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AVOUELLES COUNCIL ON AGING, INC.
Marksville, Louisiana

FINANCIAL STATEMENTS
AND
AUDITORS' REPORTS

June 30, 1968

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the creditors, or reviewed, orally and after appropriate public officials. The report is available for public inspection in the State House office of the Legislative Auditor and, where appropriate, in the office of the parish clerk of court.

Release Date: JAN 13 1968

AVOYELLES COUNCIL ON AGING, INC.,
MARKSVILLE, LOUISIANA

FINANCIAL STATEMENTS AND AUDITORS' REPORTS
FOR THE FISCAL YEAR ENDED JUNE 30, 1998

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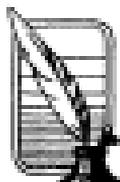
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AVYELLES COUNCIL ON AGING, INC.
MARKSVILLE, LOUISIANA

FINANCIAL STATEMENTS AND AUDITORS' REPORTS
FOR THE FISCAL YEAR ENDED JUNE 30, 1998

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DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

INDEPENDENT AUDITORS' REPORT

Board of Directors
Averyellen Council on Aging, Inc.
Marksville, Louisiana

We have audited the accompanying general purpose financial statements of Averyellen Council on Aging, Inc., (a non-profit, quasi-public organization) as of and for the year ended June 30, 1998. These general purpose financial statements are the responsibility of the Council's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to the 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Averyellen Council on Aging, Inc., as of June 30, 1998, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 22, 1998, as our consideration of the Council's internal control over financial reporting, and our test of its compliance with certain provisions of laws, regulations, and contracts.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The additional information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the Azevillas Council on Aging, Inc. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.



Certified Public Accountants

October 22, 1998

ETOPOLIS INVESTMENTS GROUP, INC.
 (Incorporated in Louisiana)

EXHIBIT A

CONDENSED BALANCE SHEET - ALL OTHER TOPOLAND AFFILIATE COMPANIES
 June 30, 2008
 PERIOD ENDING JUNE 30, 2008 (PERIOD END YEAR ENDING JUNE 30, 2007)

	Investment Fund Equity		Account Group		Totals	
	General	Special Accounts	General Fund Assets	General Fund Liabilities	(\$ in thousands) (2008)	(\$ in thousands) (2007)
ASSETS						
Cash	\$ 170,000	\$ 8,100			\$ 178,100	\$ 180,400
Investment securities		25,711			25,711	40,000
Investment receivables	2,000	25,204			27,204	25,000
Due - Investment Services Fund	40,000				40,000	25,000
General Revenues			\$ 1,000,000		1,000,000	915,000
LIABILITIES						
Amounts due payable for investment services receivables				\$ 24,000	24,000	25,000
Total Assets	\$ 212,000	\$ 39,015	\$ 1,000,000	\$ 24,000	\$ 1,065,015	\$ 1,125,400
LIABILITIES, FUND EQUITY AND DEFERRED ASSETS						
LIABILITIES						
Accounts payable	\$ 2,000	\$ 1,100			\$ 3,100	\$ 6,000
Deferred Revenues - investment and Due to General Fund	2,000	40,000			42,000	21,000
Capital lease payable				20,000	20,000	24,000
Total Liabilities	4,000	41,100	0	20,000	67,100	51,000
FUND EQUITY AND OTHER LIABILITIES						
Investment in General Fund Assets			\$ 1,000,000		1,000,000	960,000
Contributions						
Investment liability adjustments/funds transferred - Fund/segment	\$ 21,000	\$ 4,000			25,000	2,000
Total Fund Equity and Other Credits	\$ 21,000	\$ 4,000	\$ 1,000,000	0	\$ 1,025,000	\$ 1,112,000
Total Liabilities, Fund Equity and Other Credits	\$ 25,000	\$ 45,100	\$ 1,000,000	\$ 20,000	\$ 1,110,100	\$ 1,163,000

The accompanying notes are an integral part of this statement.

APPROPRIATIONS FOR AGRICULTURE,
 Maritime Fisheries

EXHIBIT B

COMMISSION OF STERILITY AND INFERTILITY, EXPENDITURES AND
 TRANSACTIONS UNDER AUTHORITY OF ALL-GOVERNMENTAL FUNDS-TWENTY
 For the Year Ended June 30, 1998
 WITH COMPARATIVE FIGURES FOR THE YEAR ENDING JUNE 30, 1997

	Annual	Special Accounts	Totals (Disbursement Only)	
			1998	1997
Revenues				
Intergovernmental				
Cable News Agency on				
Agency fee		\$ 129,128	\$ 129,128	\$ 52,889
Local Funding Management Agency		14,976	14,976	13,990
Tax - 19 - 1997		52,315	52,315	54,681
US Department of Transportation		100,000	100,000	148,795
US Department of Social Services		42,884	42,884	59,584
Department of Health and				
Hospital	\$ 12,789		12,789	14,374
Office of Family Abuse	12,779		12,779	11,779
Public support	12,727	142,791	144,908	153,695
Interest income	4,240		4,240	4,897
Dividend income	54,880		54,880	54,880
Other	1,694	4,140	5,834	1,800
Unaudited income		(10,248)	(10,248)	
Total revenues	<u>98,223</u>	<u>266,123</u>	<u>364,346</u>	<u>400,866</u>
Expenditures				
Travel	6,619	276,419	283,038	282,219
Salaries	609	284,228	284,837	282,214
Fringe	1,419	25,677	27,096	25,588
Travel	51,138	22,471	73,609	64,970
Operating contract	6,686	50,431	57,117	47,523
Miscellaneous				
Printing	1,444	38,264	39,708	5,913
Interest	4,871	4,871	9,742	1,444
Capital outlay	29,794	1,174	30,968	29,443
In-kind expenses		(10,646)	(10,646)	
Total expenditures	<u>99,859</u>	<u>364,227</u>	<u>364,686</u>	<u>388,217</u>
Transfers (deficiency) of revenues over expenditures				
	21,694	1,896	23,590	12,649
Other financing sources (uses)				
Proceeds from debt				48,517
Escrowing transfers to	33,243	149,443	182,686	176,649
For other activities not	(25,243)	(229,384)	(254,627)	(220,629)
Total other financing	8,000	200	8,200	48,517
sources (uses)				
Transfers (deficiency) of revenues and other financing sources over expenditures and other financing uses				
	13,124	141	13,265	29,746
Fund balance, beginning				
	<u>236,725</u>	<u>7,409</u>	<u>244,134</u>	<u>238,864</u>
Fund balance, ending				
	<u>\$ 249,849</u>	<u>\$ 7,550</u>	<u>\$ 257,399</u>	<u>\$ 268,610</u>

The accompanying notes are an integral part of this statement.

SATTELLES COUNCIL ON AGING, INC.
 Metairie, Louisiana

**STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET (G.L.F. BASIS) AND ACTUAL
 GENERAL FUNDS**

For the Year Ended June 30, 1998

	Budget	Actual	Variance, Favorable (Unfavorable)
REVENUES			
Institutional			
Department of Health & Hospitals	\$ 11,000	\$ 11,000	\$ 0.00
Office of Family Affairs	11,700	11,700	0.00
Public support	60,000	21,250	(38,750)
Interest income	0.00	4,345	4,345
Rental income	30,000	30,000	0.00
Other	0.00	1,000	1,000
Total revenues	<u>112,700</u>	<u>78,295</u>	<u>(34,405)</u>
EXPENDITURES			
Direct			
Salaries	1,321	1,608	(2,929)
Fringe	0.00	660	660
Travel	0.00	1,000	(1,000)
Operating services	61,391	55,700	5,691
Operating supplies	1,000	4,000	(3,000)
Field services			
Principal	0.00	1,000	(1,000)
Incidentals	0.00	0.00	0.00
Capital outlay	<u>30,288</u>	<u>30,288</u>	<u>0.00</u>
Total expenditures	<u>93,000</u>	<u>88,896</u>	<u>4,104</u>
Excess (deficiency) of revenues over expenditures	19,700	(10,601)	(30,301)
OTHER FINANCING SOURCES (USES)			
Operating transfers in		21,261	21,261
Operating transfers out	<u>(20,241)</u>	<u>(20,241)</u>	<u>0.00</u>
Total other financing sources (uses)	<u>(1,041)</u>	<u>1,020</u>	<u>2,061</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	0.00	(9,581)	(9,581)
Fund balance, beginning	100,000	100,000	0.00
Fund balance, ending	\$ 100,000	\$ 90,419	\$ 9,581

The accompanying notes are an integral part of this statement.

ATYVEILLE COMMUNITY CENTER, INC.
Marksville, Louisiana

STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND
For the Year Ended June 30, 2009

	Budget	Actual	Variance (Favorable Disfavorable)
REVENUES			
Intergovernmental			
Grants (Agee Agency on Aging, Inc.	\$ 209,700	\$ 209,029	\$ - 670
Federal Energy Management Agency	10,976	10,976	- 0
Title IV - HUD	40,000	36,740	(3,260)
LA Department of Transportation	100,128	100,028	- 0
LA Department of Social Services	40,000	40,000	0,000
Public support	104,700	140,700	36,000
Other	2,490	4,000	1,510
Total Int'l Income		112,626	110,136
Total revenues	<u>607,994</u>	<u>703,099</u>	<u>95,105</u>
EXPENDITURES			
Current			
Salaries	371,496	376,645	(5,149)
Fringe	38,384	39,810	(1,426)
Travel	14,720	42,807	(28,087)
Operating services	25,176	102,971	(77,795)
Operating supplies	24,388	30,000	(5,612)
Debt service:			
Principal		18,263	(18,263)
Interest		4,897	(4,897)
Capital outlay		3,259	(3,259)
In-kind expenses		112,626	112,626
Total expenditures	<u>613,114</u>	<u>703,099</u>	<u>(89,985)</u>
Excess (deficiency) of revenues over expenditures	(55,120)	0,000	55,120
OTHER FINANCING SOURCES (USES)			
Operating transfers in	214,177	199,963	(14,214)
Operating transfers out	(172,589)	(119,599)	(52,990)
Total other financing sources (uses)	<u>41,588</u>	<u>80,364</u>	<u>38,776</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(13,532)	80,364	93,896
Fund balance, beginning	0,000	0,000	0,000
Fund balance, ending	<u>\$ 0,000</u>	<u>\$ 80,364</u>	<u>\$ 80,364</u>

The accompanying notes are an integral part of this statement.

ACACVILLE'S COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1988

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. 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 in their respective parishes. Charters are issued by the Louisiana Secretary of State upon approval by the Governor's Office of Elderly Affairs. The *Acacville's Council on Aging, Inc.* is a non-profit corporation which must comply with the policies and regulations established by the Governor's Office of Elderly Affairs. The **Council** also receives revenues from other federal, state, and local government agencies which may impose certain restrictions on how the **Council** can use the money provided.

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

The primary function of *Acacville's Council on Aging, Inc.* is to improve the quality of life for the parish's elderly and to provide services to the elderly. Such services include providing a location for meals, nutritional education, information and referral services, abuse services, operating senior centers, and transportation. A Board of Directors, consisting of voluntary members who serve three-year terms, governs the **Council**.

B. Presentation of Statements:

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. In November of 1984, the GASB issued a codification of governmental accounting and financial reporting standards. This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments.

AVOYELLES COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

B. Presenting of Statements: (continued)

The accompanying financial statements conform to generally accepted accounting principles for state and local governments. These statements have incorporated any applicable requirements set forth by *Audit of State and Local Governmental Units*, the industry audit guide issued by the American Institute of Certified Public Accountants; Subsection VI - Annual Financial Reporting, accounting manual for Governor's Office of Elderly Affairs contractors; and, the *Louisiana Governmental Audit Guide*.

C. Fund Accounting:

The accounts of the Council are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report into two generic fund types and one broad fund category (account group).

Governmental Fund Types

Governmental funds are used to account for all or most of the Council's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition of fixed assets, and the servicing of general long-term debt.

The governmental funds and the programs comprising them as presented in the financial statements are described as follows:

AVOYELLES COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

C. Fund Accounting: (Continued)

General Fund

The General Fund is the general operating fund of the Council. It is used to account for all financial resources except those required to be accounted for in another fund. These discretionary funds are accounted for and reported according to the source (federal, state, or local) from which they are derived. In addition, the servicing of general long-term debt is accounted for in the General Fund because unrestricted resources are used to pay for the liabilities incurred by this fund and there are no legal mandates to use a debt service fund.

The following programs comprise the Council's General Fund:

Local

Revenues, such as, (1) donations from the general public, (2) income from various fund raisers (3) program service revenue from renting Medic Alert units and providing Medication services, and (4) interest income earned on idle funds which have been accepted, have been recorded in the "local" programs of the General fund. Expenses incurred which are not chargeable to specific programs are recorded as "local" program expenditures. Also, expenses incurred to produce related program service fees and fund raising income are charged to "local" program expenditures. "Local" funds are also used as transfers to special revenue funds to supplement those programs. In addition, fixed asset additions are generally paid with "local" funds.

Medicaid

This is a program where the Council completes enrollment applications for people wanting to apply for Medicaid services. The Council is paid \$14 per application it completes by the Department of Health and Hospitals (DHHS). Any funds remaining after applying direct costs to operate this program are available for discretionary use by management.

AVOUILLES COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1988

C. Final Accounting: (Continued)

General Fund (continued)

PCOA (Act 735)

PCOA (Act 735) funds are appropriated for the Council by the Louisiana Legislature and admitted to the Council via the Governor's Office of Elderly Affairs (GOEA). The council may use these "Act 735" funds at its discretion provided the program is benefiting people who are at least 60 years old.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments and major capital projects) that are legally restricted to expenditures for specified purposes. Most of the Council's special revenue funds are provided by GOEA. The Title III funds are provided by the United States Department of Health and Human Services - Administration on Aging through the Governor's Office of Elderly Affairs to Central Area Agency on Aging, Inc. who funds the Council on a predetermined unit cost reimbursement basis up to the contract amount.

The following funds are funds which comprise the Council's Special Revenue Funds:

Title III-B Supportive Services Fund

The Title III-B Supportive Services Fund is used to account for funds which are to provide a variety of social services, such as, information and assistance, access services, in-home services, community services and outreach for people age 60 and older.

ANNONUILLES COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1988

C. Fund Accounting: (Continued)

Title III C-1 Fund

The Title III C-1 Fund is used to account for funds which are used to provide nutritional, congregating meals to the elderly in municipally located centers. During the fiscal year July 1, 1987 to June 30, 1988, the Council served about 40,262 congregating meals.

Title III C-2 Home Delivered Meals Fund

Title III C-2 Fund is used to account for funds which are used to provide nutritional, home delivered meals to homebound older persons. During the fiscal year July 1, 1987 to June 30, 1988, the Council served about 88,160 home-delivered meals.

Title III-3 Fund

The Title III-3 Fund is used to account for funds which are used to provide in-home services to frail older individuals, including in-home 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.

Title III-4 Fund

The Title III-4 Fund is used to account for funds used for disease prevention and health promotion activities or services, such as: (1) equipment and materials (scales to weigh people, educational materials, and exercise equipment), (2) home injury control, (3) medication management, (4) mental health and (5) nutrition (assessment/counseling, counseling, and education). The law directs the state agency administering this program to "give priority to areas of the state which are medically underserved and in which there are a large number of older individuals who have the greatest economic and social need."

AVOYELLES COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

C. Fund Accounting (Continued)

Special Revenue Fund (continues)

Senior Center Fund

The Senior Center fund is used to account for the administration of Senior Center program funds appropriated by the Louisiana Legislature to the Governor's Office of Elderly Affairs to Centra Area Agency on Aging, Inc. who funds the Council on a predetermined unit cost reimbursement basis up to the contract amount. This program provides community service centers at which older persons receive supportive services and participate in activities which foster their independence, enhance their dignity, and encourage their involvement in and with the community. The Council operates 3 senior centers in Avoyelles Parish, Louisiana.

Supplemental Senior Center Fund

The Supplemental Senior Center Fund is used to account for additional funds to be used to supplement the primary contract for the Senior Centers. These funds are appropriated by the Louisiana Legislature to the Governor's Office of Elderly Affairs to Centra Area Agency on Aging, Inc. who funds the Council.

Utility Assistance Fund

The Utility Assistance Fund is used to account for the administration of programs that are sponsored by local utility companies. The companies collect contributions from service customers and employees and remit the funds directly to the Council or the Louisiana Association of Councils on Aging (LACOAG), which in turn remits funds relating to Avoyelles Parish to the Council. These funds are used to provide financial assistance to the elderly for the payment of their utility bills.

Title XIX Fund

The Title XIX Fund is used to account for funds which are used to provide payments for medical services provided to (1) cash assistance recipients, (2) members of certain mandatory and optional groups who do not receive cash assistance, and (3) other medically needy people who qualify under program guidelines. Title XIX Funds are provided by the United States Department of Health and Human Services as direct reimbursement for costs incurred by the Council.

AVOYELLES COUNCIL ON AGING, INC.
Harrisonville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

C. Final Accounting: (Continued)

Special Revenue Fund (continued)

FEMA

The FEMA fund is used to account for the administration of a program which purpose is to supplement food and shelter assistance to qualified individuals. During the year the Council used the FEMA funds to provide home-delivered meals. Funds were also used to purchase food which was used to make boxes of food that were distributed to needy families and the local food bank. Funds are provided by the Federal Emergency Management Agency through the United Way of America which in turn passes through the funds to the Council. A local board working with the parish's local United Way agency assists the Council in obtaining FEMA funds from United Way's national office.

D. Account Groups

An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the Funds because they do not directly affect net, expendable available financial resources. The following account group is not a "Fund".

General Fixed Assets

The fixed assets (capital outlays) used in governmental fund type operations of Avoyelles Council on Aging, Inc. are accounted for (capitalized) in the General Fixed Assets Account Group and are recorded as expenditures in the governmental fund types when purchased.

General Long-Term Debt

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Debt Account Group. The General Long-Term Debt Account Group shows only the measurement of financial position and is not involved with measurement of results of operations. The general obligations of the Council at June 30, 1998, consisted of two capital bonds to finance the acquisition of two vans.

AVOYELLEIS COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

1. Basis of Accounting:

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The governmental funds, including the General and Special Revenue Funds, are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets.

Governmental funds are maintained on the modified accrual basis of accounting wherein revenues are recognized in the accounting period in which they become available and measurable. Expenditures are recognized in the accounting period in which the liability is incurred, if measurable.

2. Transfers:

Advances between funds which are not expected to be repaid are accounted for as transfers. In those cases where repayment is expected, the advances 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.

3. Budget Policy:

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

- The Care Area Agency on Aging, Inc. notifies the Council each year as to the funding levels for each program's grant award.
- The Council may also obtain grants from agencies other than CAAA and the Council considers the potential revenues to be earned under those grants.
- Projections are made of revenues from other sources based on past trends and data available to form expectations of future revenues.
- The Executive Director prepares a proposed budget based on the funding levels provided by Care Area Agency on Aging, Inc. and then submits the budget to the Board of Directors for approval before May 31 of the current year for the following year.

AVONELLES COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1988

III. Budget Policy: (Continued)

- The adopted budget is forwarded to the Conde Auro Agency on Aging, Inc. for final approval.
- All budgetary appropriations lapse at the end of each fiscal year (June 30). Occasionally, the Council will receive a special project grant which may operate on a period different from the Council's normal fiscal year, and therefore, have a specified date when the budgetary appropriations will lapse.
- The budget is prepared on a modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.
- Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments.
- Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control policy.
- The Council may transfer funds between line items as often as required but must obtain prior approval from the Conde Auro Agency on Aging, Inc. for funds received under grants from GORSA.
- The Council is not required by state or local law to prepare a budget for every program or activity it conducts. Accordingly, some General Fund activities are not budgeted, particularly if they are deemed to be immaterial by management.

IV. Total Columns of Combined Statements:

Total columns on the combined statements are captioned "Management Only" to indicate that they are presented only to help with financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

AVOYELLES COUNCIL ON AGING, INC.
Morrowville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

I. Fixed Assets:

The accounting and reporting treatment applied to the fixed assets associated with a fund are determined by its measurement focus.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the general fixed asset account group, and are recorded as expenditures in the governmental fund types when purchased. No depreciation has been provided on general fixed assets.

All fixed assets are stated at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are stated at their estimated fair market value on the date of donation.

J. Comparative Data

Comparative data for the prior year is presented in the accompanying financial statements to provide an understanding of changes in the Council's financial position and operations. However, presentation of comparative data by fund type is not presented in each of the statements since its inclusion would make the statements unduly complex and difficult to read.

K. Restricted Assets

Restricted assets represent assets which are primarily acquired through donations whereby the donor places restrictions on how the donation can be used by the Council (i.e., utility assistance funds). Restricted assets are offset by reservations of fund balances.

NOTE L REVENUE RECOGNITION - INTERGOVERNMENTAL GRANTS, PUBLIC SUPPORT, AND MISCELLANEOUS REVENUES

Intergovernmental revenues are recorded in governmental funds as revenues in the accounting period that they become susceptible to accrual, that is, measurable and available (modified accrual basis). (Contracts do not allow the Council to recognize revenue until units of services are provided.)

AVOYELLE'S COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

NOTE 1 REVENUE RECOGNITIONS - INTERGOVERNMENTAL GRANTS, PUBLIC SUPPORT, AND MISCELLANEOUS REVENUES (Continued)

Act 715 funds are received as monthly allocations of the total grant in advance of the actual expenditures.

Public Support and Miscellaneous Revenues

The Council encourages and receives contributions from clients to help offset the costs of various programs. In addition, various fund raising are held during the year to obtain funds to offset costs of general operations and senior center activities. The timing and amounts of the receipts of public support and miscellaneous revenues are difficult to predict; therefore, they are not susceptible to accrual and are recorded as revenue in the period received.

NOTE 2 IN-KIND CONTRIBUTIONS

The Council received in-kind contributions during the year from the Department of Transportation to assist the Council in the purchase of two vans. These contributions have been reported as revenues and the offsetting expenditures as costs in the financial statements.

NOTE 4 INCOME TAX STATUS

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

NOTE 5 FUND BALANCE - RESERVED

Fund balance - reserved - special revenue fund consists of amounts to be specifically used for utility assistance.

AVOYELLES COUNCIL ON AGING, INC.
 Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
 June 30, 1998

NOTE 6 ACCOUNTS AND CONTRACTS RECEIVABLE

Contracts receivable at June 30, 1998, consisted of the following:

Program	Fund	Funding Agency	Amount
Senior Center	Special Revenue	Cycle A&A	\$ 3,899
Title III-B	Special Revenue	Cycle A&A	6,150
Title III-C-1	Special Revenue	Cycle A&A	2,322
Title III-C-2	Special Revenue	Cycle A&A	8,992
Title III-D	Special Revenue	Cycle A&A	306
Title III-F	Special Revenue	Cycle A&A	377
Supplemental Senior Center	Special Revenue	Cycle A&A	323
Total			<u>\$21,271</u>

Accounts receivable at June 30, 1998, consisted of the following:

Program	Fund	Funding Agency	Amount
Title IV	Special Revenue	Public Support	\$ 1,292
Title IV	Special Revenue	DRB	6,079
Medicaid	General	DRB	2,686
Family Independence Work Program	Special Revenue	OFB	12,027
Title III-C-2	Special Revenue	Public Support	588
Title III-C-1	Special Revenue	Public Support	588
Federal Energy Management Assoc.	Special Revenue	United Way	108
Local	General		184
Total			<u>\$15,854</u>

AYOUELLES COUNCIL ON AGING, INC.
Monroeville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

NOTE 7 CHANGES IN GENERAL FIXED ASSETS

A summary of changes in general fixed assets follows:

	Balance 6/30/97	Additions	Deletions	Balance 6/30/98
Furniture & equipment	\$ 117,996	\$ 8,692		\$ 126,688
Vehicles	259,374	907,016		366,390
Land	79,852			79,852
Buildings	459,038			459,038
Total	<u>\$ 915,180</u>	<u>\$ 915,688</u>	<u>\$ _____</u>	<u>\$ 1,830,168</u>

NOTE 8 COMPENSATED ABSENCES

Annual leave is earned by employees and may be carried over into the next year at a rate of no more than one year's accumulation. No amounts have been recorded in the financial statements.

NOTE 9 CASH IN BANK

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 June 30, 1998, the balance of the Council's consolidated bank account was \$379,384. The related bank balance (collected deposits) at that date was \$200,814. The Council also maintains a bank account for its FEMA funds. At June 30, 1998, the balance of the FEMA account was \$8,468. The related bank balance (collected deposits) at that date was \$8,218.

AVYSELLES COUNCIL ON AGING, INC.
Monroeville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1989

NOTE 9 CASH IN BANK (Continued)

The bank balances are characterized as follows:

Amount insured by federal deposit insurance	\$ 100,000
Amount uncollateralized (collateralized fully by securities held by the pledging financial institution or agent but not in the name of the Avyelles Council on Aging, Inc. (Category III))	88,082
Total cash on deposit	\$ 188,082

The uncollateralized amount shown above is secured by pledged securities with a market value of \$244,769 at June 30, 1989. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1329 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Agency that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 10 GENERAL LONG-TERM DEBT

Two notes payable were issued to the Ford Motor Credit Company to finance the acquisition of two new vans. The terms of both of the notes are as follows:

Note 1	
Issuance date:	January 14, 1987
Principal amount:	\$22,573
Interest rate:	9.69%
Number of payments:	24
Monthly payment:	\$1,028
Maturity date:	January 14, 1989

AVOYELLES COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

NOTE 10 GENERAL LONG-TERM DEBT (Continued)

Note:

Issuance date:	June 30, 1997
Principal amount:	\$18,000
Interest rate:	9.23%
Number of payments:	24
Monthly payment:	\$833
Maturity date:	May 30, 1999

Changes in the general long-term debt for the year ended June 30, 1998, are as follows:

	Balance 6/30/97	Additions	Retirements	Balance 6/30/98
Capital Leases				
Payable	\$ 28,618	\$ _____	\$ 19,042	\$ 18,063
Total	\$ 28,618	\$ _____	\$ 19,042	\$ 18,063

The annual requirements to amortize all debts outstanding as of June 30, 1998, including interest of \$859 are as follows:

Year Ending June 30,	General Long-Term Debt
1999	\$ 15,322
	<u>\$ 15,322</u>

Total interest charges incurred on general long-term debt amounted to \$2,657 for the current period.

NOTE 11 JUDGEMENTS, CLAIMS AND SIMILAR CONTINGENCIES

There is no litigation pending against the Council at June 30, 1998. Furthermore, Council's management believes that any potential litigation would be adequately covered by insurance.

AVYELLES COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

NOTE 12 FEDERAL AWARD PROGRAMS

The Council receives revenues from various federal and state grant programs which are subject to final review and approval as to allowability of expenditures by the respective grantor agencies. Any settlements or expenses arising out of a final review are recognized in the period agreed upon by the agency and the Council. Also, it is management's opinion that any audits by the grantor agencies would not produce disallowed program costs and liabilities to such an extent that they would materially affect the Council's financial position.

NOTE 13 ECONOMIC DEPENDENCY

The Council receives the majority of its revenue from contracts with Circle Area Agency on Aging, Inc. If significant budget cuts are made at the federal and/or state level, the amount of funds contracted by Circle Area Agency on Aging, Inc. could be reduced significantly and have an adverse impact on the Council's 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 14 RELATED PARTY

There were no related party transactions during the fiscal year.

NOTE 15 RISK MANAGEMENT

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

ANDRETTES COUNCIL ON AGING, INC.
Marksville, Louisiana

NOTES TO FINANCIAL STATEMENTS
June 30, 1998

NOTE 15 INTERFUND TRANSFERS

Operating transfers in and out are listed by fund for 1998:

Fund/ Accountability Code(s)	Transfers/Reimbursements										
	Local Government			Supplemental		FEMA	State	Federal	Federal	Other	Total
	D	R	E	Local	State						
Supportive Services	\$0,000	\$0,000		\$0,000	\$0,000						\$0,000
Table 1-1						\$0,000					\$0,000
Table 49								\$0,000			\$0,000
Family Independence				\$ 0,000							\$ 0,000
Welfare Program		\$0,000		\$0,000							\$0,000
General Fund	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000
Total	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000	\$0,000

NOTE 16 BOARD OF DIRECTORS COMPENSATION

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

ADDITIONAL INFORMATION

(UNOFFICIAL FINANCIAL STATEMENTS OF)
MAYOR'S OFFICE

**COMPARING SCHEDULE OF PROGRAM REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES—GENERAL FUND
For the Year Ended June 30, 2009**

	Local	State/Local	FWSA _Am. Trs.	Funds
Revenues				
Intergovernmental				
Office of Ecology Affairs			\$ 11,700	\$ 11,700
Department of Health and Hospitals		\$ 11,700		11,700
Funds received	\$ 11,700			23,400
Interest income	4,500			4,500
Rental income	24,000			24,000
Other income	1,000			1,000
Total revenues	<u>41,200</u>	<u>11,700</u>	<u>11,700</u>	<u>60,600</u>
Expenditures				
Current				
Salaries	4,000	3,500		7,500
Fringe	400	300		700
Travel	1,000	800		1,800
Operating supplies	10,000	1,000		11,000
Operating supplies	1,000	1,000		2,000
Other services:				
Principal	1,000			1,000
Interest				0
Capital outlay	<u>11,700</u>	<u>0</u>	<u>0</u>	<u>11,700</u>
Total expenditures	<u>29,100</u>	<u>5,300</u>	<u>0</u>	<u>34,400</u>
Excess (shortage) of revenues over expenditures	<u>12,100</u>	<u>6,400</u>	<u>11,700</u>	<u>30,200</u>
Other financing and/or fund operations (transfer in)				
Operating transfer in	25,000			25,000
Operating transfer out	<u>(10,000)</u>	<u>(11,000)</u>	<u>(10,000)</u>	<u>(31,000)</u>
Total other financing operations (transfer)	<u>15,000</u>	<u>(11,000)</u>	<u>(10,000)</u>	<u>(6,000)</u>
Excess (shortage) of revenues and other financing over expenditures and other use	<u>27,100</u>	<u>(4,900)</u>	<u>1,700</u>	<u>23,900</u>
Transfers in, beginning	<u>200,000</u>	<u>0</u>	<u>0</u>	<u>200,000</u>
Transfers in, ending	<u>227,100</u>	<u>4,100</u>	<u>1,700</u>	<u>232,900</u>

The accompanying notes are an integral part of this statement.

Change in deferred income tax liabilities	124	4,177	(57,887)	120,123	4,897	(81,875)	26,338	3,724	4	0,191
Other financing activities										
Operating activities										
Operating results in foreign countries			11,488		14,701					2,213
Operating results in U.S. only		(1,000)	(1,081)	(129,128)	(1,225)	(14,200)	(54,285)	(1,129)		(11,217)
Net change in operating assets/liabilities	4	(1,499)	2,281	(129,128)	(1,897)	(11,175)	(54,285)	(1,734)	4	(12,026)
Change in cash and cash equivalents and other assets	124	4,177	4	4	4	4	4	4	4	4
Change in cash and cash equivalents	(12)	(2,123)	(6)	(6)	(6)	(6)	(6)	(6)	(6)	(6)
Free cash flow	1,242	3,826	1,616	1,616	1,616	1,616	1,616	1,616	1,616	1,616

The accompanying notes are an integral part of the statements.

AMPHIBIOUS FORCE, USARPAC, POC
Major US Component
GENERAL SCHEDULE OF PROGRAMS/PROJECTS, EXPENDITURES AND
REVENUES BY MAJOR PROGRAM—GENERAL, FISCAL YEAR 1979
 For the Year Ended June 30, 1979

	Funds Indefinite Balances	Supplemental Funds	Total
Revenue			
Miscellaneous			
Civil Aeronautics Agency			
Federal Reserve Bank			
Federal Reserve Bank of San Francisco			
Federal Reserve Bank of St. Louis			
Federal Reserve Bank of New York			
Federal Reserve Bank of Philadelphia			
Federal Reserve Bank of Richmond			
Federal Reserve Bank of San Francisco			
Federal Reserve Bank of St. Louis			
Federal Reserve Bank of New York			
Federal Reserve Bank of Philadelphia			
Federal Reserve Bank of Richmond			
Public support			
Other			
Subscriptions			
Total revenue	<u>1,231</u>	<u>7,000</u>	<u>8,231</u>
Expenditures			
Current			
Salaries	10,451		10,451
Fringe	4,582		4,582
Travel	2,813		2,813
Rent	2,790		2,790
Operating expenses	7,985		7,985
Operating supplies			
Procurement			
Printing	9,627		9,627
Interest	2,209		2,209
Relief expenses			
Capital outlay	45		45
Total expenditures	<u>38,492</u>	<u>3,495</u>	<u>41,987</u>

AYOVELLER COUNCIL ON AGING, INC.
Marksville, Louisiana

SCHEDULE OF PROGRAM EXPENDITURES BUDGET VS. ACTUAL
For the Year Ended June 30, 1998

	BUDGET	ACTUAL	PERCENT PAYABLE UNRECOVERABLE
TITLE III-B-SUPPORTIVE SERVICES			
Salaries	\$ 109,368	\$ 128,904	\$ (19,536)
Fringe	15,668	15,607	(669)
Travel	2,800	5,203	(2,403)
Operating services	66,540	45,044	21,496
Operating supplies	11,500	11,408	(92)
Help services:			
Principal		6,871	6,871
Intern		1,509	1,509
Out-of-pocket		35,660	(35,660)
Capital outlay		1,093	1,093
Transfers to:			
General Fund		4,588	4,588
Total	\$ 279,774	\$ 293,286	\$ (13,512)
TITLE III-C-1			
Salaries	\$ 41,861	\$ 58,516	\$ (16,655)
Fringe	5,000	3,158	1,842
Travel	1,000	1,103	(103)
Operating services	15,628	9,548	6,080
Operating supplies	2,000	2,389	(389)
Capital outlay		315	315
Total	\$ 65,489	\$ 75,029	\$ (9,540)
TITLE III-C-2			
Salaries	\$ 87,458	\$ 99,807	\$ (12,349)
Fringe	18,568	18,075	493
Travel	31,000	32,378	(1,378)
Operating services	64,178	14,836	49,342
Operating supplies		910	(910)
Capital outlay		811	(811)
Transfers to:			
Family Independence			
Work Program		4,110	(4,110)
General Fund		11,884	11,884
Total	\$ 201,114	\$ 173,916	\$ (27,198)

ATYWEILER COUNCIL ON AGING, INC.
Marksville, Louisiana

SCHEDULE OF PROGRAM EXPENDITURES BUDGET VS. ACTUAL
For the Year Ended June 30, 1999

	BUDGET	ACTUAL	VARIANCE (FAVORABLE/ UNFAVORABLE)
SENIOR CENTER			
Transfer to:			
Title III-B	\$ 36,148	\$ 36,148	\$ ____-0-
Totals	<u>\$ 36,148</u>	<u>\$ 36,148</u>	<u>\$ ____-0-</u>
TITLE III-B SUPPORTIVE SERVICES			
Transfer to:			
Title III-B	\$ 3,714	\$ 3,714	\$ ____-0-
Totals	<u>\$ 3,714</u>	<u>\$ 3,714</u>	<u>\$ ____-0-</u>
TITLE III-E SUPPORTIVE SERVICES			
Transfer to:			
Title III-E	\$ 4,507	\$ 4,507	\$ ____-0-
Totals	<u>\$ 4,507</u>	<u>\$ 4,507</u>	<u>\$ ____-0-</u>
SUPPLEMENTAL SENIOR CENTER			
Transfer to:			
Title III-B	\$ 4,580	\$ 4,580	\$ ____-0-
Totals	<u>\$ 4,580</u>	<u>\$ 4,580</u>	<u>\$ ____-0-</u>
FCMA - ACT 155			
Transfer to:			
Title III-B	\$ 11,719	\$ 11,719	\$ ____-0-
Totals	<u>\$ 11,719</u>	<u>\$ 11,719</u>	<u>\$ ____-0-</u>

The accompanying notes are an integral part of this statement.

ANNUELLES COUNCIL ON AGING, INC.
 Marlborough, Louisiana

COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS
 AND CHANGES IN GENERAL FIXED ASSETS
 For the Year Ended June 30, 1998

	Balance June 30, 1997	Additions	Deletions	Balance June 30, 1998
GENERAL FIXED ASSETS, AT COST	<u>1,987</u>			<u>3,798</u>
Furniture and Equipment	\$ 117,918	\$ 8,682		\$ 126,600
Vehicles	258,236	807,866		366,099
Land	79,832			79,832
Buildings	449,832			449,832
Total General Fixed Assets	<u>2,005,188</u>	<u>816,548</u>	<u>0</u>	<u>2,821,736</u>
INVESTMENTS IN GENERAL FIXED ASSETS				
Title IR-8	\$ 320	\$ 1,699		\$ 1,819
General Fund	704,680	113,499		818,179
Title IR-C-1	23,094	315		23,409
Title IR-C-2	28,379	81		28,460
Family Independence Work Program		465		465
Title IR		375		375
Title IR D-85	1,957			1,957
Section 16 (IR) CD	117,928			117,928
Interest	2,488			2,488
Senior Center	3,268			3,268
Total Investment in General Fixed Assets	<u>2,216,188</u>	<u>2,115,000</u>	<u>0</u>	<u>2,331,188</u>

The accompanying notes are an integral part of this statement.

**OTHER REPORT REQUIRED BY
*GOVERNMENT AUDITING STANDARDS***



DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

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

Board of Directors
Arroyo/les Council on Aging, Inc.

We have audited the general purpose financial statements of Arroyo/les Council on Aging, Inc. (a non-profit organization) as of and for the year ended June 30, 1998, and have issued our report thereon dated October 22, 1998. We conducted our 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 the Council's financial statements are free of material misstatements, we 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 these provisions is not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no material instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

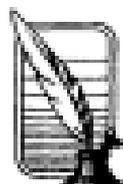
In planning and performing our audit, we considered the Council's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses.

This report is intended for the information of the Board of Directors, management and federal awarding agencies, and pass-through entities. However, this report is a matter of public record and its distribution is not limited.



Certified Public Accountants

October 22, 1998



DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Arroyales Council on Aging, Inc.
Marksville, LA.

Compliance

We have audited the compliance of the Arroyales Council on Aging, Inc. 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, 1998. The Arroyales Council on Aging, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Arroyales Council on Aging, Inc.'s management. Our responsibility is to express an opinion on the Arroyales Council on Aging, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards, 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, *Audit of Expenditures, Receipts, Government, and Non-Profit Organizations*. These 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 Arroyales Council on Aging, Inc.'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 Arroyales Council on Aging, Inc.'s compliance with those requirements.

In our opinion, the Arroyales Council on Aging, Inc. 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, 1998.

Internal Control Over Compliance

The management of the Arroyo del Council on Aging, Inc. 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 Arroyo del Council on Aging, Inc.'s internal control over compliance with 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 Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of the Arroyo del Council on Aging, Inc.'s management, federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited.



Certified Public Accountants
October 22, 1998

**AYOVELLES PARISH COUNCIL ON AGING, INC.
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 1998**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	_____ yes _____ <u>no</u>
Repeatable condition(s) identified not considered to be material weakness(es)?	_____ yes _____ <u>no</u> none reported
Noncompliance material to financial statements noted?	_____ yes _____ <u>no</u>

Other Areas

Internal control over major programs:	
Material weakness(es) identified?	_____ yes _____ <u>no</u>
Repeatable condition(s) identified not considered to be material weakness(es)?	_____ yes _____ <u>no</u>
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 _____ <u>no</u>

Identification of major programs:

CFDA Numbers

Name of Federal Program or Cluster

20.509

Department of Transportation
UMTA - Public Transportation

Dollar threshold used to distinguish
between Type A and Type B programs:

\$ 500,000

Auditor qualified as low-risk auditor?

____ yes ____ no

Section II - Financial Statement Findings

Reportable Conditions

No matters were reported.

ANDYBELLS COUNCIL ON AGING, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
For the Year Ended June 30, 1998

**SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE
FINANCIAL STATEMENTS**

There were no Internal Control or Compliance Findings.