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EAST FELICIANA COUNCIL ON AGING, INC.
FINANCIAL REPORT
CLINTON, LOUISIANA
JUNE 30, 2004

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 11-17-04

TABLE OF CONTENTS

PAGE

INDEPENDENT AUDITOR'S REPORT

4

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements:

Statement of Net Assets

7

Statement of Activities

8

Fund Financial Statements:

Balance Sheet

10

Reconciliation of the Governmental Funds Balance Sheet To
The Government-Wide Financial Statements of Net Assets

11

Statement of Revenues, Expenditures, and Changes in
Fund Balances

12

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds to
the Statement of Activities

13

Notes to Financial Statements

14

SUPPLEMENTARY INFORMATION REQUIRED BY GASB STATEMENT 34

Budgetary Comparison Schedule - General Fund

36

Budgetary Comparison Schedule - PCOA Fund

37

Budgetary Comparison Schedule - Transportation Fund

38

Budgetary Comparison Schedule - Title III B Fund

39

Budgetary Comparison Schedule - Title III C 2 Fund

40

SUPPLEMENTARY FINANCIAL INFORMATION REQUIRED BY GOEA

Schedule of Non-Major Special Revenue Funds

42

Comparative Schedule of General Fixed Assets and
Changes in General Fixed Assets

43

TABLE OF CONTENTS

SUPPLEMENTARY FINANCIAL INFORMATION REQUIRED BY
OMB CIRCULAR A-133

Schedule of Federal Financial Assistance	45
Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed In Accordance with Government Auditing Standards	46
Schedule of Prior Years Findings	48
Schedule of Current Years Findings	49
Corrective Action Plan	50

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INDEPENDENT AUDITOR'S REPORT

August 11, 2004

To the Board of Directors
East Feliciana Council on Aging
Clinton, Louisiana

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the East Feliciana Council on Aging as of and for the year ended June 30, 2004, which collectively comprises the Council's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Council's management. My responsibility is to express an opinion of these basic financial statements based on my audit.

I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provided a reasonable basis for my opinion.

In my opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the East Feliciana Council on Aging as of June 30, 2004, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

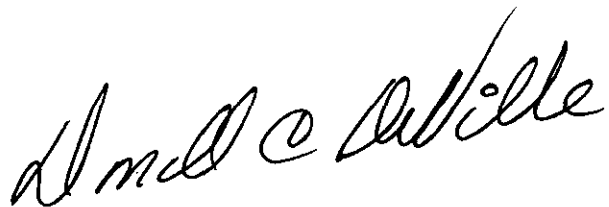
As described in Note 1, the East Feliciana Council on Aging has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis-For State and Local Governments, as of June 30, 2004.

The budgetary comparison information on pages 36 through 39, are not a required part of the basis financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and express no opinion on it.

The East Feliciana Council on Aging has not presented Management's Discussion and Analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

My audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the East Feliciana Council On Aging, Inc. basic financial statements. The combining and individual nonmajor fund financial statements, schedules and schedule of expenditures of federal awards listed in the Table of Contents are presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, are fairly stated in all material respects in relation to the financial statements taken as a whole.

In accordance with Government Auditing Standards, I have also issued a report dated August 11, 2004, on our consideration of East Feliciana Council on Aging's internal control over financial reporting and our tests of its compliance with laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Governmental Auditing Standards and should be read in conjunction with this report in considering the results of my audit.

A handwritten signature in cursive script, reading "Donald C. White". The signature is written in dark ink and is positioned in the lower right quadrant of the page.

GOVERNMENT WIDE FINANCIAL STATEMENTS

GOVERNMENT WIDE STATEMENT OF NET ASSETS

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
JUNE 30, 2004

GOVERNMENTAL
ACTIVITIES

ASSETS:

Cash	\$12,141
Grant Receivable	8,526
Prepaid Expenses	2,134
Fixed Assets	27,376
TOTAL ASSETS	50,177

LIABILITIES:

Notes Payable	\$690
Accounts Payable	975
Compensated Absences	8,710
TOTAL LIABILITIES	10,375

NET ASSETS:

Invested in Capital Assets, net of debt	27,376
Reserved For:	
Utility Assistance	2,134
Unreserved-Undesignated	10,292
TOTAL FUND EQUITY	39,802

<u>TOTAL LIABILITIES AND NET ASSETS</u>	<u>50,177</u>
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THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

GOVERNMENT WIDE STATEMENT OF ACTIVITIES

**EAST FELICIANA COUNCIL ON AGING
CLINTON, LOUISIANA
For the Year Ended June 30, 2004**

	Program Revenues		Charges for Services	Grants and Capital Grants & Contributions		Net (Expenses) Revenues and Increases (Decreases) in Net Assets
	Operating			Operating	Governmental	
Governmental Activities						
HEALTH, WELFARE & SOCIAL SERVICES						
SUPPORT SERVICES						
Transportation	\$43,593	\$22,656	\$3,367	\$26,815	(\$9,245)	
Supportive Social Services	122,516	1,506	117,884	0	3,126	
NUTRITION SERVICES						
Congregate Meals	34,087	2,637	21,646	0	9,804	
Home Delivered Meals	43,508	1,184	41,169	0	1,155	
Utility Assistance	3,234	0	4,338	0	(1,104)	
Disease Prevention	13,653	0	13,636	0	17	
National Care Giver Support	2,073	0	1,540	0	533	
Administration	15,407	0	678	0	14,729	
Total Governmental Activities	278,071	27,983	204,258	26,815	19,015	
General Revenues:						
Grants and contributions not restricted					0	
Investment earnings					76	
Other general revenues					2,286	
Special-Sale of Fixed Assets					0	
Total general revenues and transfers					<u>2,362</u>	
Change in Net Assets					(16,653)	
Net assets-beginning					<u>56,455</u>	
Net assets-ending					<u><u>39,802</u></u>	

The accompanying notes are an integral part of this statement.

FUND FINANCIAL STATEMENTS

BALANCE SHEET
GOVERNMENTAL FUNDS

EAST FELICIANA COUNCIL ON AGING
CLINTON, LOUISIANA
JUNE 30, 2004

	GENERAL FUND	PCOA	TRANS- PORTATION	TITLE III B	TITLE III C 2	NON MAJOR FUNDS	TOTAL
ASSETS:							
Cash	\$10,007	\$0	\$0	\$0		\$2,134	\$12,141
Grants Receivable	0	0	4,316	681	1,941	1,588	8,526
Prepaid Expenditures	2,134	0	0	0	0	0	2,134
Due From Other Funds	8,526	0	0	0	0	0	8,526
Total Assets	20,667	0	4,316	681	1,941	3,722	31,327
LIABILITIES AND FUND BALANCES:							
LIABILITIES:							
Accounts Payable	\$975	\$0	\$0	\$0	\$0	\$0	\$975
Due To General Fund	0	0	4,316	681	1,941	1,588	8,526
Total Liabilities	975	0	4,316	681	1,941	1,588	9,501
FUND BALANCES:							
Reserved For:							
Utilities			0	0	0	2,134	2,134
Unreserved-Undesignated	19,692	0	0	0	0	0	19,692
Total Fund Balance	19,692	0	0	0	0	2,134	21,826
Total Liabilities and Fund Balances	20,667	0	4,316	681	1,941	3,722	31,327

The accompanying notes are an integral part of this statement.

EAST FELICIANA COUNCIL ON AGING, INC.
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE
TO THE GOVERNMENT-WIDE FINANCIAL STATEMENT OF NET ASSETS
JUNE 30, 2004

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Total Governmental Fund Balance	\$21,826
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	27,376
Some expense reported in the statement of activities such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in government funds:	
Notes Payable	(690)
Compensated Absences	(8,710)
	<hr/>
Net Assets of Governmental Activities	<u>39,802</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS**

**EAST FELICIANA COUNCIL ON AGING
CLINTON, LOUISIANA
June 30, 2004**

	GENERAL		TRANS-	TITLE	TITLE	NON	
	FUND	PCOA	PORTATION	III B	III C 2	MAJOR	TOTAL
REVENUE							
INTERGOVERNMENTAL							
GOVERNOR OFFICE OF ELDERLY AFFAIRS	\$0	\$21,048	\$0	\$0	\$0	\$20,643	\$41,691
CAPITAL AREA AGENCY ON AGING	0	0	0	50,909	33,277	22,546	106,732
DEPARTMENT HEALTH & HOSPITALS	0	0	3,367	0	0	0	3,367
DEPARTMENT OF TRANSPORTATION	0	0	26,815	0	0	0	26,815
PUBLIC SUPPORT	0	0	0	0	0	0	0
PUBLIC FARES	0	0	22,656	1,506	1,184	2,637	27,983
ENTERGY	0	0	0	0	0	0	0
INVESTMENT INCOME	76	0	0	0	0	0	76
MISCELLANEOUS	2,286	0	0	0	0	0	2,286
INKIND CONTRIBUTIONS	0	0	0	24,783	7,892	19,792	52,467
	<u>2,362</u>	<u>21,048</u>	<u>52,838</u>	<u>77,198</u>	<u>42,353</u>	<u>65,618</u>	<u>261,417</u>
EXPENDITURES							
HEALTH & WELFARE & SOCIAL SERVICES							
CURRENT							
SALARIES	0	0	0	65,555	21,388	22,462	109,405
FRINGE	1,506	0	0	6,328	2,072	2,335	12,241
TRAVEL	230	0	0	176	249	658	1,313
OPERATING SERVICES	118	0	0	17,196	6,160	2,911	26,385
OPERATING SUPPLIES	989	0	0	6,383	4,836	928	13,136
OTHER	2,386	0	0	2,095	911	1,401	6,793
CAPITAL OUTLAY	0	0	33,519	0	0	4	33,523
DEBT SERVICE	2,793	0	0	0	0	0	2,793
UTILITY ASSISTANCE	0	0	0	0	0	3,234	3,234
IN-KIND EXPENDITURES	0	0	0	24,783	7,892	19,792	52,467
	<u>8,022</u>	<u>0</u>	<u>33,519</u>	<u>122,516</u>	<u>43,508</u>	<u>53,725</u>	<u>261,290</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	(5,660)	21,048	19,319	(45,318)	(1,155)	11,893	127
OTHER FINANCIAL SOURCES (USES)							
TRANSFERS IN	4,683	0	0	45,318	1,155	10,354	61,510
TRANSFER OUT	0	(21,048)	(19,319)	0	0	(21,143)	(61,510)
	<u>4,683</u>	<u>(21,048)</u>	<u>(19,319)</u>	<u>45,318</u>	<u>1,155</u>	<u>(10,789)</u>	<u>0</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(977)	0	0	0	0	1,104	127
FUND BALANCE, BEGINNING	20,669	0	0	0	0	1,030	21,699
FUND BALANCE, END	<u>19,692</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,134</u>	<u>21,826</u>

The accompanying notes are an integral part of this statement.

EAST FELICIANA COUNCIL ON AGING, INC.
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2004

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

Net Change in Fund Balances-Total Governmental Funds	\$127
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 as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	(10,712)
Repayment of notes payable is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in this statement of net assets.	2,642
Some expense reported in the statement of activities such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	<u>(8,710)</u>
Changes in Net Assets of Governmental Activities	<u><u>(16,653)</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Purpose of the Council on Aging:

The purpose of the Council is to collect facts and statistics and make special studies of conditions pertaining to the employment, financial status, recreation, social adjustment, mental and physical health or other conditions affecting the welfare of the aging people of East Feliciana Parish; to keep abreast of the latest developments in these fields of activity throughout Louisiana and the United States; to interpret its findings to the citizens of the parish; to provide for a mutual exchange of ideas and information on the parish and the state level; to conduct public meetings; to make recommendations for needed improvements and additional resources; to promote the welfare of aging people when requested to do so; to coordinate and monitor services of other local agencies serving the aging people of the parish; and to assist and cooperate with the Governor's Office of Elderly Affairs (GOEA) and other departments of state and local government serving the elderly; and to recommendations relevant to the planning and delivery of services to the elderly of the parish. Specific services provided by the Council include congregate and home delivered meals, nutritional education, information and referral services, legal assistance, homemaker services, discount services, material aid, outreach, operating senior centers, and transportation.

b. Reporting Entity:

In 1964, the State of Louisiana passed Act 456 which authorized the charter of voluntary councils on aging for the welfare of the aging people of their respective parishes. However, before the Council on aging can begin operations in a specific parish, its application for a charters must receive approval from the Governor's Office of Elderly Affairs pursuant to LA R.S. 46:1602. The function of each council on aging in Louisiana must comply with the objectives of state laws and each council is governed by the polices and regulations established by GOEA.

The East Feliciana Council on Aging (Council) is legally separate, non-profit, quasi-public corporation. It received its charter and began operations on July 1, 1970.

A board of directors, consisting of fifteen voluntary members who serve three-year terms, governs the Council. The board of directors is comprised of, but not limited to, representatives of the Parish's elderly population, general public, private businesses, and elected public officials. Board members are elected annually in the following manner:

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3 members are selected from the general public to represent all sections of the parish and are drawn from, but not limited to, civic organizations, governmental agencies, business, and religious groups.

12 representatives, who must reside in the districts that they represent, are selected from each of the 9 Parish Council districts, to represent the elderly population in their respective districts.

Membership in the Council is open at all times, without restriction, to all residents of East Feliciana Parish who have reached the age of majority and who express an interest in the Council and wish to contribute to or share in its programs. Membership fees are not charged.

Based on the criteria set forth in GASB Statement 14, the Council is not a component unit of another primary government nor does it have any component units which are related to it. In addition, based on criteria set forth in GASB Codification Section 2100, the Council has presented its financial statements as a primary government, because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments. As used in GASB Statement 14, the term fiscally independent means that the Council may, without approval or consent of another government entity, determine or modify its own budget, levy its own taxes or set rates or changes, and issue bonded debt. As previously mentioned, GOEA establishes the policies and regulations that all Council must follow. Included in its policies is a provision that the Council's budget be approved by GOEA. However, this approval process is part of GOEA's general oversight responsibility for the Council and is more ministerial or compliance oriented than substantive.

Accordingly, the Council is viewed as being fiscally independent for purposes of applying the reporting entity criteria of GASB Statement 14.

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Presentation of Statements:

The Council's statements are prepared in accordance with accounting principles generally accepted (GAAP) in the United States of America as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). Governments are also required to follow the pronouncements of the Financial Accounting Standard Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements.

The Council has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds; however, the Council has chosen not to do so because it does not have any business-type activities or enterprise funds. The more significant accounting policies established in GAAP and used by the Council are discussed below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Certain of the significant changes in the statement include the following:

For the first time the financial statements include:

A Management Discussion and Analysis (MD&A) section providing an analysis of the Council's overall financial position and results of operations.

Governmental-Wide Financial statements prepared using full accrual accounting for all of the Council's activities.

A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements (including notes to financial statements). The Council has elected to implement the general provisions of the GASB Statement 34 in the current year.

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Basic Financial Statements - Government-Wide Statements

The Council's basic financial statements include both Government-Wide (reporting the Council as a whole) and fund financial statements (reporting the Council's major funds). Both the Government-Wide and Fund Financial Statements categorize primary activities as either governmental or business type. The Council's functions and programs have been classified as governmental activities. The Council does not have any business-type activities, fiduciary funds, or any component units that are fiduciary in nature. Accordingly, the Government-Wide financial statements do not include any of these activities or funds.

In the Government-Wide Statement of Net Assets, the governmental type activities column (a) is presented on a consolidated basis by column, (b) and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Council's net assets are reported in three parts - invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. Invested in capital assets, net of related debt consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those capital assets. Restricted net assets consist of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. Unrestricted net assets include all other net assets that do not meet the definition of "restricted" of "invested in capital assets, net of related debt."

The Council's policy is to use restricted resources first to finance its activities except for nutrition services. When providing nutrition services, revenue earned by the Council under its USDA contract with GOEA can only be used to pay for the raw food component to each meal that is bought and served to a person eligible to receive a meal under one of the nutrition programs. The Council's management has discretion as to how and when to use the USDA revenue when paying for nutrition program costs. Quite often unrestricted resources are available for use that must be consumed or they will have to be returned to GOEA. In such cases it is better for management to elect to apply and consume the unrestricted resources before using the restricted resources. As

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a result, the Council will depart from its usual policy of using restricted resources first.

The Government-Wide Statement of Activities reports both the gross net cost of each of the Council's functions and significant programs. Many functions and programs are supported by general government revenues like intergovernmental revenues, and unrestricted investment income, particularly if the function or program has a net cost. The Statement of Activities begins by presenting gross direct and indirect expenses that include depreciation, and then reduces the expenses by related program revenues, such as operating and capital grants and contributions, to derive the net cost of each function or program. Program revenues must be directly associated with the function or program to be used directly offset its cost. Operating grants include operating-specific and discretionary (either operating or capital) grants, while the capital grants column reflects capital-specific grants. The Council did not receive any capital-specific grants this year.

The Council allocates its indirect costs among various functions an programs in accordance with Circular A-87. The Statement of Activities shows this allocation in a separate column labled "indirect cost allocation." In addition, GOEA provided grant funds to help the Council pay for a portion of its indirect costs. As a result, only the indirect costs in excess of the GOEA funds are allocated to the Council's other functions and programs.

The Government-Wide Statements focus upon the Council's ability to sustain operations and the change in its net assets resulting from the current year's activities.

e. Basic Financial Statements - Fund Financial Statements

The financial transactions of the Council are reported in individual funds in the Fund Financial Statements. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures. Resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are reported by generic classification within the financial statements.

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Governmental fund equity is called the fund balance. Fund balance is further classified as reserved and unreserved, with unreserved being further split into designated and undesignated. Reserved means that the fund balance is not available for expenditure because resources have already been expended (but not consumed), or a legally restriction has been placed on certain assets that makes them only available to meet future obligations. Designated fund balances result when management tentatively sets aside or earmarks certain resources to expend in a designated manner. In contrast to reserved fund balances, designated amounts can be changed at the discretion of management.

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

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

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

The Council has established serveral special revenue funds. The following is a breif description of each special revenue fund's purpose:

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

MAJOR SPECIAL REVENUE FUNDS

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

	<u>UNITS</u>
Homemaker	341
Information and Assistance	309
Material Aid	1,328
Outreach	96
Personal Care	193
Transportation For People Age 60	5,264
Recreation	1,957
Telephoning	385
Utilitiy Assistance	32

The Title III-C-2 Home Delivered Meals Funds are used to account for funds which provide nutritional meals to home-bound older persons. Using Title III C-2 funds the Council served about **12,598** meals during the year to people eligible to participate in this program.

NON-MAJOR SPECIAL REVENUE FUNDS

The Title III-C-1 Fund is used to account for funds which are used to provide nutritional, congregrate meals to the elderly at meal sites located in Baton Rouge and surronding areas. During the fiscal year the Council served about **9,994** congregrate meals to people eligible to particate in this program. In addition to the meals serviced, the Council also provided **178** units of nutritional education to eligible participants.

The Title III-D Funds are used to account for funds used for disease prevention and health promotion activities. During the year **633** units of wellness service were provided to eligible participants in this program.

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Senior Center Fund is used to account for the administration of Senior Center program funds appropriated by the Louisiana Legislature to the GOEA, which "passes through" the funds to the Council. This purpose of this program is to provide a community service center at which elderly people can receive supportive social services and participate in activities which foster their independence, enhance their dignity, and encourage their involvement in and with the community. The senior center for East Feliciana Parish is located in Clinton. Senior Center funds can be used at management's discretion to support any of the Council's programs that benefit the elderly. Accordingly, during the fiscal year, the Senior Center Fund transferred all of its grant revenue to Title III B Fund to subsidize that program's cost of providing supportive services to the elderly persons who use the senior center.

The Utility Assistance Fund is used to account for the administration of utility assistance programs that are sponsored by local utility companies. The companies collect contributions from service customers and remit the funds to the parish Councils on the aging to provide assistance to the elderly for the payment of utility bills. The Council receives its Project Care donations directly from Capital Area Agency on Aging. During the year, the Council was able to provide 32 units of service with these funds.

The Audit Fund is used to account for funds received from the Governor's Office of Elderly Affairs that are restricted to use as a supplement to pay for the cost of having an annual audit of the Councils financial statements. The cost allocated to this fund is equal to the GOEA supplement. Excess audit cost have been distributed to other funds and programs using the Council's indirect cost allocation formula.

Title III-E Funds are used to account for funds used for Care Giver Program such as; (1) Information assessment and (2) public education.

United Way is used to account for funds received from the Capital Area United Way to be used for Title III C meals.

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Supplemental Senior Center Fund was established to account for funds that were appropriated by the Louisiana Legislature for the various councils on aging throughout Louisiana to supplement each Council's primary grant for senior center operations and activities. The East Feliciana Council on Aging, Inc. was one of the parish councils to receive a supplemental grant of \$3,825. The money received by this fund during the year was transferred to the Title III B Fund to supplement the supportive services provided by this fund. GOEA provided these funds to the Council.

f. Measurement Focus and Basis of Accounting

Basis of accounting refers to when revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

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

The Statement of Net Assets and the Statement of Activities display information about the Council as a whole. Both of these statements have been prepared using the economic measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange takes place.

2. Modified Accrual Basis - Fund Financial Statements (FFS)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental funds types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded 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 within the current period or soon enough thereafter to pay liabilities of the current period. The Council considers all revenues "available" if they are collected within 60 days after year end. Expenditures are generally recorded under modified accrual basis of accounting when the related liability is incurred. The exceptions to this general rule are that (1) unmatured principal and interest on long-term debt, if any, are recorded when due, and (2) claims and judgements and compensated absences are recorded as expenditures when paid expendable available financial resource resources.

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g. Interfund Activities

Interfund activity is reported as either loans or transfers. Loans between funds are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. All other interfund transactions are treated as transfers. Transfers represent a permanent relocation of resources between funds. Transfers between funds are netted against one another as part of the reconciliation of the change in fund balances in the fund financial statements to the change in net assets in the Government-wide Financial Statements.

h. Cash and Cash Equivalents

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

i. Prepaid Expenses/Expenditures

Prepaid expenses include amounts paid for services in advance. These are shown as assets on the Government-Wide Statement of Net Assets. In the Fund Financial Statements, the Council has elected not to include amounts paid for future services as expenditures until those services are consumed to comply with the cost reimbursement terms of grant agreements. As a result, the prepaid expenditures are shown as an asset on the balance sheet of the Fund Financial Statements until they are consumed. In addition, a corresponding amount of the fund balance of the General Fund has been reserved to reflect the amount of fund balance not currently available for expenditure.

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Capital Assets

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. Capital assets are long-lived assets that have been purchased or acquired with an original cost of at least \$1000 and that have an estimated useful life of greater than one year. When purchased or acquired, these assets are recorded as capital assets in the Government-Wide Statement of Net Assets. In contrast, in the Fund Financial Statements, capital assets are recorded as expenditures of the fund that provide the resources to acquire the assets. If the asset purchased, it is recorded in the books at its cost. If the asset was donated, when it is recorded at its estimated fair market value at the date of donation.

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

Building Improvements	20 Years
Equipment	5-7 Years
Vehicles	5 Years
Computers	3 Years

Salvage values have not been established by management when calculating how much of an asset's cost needs to be depreciated except for vehicles. For that category of capital asset, management has used 10% of the vehicle's initial cost as a salvage value estimate.

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

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

k. **Unpaid Compensated Absences:**

The Council's policies for vacation time permit employees to accumulate earned but unused vacation leave. Accordingly, a liability for the unpaid vacation leave has been recorded in the Government-Wide Statements. Management has estimated the current and long-term portions of this liability based on historical trends. The amount accrued as the compensated absence liability was determined using the number of vested vacation hours for each employee multiplied by the employee's wage rate in effect at the end of the year. An amount is added to this total for social security and medicare taxes. In contrast, the governmental funds in the Fund Financial Statements report only compensated absence liabilities that are payable from expendable available financial resources to the extent that the liabilities mature (or come due for payment). Vacation leave does not come due for payment until an employee makes a request to use it or terminates employment with the Council. Accordingly, no amounts have been accrued as fund liabilities as the year-end in the Fund Financial Statements. The differences in the methods of accruing compensated absences creates a reconciling item between the Fund and Government-Wide Financial Statement presentations.

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

l. **Allocation of Indirect Expenses:**

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

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

Note 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m. MANAGEMENT'S USE OF ESTIMATES

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

n. Elimination and Reclassifications:

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

o. Deferred Revenue:

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

NOTE 2 - REVENUE RECOGNITION

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

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

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 3 - CASH

The Council maintains a consolidated bank account to deposit the money it collects and to pay its bills. The consolidated bank account is available for use by all funds. The purpose of this consolidated account is to reduce administration costs and facilitate cash management. The consolidated account also allows those funds with available cash balances to cover any negative cash balances in other funds at year end.

At year end, the carrying amount of the Council's cash balances on the books, was \$12,141, whereas the related bank cash balances totaled \$21,736. The difference in the book and bank balances for cash relateds primarily to deposits made and checks written which did not clear the bank accounts by year-end. All bank balances (\$21,736) were covered by federal depository insurance. Accordingly, all bank deposits are classified as a "Category 1" credit risk in accordance with GASB Statement 3.

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

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

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

Under state law, all bank deposits must be (1) secured by federal deposit insurance or by the pledge of securities owned by the fiscal agent bank, or (2) invested exclusively in instruments backed by the U.S. government. The fair value of the pledged securities plus the federal deposit insurance must always equal or exceed the amount on deposit with the fiscal agent.

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 4 - GOVERNMENT GRANTS AND CONTRACTS RECEIVABLE

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

Government grants and contracts receivable at year end consist of reimbursements for expenses incurred under the following programs:

<u>PROGRAM</u>	<u>FUND</u>	<u>FUNDING AGENCY</u>	<u>AMOUNT</u>
Supp Soc Services	TITLE III B	CAAA	\$681
Congregate Meals	TITLE III C 1	CAAA	808
Home Delivered Meal	TITLE III C 2	CAAA	1,941
Disease Prevention	TITLE III D	CAAA	369
Care Giver	TITLE III E	CAAA	411
Supp Soc Services	Transportation	D H H	284
Transportation	Transportation	Woodland	4,032
Total Government Grants and Contract Receivable			8,526

NOTE 5. CHANGES IN CAPITAL ASSETS

A summary of changes in general fixed assets follows:

	<u>BALANCE</u> <u>7-1-03</u>	<u>ADDITIONS</u>	<u>DECREASES</u>	<u>BALANCE</u> <u>6-30-04</u>
<u>Governmental Activities:</u>				
Equipment	\$8,134	-0-	-0-	\$8,134
Vehicle	51,437	33,519	-0-	84,956
Sub Total	59,571	33,519	-0-	93,090
Accumulated Depreciation				
Equipment	(7,494)	(638)	-0-	(8,132)
Vehicle	(47,508)	(10,074)	-0-	(57,582)
Sub Total	(55,002)	(10,712)	-0-	(65,714)
Net Capital Assets	4,569	22,807	-0-	27,376

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 5. CHANGES IN CAPITAL ASSETS (Continued)

Depreciation was charged to governmental activities as follows:

Administrative	\$638
Support Services: Transportation	10,074
	10,712
	10,712

NOTE 6. BOARD OF DIRECTORS' COMPENSATION

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member. However, board members are reimbursed for out-of-town travel expenses incurred in accordance with the Council's reimbursement policy.

NOTE 7. IN-KIND DONATIONS

The Council received \$52,467 in in-kind contributions during the year which have been valued at their estimated fair market value, and presented in this report as revenue. Related expenditures, equal to the in-kind revenues, have also been presented, thereby producing no effect on net income (loss) in the governmental fund types.

The primary in-kind contributions consist of free rent and utilities for a meal site.

A summary of the in-kind contributions and their respective assigned values is as follows:

Office, Senior Center/meal site facilities & health screening sites are furnished to the Council without charge. Utilities are also included.	\$50,367
Volunteer Meal Site Aides & Nursing Service	2,100
	52,467
Total In-Kind Contributions	52,467

NOTE 8 - INCOME TAX STATUS

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

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 9. LEASES

The Council has no capital leases but on August 5, 2003, it entered into an operating lease with East Feliciana Parish School Board to renew its 1993, lease with the council for a building that houses one of the Council's office and senior center in Clinton, Louisiana, for three more years. The terms of this lease require monthly payments of \$12 for three years. The lease term runs from February 2, 2003 to January 31, 2006.

Total rent expenditures/expense of \$112, including amortization of prepaid leases, have been included in these financial statements.

NOTE 10. JUDGEMENTS, CLAIMS AND SIMILAR CONTINGENCIES

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

No claims were paid-out or litigation costs incurred during the year ended June 30, 2004.

NOTE #11. CONTINGENCIES-GRANT PROGRAMS

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

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 12 - ECONOMIC DEPENDENCY

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

NOTE 13 - RISK MANAGEMENT

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

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

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 14 - INTERFUND RECEIVABLES AND PAYABLES

Because the Council operates most of its programs under cost reimbursement type grants, it has to pay for costs using its General fund money and then request reimbursement for the advanced costs under the grant programs. Such advances create short-term interfund loans in the Fund Financial Statements. A summary of these interfund loans at year end, is as follows:

	Due From Other Funds	Due To Other Funds
General Fund	\$8,526	\$-0-
Transprotation	-0-	4,316
Special Revenue	-0-	-0-
Title III B	-0-	681
Title III C 1	-0-	808
Title III C 2	-0-	1,941
Title III D	-0-	369
Title III E	-0-	411
Total	8,526	8,526

NOTE 15 - INTERFUND TRANSFERS

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

FUNDS TRANSFERRED OUT	FUNDS TRANSFERRED IN						TOTAL OUT
	LOCAL	TITLE III B	TITLE IIIC1	TITLE IIIC2	TITLE IIID	TITLE III E	
PCOA	\$-0-	\$10,089	\$9,804	\$1,155	\$-0-	\$-0-	\$21,048
Senior Center	-0-	16,818	-0-	-0-	-0-	-0-	16,818
Sr Cnt Supplement	-0-	3,825	-0-	-0-	-0-	-0-	3,825
United Way	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Transportation	4,683	14,086	-0-	-0-	17	533	19,319
Total In	4,683	44,818	9,804	1,155	17	533	61,010

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 15 - INTERFUND TRANSFERS (Continued)

Transfers are used to (1) move revenue from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expand them, and to (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

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

NOTE 16 - RELATED PARTY TRANSACTIONS

There are no significant related party transactions during the year.

NOTE 17 - NOTES PAYABLE

Notes payable at **June 30, 2004**, consist of the following:

Note payable to Clinton Bank, originally \$6,380, payable in 29 monthly payments of \$232.77 at 7% interest = \$ \$690

Debt Service Requirement to Maturity:

The annual requirements to amortize all debt outstanding at June 30, 2004, including interest is as follows:

Year Ended June 30, 2005 \$690

NOTE 18 - CHANGES IN GENERAL LONG-TERM DEBT

The following is a schedule of the changes in the long-term debt:

	<u>BALANCE</u> <u>7-1-03</u>	<u>PRINCIPAL</u>	<u>BALANCE</u> <u>6-30-04</u>
		<u>ADDITIONS</u> <u>DELETIONS</u>	
Notes Payable	\$3,331	\$-0- \$2,641	\$690
Vacations Payable	6,492	2,218 -0-	8,710
	<u>9,823</u>	<u>2,218</u> <u>2,641</u>	<u>9,400</u>

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2004

NOTE 18 - PENSION PLAN

The East Feliciana Council on Aging, Inc. does not have a formal pension plan, but as added compensation, funded \$6,539 into employees IRA plans who had been with the Council for three years.

NOTE 19 - POST-RETIREMENT BENEFITS

The East Feliciana Council on Aging, Inc. does not offer any post-retirement benefits to its employees.

SUPPLEMENTARY INFORMATION REQUIRED BY GASB STATEMENT 34

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2004

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>GAAP</u>	<u>FINAL BUDGET</u>
			<u>BASIS</u>	<u>FAVORABLE</u>
				<u>(UNFAVORABLE)</u>
REVENUES				
Investment Income	\$2,800	\$2,209	\$76	\$(2,133)
Miscellaneous	-0-		2,286	2,286
	<u>2,800</u>	<u>2,209</u>	<u>2,362</u>	<u>153</u>
Expenditures				
Current				
Fringe	-0-	-0-	1,506	(1,506)
Travel	-0-	-0-	203	(203)
Operating Services	-0-	-0-	118	(118)
Operating Supplies	-0-	-0-	989	(989)
Other	-0-	-0-	2,386	(2,386)
Debt Service	-0-	-0-	2,793	(2,793)
	<u>-0-</u>	<u>-0-</u>	<u>8,022</u>	<u>(8,022)</u>
Excess (deficiency) of revenues over expenditures	2,800	2,209	(5,660)	(7,869)
OTHER FINANCIAL SOURCES (USES)				
Transfers In	-0-	-0-	4,683	4,683
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	2,800	2,209	(977)	(3,186)
Fund Balances, Beginning	<u>20,669</u>	<u>20,669</u>	<u>20,669</u>	<u>-0-</u>
Fund Balances, Ending	<u>23,469</u>	<u>22,878</u>	<u>19,692</u>	<u>(3,186)</u>

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - PCOA
FOR THE YEAR ENDED JUNE 30, 2004

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNTS</u> <u>GAAP</u> <u>BASIS</u>	<u>FINAL BUDGET</u> <u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
REVENUES				
Intergovernmental				
GOEA	\$21,048	\$21,048	\$21,048	\$-0-
	<u>21,048</u>	<u>21,048</u>	<u>21,048</u>	<u>-0-</u>
Expenditures				
Current				
Personnel	-0-	-0-	-0-	-0-
Fringe	-0-	-0-	-0-	-0-
Travel	-0-	-0-	-0-	-0-
Operating Services	-0-	-0-	-0-	-0-
Operating Supplies	-0-	-0-	-0-	-0-
Other	-0-	-0-	-0-	-0-
Utility Assistance	-0-	-0-	-0-	-0-
Capital Outlay	-0-	-0-	-0-	-0-
	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Excess (deficiency) of revenues over expenditures	21,048	21,048	21,048	-0-
OTHER FINANCIAL SOURCES (USES)				
Transfers Out	(21,048)	(21,048)	(21,048)	-0-
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-0-	-0-	-0-	-0-
Fund Balances, Beginning	-0-	-0-	-0-	-0-
Fund Balances, Ending	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - TRANSPORTATION FUND
FOR THE YEAR ENDED JUNE 30, 2004

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>GAAP</u>	<u>FINAL BUDGET</u>
			<u>BASIS</u>	<u>FAVORABLE</u>
				<u>(UNFAVORABLE)</u>
REVENUES				
Intergovernmental				
DHH	\$2,000	\$2,000	3,367	\$1,367
DOTD	-0-	-0-	26,815	26,815
Public Support	18,871	22,395	22,656	261
	<u>20,871</u>	<u>24,395</u>	<u>52,838</u>	<u>28,443</u>
Expenditures				
Current				
Personnel	-0-	-0-	-0-	-0-
Fringe	-0-	-0-	-0-	-0-
Travel	-0-	-0-	-0-	-0-
Operating Services	-0-	-0-	-0-	-0-
Operating Supplies	-0-	-0-	-0-	-0-
Other	-0-	-0-	-0-	-0-
Utility Assistance	-0-	-0-	-0-	-0-
Capital Outlay	-0-	-0-	33,519	(33,519)
	<u>-0-</u>	<u>-0-</u>	<u>33,519</u>	<u>(33,519)</u>
Excess (deficiency) of revenues over expenditures	20,874	24,395	19,319	(5,076)
OTHER FINANCIAL SOURCES (USES)				
Transfers Out	(20,874)	(24,395)	(19,319)	5,076
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-0-	-0-	-0-	-0-
Fund Balances, Beginning	-0-	-0-	-0-	-0-
Fund Balances, Ending	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - TITLE III B FUND
FOR THE YEAR ENDED JUNE 30, 2004

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>AMOUNTS</u> <u>GAAP</u> <u>BASIS</u>	<u>FINAL BUDGET</u> <u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
REVENUES				
Intergovernmental				
CAAA	\$50,422	\$50,422	\$51,409	\$987
Public Support	2,514	2,514	1,506	(1,008)
Investment Income	1,480	1,480	-0-	(1,480)
In Kind	24,783	24,783	24,783	-0-
	<u>79,199</u>	<u>79,199</u>	<u>77,698</u>	<u>(1,501)</u>
Expenditures				
Current				
Personnel	67,579	66,242	65,554	688
Fringe	6,769	11,062	6,328	4,734
Travel	868	916	176	740
Operating Services	15,240	18,338	17,196	1,142
Operating Supplies	3,049	6,863	6,383	480
Other	2,798	3,061	2,095	966
Capital Outlay	1,913	1,709	-0-	1,709
In Kind	24,783	24,783	24,783	-0-
	<u>122,999</u>	<u>132,974</u>	<u>122,515</u>	<u>10,459</u>
Excess (deficiency) of revenues over expenditures	(43,800)	(53,775)	(44,817)	8,958
Other Financial Sources (Uses)				
Transfers In	43,800	53,775	44,817	8,958
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund Balances, Beginning	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund Balances, Ending	<u><u>-0-</u></u>	<u><u>-0-</u></u>	<u><u>-0-</u></u>	<u><u>-0-</u></u>

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - TITLE III C 2 FUND
FOR THE YEAR ENDED JUNE 30, 2004

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>GAAP</u>	<u>FINAL BUDGET</u>
			<u>BASIS</u>	<u>FAVORABLE</u> <u>(UNFAVORABLE)</u>
REVENUES				
Intergovernmental				
CAAA	\$33,277	\$33,277	\$33,277	\$-0-
Public Support	1,624	1,624	1,184	(440)
Investment Income	122	122	-0-	(122)
In Kind	7,892	7,892	7,892	-0-
	<u>42,915</u>	<u>42,915</u>	<u>42,353</u>	<u>(562)</u>
Expenditures				
Current				
Personnel	22,323	19,769	21,388	(1,619)
Fringe	2,170	3,446	2,072	1,374
Travel	439	372	249	123
Operating Services	7,972	8,615	6,160	2,455
Operating Supplies	3,765	4,354	4,836	(482)
Other	877	848	911	(63)
Capital Outlay	746	601	-0-	601
In Kind	7,892	7,892	7,892	-0-
	<u>46,184</u>	<u>45,897</u>	<u>43,508</u>	<u>2,389</u>
Excess (deficiency) of revenues over expenditures	(3,269)	(2,982)	(1,155)	1,827
Other Financial Sources (Uses)				
Transfers In	3,269	2,982	1,155	(1,827)
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	-0-	-0-	-0-	-0-
Fund Balances, Beginning	-0-	-0-	-0-	-0-
Fund Balances, Ending	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>

SUPPLEMENTARY INFORMATION REQUIRED BY GOEA

SCHEDULE OF NON-MAJOR SPECIAL REVENUE FUNDS

**EAST FELICIANA COUNCIL ON AGING
COMBINING STATEMENT OF REVENUE AND EXPENDITURES
June 30, 2004**

	TITLE III C 1	TITLE III D	TITLE III E	AUDIT	SENIOR CENTER	SENIOR CENTER SUPPLE- MENTAL	UNITED WAY	UTILITY ASSISTANCE	TOTAL
REVENUE									
INTERGOVERNMENTAL									
GOVERNOR OFFICE OF ELDERLY AFFAIRS	\$0	\$0	\$0	\$0	\$16,818	\$3,825	\$0	\$0	\$20,643
CAPITAL AREA AGENCY ON AGING	13,754	1,736	1,540	678	0	0	500	4,338	22,546
DEPARTMENT HEALTH & HOSPITALS	0	0	0	0	0	0	0	0	0
DEPARTMENT OF TRANSPORTATION	0	0	0	0	0	0	0	0	0
PUBLIC SUPPORT	0	0	0	0	0	0	0	0	0
PUBLIC FARES	2,637	0	0	0	0	0	0	0	2,637
ENTERGY	0	0	0	0	0	0	0	0	0
INVESTMENT INCOME	0	0	0	0	0	0	0	0	0
MISCELLANEOUS	0	0	0	0	0	0	0	0	0
INKIND CONTRIBUTIONS	7,892	11,900	0	0	0	0	0	0	19,792
	24,283	13,636	1,540	678	16,818	3,825	500	4,338	65,618
EXPENDITURES									
HEALTH & WELFARE & SOCIAL SERVICES									
CURRENT									
SALARIES	19,870	1,457	1,135	0	0	0	0	0	22,462
FRINGE	2,124	97	114	0	0	0	0	0	2,335
TRAVEL	300	14	344	0	0	0	0	0	658
OPERATING SERVICES	2,532	108	271	0	0	0	0	0	2,911
OPERATING SUPPLIES	734	37	157	0	0	0	0	0	928
OTHER	635	40	48	678	0	0	0	0	1,401
CAPITAL OUTLAY	0	0	4	0	0	0	0	0	4
DEBT SERVICE	0	0	0	0	0	0	0	0	0
UTILITY ASSISTANCE	0	0	0	0	0	0	0	3,234	3,234
IN-KIND EXPENDITURES	7,892	11,900	0	0	0	0	0	0	19,792
	34,087	13,653	2,073	678	0	0	0	3,234	53,725
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES									
	(9,804)	(17)	(533)	0	16,818	3,825	500	1,104	11,893
OTHER FINANCIAL SOURCES (USES)									
TRANSFERS IN	9,804	17	533	0	0	0	0	0	10,354
TRANSFER OUT	0	0	0	0	(16,818)	(3,825)	(500)	0	(21,143)
	9,804	17	533	0	(16,818)	(3,825)	(500)	0	(10,789)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES									
	0	0	0	0	0	0	0	1,104	1,104
FUND BALANCE, BEGINNING									
	0	0	0	0	0	0	0	1,030	1,030
FUND BALANCE, END									
	0	0	0	0	0	0	0	2,134	2,134

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS AND CHANGES IN
GENERAL FIXED ASSETS
YEAR ENDED JUNE 30, 2004

	<u>BALANCE</u> <u>JULY 1,</u> <u>2003</u>	<u>ADDITIONS</u>	<u>ADJUSTMENTS</u> <u>AND</u> <u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30,</u> <u>2004</u>
GENERAL FIXED ASSETS				
Equipment	\$8,134	\$-0-	\$-0-	\$8,134
Vehicles	51,437	33,519	-0-	84,956
	<hr/>	<hr/>	<hr/>	<hr/>
Total	59,571	33,519	-0-	93,090
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
 INVESTMENT IN GENERAL FIXED ASSETS:				
Title III-B	\$2,596	\$-0-	\$-0-	\$2,596
Title III-C-1	1,320	-0-	-0-	1,320
Title III-C-2	1,607	-0-	-0-	1,607
Title III-D	97	-0-	-0-	97
Senior Center	814	-0-	-0-	814
FTA	53,137	33,519	-0-	86,656
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL INVESTMENT IN GENERAL FIXED ASSETS	59,571	33,519	-0-	93,090
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

SUPPLEMENTARY INFORMATION REQUIRED BY OMB CIRCULAR A-133

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
YEAR ENDED JUNE 30, 2004

<u>PROGRAM TITLE</u>	<u>CFDA NUMBER</u>	<u>PROGRAM OR AWARD AMOUNT</u>	<u>FEDERAL REVENUE RECOGNIZED</u>	<u>TOTAL EXPENDITURES</u>
<u>DEPARTMENT OF HEALTH & HUMAN SERVICES</u>				
PASSED THROUGH:				
GOVERNOR'S OFFICE ELDERLY AFFAIRS				
TITLE III-B	93.044	\$26,213	\$26,213	\$26,213
TITLE III-C-1	93.045	13,754	13,754	13,754
TITLE III-D	93.043	1,736	1,736	1,736
TITLE III-E	93.052	1,540	1,540	1,540
		<u>43,243</u>	<u>43,243</u>	<u>43,243</u>
PASSED THROUGH:				
DEPARTMENT OF HEALTH & HOSPITALS				
MEDICAID	93.778	3,367	3,367	3,367
Total Health & Human Services		<u>46,610</u>	<u>46,610</u>	<u>46,610</u>
<u>DEPARTMENT OF TRANSPORTATION</u>				
PASSED THROUGH:				
LOUISIANA DEPARTMENT OF TRANSPORTATION				
FTA-Capital	20.500	26,815	26,815	26,815
Total Federal Grants		<u>73,425</u>	<u>73,425</u>	<u>73,425</u>

Certified Public Accountant



Donald C. DeVille

Member
American Institute CPAs

Member
Louisiana Society CPAs

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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

August 11, 2004

To the Board of Directors
East Feliciana Council on Aging
Clinton, Louisiana

I have audited the financial statements of the East Feliciana Council on Aging, Inc. as of and for the year ended June 30, 2004, and have issued my report thereon dated August 11, 2004. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

COMPLIANCE

As part of obtaining reasonable assurance about whether East Feliciana Council on Aging's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclose an instance of non-compliance that are required to be reported under Government Auditing Standards which is described in the accompanying Schedule of Findings.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing my audit, I considered East Feliciana Council on Aging's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, I noted certain matters involving the internal control over financial reporting and its operations that I consider to be reportable conditions. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in my judgement, could adversely affect its ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

Reportable conditions are described in the accompanying schedule of findings. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of management, board members, and federal awarding agencies, pass-through entities, and state Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statutes 24:513, this report is distributed by the Legislative Auditor as a public document.

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EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
SCHEDULE OF PRIOR YEARS FINDINGS
JUNE 30, 2004

<u>REF</u> <u>NO.</u>	<u>FISCAL YEAR</u> <u>FINDING</u> <u>INITIALLY</u> <u>OCCURRED</u>	<u>DESCRIPTION OF FINDING</u>	<u>CORRECTIVE</u> <u>ACTION TAKEN</u> <u>(YES, NO, PARTIALLY)</u>	<u>CORRECTIVE</u> <u>ACTION/PARTIAL</u> <u>CORRECTIVE</u> <u>ACTION TAKEN</u>
1.	6-30-03	Six Participants Had Not Been Reassessed Within A Year	Yes	All Clients Have Been Reassessed During The Year

EAST FELICIANA COUNCIL ON AGING, INC.
CLINTON, LOUISIANA
SCHEDULE OF FINDINGS
JUNE 30, 2004

NONE

EAST FELICIANA COUNCIL ON AGING, INC.
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2004

<u>REF</u> <u>NO.</u>	<u>DESCRIPTION</u> <u>OF FINDING</u>	<u>CORRECTIVE</u> <u>ACTION</u> <u>PLANNED</u>	<u>NAME OF</u> <u>CONTACT</u> <u>PERSON</u>	<u>ANTICIPATED</u> <u>COMPLETION</u> <u>DATE</u>
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NOT APPLICABLE