorporated, (hereinafter referred to in this Management's Discussion and Analysis as the District) we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2010. It is designed to assist the reader in focusing on significant financial issues, identify changes in the District's financial position, and identify material deviations and individual fund issues or concerns.

Financial Highlights

- The liabilities of the District exceeded its assets at the close of the most recent fiscal year by \$312,364 (*net deficit*). Of this amount, \$330,415 (*unrestricted net deficit*) represents the portion of net deficit which is not invested in capital assets or otherwise restricted.
- The government's total net deficit increased by \$25,827.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$377,419 an increase of \$32,976 for the year. Of this total amount, \$377,419 is available for spending at the government's discretion (*unreserved fund balance*).
- The District's total debt decreased by \$65,682 during the current fiscal year (net of additions).

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2010

Both of the government-wide financial statements distinguish functions of the District that are principally supported by intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include general government, elderly assistance, planning for highways and transportation and economic development. The business-type activities of the District include rural business relending.

The government-wide financial statements can be found on pages 13 and 14 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and proprietary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Title III-B Supportive Services, Title III C-1 Congregate Meals, and Title III C-2 Home Delivered Meals, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The District adopts an annual appropriated budget for its general and special revenue funds. Budgetary comparison statements have been provided on pages 49 through 52 for the general and the major special revenue funds to demonstrate compliance with this budget.

The governmental fund financial statements can be found on pages 16 and 18 of this report.

**North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2010**

Proprietary funds. The District maintains one type of proprietary fund. Enterprise funds in the fund financial statements are used to report the same data presented as business-type activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The major enterprise funds are the USDA Rural Development Revolving Loan, USDA Rural Development North Delta Admin, Loan Loss Reserve, and the Rural Business Enterprise Grant. There are no nonmajor enterprise funds.

The proprietary fund financial statements can be found on pages 20 through 22 of this report.

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 begin on page 23 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District compliance with budgets for its general fund and all major special revenue funds with a legally adopted annual budget. The combining statements for non-major governmental funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the District, liabilities exceeded assets by \$312,364 for the year ended June 30, 2010.

By far the largest amount of the District's net assets reflects its investment in notes receivable of \$223,354 and \$326,442 (net of allowance for bad debts of \$655,456 and \$600,133) for the years ended June 30, 2010 and 2009, respectively. These loans were made to citizens for new businesses and economic development.

**North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2010**

**North Delta Regional Planning and Development
District, Incorporated
Net Assets
June 30, 2010 and 2009**

	Governmental Activities		Business-type Activities		Total	
	June 30,		June 30,		June 30,	
	2010	2009	2010	2009	2010	2009
Current and other assets	\$ 617,244	\$ 581,558	\$ 256,710	\$ 383,784	\$ 873,954	\$ 965,342
Capital assets	25,544	20,134	-	-	25,544	20,134
Total assets	642,788	601,692	256,710	383,784	899,498	985,476
Current and other liabilities	247,317	237,115	80,728	77,184	328,045	314,299
Long-term liabilities	33,197	34,084	850,620	923,630	883,817	957,714
Total liabilities	280,514	271,199	931,348	1,000,814	1,211,862	1,272,013
Net Assets:						
Invested in capital assets, net of related debt	18,051	20,134	-	-	18,051	20,134
Unrestricted	344,223	310,359	(674,638)	(617,030)	(330,415)	(306,671)
Total net assets (Deficit)	\$ 362,274	\$ 330,493	\$ (674,638)	\$ (617,030)	\$ (312,364)	\$ (286,537)

The balance of \$362,274 in net assets in the governmental activities represents the accumulated results of all past years' operations. Net assets of governmental activities increased by \$31,781 for the fiscal year. The changes in net assets are discussed later in this MD&A.

Governmental and Business-type activities. Key elements of the changes in the governmental and business-type activities net assets are as follows:

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2010

North Delta Regional Planning and Development
District, Incorporated
Changes in Net Assets
For the Years Ended June 30, 2010 and 2009

	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenue						
Program Revenues:						
Charges for services	\$ 30,318	\$ 34,908	\$ -	\$ -	\$ 30,318	\$ 34,908
Operating grants and contributions	2,372,218	2,206,370	-	-	2,372,218	2,206,370
Capital grants and contributions	7,519	-	-	-	7,519	-
General Revenues:						
Dues	20,999	22,261	-	-	20,999	22,261
Interest and investment earnings	-	57	16,126	16,681	16,126	16,738
Other general revenues	18,031	573	-	-	18,031	573
Total revenues	2,449,085	2,264,169	16,126	16,681	2,465,211	2,280,850
Expenses						
General government	3,183	11,916	-	-	3,183	11,916
Health, welfare, & social services	1,841,663	1,727,575	-	-	1,841,663	1,727,575
Planning for highways and public transportation	321,522	308,411	-	-	321,522	308,411
Public safety	64,412	21,883	-	-	64,412	21,883
Economic Development	186,524	178,349	-	-	186,524	178,349
Rural business lending	-	-	73,734	22,040	73,734	22,040
Total expenses	2,417,304	2,248,134	73,734	22,040	2,491,038	2,270,174
Increase (decrease) in net assets	\$ 31,781	\$ 16,035	\$ (57,608)	\$ (5,359)	\$ (25,827)	\$ 10,676

Governmental Activities

Expenses are classified by functions/programs. For the fiscal years ended June 30, 2010 and 2009, general government accounts for \$3,183 and \$11,916, respectively, while elderly assistance accounts for \$1,841,663 and \$1,727,575, respectively, transportation and economic development account for \$508,046 and \$486,760, respectively, and public safety accounts for \$64,412 and \$21,883, respectively.

The program revenues for fiscal years 2010 and 2009 directly related to these expenses totaled \$2,410,055 and \$2,241,278, which resulted in net program expenses of \$7,249 for the year ended June 30, 2010 and net program expenses of \$6,856 for the year ended June 30, 2009. The costs of governmental activities exceeding restricted state and federal grants are paid primarily from dues of \$20,999 and \$22,261 for the years ended June 30, 2010 and 2009, respectively.

The District is a pass-through entity for the majority of federal and state revenues received from the Louisiana Governor's Office for Elderly Affairs. For the years ended June 30, 2010, and 2009 of the total revenue amount of \$1,810,891 and \$1,711,055, \$1,202,394 and \$1,104,424 was passed through to the various Councils on Aging in northeast Louisiana.

North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2010

Business-type Activities

Business-type activities decreased the District's net assets by \$57,608 in 2010 and decreased net assets by \$5,359 in 2009. Key elements of these changes are as follows:

- For the years ended June 30, 2010 and 2009 bad debt expenses were \$48,323 and \$0 and other operating expenses were \$11,166 and \$8,473.

Financial Analysis of the Governmental Funds

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

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$377,420 and \$344,443 for 2010 and 2009 respectively, an increase of \$32,977 for the year ended June 30, 2010. The ending fund balance constitutes unreserved fund balance, which is available for spending at the District's discretion.

General Fund Budgetary Highlights

In accordance with Louisiana Revised Statutes Title 39, Chapter 9, Louisiana Local Government Budget Act (LSA- R.S 39:1301 *et seq*), the District must adopt a budget for the General Fund and all Special Revenue funds prior to June 30. The original was adopted on June 10, 2009, and the final budget amendments were adopted on June 29, 2010.

Budgeted revenues for the Special Revenue Funds were amended during FY 2010 to reflect the revenues per the actual Schedule of Funding from the Louisiana Governor's Office of Elderly Affairs which was not received until after the original budgets had been adopted.

**North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2010**

Capital Asset and Debt Administration

Capital Assets

The District's investment in capital assets for its governmental and business type activities as of June 30, 2010 and 2009 amounts to \$25,544 and \$20,134 (net of accumulated depreciation). This investment in capital assets is as follows:

Capital Assets

	June 30,	
	2010	2009
Office furniture and equipment	\$ 71,704	\$ 68,777
Less: accumulated depreciation	(46,160)	(48,643)
Total Capital Assets	\$ 25,544	\$ 20,134

More detailed information for capital assets is found in Note 7, Changes in Capital Assets, of the Notes to the Financial Statements.

Outstanding Debt

The District's outstanding debt for the years ended June 30, 2010 and 2009 is as follows:

Outstanding Debt

	June 30,	
	2010	2009
USDA Rural Development	\$ 923,643	\$ 995,931
Compensated Absences	33,197	34,084
Equipment Financing	7,493	-
Total debt	\$ 964,333	\$ 1,030,015

More detailed information for outstanding debt can be found in Note 13, Long-term Obligations, of the Notes to the Financial Statements.

**North Delta Regional Planning and Development District, Incorporated
Management's Discussion and Analysis (MD&A)
June 30, 2010**

Economic Factors and Next Year's Budgets and Rates

Current factors considered in preparing the District's budget for the 2011 fiscal year indicates no significant change from the projected revenues and expenditures of the 2010 and 2009 fiscal years.

Requests for Information

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Dot Crain, Accountant, 913 Stubbs Avenue, Monroe, LA, 71201.

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS**

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**Statement of Net Assets
June 30, 2010**

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Assets			
Cash and cash equivalents	\$ 295,119	\$ 127,844	\$ 422,963
Receivables	223,612	2,831	226,443
Notes receivable - short-term	-	599,977	599,977
Notes receivable - long-term	-	278,833	278,833
Allowance for bad debts	-	(655,456)	(655,456)
Prepaid items	1,194	-	1,194
Interfund balances	97,319	(97,319)	-
Capital assets, net	25,544	-	25,544
Total Assets	<u>642,788</u>	<u>256,710</u>	<u>899,498</u>
Liabilities			
Accounts, salaries and other payables	107,746	3,757	111,503
Due to grantor	36,249	-	36,249
Accrued interest payable	-	3,948	3,948
Deferred revenues	95,829	-	95,829
Long-term liabilities			
Due within one year	7,493	73,023	80,516
Due in more than one year	33,197	850,620	883,817
Total liabilities	<u>280,514</u>	<u>931,348</u>	<u>1,211,862</u>
Net Assets (Deficit)			
Invested in capital assets, net of related debt	18,051	-	18,051
Unrestricted	344,223	(674,638)	(330,415)
Total net assets (Deficit)	<u>\$ 362,274</u>	<u>\$ (674,638)</u>	<u>\$ (312,364)</u>

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

NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana

Statement of Activities
June 30, 2010

Functions/Programs			Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Direct Expenses	Indirect Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total
						Governmental Activities	Business-Type Activities	
Governmental activities								
General	\$ 248,683	\$ (245,500)	\$ 18,159	\$ -	\$ -	\$ 14,976	\$ -	\$ 14,976
Health, welfare & social services								
Supportive services	373,588	12,262	-	380,516	-	(5,334)	-	(5,334)
Nutrition services	952,168	19,436	-	961,861	-	(9,743)	-	(9,743)
Preventive health & medication assistance	101,127	38,196	-	133,987	1,235	(4,101)	-	(4,101)
Family caregiver support	113,684	2,804	-	116,469	120	101	-	101
Ombudsman	101,298	20,718	-	121,842	977	803	-	803
Area Agency on Aging administration	83,736	22,646	-	106,254	977	849	-	849
Planning for highways and public transportation	245,081	76,441	-	323,256	2,919	4,653	-	4,653
Public safety	60,542	3,870	-	63,479	56	(877)	-	(877)
Economic development	145,791	40,733	12,159	164,554	1,235	(8,576)	-	(8,576)
Total governmental activities	<u>2,425,698</u>	<u>(8,394)</u>	<u>30,318</u>	<u>2,372,218</u>	<u>7,519</u>	<u>(7,249)</u>	<u>-</u>	<u>(7,249)</u>
Business-type activities								
Rural business relending	65,340	8,394	-	-	-	-	(73,734)	(73,734)
Total	<u>\$ 2,491,038</u>	<u>\$ -</u>	<u>\$ 30,318</u>	<u>\$ 2,372,218</u>	<u>\$ 7,519</u>	<u>(7,249)</u>	<u>(73,734)</u>	<u>(80,983)</u>
General revenues								
Dues						20,999	-	20,999
Interest and investment earnings						-	16,126	16,126
Loss on disposal of capital assets						(2,963)	-	(2,963)
Miscellaneous						20,994	-	20,994
Total general revenues						<u>39,030</u>	<u>16,126</u>	<u>55,156</u>
Change in net assets						<u>31,781</u>	<u>(57,608)</u>	<u>(25,827)</u>
Net assets (deficit) at beginning of year						<u>330,493</u>	<u>(617,030)</u>	<u>(286,537)</u>
NET ASSETS (DEFICIT) AT END OF YEAR						<u>\$ 362,274</u>	<u>\$ (674,638)</u>	<u>\$ (312,364)</u>

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

FUND FINANCIAL STATEMENTS

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**

Monroe, Louisiana

Balance Sheet

Governmental Funds

June 30, 2010

	Major Funds					Total
	General Fund	Special Revenue Funds			Other Governmental Funds	
		Title III B Supportive Services	Title III C-1 Congregate Meals	Title III C-2 Home Delivered Meals		
Assets						
Cash and cash equivalents	\$ 171,518	\$ 43,323	\$ 2,960	\$ 14,908	\$ 62,410	\$ 295,119
Receivables	606	-	-	-	223,006	223,612
Other current assets	1,194	-	-	-	-	1,194
Due from other funds	97,319	-	-	-	11,464	108,783
TOTAL ASSETS	<u>\$ 270,637</u>	<u>\$ 43,323</u>	<u>\$ 2,960</u>	<u>\$ 14,908</u>	<u>\$ 296,880</u>	<u>\$ 628,708</u>
Liabilities						
Accounts, salaries and other payables	\$ 43,716	\$ 1,908	\$ -	\$ -	\$ 62,122	\$ 107,746
Due to other funds	11,464	-	-	-	-	11,464
Due to grantor	-	26,599	2,960	5,230	1,460	36,249
Deferred revenues	-	14,816	-	9,678	71,336	95,830
Total liabilities	<u>55,180</u>	<u>43,323</u>	<u>2,960</u>	<u>14,908</u>	<u>134,918</u>	<u>251,289</u>
Fund equity						
Fund balance						
Unrestricted	<u>215,457</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>161,962</u>	<u>377,419</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 270,637</u>	<u>\$ 43,323</u>	<u>\$ 2,960</u>	<u>\$ 14,908</u>	<u>\$ 296,880</u>	<u>\$ 628,708</u>

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

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
**Reconciliation of the Balance Sheet -
Governmental Funds to the Statement of Net Assets**
June 30, 2010

Fund balances - total governmental funds	\$	377,419	
Amounts reported for governmental activities are not financial resources and, therefore, are not reported in the governmental funds			
Governmental capital assets	\$	71,704	
Less: accumulated depreciation		<u>(46,160)</u>	25,544
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds			
Notes payable		(7,493)	
Compensated absences payable		<u>(33,196)</u>	(40,689)
Elimination of interfund assets and liabilities			
Interfund assets		(108,783)	
Interfund liabilities		11,464	
Interfund balances		<u>97,319</u>	<u>-</u>
Net assets of governmental activities	\$		<u><u>362,274</u></u>

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

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**

Monroe, Louisiana
Governmental Funds

Statement of Revenues, Expenditures,
June 30, 2010
For the Year Ended June 30, 2010

	Major Funds					Total
	General Fund	Special Revenue Funds			Other Governmental Funds	
		Title III B Supportive Services	Title III C-1 Congregate Meals	Title III C-2 Home Delivered Meals		
Revenues						
Intergovernmental						
Governor's Office of Elderly Affairs	-	\$ 346,132	\$ 330,136	\$ 474,987	\$ 659,636	\$ 1,810,891
U.S. Department of Commerce	-	-	-	-	65,189	65,189
U.S. Department of Transportation	-	-	-	-	231,748	231,748
Ouachita Council of Governments	-	-	-	-	94,426	94,426
Other Federal grants	-	-	-	-	85,535	85,535
Louisiana Workforce Investment	-	-	-	-	69,200	69,200
Louisiana Association of Planning	-	-	-	-	9,400	9,400
Other State grants	-	-	-	-	13,348	13,348
Service fees	18,159	-	-	-	12,159	30,318
Membership dues	-	-	-	-	20,999	20,999
Miscellaneous	4,051	-	-	-	16,943	20,994
Total Revenues	<u>22,210</u>	<u>346,132</u>	<u>330,136</u>	<u>474,987</u>	<u>1,278,583</u>	<u>2,452,048</u>
Expenditures						
General	4,040	-	-	-	-	4,040
Health, welfare, & social services	-	304,708	295,480	398,050	842,902	1,841,140
Planning for highways and public transportation	-	-	-	-	315,370	315,370
Public safety	-	-	-	-	64,406	64,406
Economic development	-	-	-	-	186,203	186,203
Debt service principal	-	-	-	-	315	315
Debt service interest	-	-	-	-	79	79
Capital outlay	-	-	-	-	15,327	15,327
Total Expenditures	<u>4,040</u>	<u>304,708</u>	<u>295,480</u>	<u>398,050</u>	<u>1,424,602</u>	<u>2,426,880</u>
Excess (Deficiency) of Revenues Over Expenditures	18,170	41,424	34,656	76,937	(146,019)	25,168
Other Financing Sources / (Uses)						
Proceeds from the issuance of debt	-	-	-	-	7,808	7,808
Transfers in	-	-	-	-	271,678	271,678
Transfers out	(15,377)	(41,424)	(34,656)	(76,937)	(103,284)	(271,678)
Total Other Financing Sources/(Uses)	<u>(15,377)</u>	<u>(41,424)</u>	<u>(34,656)</u>	<u>(76,937)</u>	<u>176,202</u>	<u>7,808</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	2,793	-	-	-	30,183	32,976
Fund Balances at Beginning of Year	212,664	-	-	-	131,779	344,443
FUND BALANCES AT END OF YEAR	<u>\$ 215,457</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 161,962</u>	<u>\$ 377,419</u>

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

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**

Monroe, Louisiana

**Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances
of Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2010**

Net change in fund balances - total governmental funds	\$	32,976
Amount reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay	\$ 15,327	
Depreciation expense	<u>(6,953)</u>	8,374
The net effect of various miscellaneous transactions involving capital assets, such as sales and trade-ins:		
Gain (loss) on disposals	<u>(2,963)</u>	(2,963)
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.		
Decrease in compensated absences payable		887
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets.		
Principal payments	315	
Debt issuance proceeds	<u>(7,808)</u>	(7,493)
Elimination of transfers in and out		
Transfers in	(271,678)	
Transfers out	<u>271,678</u>	<u>-</u>
Change in net assets of governmental activities	\$	<u><u>31,781</u></u>

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

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
Statement of Net Assets
Proprietary Funds
June 30, 2010

	Major Funds				
	Business-type Activities - Enterprise Funds				
	USDA Rural Development Revolving Loan	USDA Rural Development North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	Total
ASSETS					
Current assets					
Cash and cash equivalents	\$ -	\$ -	\$ 71,897	\$ 55,947	\$ 127,844
Receivables	2,831	-	-	-	2,831
Notes receivable - short-term, net	96,292	-	-	8,235	104,527
Due from other funds	-	-	-	50,000	50,000
Total current assets	<u>99,123</u>	<u>-</u>	<u>71,897</u>	<u>114,182</u>	<u>285,202</u>
Noncurrent assets					
Notes receivable - long-term, net	118,827	-	-	-	118,827
Total noncurrent assets	<u>118,827</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>118,827</u>
Total assets	<u>\$ 217,950</u>	<u>\$ -</u>	<u>\$ 71,897</u>	<u>\$ 114,182</u>	<u>\$ 404,029</u>
LIABILITIES					
Current liabilities					
Accounts, salaries and other payables	\$ -	\$ 3,757	\$ -	\$ -	\$ 3,757
Due to other funds	74,301	73,018	-	-	147,319
Accrued interest payable	3,948	-	-	-	3,948
Current portion of long-term debt	73,023	-	-	-	73,023
Total current liabilities	<u>151,272</u>	<u>76,775</u>	<u>-</u>	<u>-</u>	<u>228,047</u>
Noncurrent liabilities					
Note payable	850,620	-	-	-	850,620
Total noncurrent liabilities	<u>850,620</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>850,620</u>
Total liabilities	<u>1,001,892</u>	<u>76,775</u>	<u>-</u>	<u>-</u>	<u>1,078,667</u>
NET ASSETS (DEFICIT)					
Unrestricted	<u>\$ (783,942)</u>	<u>\$ (76,775)</u>	<u>\$ 71,897</u>	<u>\$ 114,182</u>	<u>\$ (674,638)</u>

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

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT
Monroe, Louisiana
Statement of Revenues, Expenses
and Changes in Net Assets
Proprietary Funds
For the Year Ended June 30, 2010**

	Major Funds				Total
	Business-type Activities - Enterprise Funds				
	USDA Rural Development Revolving Loan	USDA Rural Development North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	
OPERATING REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -
OPERATING EXPENSES					
Legal	-	4,387	-	-	4,387
Travel and meeting	-	121	-	-	121
Bad debt expense	48,323	-	-	-	48,323
Other operating expenses	6,280	3,886	500	500	11,166
Total operating expenses	<u>54,603</u>	<u>8,394</u>	<u>500</u>	<u>500</u>	<u>63,997</u>
Operating loss	(54,603)	(8,394)	(500)	(500)	(63,997)
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	12,629	-	8	3,489	16,126
Interest expense	<u>(9,737)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,737)</u>
Total nonoperating revenues (expenses)	<u>2,892</u>	<u>-</u>	<u>8</u>	<u>3,489</u>	<u>6,389</u>
Net income (loss)	(51,711)	(8,394)	(492)	2,989	(57,608)
Net assets (deficit) beginning of year	<u>(732,231)</u>	<u>(68,381)</u>	<u>72,389</u>	<u>111,193</u>	<u>(617,030)</u>
Net assets (deficit) end of year	<u>\$ (783,942)</u>	<u>\$ (76,775)</u>	<u>\$ 71,897</u>	<u>\$ 114,182</u>	<u>\$ (674,638)</u>

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

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**

Monroe, Louisiana

Statement of Cash Flows

Proprietary Funds

For the Year Ended June 30, 2010

	Major Funds				Total
	Business-type Activities - Enterprise Funds				
	USDA Rural Development Revolving Loan	USDA Rural Development North Delta Admin	Loan Loss Reserve	Rural Business Enterprise Grant	
Cash flows from operating activities					
Cash payments to suppliers for goods and services	\$ (6,280)	\$ (5,337)	\$ (500)	\$ (500)	\$ (12,617)
Net cash used for operating activities	<u>(6,280)</u>	<u>(5,337)</u>	<u>(500)</u>	<u>(500)</u>	<u>(12,617)</u>
Cash flows from noncapital financing activities					
Interfund borrowings	30,591	5,337	-	(50,000)	(14,072)
Net cash provided (used) by noncapital financing activities	<u>30,591</u>	<u>5,337</u>	<u>-</u>	<u>(50,000)</u>	<u>(14,072)</u>
Cash flows from capital and related financing activities					
Principal paid on debt	(72,288)	-	-	-	(72,288)
Interest paid on debt	(9,972)	-	-	-	(9,972)
Net cash used for financing activities	<u>(82,260)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(82,260)</u>
Cash flows from investing activities					
Interest received on investments	11,584	-	8	3,489	15,081
Principal collections on loans	46,365	-	-	8,400	54,765
Net cash provided by investing activities	<u>57,949</u>	<u>-</u>	<u>8</u>	<u>11,889</u>	<u>69,846</u>
Net increase (decrease) in cash and cash equivalents	-	-	(492)	(38,611)	(39,103)
Cash and cash equivalents, July 1, 2009	\$ -	\$ -	\$ 72,389	\$ 94,558	\$ 166,947
Cash and cash equivalents, June 30, 2010	\$ -	\$ -	\$ 71,897	\$ 55,947	\$ 127,844
Reconciliation of operating income to net cash used for operating activities					
Operating loss	\$ (54,603)	\$ (8,394)	\$ (500)	\$ (500)	\$ (63,997)
Adjustments to reconcile operating loss to net cash provided by operating activities					
Bad debts	48,323	-	-	-	48,323
Change in assets and liabilities					
Accounts, salaries and other payables	-	3,057	-	-	3,057
Total adjustments	<u>48,323</u>	<u>3,057</u>	<u>-</u>	<u>-</u>	<u>51,380</u>
Net cash used for operating activities	\$ <u>(6,280)</u>	\$ <u>(5,337)</u>	\$ <u>(500)</u>	\$ <u>(500)</u>	\$ <u>(12,617)</u>

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

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Note 1 - Summary of Significant Accounting Policies

The accompanying financial statements of North Delta Regional Planning and Development District, Incorporated (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

A. *Financial Reporting Entity*

The District was officially incorporated on February 24, 1969, as a nonprofit organization under the provision of Louisiana statutes of 1959, Title 12. The District functioned as a planning district by virtue of a 1973 Governor's Executive Order. In 1977, the District became one of eight regional planning and development districts created by the Louisiana legislature by Act No. 472, Section 1 (L.R.S. 33:140.61 and 140.62).

The District is comprised of the following parishes in Northeast Louisiana: Caldwell, East Carroll, Franklin, Jackson, Madison, Morehouse, Ouachita, Richland, Tensas, Union and West Carroll. The purpose of the District is to provide economic development assistance to the parishes in the District. The District accomplishes this objective by planning, coordinating and unifying various local, state and federal efforts to overcome the economic and social deficiencies in the eleven parish area. The board of directors consisting of 25 members representing the parishes of the District is the governing body. Board members receive no compensation for their services.

GASB Statement 14 establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the District is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement 14, fiscally independent means that the District may, without the approval or consent of another governmental entity, determine or modify its own budget or set rates or charges. The District also has no component units, defined by GASB Statement 14 as other legally separate organizations for which the elected District members are financially accountable. There are no other primary governments with which the District has a significant relationship.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

B. *Basis of Presentation*

The District's basic financial statements consist of the government-wide statements on all of the activities of the government and the fund financial statements (individual major funds and combined non-major funds). The statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units. Private sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide financial statements and the proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the GASB. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The District has elected not to follow subsequent private-sector guidance.

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 government. As a general rule, the effect of interfund activity has been removed from these statements. The government-wide presentation focuses primarily on the sustainability of the District as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

Governmental Activities represent programs which normally are supported by intergovernmental revenues.

Business-Type Activities are financed in whole or in part by fees charged to external parties for goods and services.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Fund Financial Statements

The District uses funds, both major and non-major, to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts that comprises its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Emphasis of fund reporting is on the major fund level in either the governmental or business-type categories. Non-major funds (by category) or fund type are summarized into a single column in the basic financial statements.

Funds are classified into three categories; governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "fund types". Governmental funds are used to account for a government's general activities, where the focus of attention is on the provision of services to the public as opposed to proprietary funds where the focus of attention is on recovering the cost of providing services to the public or other agencies through service charges or user fees. Fiduciary funds are used to account for assets held for others. The District's current operations require the use of the governmental and proprietary categories. The fund types used by the District are described as follows:

Governmental activities presented as Governmental Funds in the fund financial statements:

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

Special Revenue Funds - These funds are used to account for financial resources that are legally restricted to expenditures for specified purposes (not including expendable trusts or major capital projects).

The following is a brief description of each Special Revenue Fund's purpose:

Major Special Revenue Funds

Title III B – Supportive Services

Title III-B funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs (GOEA), which passes through the funds to the District for further distribution to six parish Councils

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

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

Title III C-1 – Congregate Meals

Title III C-1 funds are provided by the United States Department of Health and Human Services to the GOEA, which passes through the funds to the District for further distribution to six parish Councils on Aging. These funds are used to provide nutritional congregate meals to the elderly in strategically located centers.

Title III C-2 – Home Delivered Meals

Title III C-2 funds are provided by the United States Department of Health and Human Services through the GOEA, which passes through the funds to the District for further distribution to six parish Councils on Aging. These funds are used to provide nutritional meals to home-bound elderly persons.

Non-Major Special Revenue Funds

Area Agency on Aging

The Area Agency on Aging Fund is used to account for the administration of special programs for the elderly. Administrative funds are provided by the United States Department of Health and Human Services through the GOEA, which passes through the funds to the District. These funds are used to pay for administrative costs associated with programs for the elderly.

Audit Fund

The Audit Fund is used to account for funds received from the GOEA that are restricted to use as a supplement to pay for the cost of having an annual audit of the financial statements of the Area Agency on Aging and six related parish Councils on Aging.

Title III D – Preventive Health Fund

The III D Fund is used to account for funds that are used to provide preventive health services to frail older individuals. They include preventive health supportive services for older individuals who are victims of Alzheimer's disease and related disorders, with neurological and organic brain dysfunction, and to the families of such victims.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Title III E – Caregivers

The Title III E Fund is used to provide multifaceted systems of support services for (1) family caregivers; and (2) grandchildren of older individuals who are relative caregivers. Services to be provided include: information to caregivers about available services; assistance to caregivers in gaining access to the services; individual counseling and caregiver training to assist the caregivers in making decisions and solving problems relating to their caregiving roles, respite care to enable caregivers to be temporarily relieved from their caregiving responsibilities; and supplemental services, on a limited basis, to complement the care provided by caregivers.

Stimulus C1 & C2

The Stimulus C1 & C2 Fund is used to facilitate the disbursement of funds directed towards C1 and C2 efforts provided by the American Recovery and Reinvestment Act of 2009. Using C1 & C2, North Delta supplies congregate or home-delivered meals to seniors who are 60 years or older, currently on a parish council on aging waiting list, or have been assessed and are determined to have either a social or medical need.

Medicare Improvements for Patients and Providers Act (MIPPA)

The MIPPA Fund is administered by the GOEA and is used to support outreach and assistance efforts directed toward Medicare beneficiaries with limited incomes who may be eligible for certain other programs.

Louisiana SeniorRx

The Louisiana SeniorRx program is funded by the Louisiana Legislature and administered by the Governor's Office of Elderly Affairs. The program helps link eligible seniors with assistance for obtaining their prescription medication.

Nutrition Services Incentive Program (NSIP)

The Nutrition Services Incentive Program (NSIP) is used to account for the administration of the Food Distribution Program funds provided by the United States Department of Health and Human Services through the GOEA. This award passes through to the District for further distribution to six parish Councils on Aging. The funds are distributed on a per-unit basis for each congregate and home-delivered meal service provider for each eligible participant so the United States food and commodities may be purchased to supplement these programs.

**NORTH DELTA REGIONAL PLANNING AND
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Monroe, Louisiana

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Economic Development Administration

The Economic Development Administration Fund accounts for planning grants to promote economic development in the District. Seventy-five percent of the funds are provided by the United States Department of Commerce with the remaining twenty-five percent provided from local sources.

North Delta Caregiver

The North Delta Caregiver Fund provides programs to educate the public of services available to assist the caregivers, and to provide contract services that would enable the caregiver to be temporarily relieved from their responsibilities of In-Home Respite and Sitter duties. North Delta also contracts services for counseling of eligible participants.

Council of Governments

The Council of Governments Fund accounts for local funds provided by the Ouachita Council of Governments. Revenues are used to fund public transportation projects within the parish.

Federal Transit Authority

The Federal Transit Authority Fund accounts for federal funds provided through the Ouachita Council of Governments for the planning of public transportation in the Monroe urbanized area. The Ouachita Council of Governments entered into an agreement with the Louisiana Department of Transportation and Development to provide these planning services. The Ouachita Council of Governments contracted with the District to provide technical assistance in carrying out its contract with the Louisiana Department of Transportation and Development.

Regional Human Service Contract

The Regional Human Service Contract accounts for federal funds provided through the Louisiana Department of Transportation and Development via Ouachita Council of Governments. The Human Service Transit Plan Committee addresses transit efficiency level planning and recommends policies to the Technical Advisory Committee and Transportation Policy Committee regarding the implementation of transit solutions.

**NORTH DELTA REGIONAL PLANNING AND
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Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Federal Highways Administration

The Federal Highways Administration Fund accounts for federal funds provided through the Ouachita Council of Governments for highway planning in the Monroe urbanized area. The Ouachita Council of Governments entered into an agreement with the Louisiana Department of Transportation and Development to provide these planning services. The Ouachita Council of Governments contracted with the District to provide technical assistance in carrying out its contract with the Louisiana Department of Transportation and Development.

Louisiana Workforce Investment

The Louisiana Workforce Investment Fund is used to account for funds from Louisiana Workforce Investment Area 82 to provide technical and professional services in connection with certain undertakings financed by the Louisiana Department of Labor.

Ombudsman

The Ombudsman Fund is used to account for the administration of funds that provide assistance to residents in nursing homes. These funds are provided by the U. S. Department of Health and Human Services through the GOEA which passes through the funds to the District.

Tri-District Development

The Tri-District Development Fund accounts for funds borrowed from the City of Natchitoches, Louisiana, and then loaned out to area businesses to enhance economic activity.

Madison Parish Council on Aging

The Madison Council on Aging Fund accounts for funds provided to the District for the Madison Parish Council on Aging from the GOEA on behalf of the United States Department of Health and Human Services. These funds are used for administrative costs associated with programs for the elderly.

Madison Audit Fund

These funds are provided by the United States Department of Health and Human Services, through the GOEA, to the District for the Madison Council on Aging in

**NORTH DELTA REGIONAL PLANNING AND
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

order to supplement the cost of having an annual audit.

Madison Support Service

The Madison Supportive Services Fund accounts for funds provided by the United States Department of Health and Human Services, through the GOEA, to the District for the Madison Council on Aging to provide access services, in-home services, community services, legal services, and transportation for the elderly.

Madison Congregate Meals

This fund accounts for funds provided by the United States Department of Health and Human Services, through the GOEA, to the District for the Madison Council on Aging to provide nutritional congregate meals to the elderly in a strategically located center.

Madison Preventive Health

The Madison Preventive Health Fund accounts for funds received from the United States Department of Health and Human Services, through the GOEA, to the District for the Madison Parish Council on Aging to provide nutritional meals to home-bound elderly persons.

Madison Caregiver

These funds are used to provide the public with information and access to counseling for eligible participants and to assist caregivers in temporary relief from their responsibilities of in-home respite and sitter duties. These funds are provided by the United States Department of Health and Human Services, through the GOEA, to the District for the Madison Parish Council on Aging.

Madison Home Delivered Meals

Madison Home Delivered Meals are Title III C-2 funds which are provided by the United States Department of Health and Human Services through the GOEA to the District for the Madison Parish Council on Aging. These funds are used to provide nutritional meals to home-bound elderly persons.

**NORTH DELTA REGIONAL PLANNING AND
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Monroe, Louisiana**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Madison MIPPA

This fund is used to account for MIPPA revenues and expenditures associated with the Madison Parish Council on Aging.

Madison Nutritional Services Incentive Program (NSIP)

The Madison NSIP Fund accounts for funds provided by the United States Department of Health and Human Services, through the GOEA, to the District so that the Madison Parish Council on Aging may purchase United States food and commodities and distribute them to the recipients of congregate and home-delivered meals.

MCOA Senior Center

These funds are provided by the United States Department of Health and Human Services, through the GOEA, to the District for the Madison Parish Council on Aging. The purpose of the program is to give seniors an opportunity to interact and maintain a good quality of life and health.

Enterprise Zone (DED)

The Enterprise Zone grant is used to provide updated enterprise zone maps for eleven parishes and forty-seven towns in the North Delta district. The District also updates records and maps for zone swaps.

Delta Regional Authority

The Delta Regional Authority Fund account is used to identify, develop and implement programs and activities that will help educate local stakeholders about the potential uses of the Delta Regional Authority.

Region 8 Office of Homeland Security and Emergency Preparedness (OHSEP)

This fund is used to account for funds from the Region 8 OHSEP Board. These funds are provided by the Governor's Office of Homeland Security and Emergency Preparedness and are pass-through funds used for purchases deemed necessary by the Board to support the Homeland Security needs of the Region. The Region 8 OHSEP Board has contracted with the District to provide purchasing assistance.

**NORTH DELTA REGIONAL PLANNING AND
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Business-type activities presented as Enterprise Funds in the fund financial statements:

Enterprise Funds - These funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. Enterprise funds are presented in the business-type activities column in government-wide financial statements and the major funds section of the basic financial statements.

In accordance with the provisions of GASB Statement 20, the District has elected not to apply FASB statements and interpretations issued after November 30, 1989, to proprietary activities unless they are adopted by the GASB.

C. *Basis of Accounting and Measurement Focus*

Government-Wide Financial Statements:

The government-wide financial statements are reported 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:

The financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are included on the balance sheet.

The modified accrual basis of accounting is used for reporting all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible with the current period or soon enough thereafter to be used to pay liabilities of the current period. Intergovernmental and other Grants have been treated as susceptible to accrual.

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The District uses the following practices in recognizing and reporting revenues and expenditures in the governmental fund types:

Revenues

Entitlements and shared revenues are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time.

Expenditures

Salaries are recorded as incurred. Principal and interest on long-term obligations are recognized when due. Compensated absences are recognized when benefits are earned by the employee.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed assets, debt extinguishments, long-term debt proceeds, et cetera) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Proprietary Funds

Proprietary funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet.

D. Budgets

General Budget Policies

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

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The District adopts budgets for the general fund and all special revenue funds.

Each year prior to June 30, the Executive Director submits to the Board of Directors of the District proposed annual budgets for the special revenue funds' budgets that are not grant-oriented. Grant funds are included in special revenue funds and their budgets are adopted at the time the grant applications are approved by the grantor. The operating budgets include proposed expenditures and the means of financing them.

Appropriations (unexpended budget balances) lapse at year-end.

Encumbrances

Encumbrance accounting is not employed in governmental funds.

Budgetary Basis of Accounting

All governmental fund budgets are prepared on the modified accrual basis of accounting; a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the District. Formal budget integration (within the accounting records) is employed as a management control device. All budgets are controlled at the division, departmental or project level. Budget amounts included in the accompanying financial statements include the original adopted budget and all subsequent amendments. These revisions were considered insignificant by the District. All budget revisions are approved by the Board of Directors.

E. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposit accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

F. Short Term Interfund Receivables/Payables

During the course of operation, numerous transactions occur between individual funds for services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide

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financial statements as "internal balances."

G. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

H. Loans and Allowance for Loan Losses

Loans are stated at principal amounts outstanding. Interest on loans is primarily calculated by using the simple interest method on daily balances of the principal amount outstanding.

Collateral or other security is required to support financial instruments with credit risk. The amount of collateral obtained upon extension of credit is based on management's credit evaluation. Collateral held varies but may include unimproved and improved real estate, certificates of deposit or personal property.

The allowance for loan losses is established through a provision for loan losses charged to expense. Loans are charged against the allowance for loan losses when management believes that the collectibility of the principal is unlikely. The allowance represents an amount, which, in management's judgment, will be adequate to absorb probable losses on existing loans that may become uncollectible.

Management's judgment in determining the adequacy of the allowance is based on evaluations of collectibility of loans. These evaluations take into consideration such factors as changes in the nature and volume of the loan portfolio, current economic conditions that may affect the borrower's ability to pay, overall portfolio quality and review of specific problem loans.

Management believes that the allowance for loan losses is adequate. While management uses available information to recognize losses on loans, future additions to the allowance may be necessary based on changes in economic conditions. In addition, various regulatory agencies, as an integral part of their examination process, periodically review the District's allowance for loan losses. Such agencies may require the District to recognize additions to the allowance based on their judgment of information available to them at the time of their examination.

I. Capital Assets

Capital assets, which include machinery and equipment and furniture and fixtures, are

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reported in the governmental activities column in the government-wide financial statements. The capitalization threshold for all movable capital assets is \$500 per unit. All purchased capital assets are valued at cost where historical records are available and at estimated cost where no historical records are available. Donated capital assets are valued at their fair market value on the date received. The costs of normal maintenance and repairs that do not add value to the asset or materially extend its useful life are not capitalized.

Depreciation on all capital assets has been provided over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

Furniture & Fixtures, 5 years / Office Equipment, 5-7 years

J. Deferred Revenues

The District may report deferred revenues on its balance sheet. Deferred revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the District has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and the revenue is recognized.

K. Compensated Absences

Full-time employees of the District earn up to 15 days of vacation leave each year, depending on length of service. Regular, part-time employees earn prorated vacation leave based on hours worked and length of continuous service. Vacation leave may accumulate up to 30 days with unused accumulated leave time being paid to employees upon termination of employment, at the employee's current rate of pay. Payments at separation, however, will not exceed the number of days accrued each year. Sick leave for full-time employees is earned at the rate of eight hours per month. Unused sick leave may accumulate with no limit; however, no compensation will be paid upon termination of employment. The District's recognition and measurement criteria for compensated absences are as in accordance with GASB Statement No. 16.

L. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions,

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except quasi-external transactions and reimbursements, are reported as transfers.

M. Use Of Estimates

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures and expenses during the reporting period. Actual results could differ from those estimates.

Note 2 - Stewardship, Compliance, and Accountability

The following funds have deficits at June 30, 2010:

	<u>Deficit Amount</u>
Enterprise Funds:	
USDA Rural Development Revolving Loan	\$ 783,942
USDA Rural Development North Delta Admin	\$ 76,775

Management believes these deficits will be eliminated by negotiation with the state office of USDA Rural Development.

Note 3 - Cash and Cash Equivalents

Under state law, the District may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The District may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At June 30, 2010, the District has cash and cash equivalents (book balances) totaling \$422,963 as follows:

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Demand deposits	\$ 234,123
cash equivalents	188,440
Petty cash	<u>400</u>
TOTAL	<u>\$ 422,963</u>

Custodial credit risk – deposits. These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At year-end, the District's carrying amount of deposits was \$422,963 and the bank balance was \$526,343. Of the bank balance, \$337,904 was covered by federal depository insurance or by collateral held by the District's agent in the District's name (GASB Category 1). The remaining balance, \$188,439, consisted of federated treasury obligations and did not need to be collateralized.

Credit risk. Under state law the District may invest funds in obligations of the United States, in federally-insured investments, or in time deposits with state banks organized under Louisiana law and national banks having principal offices in Louisiana. The District's investments consists of money market funds, therefore the District is exposed to no credit risk.

Concentration of credit risk. The District does not limit the amount that may be invested in securities of any one issuer. Applicable state statutes do not place limits on credit concentrations.

Investment rate risk. The District manages its exposure to declines in fair values by limiting the maturity of its investments to no longer than one year.

Note 4 - Receivables

Receivables at June 30, 2010, are as follows:

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<u>Class of Receivables</u>	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Enterprise Funds</u>	<u>Total</u>
Intergovernmental	\$ -	\$ 221,426	\$ -	\$ 221,426
Other	606	1,580	2,831	5,017
TOTAL	\$ 606	\$ 223,006	\$ 2,831	\$ 226,443

<u>Program</u>	<u>Fund</u>	<u>Funding Agency</u>	<u>Amount</u>
N/A	General	N/A (Reapportionment Income)	\$ 606
Area Agency Administration	Special Revenue	LA Governor's Office of E/A	1,333
Louisiana Senior Rx	Special Revenue	LA Governor's Office of E/A	6,348
Local Council of Governments	Special Revenue	Ouachita Council of Governments	14,484
Federal Transit Authority	Special Revenue	Ouachita Council of Governments	18,236
Federal Highway Admin	Special Revenue	Ouachita Council of Governments	111,492
Tri-District	Special Revenue	N/A - Other receivable	1,580
LA Workforce Investment	Special Revenue	LA Workplace Investment Area	17,575
Delta Regional Authority	Special Revenue	Delta Regional Authority	532
Economic Development Assn.	Special Revenue	U.S. Department of Commerce	30,000
Region 8 OHSEP	Special Revenue	OHSEP	21,426
Total Special Revenue Funds			<u>223,006</u>
USDA Rural Development Revolving Loan Fund	Enterprise	N/A - Loan interest	<u>2,831</u>
Total Receivables			\$ <u>226,443</u>

Note 5 - Interfund Assets/Liabilities

Balances due from/to other funds are listed by fund for the year ended June 30, 2010.

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	Due From Other Funds	Due To Other Funds
Major Funds		
General Fund	\$ 97,319	\$ 11,464
Enterprise Funds		
USDA Rural Development Revolving Loan	-	74,301
USDA Rural Development North Delta Admin	-	73,018
Rural Business Enterprise Grant	50,000	-
NonMajor Funds		
Special Revenue Funds		
Ombudsman	2,297	-
Area Aging Administration	7	-
Louisiana Senior RX	108	-
Local Council of Governments	4	-
Louisiana Workforce Investment	7,599	-
Madison MIPPA	522	-
Region 8 OHSEP	927	-
Total	\$ 158,783	\$ 158,783

These interfund balances are the result of cash transfers among funds to cover negative cash balances.

Note 6 - Notes Receivable

The District makes loans under the USDA Rural Development Relending Program and the Rural Business Enterprise Grant (see also Note 13) to assist with the economic development of certain rural areas in Northeast Louisiana. Interest rates charged on those notes range from 8.0 to 8.5 percent. As of June 30, 2010, these loans totaled \$878,810. Notes receivable of \$834,031 are considered impaired. The related allowance for bad debts on impaired loans is \$655,456 at June 30, 2010. Interest income on impaired loans is recorded on the cash basis and amounted to \$16,102 for the year ended June 30, 2010. The change in the allowance for bad debts for the year ended June 30, 2010 is as follows:

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Balance at July 1, 2009	\$ 600,133
Additions	63,023
Recoveries	<u>(7,700)</u>
Balance at June 30, 2010	<u>\$ 655,456</u>

Note 7 - Changes in Capital Assets

Changes in capital assets for the year ended June 30, 2010 are as follows:

	<u>June 30,</u> <u>2009</u>		<u>Additions</u>		<u>Retirements</u>		<u>June 30,</u> <u>2010</u>
Governmental Activities							
Depreciable assets							
Office furniture and equipment	\$ 68,776	\$	15,327	\$	(12,399)	\$	71,704
Less: accumulated depreciation	<u>(48,643)</u>		<u>(6,953)</u>		<u>9,436</u>		<u>(46,160)</u>
Total governmental activities							
capital assets, net	<u>\$ 20,134</u>	\$	<u>8,374</u>	\$	<u>(2,963)</u>	\$	<u>25,544</u>

Depreciation expense was charged to functions as follows:

Governmental Activities:

General	\$ 31
Health, welfare & social services	521
Planning for highways and public transportation	6,079
Economic development	<u>322</u>
Total depreciation expense - Government activities	<u>\$ 6,953</u>

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Note 8 - Accounts, Salaries and Other Payables

Payables at June 30, 2010, consisted of the following:

	Governmental Funds	Enterprise Funds	Total
Salaries	\$ 17,858	\$ -	\$ 17,858
Accounts and other	89,888	3,757	93,645
Total	\$ 107,746	\$ 3,757	\$ 111,503

Note 9 - Retirement Systems

Substantially all employees of the District are eligible to participate in the Deferred Compensation Plan for Public Employees. For 2010, participants may contribute up to one hundred percent of their gross salary, not exceeding \$15,000 or \$20,000 if the participant is at least 50 years of age. The District will match up to five percent of their salary on their behalf.

The District's total payroll during the fiscal year ending June 30, 2010, was \$562,787. Employee contributions totaled \$27,976 and employer contributions totaled \$23,420.

Note 10 - Compensated Absences

At June 30, 2010, employees of the District have accumulated and vested \$33,197 of employee leave benefits, which was computed in accordance with GASB Codification Section C60.

Note 11 - Leases

Operating Leases – The District is a party to the following operating leases:

- Office space is under a ten year lease beginning June 1, 2006. Monthly payments are \$3,200 and total fiscal year ended June 30, 2010, rent expense under this lease equaled \$38,400.

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- Future minimum lease payments under this agreement are:

Year Ended June 30,	
2011	\$ 38,400
2012	38,400
2013	38,400
2014	38,400
2015	38,400
2016 through 2017	<u>73,600</u>
Total	<u>\$ 265,600</u>

- 2010 Chevy Traverse is under a three year lease beginning in October 2009. Monthly payments are \$647 and total lease payments for the year ended June 30, 2010 were \$5,820.

Future minimum lease payments under this agreement are:

Year Ended June 30,	
2011	\$ 7,760
2012	7,760
2013	<u>1,940</u>
Total	<u>\$ 17,460</u>

- In addition, the District has annual operating lease agreements for the following office equipment:
 - Kyocera Mita Copier. Monthly lease payments of \$359 for 36 months beginning in May 2009.
 - Pitney Bowes mailing machine and scales. Quarterly payments are \$1,339 on an ongoing basis at the District's discretion.

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Future minimum lease payments under these agreements are:

Year Ended June 30,	
2011	\$ 4,308
2012	3,949
Total	<u>\$ 8,257</u>

Note 12 - Interfund Transfers

Transfers in and out are listed by fund for the year ended June 30, 2010:

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**NOTES TO THE FINANCIAL STATEMENTS
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	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds		
General Fund	\$	15,377
Special Revenues		
Title III B Supportive Services		41,424
Title III C-1 Congregate Meals		34,656
Title III C-2 Home Delivered Meals		76,937
Nonmajor Funds		
Special Revenues		
Area Aging Administration	\$	7
Louisiana Senior RX		108
Local Council of Governments		4
Louisiana Workforce Investment	7,597	
Ombudsman		8
Region 8 OHSEP	927	
Title III D Preventive Health		1,601
Title III E Caregiver		95,366
Stimulus C1 & C2		5,473
MIPPA		844
Caregiver	94,060	
Madison Supportive Services	41,424	
Madison Congregate Meals	34,656	
Madison Preventive Health	1,601	
Madison Caregiver	1,306	
Madison Stimulus C1 & C2	10,285	
Madison Home Delivered Meals	78,329	
Madison MIPPA	1,366	
Total	<u>\$ 271,678</u>	<u>\$ 271,678</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010**

Note 13 - Long-Term Obligations

The following is a summary of long-term obligation transactions for the year ended June 30, 2010:

	<u>Business-Type</u> <u>Activities</u>		<u>Governmental</u> <u>Activities</u>		<u>Total</u>
	<u>Enterprise</u> <u>Fund</u> <u>Notes</u> <u>Payable</u>		<u>Accrued</u> <u>Compensated</u> <u>Absences</u>	<u>Equipment</u> <u>Financing</u>	
Balance, beginning of year	\$ 995,931	\$ 34,084	\$ -	\$ -	\$ 1,030,015
Additions	-	28,534	7,808	-	36,342
Deductions	-	(29,421)	-	-	(29,421)
Principal Payment	(72,288)	-	(315)	-	(72,603)
Balance, end of year	<u>\$ 923,643</u>	<u>\$ 33,197</u>	<u>7,493</u>	<u>\$ -</u>	<u>\$ 964,333</u>

The enterprise funds' notes payable shown above represents the District's drawdowns under a \$2 million intermediary relending program through the USDA Rural Development (formerly Farmers Home Administration). Under this program, the District borrows funds from Rural Development at 1% for 30 years then reloans the funds to qualified borrowers at market rates of interest. At June 30, 2010, the District had drawn down all of the \$2 million and had loaned out the entire amount. The terms of the program call for the District to pay only interest for the first three years of the program and then annual payments of \$82,260, which covers principal and interest, until the amount due the Rural Development is fully paid. The first principal payment was made in January 1995. The amount due Rural Development is secured by the loans made to qualified borrowers and the related underlying security devices. Debt service to maturity is as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 73,024	9,236	\$ 82,260
2012	73,754	8,506	82,260
2013	74,491	7,769	82,260
2014	75,236	7,024	82,260
2015	75,989	6,271	82,260
2016-2020	391,494	19,806	411,300
2021-2022	159,655	2,386	162,041
Total	<u>\$ 923,643</u>	<u>\$ 60,998</u>	<u>\$ 984,641</u>

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The equipment financing notes payable reflects borrowing against a line of credit with Dell Financial Services for the purchase of a computer, monitor, and other hardware. The District intends to make minimum payments on the line of credit until a request for reimbursement on the purchase price can be submitted to the appropriate granting agency, which is expected to be during 2011.

Note 14 - Dual Roles of Staff and Related Party Transactions

The Executive Director of the District also serves as Executive Secretary of the Ouachita Council of Governments (OCOG). The District has contracted with OCOG to provide technical assistance in carrying out OCOG's federal and local program activities. For the year ended June 30, 2010, the District recorded \$36,489 of revenues from OCOG which included outstanding receivables of \$14,474.

Note 15 - Litigation and Claims

Litigation – At June 30, 2010, the District was not involved in any litigation, nor were there any claims pending which might have a material impact on the financial statements.

Grant Disallowances – The District participates in a number of state and federally assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to requests for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. District management believes that the amount of disallowances, if any, which may arise from future audits will not be material.

Note 16 - Economic Dependency

The District receives a significant portion of its revenue from funds provided through grants or programs administered by the Louisiana Governor's Office of Elderly Affairs. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the District receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any action that will adversely affect the amount of funds the District will receive in the next fiscal year.

**REQUIRED SUPPLEMENTAL INFORMATION
(PART B)**

**NORTH DELTA REGIONAL PLANNING AND
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**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL**

GENERAL FUND

For the Year Ended June 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance With Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Fees for services	\$ 3,960	\$ 3,421	\$ 18,159	\$ 14,738
Miscellaneous	-	-	4,051	4,051
Total Revenues	<u>3,960</u>	<u>3,421</u>	<u>22,210</u>	<u>18,789</u>
EXPENDITURES				
Current				
Operating services	1,800	1,200	1,900	(700)
Operating supplies	2,160	2,221	2,140	81
Other costs	-	-	-	-
Total Expenditures	<u>3,960</u>	<u>3,421</u>	<u>4,040</u>	<u>(619)</u>
Excess of Revenues Over Expenditures	-	-	18,170	18,170
Other Financing Sources (Uses)				
Transfers out	-	-	<u>(15,377)</u>	<u>(15,377)</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	-	-	2,793	2,793
Fund Balances at Beginning of Year	<u>212,664</u>	<u>212,664</u>	<u>212,664</u>	-
FUND BALANCES AT END OF YEAR	<u>\$ 212,664</u>	<u>\$ 212,664</u>	<u>\$ 215,457</u>	<u>\$ 2,793</u>

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**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL**

TITLE III B SUPPORTIVE SERVICES FUND

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance With Final Budget Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Intergovernmental Revenues:				
Louisiana Governor's Office of Elderly Affairs	\$ 339,326	\$ 339,326	\$ 346,132	\$ 6,806
Total Revenues	<u>339,326</u>	<u>339,326</u>	<u>346,132</u>	<u>6,806</u>
EXPENDITURES				
Health, welfare, & social services	-	-	7	(7)
Grants to Subrecipients:				
East Carroll Council on Aging	24,257	24,257	31,495	(7,238)
Franklin Council on Aging	58,140	58,140	65,379	(7,239)
Jackson Council on Aging	51,196	51,196	58,433	(7,237)
Richland Council on Aging	39,650	39,650	39,651	(1)
Tensas Council on Aging	29,699	29,699	36,937	(7,238)
Union Council on Aging	51,935	51,935	59,173	(7,238)
North Louisiana Legal Assistance	13,639	13,639	13,633	6
Total Expenditures	<u>268,516</u>	<u>268,516</u>	<u>304,708</u>	<u>(36,192)</u>
Excess of Revenues Over Expenditures	70,810	70,810	41,424	(29,386)
Other Financing Sources (Uses)				
Transfers out	(70,810)	(70,810)	(41,424)	29,386
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	-	-	-	-
Fund Balances at Beginning of Year	-	-	-	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL**

TITLE III C-1 CONGREGATE MEALS FUND

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance With Final Budget Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Intergovernmental Revenues:				
Louisiana Governor's Office of Elderly Affairs	\$ 328,666	\$ 349,689	\$ 330,136	(19,553)
Total Revenues	328,666	349,689	330,136	(19,553)
EXPENDITURES				
Grants to Subrecipients:				
East Carroll Council on Aging	55,315	58,467	55,315	3,152
Franklin Council on Aging	43,064	49,028	43,950	5,078
Jackson Council on Aging	63,303	63,303	64,189	(886)
Richland Council on Aging	43,110	48,264	43,996	4,268
Tensas Council on Aging	25,924	25,924	26,810	(886)
Union Council on Aging	60,334	67,087	61,220	5,867
Total Expenditures	291,050	312,073	295,480	16,593
Excess of Revenues Over Expenditures	37,616	37,616	34,656	(2,960)
Other Financing Sources (Uses)				
Transfers out	(37,616)	(37,616)	(34,656)	2,960
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	-	-	-	-
Fund Balances at Beginning of Year	-	-	-	-
FUND BALANCES AT END OF YEAR	\$ -	\$ -	\$ -	\$ -

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL**

TITLE III C-2 HOME DELIVERED MEALS FUND

For the Year Ended June 30, 2010

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance With Final Budget Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Intergovernmental Revenues:				
Louisiana Governor's Office of Elderly Affairs	\$ 467,198	\$ 475,015	\$ 474,987	(28)
Total Revenues	<u>467,198</u>	<u>475,015</u>	<u>474,987</u>	<u>(28)</u>
EXPENDITURES				
Grants to Subrecipients:				
East Carroll Council on Aging	49,991	51,543	52,651	(1,108)
Franklin Council on Aging	40,306	43,246	42,966	280
Jackson Council on Aging	47,577	47,577	50,237	(2,660)
Richland Council on Aging	101,213	101,213	103,872	(2,659)
Tensas Council on Aging	71,691	71,691	74,350	(2,659)
Union Council on Aging	71,314	74,639	73,974	665
Total Expenditures	<u>382,092</u>	<u>389,909</u>	<u>398,050</u>	<u>(8,141)</u>
Excess of Revenues Over Expenditures	85,106	85,106	76,937	(8,169)
Other Financing Sources (Uses)				
Transfers out	<u>(85,106)</u>	<u>(85,106)</u>	<u>(76,937)</u>	<u>8,169</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	-	-	-	-
Fund Balances at Beginning of Year	-	-	-	-
FUND BALANCES AT END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

OTHER SUPPLEMENTAL INFORMATION

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES , EXPENDITURES
AND CHANGES IN FUND BALANCES

For the Year Ended June 30, 2010

	<u>Area Agency on Aging</u>	<u>Audit Fund</u>	<u>Title III D Preventive Health</u>	<u>Title III E Caregiver</u>
REVENUES				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 107,231	\$ 3,276	\$ 16,850	\$ 116,589
U.S. Department of Commerce	-	-	-	-
U.S. Department of Transportation	-	-	-	-
Ouachita Council of Governments	-	-	-	-
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	-	-
Louisiana Association of Planning	-	-	-	-
Other State grants	-	-	-	-
Miscellaneous Income	-	-	-	-
Service fees	-	-	-	-
Membership dues	-	-	-	-
Total Revenues	<u>107,231</u>	<u>3,276</u>	<u>16,850</u>	<u>116,589</u>
EXPENDITURES				
Salaries	58,635	-	-	-
Fringe	19,322	-	-	-
Travel	4,417	-	-	-
Operating services	18,181	-	-	-
Operating supplies	2,201	-	-	-
Other costs	3,498	-	-	-
Grants to subrecipients	-	3,276	15,249	21,223
Debt service principal	-	-	-	-
Debt service interest	-	-	-	-
Capital outlay	977	-	-	-
Total Expenditures	<u>107,231</u>	<u>3,276</u>	<u>15,249</u>	<u>21,223</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>1,601</u>	<u>95,366</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	7	-	-	-
Transfers out	-	-	(1,601)	(95,366)
Total Other Financing Sources (Uses)	<u>7</u>	<u>-</u>	<u>(1,601)</u>	<u>(95,366)</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	<u>7</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficit), Beginning of Year	<u>(7)</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)

For the Year Ended June 30, 2010

	<u>Stimulus C1 & C2</u>	<u>MIPPA</u>	<u>Louisiana Senior Rx</u>	<u>NSIP</u>
REVENUES				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 20,951	\$ 10,157	\$ 105,024	\$ 156,738
U.S. Department of Commerce	-	-	-	-
U.S. Department of Transportation	-	-	-	-
Ouachita Council of Governments	-	-	-	-
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	-	-
Louisiana Association of Planning	-	-	-	-
Other State grants	-	-	13,348	-
Miscellaneous Income	-	-	5,136	-
Service fees	-	-	-	-
Membership dues	-	-	-	-
Total Revenues	<u>20,951</u>	<u>10,157</u>	<u>123,508</u>	<u>156,738</u>
EXPENDITURES				
Salaries	-	2,133	63,831	-
Fringe	-	403	19,048	-
Travel	-	946	3,037	-
Operating services	-	-	21,507	-
Operating supplies	-	-	13,085	-
Other costs	-	-	3,000	-
Grants to subrecipients	15,478	5,831	-	156,738
Debt service principal	-	-	-	-
Debt service interest	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	<u>15,478</u>	<u>9,313</u>	<u>123,508</u>	<u>156,738</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>5,473</u>	<u>844</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(5,473)	(844)	-	-
Total Other Financing Sources (Uses)	<u>(5,473)</u>	<u>(844)</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficit), Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)

For the Year Ended June 30, 2010

	Medicare Part D Rx	Economic Development Division	North Delta Caregiver	Council of Governments
REVENUES				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ -	\$ -
U.S. Department of Commerce	-	65,189	-	-
U.S. Department of Transportation	-	-	-	-
Ouachita Council of Governments	-	-	-	36,489
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	-	-
Louisiana Association of Planning	-	-	-	-
Other State grants	-	-	-	-
Miscellaneous Income	-	-	-	-
Service fees	-	-	-	-
Membership dues	-	20,999	-	-
Total Revenues	<u>-</u>	<u>86,188</u>	<u>-</u>	<u>36,489</u>
EXPENDITURES				
Salaries	-	46,259	5,606	21,223
Fringe	-	15,537	1,825	6,122
Travel	-	6,002	108	226
Operating services	-	13,812	2,331	7,154
Operating supplies	-	1,116	170	1,496
Other costs	-	85	83,900	-
Grants to subrecipients	-	-	-	-
Debt service principal	-	-	-	-
Debt service interest	-	-	-	-
Capital outlay	-	564	120	268
Total Expenditures	<u>-</u>	<u>83,375</u>	<u>94,060</u>	<u>36,489</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>2,813</u>	<u>(94,060)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	108	-	94,060	4
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>108</u>	<u>-</u>	<u>94,060</u>	<u>4</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	<u>108</u>	<u>2,813</u>	<u>-</u>	<u>4</u>
Fund Balances (Deficit), Beginning of Year	<u>(108)</u>	<u>33,036</u>	<u>-</u>	<u>(4)</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ 35,849</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES , EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)

For the Year Ended June 30, 2010

	Federal Transit Authority	Federal Highways Administration	Louisiana Workforce Investment	Ombudsman
REVENUES				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ -	\$ 122,819
U.S. Department of Commerce	-	-	-	-
U.S. Department of Transportation	40,868	190,880	-	-
Ouachita Council of Governments	10,217	47,720	-	-
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	69,200	-
Louisiana Association of Planning	-	-	-	-
Other State grants	-	-	-	-
Miscellaneous Income	-	-	-	-
Service fees	-	-	-	-
Membership dues	-	-	-	-
Total Revenues	<u>51,085</u>	<u>238,600</u>	<u>69,200</u>	<u>122,819</u>
EXPENDITURES				
Salaries	32,352	131,427	42,911	52,192
Fringe	9,334	38,471	12,875	14,959
Travel	1,117	4,643	1,541	34,303
Operating services	6,943	47,520	10,051	18,407
Operating supplies	963	6,377	1,333	1,981
Other costs	-	-	-	-
Grants to subrecipients	-	-	-	-
Debt service principal	-	315	-	-
Debt service interest	-	79	-	-
Capital outlay	376	10,083	489	977
Total Expenditures	<u>51,085</u>	<u>238,915</u>	<u>69,200</u>	<u>122,819</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>(315)</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the issuance of debt	-	7,808	-	-
Transfers in	-	-	7,597	8
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>7,808</u>	<u>7,597</u>	<u>8</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>7,493</u>	<u>7,597</u>	<u>8</u>
Fund Balances (Deficit), Beginning of Year	<u>-</u>	<u>223</u>	<u>(7,597)</u>	<u>(8)</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ 7,716</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)

For the Year Ended June 30, 2010

	<u>Tri-District Development</u>	<u>Madison Support Service</u>	<u>Madison Congregate Meals</u>	<u>Madison Preventative Health</u>
REVENUES				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ -	\$ -
U.S. Department of Commerce	-	-	-	-
U.S. Department of Transportation	-	-	-	-
Ouachita Council of Governments	-	-	-	-
Other Federal grants	-	-	-	-
Louisiana Workforce Investment	-	-	-	-
Louisiana Association of Planning	-	-	-	-
Other State grants	-	-	-	-
Miscellaneous Income	-	-	7,970	-
Service fees	12,160	-	-	-
Membership dues	-	-	-	-
Total Revenues	<u>12,160</u>	<u>-</u>	<u>7,970</u>	<u>-</u>
EXPENDITURES				
Salaries	4,076	26,103	5,395	681
Fringe	1,269	3,059	593	64
Travel	131	1,176	393	4
Operating services	7,008	5,625	15,852	111
Operating supplies	207	3,591	15,359	75
Other costs	134	1,870	734	666
Grants to subrecipients	-	-	-	-
Debt service principal	-	-	-	-
Debt service interest	-	-	-	-
Capital outlay	38	-	-	-
Total Expenditures	<u>12,863</u>	<u>41,424</u>	<u>38,326</u>	<u>1,601</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(703)</u>	<u>(41,424)</u>	<u>(30,356)</u>	<u>(1,601)</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	41,424	34,656	1,601
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>41,424</u>	<u>34,656</u>	<u>1,601</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	<u>(703)</u>	<u>-</u>	<u>4,300</u>	<u>-</u>
Fund Balances (Deficit), Beginning of Year	<u>58,792</u>	<u>-</u>	<u>1,205</u>	<u>-</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ 58,089</u>	<u>\$ -</u>	<u>\$ 5,505</u>	<u>\$ -</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES , EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)

For the Year Ended June 30, 2010

	Madison Caregiver	Madison C1 & C2 Stimulus	Madison Home Delivered Meals	Madison MIPPA	Madison Senior Olympics
REVENUES					
Intergovernmental:					
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ -	\$ -	\$ -
U.S. Department of Commerce	-	-	-	-	-
U.S. Department of Transportation	-	-	-	-	-
Ouachita Council of Governments	-	-	-	-	-
Other Federal grants	-	-	-	-	-
Louisiana Workforce Investment	-	-	-	-	-
Louisiana Association of Planning	-	-	-	-	-
Other State grants	-	-	-	-	-
Miscellaneous Income	-	-	2,425	-	1,412
Service fees	-	-	-	-	-
Membership dues	-	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>2,425</u>	<u>-</u>	<u>1,412</u>
EXPENDITURES					
Salaries	1,002	-	8,389	845	-
Fringe	126	-	937	121	-
Travel	15	-	1,127	-	166
Operating services	107	4,043	36,659	-	-
Operating supplies	51	6,242	32,843	400	1,188
Other costs	5	-	1,518	-	183
Grants to subrecipients	-	-	-	-	-
Debt service principal	-	-	-	-	-
Debt service interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	<u>1,306</u>	<u>10,285</u>	<u>81,473</u>	<u>1,366</u>	<u>1,537</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,306)</u>	<u>(10,285)</u>	<u>(79,048)</u>	<u>(1,366)</u>	<u>(125)</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from the issuance of debt	-	-	-	-	-
Transfers in	1,306	10,285	78,329	1,366	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>1,306</u>	<u>10,285</u>	<u>78,329</u>	<u>1,366</u>	<u>-</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	-	-	(719)	-	(125)
Fund Balances (Deficit), Beginning of Year	<u>-</u>	<u>-</u>	<u>719</u>	<u>-</u>	<u>395</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 270</u>

(Continued)

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED**
Monroe, Louisiana
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES (CONTINUED)

For the Year Ended June 30, 2010

	MCOA Senior Center	Enterprise Zone (DED)	Delta Regional Authority	Region 8 OHSEP Funds	Total
REVENUES					
Intergovernmental:					
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ -	\$ -	\$ 659,635
U.S. Department of Commerce	-	-	-	-	65,189
U.S. Department of Transportation	-	-	-	-	231,748
Ouachita Council of Governments	-	-	-	-	94,426
Other Federal grants	-	-	22,000	63,535	85,535
Louisiana Workforce Investment	-	-	-	-	69,200
Louisiana Association of Planning	-	9,400	-	-	9,400
Other State grants	-	-	-	-	13,348
Miscellaneous Income	-	-	-	-	16,943
Service fees	-	-	-	-	12,160
Membership dues	-	-	-	-	20,999
Total Revenues	<u>-</u>	<u>9,400</u>	<u>22,000</u>	<u>63,535</u>	<u>1,278,583</u>
EXPENDITURES					
Salaries	-	-	12,585	47,144	562,789
Fringe	-	-	4,226	13,393	161,684
Travel	-	-	167	2,085	61,604
Operating services	-	-	4,329	1,552	221,192
Operating supplies	-	-	549	253	89,480
Other costs	-	-	-	35	95,628
Grants to subrecipients	-	-	-	-	217,795
Debt service principal	-	-	-	-	315
Debt service interest	-	-	-	-	79
Capital outlay	-	-	144	-	14,036
Total Expenditures	<u>-</u>	<u>-</u>	<u>22,000</u>	<u>64,462</u>	<u>1,424,602</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>9,400</u>	<u>-</u>	<u>(927)</u>	<u>(146,019)</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from the issuance of debt	-	-	-	-	7,808
Transfers in	-	-	-	927	271,678
Transfers out	-	-	-	-	(103,284)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>927</u>	<u>176,202</u>
Excess of Revenues and Other Sources Over Expenditures and Other Uses	<u>-</u>	<u>9,400</u>	<u>-</u>	<u>-</u>	<u>30,183</u>
Fund Balances (Deficit), Beginning of Year	<u>1,740</u>	<u>5,933</u>	<u>37,460</u>	<u>-</u>	<u>131,779</u>
FUND BALANCES (DEFICIT), END OF YEAR	<u>\$ 1,740</u>	<u>\$ 15,333</u>	<u>\$ 37,460</u>	<u>\$ -</u>	<u>\$ 161,962</u>

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

**COMPARATIVE SCHEDULE OF CAPITAL ASSETS
AND CHANGES IN CAPITAL ASSETS**

For the Year Ended June 30, 2010

	<u>Balance</u> <u>7/1/2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6/30/2010</u>
GENERAL FIXED ASSETS				
Furniture and Equipment	\$ 68,776	\$ 15,327	\$ (12,399)	\$ 71,704
 INVESTMENT IN GENERAL FIXED ASSETS				
General Fund	\$ 2,673	\$ -	\$ (342)	\$ 2,331
Economic Development Association	1,613	564	(146)	2,031
Council of Governments	2,519	268	(109)	2,678
Federal Transit Authority	4,303	376	(61)	4,618
Federal Highways Administration	44,250	10,083	(11,242)	43,091
Louisiana Workforce Investment	403	489	(61)	831
Tri-District Development	127	38	(37)	128
Area Agency on Aging	2,428	977	(243)	3,162
Ombudsman	9,856	977	(158)	10,675
North Delta Caregiver	68	120	-	188
Senior Rx	536	1,235	-	1,771
Delta Regional Authority	-	144	-	144
Region 8 OHSEP	-	56	-	56
	<u>\$ 68,776</u>	<u>\$ 15,327</u>	<u>\$ (12,399)</u>	<u>\$ 71,704</u>

**REPORTS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*
AND OMB CIRCULAR A-133**

LUFFEY, HUFFMAN, RAGSDALE & SOIGNIER

(A PROFESSIONAL ACCOUNTING CORPORATION)
CERTIFIED PUBLIC ACCOUNTANTS

John L. Luffey, MBA, CPA (1963-2002)
Francis I. Huffman, CPA
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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

**Board of Directors
North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of North Delta Regional Planning and Development District, Incorporated (the District) as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements, and have issued our report thereon dated June 24, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

**Board of Directors
North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings as 10-01 to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings as item 10-02.

We noted certain matters that we reported to management of the District in a separate letter dated June 24, 2011.

The District's responses to the findings identified in our audit are described in the accompanying schedule of findings. We did not audit the District's responses and, accordingly, we express no opinion on them.

This report is intended for the information of management of the District, the Board of Directors, others within the entity, federal and state awarding agencies and pass-through entities, other entities granting funds to the District, and the Legislative Auditor for the State of Louisiana and is not intended to be used and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Jeffrey Huffman, Raymond, & Simpson

(A Professional Accounting Corporation)

June 24, 2011

LUFFEY, HUFFMAN, RAGSDALE & SOIGNIER

(A PROFESSIONAL ACCOUNTING CORPORATION)
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

**Board of Directors
North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

Compliance

We have audited the compliance of North Delta Regional Planning and Development District, Incorporated, (the District) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. The District's major federal programs are identified in the Summary of Auditor's Results Section of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB

**Board of Directors
North Delta Regional Planning and
Development District, Incorporated
Monroe, Louisiana**

Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of noncompliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of control deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management of the District, Federal awarding agencies and pass-through entities, and other entities granting funds to the District and the Legislative Auditor for the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Huffman, Reynolds, & Siggins

(A Professional Accounting Corporation)

June 24, 2011

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2010

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/PROGRAM NAME	Federal CFDA Number	Pass - Through Grantor's LD. Number	Grant Period	Award Amount	Expenditures
United States Department of Commerce					
Direct Program:					
Economic Development - Support for Planning Organizations	11.302	N/A	1/1/2007 - 12/31/2009	\$ 150,000	\$ 25,000
Economic Development - Support for Planning Organizations	11.302	N/A	1/1/2010 - 12/31/2012	180,000	30,000
Economic Development - Supplemental Planning	11.302	N/A	9/1/2009 - 3/31/2010	10,189	10,189
Total United States Department of Commerce					65,189
United States Department of Transportation/ Passed-Through the Ouachita Council of Governments:					
Highway Planning & Construction	20.205	736-37-0049	7/1/2009 - 6/30/2010	225,946	190,880
Federal Transit - Metropolitan Planning Grants	20.505	741-37-0121	7/1/2009 - 6/30/2010	40,869	40,868
Total United States Department of Transportation					231,748
Delta Regional Authority					
Delta Local Development District Assistance	90.202	N/A	7/1/2009 - 6/30/2010	22,000	22,000
Total Delta Regional Authority					22,000
United States Department of Health and Human Services - Administration on Aging/ Passed-Through the Louisiana Governor's Office of Elderly Affairs:					
Title III D - Disease Prevention and Health Promotion Services	93.043	673627	7/1/2009 - 6/30/2010	16,957	16,851
Title III B - Ombudsman Services	93.044	672769	7/1/2009 - 6/30/2010	122,819	104,396
Title III B - Supportive Services	93.044	673627	7/1/2009 - 6/30/2010	231,873	231,873
Total Title III B - Grants for Supportive Services and Senior Centers					336,269
Title III C - Area Agency Administration					
Title III C-1 - Congregate Meals	93.045	673627	7/1/2009 - 6/30/2010	61,121	61,121
Title III E - National Family Caregiver Support	93.052	673627	7/1/2009 - 6/30/2010	19,302	19,302
Title III C-1 - Congregate Meals	93.045	673627	7/1/2009 - 6/30/2010	226,216	226,216
Title III C-2 - Home Delivered Meals	93.045	673627	7/1/2009 - 6/30/2010	153,401	153,401
Medical Improvements for Patients and Providers	93.518	684271	7/1/2009 - 6/30/2010	20,172	10,157
ARRA - Aging Home-Delivered Nutrition Services for States	93.705	677523	7/1/2009 - 6/30/2010	16,588	6,911
ARRA - Aging Congregate Nutrition Services for States	93.707	677523	7/1/2009 - 6/30/2010	33,693	14,040
Total Title III - C - Nutrition Services					491,148
Title III E - National Family Caregiver Support	93.052	656513	7/1/2008 - 6/30/2010	95,356	9,087
Title III E - National Family Caregiver Support	93.052	673627	7/1/2009 - 6/30/2010	95,356	95,356
Total Title III E - National Family Caregiver Support					104,443
Nutritional Services Incentive Program (NSIP)					
Food Distribution - Cash-in-Lieu of Commodities	93.053	672741	7/1/2009 - 6/30/2010	171,657	156,738
Total United States Department of Health and Human Services					1,105,449
United States Department of Homeland Security					
Passed-Through the Governor's Office of Homeland Security and Emergency Preparedness:					
Homeland Security Grant Program	97.067	FY2007-GE-T7-0019	11/1/2008 - 10/31/2009	42,000	42,000
Homeland Security Grant Program	97.067	FY2007-GE-T7-0019	11/1/2009 - 6/30/2010	42,000	21,535
Total United States Department of Homeland Security					63,535
TOTAL EXPENDITURES OF FEDERAL AWARDS					\$ 1,487,921

The District is indebted to the Department of Agriculture (Former's Home Administration) for a note of \$923,645 at year end.

See Notes to Schedule of Expenditures of Federal Awards

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2010

1: GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all Federal Awards programs of the North Delta Regional Planning and Development District, Incorporated, (the District) Monroe, Louisiana. The District's reporting entity is defined in Note 1 to the District's general-purpose financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, is included on the schedule.

2: BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the District's financial statements.

3: RELATIONSHIP TO FINANCIAL STATEMENTS

Federal Awards revenues are reported in the District's financial statements as follows:

Government Funds	
Major Funds	\$ 611,490
Other Governmental Funds	876,431
Total Schedule of Expenditures of Federal Awards	<u>\$ 1,487,921</u>

In addition, the following federal funds were passed through to subrecipients:

Title III B - Supportive Services	\$ 231,873
Title III C-1 - Congregate Nutrition	226,216
Title III C-2 - Home Delivered Meals	153,401
Title III D - Preventive Health	16,851
ARRA - Aging Home-Delivered Nutrition Services for States	6,911
ARRA - Aging Congregate-Nutrition Services for States	14,040
Title III E - Caregiver	104,443
Medical Improvements for Patients and Providers	10,157
N.S.I.P. Cash-in-Lieu of Commodities	156,738
Total Pass Through Awards	<u>\$ 920,630</u>

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2010

4: RELATIONSHIP TO FUNDS SENT BY GOEA

Federal Awards revenues reported differ from amount reported sent by Louisiana Governor's Office of Elderly Affairs (GOEA) due to deferred revenues and prior year revenue remitted to GOEA, then returned by GOEA to North Delta for distribution to other agencies:

	GOEA Revenue		Deferred Revenue		Federal Awards Schedule	State Revenue
	FY10	FY09	6/30/2010	6/30/2009	FY10	FY10
Title III C - Federal	\$ 80,423	\$ -	\$ -	\$ -	\$ 80,423	\$ -
Title III C - State	26,808	-	1,325	1,325	-	26,808
Title III B - Federal	104,396	-	-	-	104,396	-
Title III B - State	18,423	-	-	-	-	18,423
Title III B SS - Federal	231,873	-	-	-	231,873	-
Title III B SS - State	107,453	36,191	41,415	12,030	-	114,259
Title III C-1 - Federal	226,216	-	-	-	226,216	-
Title III C-1 - State	102,450	4,430	2,960	-	-	103,920
Title III C-2 - Federal	153,401	-	-	-	153,401	-
Title III C-2 - State	313,797	15,959	14,908	6,738	-	321,586
Title III D - Federal	16,957	437	892	349	16,851	-
Title III E - Federal	95,356	1,231	-	7,856	104,443	-
Title III E - State	31,785	-	19,639	-	-	12,146
Senior RX	105,024	-	-	-	-	105,024
Audit - State	4,366	-	3,900	2,810	-	3,276
ARRA - C -1	14,040	-	-	-	14,040	-
ARRA - C -2	6,911	-	-	-	6,911	-
MIPPA	10,157	-	-	-	10,157	-
NSIP	176,748	-	47,038	27,028	156,738	-
	<u>\$ 1,826,584</u>	<u>\$ 58,248</u>	<u>\$ 132,077</u>	<u>\$ 58,136</u>	<u>\$ 1,105,449</u>	<u>\$ 705,442</u>

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2010

Section 1 – Summary of Auditor’s Results

Financial Statements:

Type of Auditor’s Report Issued: Unqualified

Internal Control Over Financial Reporting:

Material Weakness(es) identified? Yes No

Significant deficiency(s) identified not considered to be material weaknesses? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards:

Internal Control Over Major Programs:

Material weakness(es) identified? Yes No

Significant deficiency(s) identified not considered to be material weakness(es)? Yes None Reported

Type of auditor’s report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)? Yes No

Dollar threshold used to distinguish between Type A and Type B programs \$300,000

Auditee qualified as low-risk auditee? Yes No

Identification of Major Programs:

<u>CFDA #</u>	<u>PROGRAM TITLE</u>
93.052	Title III, Part E, National Family Caregiver Support
Aging Cluster	
93.043	Title III, Part D, Disease Prevention and Health Promotion
93.044	Title III, Part B, Grants for Supportive Services and Senior Center
93.045	Title III, Part C, Nutrition Services
93.053	Nutrition Services Incentive Program
93.518	Medical Improvements for Patients and Providers
93.507	ARRA - Aging Home-Delivered Nutrition Services for States
93.707	ARRA - Aging Congregate Nutrition Services for States

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2010

Section II – Financial Statement Findings and Questioned Costs:

10-01 Preparation of financial statements

First Reported – 2007

Finding:

A sound system of internal control requires management to be able to prepare financial statements in accordance with *Generally Accepted Accounting Principles*.

Due to the size of the District's operations and the limited resources available, the District does not employ a staff with the qualifications and training to prepare financial statements, including the related notes, in accordance with generally accepted accounting principles. The District relies on its auditors to prepare its financial statements. Others within the District are responsible for initiating, authorizing, recording, and processing financial data. This is a common practice for entities with a small accounting staff, however the auditors cannot be a compensating control for the District.

The accountant was absent from her position most of the audit year without immediate replacement. Personnel were ultimately brought in to compensate for her absence but they were unfamiliar with the organization and the methodology of its recordkeeping. These conditions led to records not being updated in a timely manner and errors in posting that resulted in difficulty producing reliable information for the financial statements.

Twenty-six journal entries were required to correct posting of transactions to the District's accounting records. Cash and cash equivalent funds had to be adjusted by \$76,201 which was comprised of \$31,212 to record expenses previously not recorded, \$22,059 to correct balances between accounts, \$17,375 to eliminate items on the bank reconciliation that had previously been addressed, and \$5,555 to record activity in the money market account that had not previously been recorded. In addition, reconciliations of multiple bank accounts, most notably the operating account, were not performed properly on a monthly basis and adjusting journal entries for the year ending June 30, 2009 were not made until early 2011.

These items indicate the risk of inaccurate financial reporting to external users as well as those charged with the decision making process of the District.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2010

Recommendation:

Management should evaluate annually the cost versus benefit of employing someone with the needed expertise to prepare financial statements in accordance with generally accepted accounting principles.

Subsequent to the audit year, the Accountant returned to her duties and an Assistant was hired to assist her. We would recommend that the Assistant be fully educated on the organization and its methodology of recordkeeping such that there will always be someone capable to attending to the Accountant's duties in her absence.

Management's Corrective Action Plan:

Management will evaluate annually the cost versus benefit of employing someone with the needed expertise to prepare financial statements in accordance with generally accepted accounting principles.

Subsequent to the audit year, the Accountant returned to her duties and an Assistant was hired to assist her. The Assistant is fully educated on the organization and its methodology of recordkeeping such that there will always be someone capable to attending to the Accountant's duties in her absence.

10-02 Financial statements were not audited or submitted timely to the proper agencies

First Reported – 2006

Finding:

Louisiana Revised Statute 24:513 requires that the District prepare and submit its audited financial statements to the Louisiana Legislative Auditor no later than six months after the end of its most recent fiscal year.

The accountant was absent from her position most of the audit year without immediate replacement. Personnel were ultimately brought in to compensate for her absence but they were unfamiliar with the organization and the methodology of its recordkeeping. These conditions led to records not being updated in a timely manner and errors in posting that resulted in difficulty producing reliable information for the financial statements. Therefore, the District was not able to submit its audited financial statements within the six month timeframe as required by state audit law.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
Monroe, Louisiana**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2010

Recommendation:

We recommend that the District coordinate the timing of the audit to ensure that it is completed and submitted to the Legislative Auditor within the prescribed time period.

Management's Corrective Action Plan:

North Delta will coordinate the timing of the audit to ensure that it is completed and submitted to the Legislative Auditor within the prescribed period of time. North Delta has already added an additional staff person in the financial department and will explore engaging an outside firm to assist in that effort.

**NORTH DELTA REGIONAL PLANNING AND
DEVELOPMENT DISTRICT, INCORPORATED
SUMMARY STATUS OF PRIOR YEAR FINDINGS**

The following is a summary of the status of the prior year findings included in Luffey, Huffman, Ragsdale & Soignier (APAC)'s audit report dated March 31, 2011, covering the audit of the financial statements of North Delta Regional Planning and Development District, Incorporated as of and for the year ended June 30, 2009.

09-01 Financial statements were not audited or submitted timely to the proper agencies

Finding:

Louisiana Revised Statute 24:513 requires that the District prepare and submit its audited financial statements to the Louisiana Legislative Auditor no later than six months after the end of its most recent fiscal year. Due to scheduling conflicts with the independent certified public accountants, the District was not able to submit its audited financial statements within the six month timeframe as required by state audit law.

Status:

See Finding 10-02.

09-02 Preparation of financial statements

Finding:

A sound system of internal control requires management to be able to prepare financial statements in accordance with *Generally Accepted Accounting Principles*.

Due to the size of the District's operations and the limited resources available, the District does not employ a staff with the qualifications and training to prepare financial statements, including the related notes, in accordance with generally accepted accounting principles. The District relies on its auditors to prepare its financial statements. Others within the District are responsible for initiating, authorizing, recording, and processing financial data. This is a common practice for entities with a small accounting staff, however the auditors cannot be a compensating control for the District.

Eighteen journal entries were required to correct posting of transactions to the District's accounting records. The most significant entry was to shift approximately \$95,742 from state revenues to due to grantor for funds not expended. Other notable entries were made to record \$4,183 for interest payable, a \$5,000 write-off of an uncollectible receivable and a \$43,043 write-off of obsolete/disposed equipment.

These items indicate the risk of inaccurate financial reporting to external users as well as those charged with the decision making process of the District.

Status:

See Finding 10-01

LUFFEY, HUFFMAN, RAGSDALE & SOIGNIER

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CERTIFIED PUBLIC ACCOUNTANTS

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Lori Woodard, MBA, CPA

MANAGEMENT LETTER

**Board of Directors
North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana**

In planning and performing our audit of the general purpose financial statements of North Delta Regional Planning and Development District, Incorporated (the District) for the year ended June 30, 2010, we considered its internal control structure in order to determine our auditing procedures for purposes of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure or overall compliance with laws and regulations.

However, during our audit we became aware of certain matters that are opportunities for strengthening internal controls and the overall environment for compliance with laws and regulations. This letter will summarize our comments and suggestions regarding those matters. This letter does not affect our report dated June 24, 2011 on the basic financial statements of the District.

Documentation of Internal Control

Finding:

Management of the District is charged with establishing and maintaining internal control and to assess internal control for effectiveness in design and operation. Those components are outlined in the Committee of Sponsoring Organizations of the Treadway Commission Report (commonly referred to as the COSO Report, or COSO) and consist of the Control Environment; Risk Assessment; Control Activities; Information and Communication; and Monitoring. While certain elements of the components of internal control exist and certain aspects of the control activities have been documented, the District does not possess adequate written documentation of all components of internal control over District operations.

For management and those charged with governance to properly discharge their responsibility to establish and maintain internal control, there must exist a level of documentation of internal control sufficient to allow them to assess operating effectiveness and design, not just at a point in time, but over a period of time. As circumstances change, controls should be re-evaluated for ongoing effectiveness.

**Board of Directors
North Delta Regional Planning
and Development District, Incorporated
Monroe, Louisiana
Page 2 of 2**

Recommendation:

We recommend that management of the District document the internal control over financial reporting using the COSO framework in order that they may more easily discharge their responsibility to design and implement controls and monitor those controls for effectiveness over time. As part of this review and documentation, the District should utilize the *Checklist of Best Practices in Government* prepared by the Legislative Auditor's office.

Management's Corrective Action Plan:

North Delta will rework its manual on internal controls to assure that it reflects the COSO framework and the checklist of Best Practices in Government with the ultimate goal of ensuring the aforementioned internal controls.

Huffman, Huffman, Reynolds, & Simpson

(A Professional Accounting Corporation)

June 24, 2011