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RAPIDES SENIOR CITIZENS CENTER, INC.
Pineville, Louisiana

**FINANCIAL STATEMENTS
AND
AUDITORS' REPORTS**

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 2/2/05

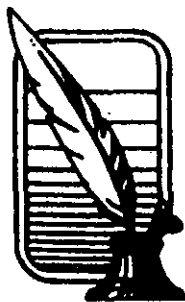
**RAPIDES SENIOR CITIZENS CENTER, INC.
PINEVILLE, LOUISIANA**

**FINANCIAL STATEMENTS AND AUDITORS' REPORTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

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MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS



MEMBER
SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

DAUZAT, BEALL & DEBEVEC, CPAs

A PROFESSIONAL CORPORATION

INDEPENDENT AUDITORS' REPORT

Board of Directors
Rapides Senior Citizens Center, Inc.
Pineville, Louisiana

We have audited the accompanying financial statements of Rapides Senior Citizens Center, Inc., (a non-profit, quasi-public organization) as of and for the year ended June 30, 2004. These financial statements are the responsibility of the Center's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in the U.S. 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 financial statements referred to above present fairly, in all material respects, the financial position of Rapides Senior Citizens Center, Inc., as of June 30, 2004, and the changes in its net assets and its cash flows 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 December 23, 2004, on our consideration of the Center'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 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 financial statements of the Rapides Senior Citizens Center, Inc. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

Daniel Beall & DeWitt

Certified Public Accountants

December 23, 2004

RAPIDES SENIOR CITIZENS CENTER, INC.
STATEMENT OF FINANCIAL POSITION
June 30, 2004

ASSETS

CURRENT ASSETS

Cash and Cash equivalents	\$ 124,384
Grants Receivable	128
Other Receivables	14,432
Prepays	<u>400</u>

Total Current Assets 139,344

PROPERTY AND EQUIPMENT

Furniture and equipment	129,332
Less: Accumulated depreciation	<u>(126,630)</u>
Net Property and Equipment	<u>2,702</u>

TOTAL ASSETS \$ 142,046

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Bank overdraft	\$ 18,129
Accounts payable	6,555
Payroll withholdings	3,479
Compensated absences payable	<u>6,293</u>
Total Current Liabilities	34,456

NET ASSETS - UNRESTRICTED 107,590

TOTAL LIABILITIES AND NET ASSETS \$ 142,046

The accompanying notes are an integral part of the financial statements.

RAPIDES SENIOR CITIZENS CENTER, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED June 30, 2004

	UNRESTRICTED		SUPPLEMENTAL	TOTAL
	GENERAL UNRESTRICTED	SENIOR CENTER	SENIOR CENTER	
	TITLE III C-1			
SUPPORT AND REVENUE				
Support:				
Cenla Area Agency on Aging, Inc.	\$ 206,904	\$ 80,291	\$ 3,825	\$ 84,116
Rapides Parish Police Jury	13,345	0	0	206,904
State	67,801	0	0	13,345
Local	0	0	0	67,801
Program Contributions	0	\$ 39,811	0	39,811
Total Support	288,050	80,291	3,825	411,977
Revenue:				
Interest income	181	0	0	181
Miscellaneous	983	0	0	983
Total Support and Revenue	289,214	80,291	3,825	413,141
EXPENSES AND LOSSES				
Salaries	20,475	147,859	0	186,999
Fringe	1,910	13,907	0	17,572
Travel	1,072	8,067	0	10,879
Operating services	81,222	66,825	0	156,702
Operating supplies	7,895	4,021	0	12,541
Depreciation	8,435	0	0	8,435
Total Expenses	121,009	240,679	31,440	393,128
CHANGE IN NET ASSETS				
NET ASSETS, BEGINNING OF YEAR	168,205	(160,388)	3,825	20,013
Transfers in	79,311	0	0	79,311
Transfers out	26,724	160,388	0	205,465
	(174,916)	(26,724)	(3,825)	(205,465)
NET ASSETS, END OF YEAR	\$ 99,324	\$ 0	\$ 0	\$ 99,324

The accompanying notes are an integral part of the financial statements.

RAPIDES SENIOR CITIZENS CENTER, INC.
STATEMENT OF CASH FLOWS
YEAR ENDED June 30, 2004

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$ 20,013
Adjustments to reconcile change in net assets to net cash provided by operations:	
Depreciation	8,435
Changes in operating assets and liabilities:	
(Increase) Decrease Accounts receivable	11,277
(Increase) Decrease Other receivables	(5,101)
Increase (Decrease) Accounts payable	(20,135)
Increase (Decrease) Payroll withholdings	790
Increase (Decrease) Bank overdraft	18,129
(Increase) Decrease Prepaids	<u>72</u>
 NET INCREASE IN CASH	 33,480
 CASH, BEGINNING OF YEAR	 <u>90,904</u>
 CASH, END OF YEAR	 <u><u>\$ 124,384</u></u>

ADDITIONAL REQUIRED DISCLOSURES:

1. The Center considers all highly liquid investments with a maturity of three months or less when acquired to be cash equivalents.
2. No income taxes were paid during the year.
3. No interest was paid during the year.

The accompanying notes are an integral part of the financial statements.

RAPIDES SENIOR CITIZENS CENTER, INC.
June 30, 2004

NOTES TO FINANCIAL STATEMENTS

NOTE 1 NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

The Rapides Senior Citizens **Center** was created in 1973 and operates 13 sites located throughout Rapides Parish. The **Center** services the needs of the elderly by being a community focal point on aging. The elderly residents of the parish participate in activities that enhance their dignity, support their independence, and encourage their involvement in their community. The **Center** serves as an advocate for the senior citizens of Rapides Parish by identifying gaps in services and seeking to make needed services more accessible and acceptable to the elderly. Services include sponsoring Olympic games for the elderly, providing congregate nutritional meals, and providing recreational activities such as exercise programs as well as arts and crafts. Volunteers are very important to the **Center** and are utilized to the fullest extent possible.

The corporation is organized on a non-stock basis under the authority of the provisions of Louisiana law, particularly L.A.R.S. of 1950, Title 12, Section 201-269, as amended.

The financial statements are presented in conformity with the provisions of Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under those provisions, net assets and revenues, gains, and losses are classified based on the existence of absence of donor-imposed restrictions as follows:

- Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.
- Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that can be fulfilled by actions of the **Center** pursuant to those stipulations or that expire by the passage of time.
- Permanently restricted net assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by the **Center**.

RAPIDES SENIOR CITIZENS CENTER, INC.
June 30, 2004

NOTES TO FINANCIAL STATEMENTS

NOTE 1 NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES
(Continued)

All of the **Center's** net assets were considered unrestricted for the fiscal year ended June 30, 2004. It is the **Center's** policy to report donor-restricted revenues whose restrictions are met in the same reporting period as unrestricted support and revenues.

Basis of Accounting

The financial statements of the **Center** have been prepared on the accrual basis.

Estimates

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

Accounts Receivable

Accounts receivable are charged to expense when they become uncollectible. In the opinion of management, all accounts receivable at June 30, 2004, were collectible, and an allowance for doubtful accounts was not considered necessary.

Contributed Services

The **Center** receives contributed services from its board members and from numerous community individuals who assist in various programs. Other donated services are reflected at their fair market value. The **Center** pays for most services requiring specific expertise.

RAPIDES SENIOR CITIZENS CENTER, INC.
June 30, 2004

NOTES TO FINANCIAL STATEMENTS

Property and Equipment

All purchased 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.

Depreciation is provided in the financial statements over estimated useful lives on a straight-line basis. The following estimated useful lives are generally used:

Buildings	40 years
Furniture and equipment	5 to 15 years

Expenses for additions, major renewals, and betterments are capitalized and expenses for maintenance and repairs are charged to operations as incurred.

Income Taxes

The Organization qualifies as an exempt organization under Section 501 c (3) of the Internal Revenue Code as is treated as a publicly supported organization not classified as a private foundation.

NOTE 2 FUNDING POLICIES AND SOURCES OF FUNDS

The **Center** receives its monies through various methods of funding. Senior **Center** funds are received based on a predetermined unit cost up to one twelfth of the grant amount per month. Revenues are not recognized until actual units are performed.

The **Center** receives ad valorem taxes collected by the Rapides Parish Police Jury specifically designated for the elderly in the Parish. The **Center** also encourages and receives contributions from clients to help offset the costs of programs.

Senior Center Program - The Senior **Center** Program is used to account for the administration of Senior **Center** Program funds appropriated by the Louisiana Legislature through the Governor's Office of Elderly Affairs, to the Cenla Area Agency on Aging, which funds the **Center** on a predetermined unit cost reimbursement basis up to the contract amount.

RAPIDES SENIOR CITIZENS CENTER, INC.
June 30, 2004

NOTES TO FINANCIAL STATEMENTS

NOTE 2 FUNDING POLICIES AND SOURCES OF FUNDS (Continued)

Title III - C-1 Congregate Meals Program - Title III - C-1 funds are provided by the United States Department of Health and Human Services through the Louisiana Governor's Office of Elderly Affairs, to the Cenla Area Agency on Aging, who funds the Center on a predetermined unit cost reimbursement basis up to the contract amount. The Center served 91,628 meals during the fiscal year.

NOTE 3 OTHER RECEIVABLES

Other receivables at June 30, 2004, consist of the following;

Horizons Independent Living	<u>\$14,432</u>
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NOTE 4 PROPERTY AND EQUIPMENT

A summary of changes in property and equipment and accumulated depreciation at June 30, 2004, follows:

	<u>Balance</u> <u>6/30/03</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6/30/04</u>
Furniture and equipment	\$ 129,332	\$ 0	\$ 0	\$ 129,332
Less-Accumulated Depreciation	<u>(118,195)</u>	<u>8,435</u>	<u>0</u>	<u>(126,630)</u>
Net	<u>\$ 11,137</u>	<u>\$ 8,435</u>	<u>\$ 0</u>	<u>\$ 2,702</u>

Depreciation on property and equipment totaled \$8,435 for the current year.

RAPIDES SENIOR CITIZENS CENTER, INC.
June 30, 2004

NOTES TO FINANCIAL STATEMENTS

NOTE 5 COMPENSATED ABSENCES

Accrued annual leave as of June 30, 2004, was estimated to be \$6,293. Employees earn annual leave at varying rates per month based on years of service. The maximum amount of annual leave an employee may accumulate is based on two years, varying according to the current length of service. Any leave balance in excess is reduced without compensation at the end of each June 30th. Upon separation of service employees can vest in annual leave up to an amount equal to two weeks of compensation.

Sick pay benefits are earned at the rate of one day per month. These benefits accrue and accumulate to a maximum of 120 days. However, these are non-vesting accumulating benefits and, therefore, the liability is not recorded in the financial statements.

NOTE 6 COLLATERALIZATION OF BANK DEPOSITS

The **Center** considers cash in operating bank accounts, cash on hand, and certificates of deposit to be cash and cash equivalents. All deposits were insured against loss by the Federal Deposit Insurance Corporation (FDIC).

NOTE 7 PROPERTY TAX FOR THE ELDERLY

The voters of Rapides Parish approved a 1 mill, 10 year, property tax for the elderly of the Parish on November 4, 1986, to be collected and distributed by the Rapides Parish Police Jury. The Police Jury divides these taxes between four Rapides Parish agencies which provide services to the elderly, one of them being the Rapides Senior Citizens, **Center, Inc.** The due date for payment of the taxes is December 31, of each year, and they become delinquent on that day. Therefore, the Rapides Senior Citizens **Center, Inc.**, receives the majority of the taxes in March following the year of assessment. The portion distributed to Rapides Senior Citizens **Center, Inc.**, is 37.2881% of all taxes collected.

RAPIDES SENIOR CITIZENS CENTER, INC.
June 30, 2003

NOTES TO FINANCIAL STATEMENTS

NOTE 8 JUDGEMENTS, CLAIMS, AND SIMILAR CONTINGENCIES

There is no litigation pending against the **Center** at June 30, 2004. Furthermore, the **Center's** management believes that any potential lawsuits would be adequately covered by insurance.

The **Center** receives support from various Federal and State grant programs which are subject to final review and approval as to allowableness of expenditures by the respective grantor agencies. Any settlements or expenses arising out of a final review are recognized in the period in which agreed upon by the agency and the **Center**. 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 **Center's** financial position.

NOTE 9 CONCENTRATIONS OF REVENUE

The **Center** receives the majority of its revenue from contracts with Cenla Area Agency on Aging, Inc. If significant budget cuts are made at the federal and/or state level, the amount of the funds contracted by Cenla Area Agency on Aging, Inc. could be reduced significantly, resulting in an adverse impact on the **Center's** operations. Management is not aware of any actions that would adversely affect the amount of funds the **Center** will receive in the next fiscal year.

NOTE 10 HOUSING DEVELOPMENT

In December 1998, the Rapides Senior Citizens Center, Inc. formed a non-profit corporation, the Horizon Independent Living Corp., under section 501(C)(3) of the Internal Revenue Code to develop and manage an elderly housing complex. The Rapides Senior Citizens Center, Inc. will not benefit from the earnings nor be liable for any obligations of the Horizon Independent Living Corp. The Senior Citizens Center advanced monies to the Horizon Independent Living Corp. for various start-up costs. The Senior Citizens Center expects these funds to be repaid.

RAPIDES SENIOR CITIZENS CENTER, INC.
June 30, 2003

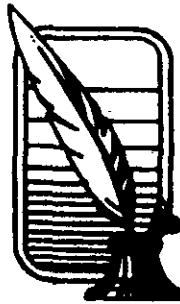
NOTES TO FINANCIAL STATEMENTS

NOTE 11 FUNCTIONAL EXPENSE ALLOCATION

The costs of providing the various programs and other activities have been summarized in their natural categories in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefitted. Listed below are expenses by programs:

Senior Center Activities	\$ 240,679
Meals	31,440
Olympics	29,173
Crafts	0
General Administrative	<u>91,836</u>
	<u>\$ 393,128</u>

**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
Rapides Senior Citizens Center, Inc.

We have audited the general purpose financial statements of Rapides Senior Citizens Center, Inc. (a non-profit organization) as of and for the year ended June 30, 2004, and have issued our report thereon dated December 23, 2004. We conducted our audit in accordance with generally accepted auditing standards in the U.S. 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 Center's financial statements are free of material misstatement, 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 those 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 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.

David Beall & Debra

Certified Public Accountants
December 23, 2004

RAPIDES SENIOR CITIZENS CENTER, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2004

We have audited the financial statements of Rapides Senior Citizens Center, Inc. as of and for the year ended June 30, 2004, and have issued our report thereon dated December 23, 2004. 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. Our audit of the financial statements as of June 30, 2004 resulted in an unqualified opinion.

Section 1 Summary of Auditor's Reports

a. Report on Internal Control and Compliance Material to the Financial Statements

Internal control

Material Weaknesses Yes No Reportable Conditions Yes No

Compliance

Non Compliance Material to Financial Statements Yes No

Section II Financial Statement Findings

There were no financial statement findings or questioned costs.

RAPIDES SENIOR CITIZENS CENTER, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
For the Year Ended June 30, 2004

There were no prior year findings for the fiscal year ended June 30, 2003.