

EAST CARROLL VOLUNTARY COUNCIL ON
AGING, INC.

Financial Statements
For the Year Ended June 30, 2018

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2018

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EAST CARROLL VOLUNTARY COUNCIL ON THE AGING, INC.
LAKE PROVIDENCE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2018

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
East Carroll Voluntary Council on Aging, Inc.
Lake Providence, Louisiana

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the East Carroll Voluntary Council on Aging, Inc., as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Council as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express opinions on these 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Board of Directors
East Carroll Voluntary Council on Aging, Inc.
Lake Providence, Louisiana
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Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information for the East Carroll Voluntary Council on Aging, Inc., as of June 30, 2018, and the respective changes in financial position, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4 through 7 and 21 through 25 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during the audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurances.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the East Carroll Council on the Aging, Inc. basic financial statements. The supplemental information schedules required by GOEA are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements.

The combining nonmajor fund financial statements, schedule of compensation, benefits and other payments to agency head or chief executive officer and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Board of Directors
East Carroll Voluntary Council on Aging, Inc.
Lake Providence, Louisiana
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The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated October 10, 2018, on my consideration of the Council's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering East Carroll Voluntary Council on Aging's internal control over financial reporting and compliance.

David M. Hood, CPA (APSC)

West Monroe, Louisiana
October 10, 2018

REQUIRED SUPPLEMENTAL INFORMATION (PART A)
MANAGEMENT'S DISCUSSION AND ANALYSIS

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.

600 First Street
Lake Providence, LA 71254

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the East Carroll Voluntary Council on Aging provides an overview of the Council's activities for the year ended June 30, 2018. Please read it in conjunction with the Council's financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Council as a whole.

Reporting the Council as a Whole

The Statement of Net Position and the Statement of Activities

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Council's net position and changes in them. The Council's net position – the difference between assets and liabilities – measure the Council's financial position. The increase or decrease in the Council's net position are an indicator of whether its financial position is improving or deteriorating.

THE COUNCIL AS A WHOLE

For the years ended June 30, 2018 and 2017:

	<u>06/30/18</u>	<u>06/30/17</u>
Beginning net position	\$444,431	\$433,299
Increase (Decrease) in net position	<u>4,208</u>	<u>11,132</u>
Ending net position	<u>\$448,639</u>	<u>\$444,431</u>

THE COUNCIL'S FUNDS

The following schedule presents a summary of revenues and expenses for the fiscal year ended June 30, 2018, and the amount and percentage of increases and decreases in relation to the prior year.

Revenues	June 30, 2018	Percent of Total	(Decrease) From June 30, 2017	Percent Increase (Decrease)
Intergovernmental	\$164,696	65%	(\$4,132)	-2%
Property Tax	74,158	29%	833	1%
Public Support	12,761	5%	(6,421)	-33%
Interest Income	806	0%	459	132%
Sale of Property	0	0%	0	0%
Miscellaneous	0	0%	0	0%
Totals	\$252,421	100%	(\$9,261)	-4%

Revenues	June 30, 2017	Percent of Total	Increase (Decrease) From June 30, 2016	Percent Increase (Decrease)
Intergovernmental	\$168,828	65%	\$63	0%
Property Tax	73,325	28%	(1,009)	-1%
Public Support	19,182	7%	4,244	28%
Interest Income	347	0%	(1)	0%
Sale of Property	0	0%	0	0%
Miscellaneous	0	0%	0	0%
Totals	\$261,682	100%	\$3,297	1%

Revenues decreased slightly for the year ending June 30, 2018 due to the decrease in intergovernmental funds collected during the year.

Revenues increased for the year ending June 30, 2017 due to the increase in intergovernmental funds collected during the year.

Expenses	June 30, 2018	Percent of Total	From June 30, 2017	Increase (Decrease)
Total	\$248,213	100%	(\$2,337)	-1%

Expenses	June 30, 2017	Percent of Total	Increase (Decrease) From June 30, 2016	Percent Increase (Decrease)
Total	\$250,550	100%	(\$37,911)	-13%

The Council's expenses for the year ending June 30, 2018 and 2017 decreased due to decrease in operating service expenses.

BUDGETARY HIGHLIGHTS

The Council's total revenues in fiscal year 2018 were under the final budget by \$128 mainly due to less intergovernmental money received during the year. Actual expenses for the Council were over the final budget by \$8,136. The General Fund is budgeted and used in support of other programs.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2018 and 2017, the Council had \$192,720 and \$206,370 (net of depreciation) invested in capital assets including buildings and improvements, furniture and fixtures, equipment, and vehicles.

	June 30, 2018	June 30, 2017
Buildings & Improvements	\$377,459	\$377,459
Furniture & Equipment	28,657	28,657
Vehicles	111,606	107,606
Accumulated Depreciation	(325,002)	(307,352)
Totals	<u>\$192,720</u>	<u>\$206,370</u>

The Council purchased a used van for \$4,000 during 2018.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND REVENUES

The Council's revenues are derived mainly from two sources, United States Department of Health and Human Services Administration on Aging through the Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council, and Public Support.

CONTACTING THE COUNCIL'S FINANCIAL MANAGEMENT

The financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the Council's finances and to show the Council's accountability for the money it receives. If you have questions concerning this report or need additional financial information, contact the East Carroll Voluntary Council on Aging, 600 First Street, Lake Providence, LA 71254.

Evelyn LeBeau
Executive Director

GOVERNMENT-WIDE FINANCIAL STATEMENTS

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
STATEMENT OF NET POSITION
JUNE 30, 2018

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash	\$ 154,897
Certificates of Deposit	128,395
Accounts Receivable	11,858
Prepaid Expense	-
Capital Assets:	
Depreciable	<u>192,720</u>
<u>TOTAL ASSETS</u>	487,870
<u>LIABILITIES</u>	
Accounts Payable	28,546
Accrued Expenses	8,190
Non-Current Liabilities	
Compensated Absences	<u>2,495</u>
<u>TOTAL LIABILITIES</u>	39,231
<u>NET POSITION</u>	
Net Investment in Capital Assets	192,720
Unrestricted, Utility Assistance	51
Unrestricted, Unreserved	<u>255,868</u>
<u>TOTAL NET POSITION</u>	<u>\$ 448,639</u>

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

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2018

	<u>Direct Expenses</u>	<u>Indirect Expenses</u>
Function/Program Activities		
Governmental Activities:		
Health, Welfare and Social Services:		
Supportive Services:		
Homemaker	\$ 15,735	\$ 20,452
Information and Assistance	-	2,018
Outreach	1,762	2,018
Transportation	16,507	25,050
Other Services	4,839	5,486
Nutrition Services:		
Congregate Meals	15,106	25,940
Home Delivered Meals	12,059	29,539
Utility Assistance	-	-
Disease Prevention and Health Promotion	-	-
National Family Caregiver Support	42	-
Senior Activities	26,710	26,635
Administration	18,315	-
	<u>\$ 111,075</u>	<u>\$ 137,138</u>
Total Governmental Activities		

Charges for Services	Program Revenues		Net (Expense) Revenue and Changes in Net Position Governmental Activities
	Operating Grants and Contributions	Capital Grants and Contributions	
\$ -	\$ 8,220	\$ -	\$ (27,967)
-	458	-	(1,560)
-	859	-	(2,921)
-	9,440	-	(32,117)
-	2,345	-	(7,980)
-	36,688	-	(4,358)
-	32,632	-	(8,966)
-	-	-	-
-	-	-	-
-	42	-	-
-	-	-	(53,345)
-	12,761	-	(5,554)
<u>\$ -</u>	<u>\$ 103,445</u>	<u>\$ -</u>	<u>\$ (144,768)</u>

General Revenues:

Grants and Contributions not Restricted	
to Specific Programs	74,012
Property Taxes	74,158
Interest Income	806
Miscellaneous	-
Total General Revenues	<u>148,976</u>
Changes in Net Position	4,208
Net Position - Beginning	<u>444,431</u>
Net Position - Ending	<u>\$ 448,639</u>

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

FUND FINANCIAL STATEMENTS

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

BALANCE SHEET
GOVERNMENTAL FUNDS

JUNE 30, 2018

	<u>General Fund</u>	<u>Title III B Supportive Services</u>	<u>Title C-1 Congregate Meals</u>	<u>Title C-2 Home Delivered Meals</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	\$ 154,846	\$ -	\$ -	\$ -
Certificates of Deposits	128,395	-	-	-
Accounts Receivable	-	3,930	5,232	2,675
Prepaid Expense	-	-	-	-
Due From Other Funds	10,558	-	-	-
	<u>\$ 293,799</u>	<u>\$ 3,930</u>	<u>\$ 5,232</u>	<u>\$ 2,675</u>
<u>LIABILITIES AND FUND BALANCE</u>				
<u>LIABILITIES</u>				
Accounts Payable	\$ 27,246	\$ -	\$ 397	\$ 903
Accrued Expenses	8,190	-	-	-
Due To Other Funds	-	3,930	4,835	1,772
	<u>35,436</u>	<u>3,930</u>	<u>5,232</u>	<u>2,675</u>
<u>FUND BALANCE</u>				
Fund Balance				
Restricted for:				
Utilites Assistance	-	-	-	-
Unassigned	258,363	-	-	-
Total Fund Balance	<u>258,363</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL LIABILITIES AND FUND</u>				
<u>BALANCE</u>	<u>\$ 293,799</u>	<u>\$ 3,930</u>	<u>\$ 5,232</u>	<u>\$ 2,675</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL
FUND BALANCE SHEET TO THE GOVERNMENT WIDE
STATEMENT OF NET POSITION
JUNE 30, 2018

	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>		
			Total Governmental Fund Balances	\$ 258,414
			<i>Amounts reported for governmental activities in the statement of net position are different because:</i>	
	\$ 51	\$ 154,897		
	-	128,395		
	21	11,858		
	-	-	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	192,720
	<u>-</u>	<u>10,558</u>		
	<u>\$ 72</u>	<u>\$ 305,708</u>		
			Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	<u>(2,495)</u>
			Net Position of Governmental Activities	<u>\$ 448,639</u>
	\$ -	\$ 28,546		
	-	8,190		
	<u>21</u>	<u>10,558</u>		
	21	47,294		
	51	51		
	-	258,363		
	<u>51</u>	<u>258,414</u>		
	<u>\$ 72</u>	<u>\$ 305,708</u>		

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

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC
LAKE PROVIDENCE, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	<u>General Fund</u>	<u>Title III B Supportive Services</u>	<u>Title C-1 Congregate Meals</u>	<u>Title C-2 Home Delivered Meals</u>
<u>REVENUES</u>				
Intergovernmental	\$ 74,012	\$ 21,322	\$ 36,688	\$ 32,632
Property Tax	74,158	-	-	-
Public Support	966	2,371	4,358	5,066
Interest Income	806	-	-	-
Sale of Property	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>149,942</u>	<u>23,693</u>	<u>41,046</u>	<u>37,698</u>
<u>EXPENDITURES</u>				
Current:				
Salaries	31,035	52,783	25,550	20,985
Fringe	2,417	4,106	1,988	1,630
Travel	71	162	57	69
Operating Services	9,740	31,872	11,237	15,794
Operating Supplies	10,082	4,944	2,177	3,120
Other Costs	833	-	37	-
Capital Outlay	4,000	-	-	-
Utility Assistance	-	-	-	-
Total Expenditures	<u>58,178</u>	<u>93,867</u>	<u>41,046</u>	<u>41,598</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>	91,764	(70,174)	-	(3,900)
<u>OTHER FINANCING SOURCES (USES)</u>				
Operating Transfers - In	28,945	70,174	-	3,900
Operating Transfers - Out	(103,019)	-	-	-
Total Other Financing Sources (Uses)	<u>(74,074)</u>	<u>70,174</u>	<u>-</u>	<u>3,900</u>
<u>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES</u>	17,690	-	-	-
<u>FUND BALANCE AT BEGINNING OF YEAR</u>	<u>240,673</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE AT END OF YEAR</u>	<u>\$ 258,363</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
RECONCILIATION OF THE STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2018

Nonmajor Governmental Funds	Total Governmental Funds		
		Net Change in Fund Balances - Total Governmental Funds	\$ 17,690
\$ 42	\$ 164,696		
-	74,158	<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
-	12,761		
-	806		
-	-		
-	-		
<u>42</u>	<u>252,421</u>	Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
39	130,392	Capital asset purchases capitalized	4,000
3	10,144	Depreciation expense	<u>(17,650)</u>
-	359		<u>(13,650)</u>
-	68,643	Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds	
-	20,323		
-	870		
-	4,000		
-	-		
<u>42</u>	<u>234,731</u>	Change in Net Position in Governmental Activities	<u>\$ 168</u>
-	17,690		
-	103,019		
<u>-</u>	<u>(103,019)</u>		
<u>-</u>	<u>-</u>		
-	17,690		
<u>51</u>	<u>240,724</u>		
<u>\$ 51</u>	<u>\$ 258,414</u>		

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

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

Note 1- Summary of Significant Accounting Policies

The financial statements of the East Carroll Voluntary Council on Aging, Inc. have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. These statements have also incorporated any applicable requirements set forth by *Audits of State and Local Governments*, 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*. The more significant of the Council's accounting policies are described below.

A. Reporting Entity

In 1964, the State of Louisiana passed Act 456 that authorized the charter of voluntary councils on aging for the welfare of the aging people in their representative parishes. Charters are issued by the Louisiana Secretary of State upon approval by the Governor's Office of Elderly Affairs. The East Carroll Voluntary Council on Aging, Inc. is a non-profit, quasi-public, corporation which must comply with the policies and regulations established by the Governor's Office of Elderly Affairs, the state agency which provides the Council with most of its revenues. The Council also receives revenues from other federal, state, and local government agencies that may impose certain restrictions upon how the Council can use the money that they have provided.

The primary function of the East Carroll Voluntary Council on Aging, Inc. is to improve the quality of life for the parish's elderly and to provide services to the elderly as well as coordinate and monitor the services of other local agencies serving the aging people of the parish. Such services include providing meals, nutritional education, information and referral services, legal assistance, homemaker services, operating senior centers, and transportation. A Board of Directors, consisting of 15 voluntary members who serve three-year terms governs the Council.

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

B. Financial Reporting

The Council follows the provisions of the Governmental Accounting Standards Board Statement, Nos. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* (Statement 34), 37, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments: Omnibus* (Statement 37), and 38, *Certain Financial Statement Note Disclosures* (Statement 38), which establish the financial reporting standards for all state and local governmental entities.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

The accompanying government-wide financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting and reflect transactions of behalf of the Council. The Council accounts for its funds as governmental funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

Office of Elderly Affairs funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific 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 which in turn "passes through" the funds to the Council.

The Council reports the following major governmental funds:

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. The following types of programs comprise the Council's General Fund:

Local Funds

Local funds are received from various local sources; such funds not being restricted to any special use.

PCOA (ACT 735) Funds

PCOA (Act 735) funds are appropriated for the Governor's Office of Elderly Affairs by the Louisiana Legislature for remittance to the Council on Aging. The Council may use these "Act 735" funds at its discretion provided the program is benefiting people who are at least 60.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

Note 1- Summary of Significant Accounting Policies (continued)

B. Financial Reporting (continued)

Senior Center Fund

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.

Supplemental Senior Center Fund

The Louisiana Legislature appropriated additional money for various Councils on Aging through the state to be used to supplement the primary state grant for senior centers. East Carroll Voluntary Council on Aging, Inc. was one of the parish councils to receive a supplemental grant.

Title III-B Supportive Services Fund

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

Title III C-1 Congregate Meals Fund

These funds are used to provide nutritional congregate meals to the elderly in strategically located centers.

Title III C-2 Home Delivered Meals Fund

These funds are used to provide nutritional meals to home-bound older persons.

The remaining nonmajor funds are as follows:

Title III-E National Family Caregiver Support

To assist in providing multifaceted systems of support services for family caregivers and grandparents or older individuals who are relative caregivers.

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 remit the funds to the parish Councils on Aging to provide assistance to the elderly for the payment of their utility bills.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

Note 1- Summary of Significant Accounting Policies (continued)

C. Compensated Absences

Employees of the East Carroll Voluntary Council on Aging, Inc. earn from 10 to 21 days of annual leave each year with 10 days allowed to be carried over to next year, depending on their length of service and the employee's working status (full-time or part-time). Any balance over the two weeks allowed will be paid in December rather than forfeited. Employees are compensated upon termination of employment for current-year accrued annual leave up to 10 days. Employees earn up to 12 days of sick leave each year, and can accumulate up to 60 days, depending upon whether the employee is on a part-time or full-time status. Part-time employees can only carry forward 10 sick days. Employees are not paid for accrued sick leave at termination and no accrual has been made.

D. 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 could differ from those estimates.

E. Funding Policies and Sources of Funds

The Council receives its monies through various methods of funding. NSIP program funds are provided through the Louisiana Governor's Office of Elderly Affairs to help offset raw food cost in Title III C-1 and C-2 programs. This program is funded under the units of service provided method. The Senior Center program and State Allocation (PCOA) and Supplemental Senior Center funds are received as a monthly allocation of the total budget (grant) in advance of the actual expenditure. The Title III-B, C-1, C-2, and E programs are funded based on actual operating cost incurred. The Council encourages and receives contributions from clients to help offset the costs of the Title III-B, C-1, and C-2 programs. Utility assistance funds are also provided by the Louisiana Association of Council on Aging to the Council under the Helping Hands and Heating Help Energy programs. All of the above mentioned funds, including any other miscellaneous income, are recorded as revenue when the cash is received because the Council cannot predict the timing and amount of receipt.

F. Fund Equity

GASB Statement No. 54 establishes standards for five fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of resources reported in government funds. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form – prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned and unassigned.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

Note 1- Summary of Significant Accounting Policies (continued)

F. Fund Equity (continued)

Restricted Fund Balance – This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the Council’s board of directors – the Council’s highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the board of directors removes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned Fund Balance – This classification reflects the amounts constrained by the council’s “intent” to be used for specific purposes, but are neither restricted nor committed. The Council’s board of directors and management has the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the general fund, that are not classified as nonspendable and are neither restricted not committed.

Unassigned Fund Balance – This fund balance is the residual classification for the general fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the council’s policy is to use externally restricted resources first, then unrestricted resources – committed, assigned and unassigned – in order as needed.

Note 2 - Cash and Certificates of Deposit

Custodial Credit Risk - Deposits The custodial credit risk is the risk that in the event of a bank failure, the Council’s deposits may not be returned to it. The Council’s policy to ensure there is no exposure to this risk is to require each financial institution to pledge its own securities to cover any amount in excess of Federal Depository Insurance Coverage. Louisiana Revised Statute 39:1229 imposes a statutory 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 bank has failed to pay deposited funds upon demand. Accordingly, the Council had no custodial risk related to its deposits at June 30, 2018.

At June 30, 2018, the Council has cash and cash equivalents (book balances net of overdrafts) in the amount of \$154,897.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

Note 2 - Cash and Certificates of Deposit (continued)

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable by both parties. The following is a schedule of the Council's cash and certificates of deposit at June 30, 2018. Differences between Council balances and the bank balances arise because of the net effect of deposits in transit and outstanding checks.

	<u>Council Balances</u>	<u>Bank Balances</u>
Cash on Deposit	\$ 154,761	\$ 150,265
Petty Cash	136	-
Certificates of Deposit	<u>128,395</u>	<u>128,395</u>
 <u>TOTAL</u>	 <u>\$ 283,292</u>	 <u>\$ 278,660</u>

The Council's deposits are collateralized as follows:

FDIC Insured Deposits	\$ 250,000
Uninsured Deposits:	
Collateralized	<u>51,345</u>
Total Deposits	<u>\$ 300,345</u>

Note 3 - Receivables

The Council has \$11,858 in receivables for the year ended June 30, 2018.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

Note 4 - Fixed Assets

Fixed asset activity for the year ended June 30, 2018 is as follows:

	<u>Balance</u> <u>July 1, 2017</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2018</u>
Depreciable Assets:				
Building	\$ 125,000	\$ -	\$ -	\$ 125,000
Building Improvements	260,409	-	-	260,409
Vehicles	107,606	4,000	-	111,606
Furniture & Fixtures	<u>20,707</u>	<u>-</u>	<u>-</u>	<u>20,707</u>
Totals at Historical Cost	513,722	4,000	-	517,722
Less Accumulated Depreciation				
For:				
Building	(57,813)	(3,125)	-	(60,938)
Building Improvement	(134,804)	(9,045)	-	(143,849)
Vehicles	(94,028)	(5,480)	-	(99,508)
Furniture & Fixtures	<u>(20,707)</u>	<u>-</u>	<u>-</u>	<u>(20,707)</u>
Total Accumulated Depreciation	<u>(307,352)</u>	<u>(17,650)</u>	<u>-</u>	<u>(325,002)</u>
Fixed Assets, Net	<u>\$ 206,370</u>	<u>\$(13,650)</u>	<u>\$ -</u>	<u>\$ 192,720</u>

Depreciation was charged to Administration activities of the Council for \$17,650.

Note 5 - In-Kind Contributions

The Council received various in-kind contributions during the year. These in-kind contributions have not been recorded in the financial statements as revenues, nor has the expenditure related to the use of the in-kind been recorded. The primary in-kind contributions consisted of free rent and utilities for the senior center and meal sites, and wages and fringe benefits for volunteer workers.

Note 6 - Compensated Absences

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending</u> <u>Balance</u>	<u>Amounts Due</u> <u>Within</u> <u>One Year</u>
Other Liabilities:					
Accrued Vacation	\$ 2,663	\$ -	\$ 168	\$ 2,495	\$ 2,495

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

Note 6 - Compensated Absences (continued)

Payment of compensated absences is dependent upon many factors; therefore, the timing of future payments is not readily determinable.

Note 7 - 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.

Note 8 - Federal Award Programs

The Council receives revenues from various federal and state grant programs that are subject to final review and approval as to the allowability of expenditures by the respective grantor agencies. These programs are audited in accordance with the *Single Audit Act Amendment of 1996* and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 9 - Income Tax Status

The Council, a non-profit corporation is exempt from federal income taxation under Section 501 (c) (3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made; however, should the organization engage in activities unrelated to its exempt purpose, taxable income could result. The organization had no unrelated business income for the year ended June 30, 2018. The earliest income tax year that is subject to examination is 2014.

Note 10- Litigation and Claims

There was no litigation pending against the Council at June 30, 2018, nor is the Council aware of any unasserted claims.

Note 11-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. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of the funds the 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.

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

Note 12-Interfund Transfers

<u>Funds Transferred In</u>	<u>Funds Transferred Out</u>				<u>Total In</u>
	<u>Supplemental Senior Center</u>	<u>Senior Center</u>	<u>General Fund</u>	<u>PCOA</u>	
Title IIIB - Supportive Services	\$ -	\$ -	\$ 36,570	\$ 33,600	\$ 70,170
General Fund	-	-	600	-	600
Senior Center	10,912	-	17,432	-	28,344
Title III C-1	-	-	-	-	-
Title III C-2	-	-	-	3,900	3,900
Total Out	\$ 10,912	\$ -	\$ 54,602	\$ 37,500	\$ 103,014

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. No settlements were made during the year that exceeded the Council's insurance coverage.

Note 14-Medicaid Revenue Reclassified

The Council has reclassified Medicaid revenue as accounts payable, as a result of the council's duplicate billing, at the request of UNISIS Corporation. According to UNISIS, the original billing was coded incorrectly, as a result, the Council was asked to re-bill under the correct code. Both billings were paid. The \$22,050 represents the amount of the duplicate billing.

Note 15 -Subsequent Events

Subsequent events have been evaluated through October 10, 2018, which is the day the financial statements were available to be issued, and it has been determined that no significant events have occurred for disclosure.

REQUIRED SUPPLEMENTAL INFORMATION (PART B)
BUDGETARY COMPARISON SCHEDULES

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Over (Under)
	Original	Final		
<u>Revenues</u>				
Intergovernmental	\$ 62,500	\$ 74,013	\$ 74,012	\$ (1)
Property Tax	75,000	73,200	74,158	958
Public Support	3,500	700	966	266
Interest Income	120	130	806	676
Miscellaneous Income	700	550	-	(550)
Total Revenues	141,820	148,593	149,942	1,349
<u>Expenditures</u>				
Salaries	27,113	10,460	31,035	(20,575)
Fringe	2,311	823	2,417	(1,594)
Travel	-	55	71	(16)
Operating Services	12,561	6,415	9,740	(3,325)
Operating Supplies	8,481	8,037	10,082	(2,045)
Other Costs	-	-	833	(833)
Capital Outlay	-	6,500	4,000	2,500
Total Expenditures	50,466	32,290	58,178	(25,888)
<u>Excess of Revenues</u>				
<u>Over Expenditures</u>	91,354	116,303	91,764	(24,539)
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	-	28,945	28,945
Transfers Out	(67,229)	(59,254)	(103,019)	(43,765)
Total Other Financing Sources (Uses)	(67,229)	(59,254)	(74,074)	(14,820)
<u>Net Change in Fund Balance</u>	24,125	57,049	17,690	(39,359)
<u>Fund Balance at Beginning of Year</u>	240,673	240,673	240,673	-
<u>FUND BALANCE AT END OF YEAR</u>	\$ 264,798	\$ 297,722	\$ 258,363	\$ (39,359)

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

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE III B - SUPPORTIVE SERVICES
FOR THE YEAR ENDED JUNE 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 21,322	\$ 21,322	\$ 21,322	\$ -
Public Support	2,400	2,400	2,371	(29)
Total Revenues	<u>23,722</u>	<u>23,722</u>	<u>23,693</u>	<u>(29)</u>
<u>Expenditures</u>				
Salaries	54,378	64,576	52,783	11,793
Fringe	4,634	5,084	4,106	978
Travel	-	237	162	75
Operating Services	28,785	36,342	31,872	4,470
Operating Supplies	4,674	5,545	4,944	601
Other Costs	710	710	-	710
Capital Outlay	-	-	-	-
Total Expenditures	<u>93,181</u>	<u>112,494</u>	<u>93,867</u>	<u>18,627</u>
<u>Excess (Deficiency) of Revenues Over Expenditures</u>				
	(69,459)	(88,772)	(70,174)	18,598
<u>Other Financing Sources (Uses)</u>				
Transfers In	<u>69,459</u>	<u>88,772</u>	<u>70,174</u>	<u>(18,598)</u>
<u>Net Change in Fund Balance</u>				
	-	-	-	-
<u>Fund Balance at Beginning of Year</u>				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE AT END OF YEAR</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE CI - CONGREGATE MEALS
FOR THE YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Over (Under)
	Original	Final		
<u>Revenues</u>				
Intergovernmental	\$ 36,688	\$ 36,688	\$ 36,688	\$ -
Public Support	4,213	4,240	4,358	118
Total Revenues	40,901	40,928	41,046	118
<u>Expenditures</u>				
Salaries	27,038	28,106	25,550	2,556
Fringe	2,304	2,213	1,988	225
Travel	-	91	57	34
Operating Services	10,183	10,692	11,237	(545)
Operating Supplies	1,376	1,894	2,177	(283)
Capital Outlay	-	-	37	(37)
Total Expenditures	40,901	42,996	41,046	1,950
<u>Deficiency of Revenues</u>				
<u>Over Expenditures</u>	-	(2,068)	-	2,068
<u>Other Financing Sources (Uses)</u>				
Transfers In	-	2,068	-	(2,068)
<u>Net Change in Fund Balance</u>				
	-	-	-	-
<u>Fund Balance at Beginning of Year</u>				
	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>				
	\$ -	\$ -	\$ -	\$ -

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

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
TITLE C2 - HOME DELIVERED MEALS
FOR THE YEAR ENDED JUNE 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Intergovernmental	\$ 33,648	\$ 33,648	\$ 32,632	\$ (1,016)
Public Support	5,387	5,360	5,066	(294)
Total Revenues	<u>39,035</u>	<u>39,008</u>	<u>37,698</u>	<u>(1,310)</u>
<u>Expenditures</u>				
Salaries	29,178	31,568	20,985	10,583
Fringe	2,486	2,485	1,630	855
Travel	-	117	69	48
Operating Services	14,629	17,351	15,794	1,557
Operating Supplies	2,546	3,524	3,120	404
Capital Outlay	-	-	-	-
Total Expenditures	<u>48,839</u>	<u>55,045</u>	<u>41,598</u>	<u>13,447</u>
<u>Deficiency of Revenues</u>				
Over Expenditures	(9,804)	(16,037)	(3,900)	12,137
<u>Other Financing Sources (Uses)</u>				
Transfers In	<u>9,804</u>	<u>16,037</u>	<u>3,900</u>	<u>(12,137)</u>
<u>Net Change in Fund Balance</u>				
	-	-	-	-
<u>Fund Balance at Beginning of Year</u>				
	-	-	-	-
<u>FUND BALANCE AT END OF YEAR</u>				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO BUDGETARY COMPARISON SCHEDULES
FOR THE YEAR ENDED JUNE 30, 2018

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

The Governor's Office of Elderly Affairs (GOEA) notifies the Council each year as to the funding levels for each program's grant award.

The Executive Director prepares a proposed budget based on the funding levels provided by GOEA and then submits the budget to the Board of Directors for approval.

The Board of Directors reviews and adopts the budget before June 30th of the current year for the next year.

The adopted budget is forwarded to the Governor's Office of Elderly Affairs for final approval.

All budgetary appropriations lapse at the end of each fiscal year (June 30).

The budget is prepared on a modified accrual basis, consistent with the basis of accounting, for comparability of budgeted and actual revenues and expenditures.

Actual amounts are compared to budgeted amounts periodically during the fiscal year as a management control device.

The Council may transfer funds between line items as often as required, but must obtain prior approval for the Governor's Office of Elderly Affairs for funds received under grants from this state agency.

Expenditures cannot legally exceed appropriations on an individual level.

Amounts were not budgeted for revenues and expenses for the utility assistance fund because they were not legally required and the amount of revenues to be received under this program could not be determined.

SUPPLEMENTAL INFORMATION SCHEDULES REQUIRED BY
GOEA

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

GENERAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2018

	<u>Programs of the General Fund</u>					<u>Total General Fund</u>
	<u>Local</u>	<u>PCOA (Act 735)</u>	<u>Senior Center</u>	<u>Supplemental Senior Center</u>	<u>MIPPA</u>	
<u>ASSETS</u>						
Cash & Cash Equivalents	\$ 154,289	\$ -	\$ 557	\$ -	\$ -	\$ 154,846
Certificates of Deposit	128,395	-	-	-	-	128,395
Accounts Receivable	-	-	-	-	-	-
Prepaid Expense	-	-	-	-	-	-
Due From Other Funds	10,558	-	-	-	-	10,558
<u>TOTAL ASSETS</u>	<u>\$ 293,242</u>	<u>\$ -</u>	<u>\$ 557</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 293,799</u>
 <u>LIABILITIES AND FUND BALANCE</u>						
<u>LIABILITIES</u>						
Accounts Payable	\$ 26,689	\$ -	\$ 557	\$ -	\$ -	\$ 27,246
Accrued Expenses	8,190	-	-	-	-	8,190
Due To Other Funds	-	-	-	-	-	-
<u>Total Liabilities</u>	<u>34,879</u>	<u>-</u>	<u>557</u>	<u>-</u>	<u>-</u>	<u>35,436</u>
 <u>FUND BALANCE</u>						
Unassigned	<u>258,363</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>258,363</u>
<u>TOTAL LIABILITIES AND FUND BALANCE</u>	<u>\$ 293,242</u>	<u>\$ -</u>	<u>\$ 557</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 293,799</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

GENERAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2018

	<u>Programs of the General Fund</u>					<u>Total General Fund</u>
	<u>Local</u>	<u>PCOA (Act 735)</u>	<u>Senior Center</u>	<u>Supplemental Senior Center</u>	<u>MIPPA</u>	
<u>Revenues</u>						
Intergovernmental	\$ -	\$ 37,500	\$ 25,000	\$ 10,912	\$ 600	\$ 74,012
Property Tax	74,158	-	-	-	-	74,158
Public Support	966	-	-	-	-	966
Interest Income	806	-	-	-	-	806
Miscellaneous Income	-	-	-	-	-	-
Total Revenues	<u>75,930</u>	<u>37,500</u>	<u>25,000</u>	<u>10,912</u>	<u>600</u>	<u>149,942</u>
<u>Expenditures</u>						
Salaries	-	-	31,035	-	-	31,035
Fringe Benefits	-	-	2,417	-	-	2,417
Travel	-	-	71	-	-	71
Operating Services	-	-	9,740	-	-	9,740
Operating Supplies	-	-	10,082	-	-	10,082
Interest Expense	-	-	-	-	-	-
Other Costs	833	-	-	-	-	833
Capital Outlay	4,000	-	-	-	-	4,000
Total Expenditures	<u>4,833</u>	<u>-</u>	<u>53,345</u>	<u>-</u>	<u>-</u>	<u>58,178</u>
<u>Excess of Revenues Over</u>						
Expenditures	71,097	37,500	(28,345)	10,912	600	91,764
<u>Other Financing Sources (Uses)</u>						
Operating Transfers In	600	-	28,345	-	-	28,945
Operating Transfers Out	(54,007)	(37,500)	-	(10,912)	(600)	(103,019)
Total Transfers	<u>(53,407)</u>	<u>(37,500)</u>	<u>28,345</u>	<u>(10,912)</u>	<u>(600)</u>	<u>(74,074)</u>
<u>Excess of Revenues and Other</u>						
Financing Sources Over	-	-	-	-	-	-
Expenditures and Other Financing Uses	17,690	-	-	-	-	17,690
Fund Balance at Beginning of Year	<u>240,673</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>240,673</u>
FUND BALANCE AT END OF YEAR	<u>\$ 258,363</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 258,363</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2018

	Title III E Caregiver	Utilities Assistance	Total Nonmajor Special Revenue Funds
<u>ASSETS</u>			
Cash & Cash Equivalents	\$ -	\$ 51	\$ 51
Receivables	21	-	21
TOTAL ASSETS	\$ 21	\$ 51	\$ 72
 <u>LIABILITIES AND FUND BALANCES</u>			
<u>LIABILITIES</u>			
Accounts Payable	\$ -	\$ -	\$ -
Due To Other Funds	21	-	21
Total Liabilities	21	-	21
 Fund Balances:			
Restricted for:			
Utilities Assistance	-	51	51
 <u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 21</u>	<u>\$ 51</u>	<u>\$ 72</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES

FOR THE YEAR ENDED JUNE 30, 2018

	Title III E Caregiver	Utilities Assistance	Total Nonmajor Special Revenue Funds
<u>REVENUES</u>			
Intergovernmental:			
North Delta Regional Planning and Development District	\$ 42	\$ -	\$ 42
State Contract	-	-	-
Public Support:			
LA Association of Councils on Aging	-	-	-
Client Contributions	-	-	-
Total Public Support	-	-	-
Total Revenues	42	-	42
<u>EXPENDITURES</u>			
Current:			
Salaries	39	-	39
Fringe	3	-	3
Travel	-	-	-
Operating Services	-	-	-
Operating Supplies	-	-	-
Other Costs - Refunds to OEA	-	-	-
Total Current Expenditures	42	-	42
Capital Outlay	-	-	-
Utility Assistance	-	-	-
Total Expenditures	42	-	42
<u>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</u>			
	-	-	-
<u>OTHER FINANCING SOURCES (USES)</u>			
Operating Transfers - In	-	-	-
Operating Transfers - Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
<u>EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES</u>			
	-	-	-
<u>FUND BALANCES AT BEGINNING OF YEAR</u>			
	-	51	51
<u>FUND BALANCES AT END OF YEAR</u>			
	\$ -	\$ 51	\$ 51

GENERAL FIXED ASSET ACCOUNT GROUP

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA

SCHEDULE OF GENERAL FIXED ASSETS

JUNE 30, 2018 AND 2017

	Balance June 30, 2017	Additions	Deletions	Balance June 30, 2018
<u>GENERAL FIXED ASSETS</u>				
Building	\$ 125,000	\$ -	\$ -	\$ 125,000
Building Improvements	260,409	-	-	260,409
Vehicles	107,634	4,000	-	111,634
Office Furniture and Equipment	20,679	-	-	20,679
<u>TOTAL GENERAL FIXED ASSETS</u>	<u>\$ 513,722</u>	<u>\$ 4,000</u>	<u>\$ -</u>	<u>\$ 517,722</u>
<u>INVESTMENT IN GENERAL FIXED ASSET</u>				
Property Acquired After July 1, 1985				
With Funds From:				
Local Fund	8,875	-	-	8,875
PCOA	54,369	-	-	54,369
General Fund	243,562	4,000	-	247,562
Title III- D Preventive Health	3,495	-	-	3,495
Title III- B Supportive Services	38,371	-	-	38,371
Miscellaneous Grant	40,050	-	-	40,050
Miles for Meals	125,000	-	-	125,000
<u>TOTAL INVESTMENT IN GENERAL FIXED ASSETS</u>	<u>\$ 513,722</u>	<u>\$ 4,000</u>	<u>\$ -</u>	<u>\$ 517,722</u>

OTHER SUPPLEMENTAL INFORMATION

EAST CARROLL VOLUNTARY COUNCIL ON AGING INC.
LAKE PROVIDENCE, LOUISIANA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2018

<u>Federal Grants/Pass Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Program or Award Amount</u>	<u>Revenue Recognized</u>	<u>Expenditures</u>
U.S. Department of Health & Human Services - Administration on Aging: Programs Passed Through Governor's Office of Elderly Affairs: Aging Cluster of Special Programs for the Aging:				
Title III, Part B - Supportive Services	93.044	\$ 21,322	\$ 21,322	\$ 21,322
Title III, Part C - Congregate Meals	93.045	36,688	36,688	36,688
Title III, Part C - Home Delivered Meals	93.045	32,632	32,632	32,632
Title III, Part E - National Family Caregiver Support	93.052	<u>42</u>	<u>42</u>	<u>42</u>
Total of Aging Cluster		<u>90,684</u>	<u>90,684</u>	<u>90,684</u>
 <u>TOTAL FEDERAL AWARDS</u>		 <u>\$ 90,684</u>	 <u>\$ 90,684</u>	 <u>\$ 90,684</u>

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
LAKE PROVIDENCE, LOUISIANA
NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

1. General

The Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of the Council. The Council did not pass through any of its federal awards to a subrecipient during the year.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting as contemplated under accounting principles generally accepted in the United States of America and which is the same basis of accounting used for presenting the general purpose financial statements. The information in this schedule is presented in accordance with the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
East Carroll Voluntary Council on Aging, Inc.
Lake Providence, Louisiana

I have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the East Carroll Voluntary Council on Aging, Inc. as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the East Carroll Voluntary Council on Aging Inc.'s basic financial statements and have issued my report thereon dated October 10, 2018.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the East Carroll Voluntary Council on Aging, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the East Carroll Voluntary Council on Aging, Inc.'s internal control. Accordingly, I do not express an opinion on the effectiveness of the East Carroll Voluntary Council on Aging, Inc.'s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Council's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Council's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Council's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. The purpose of this report is for the information of management, the Governor's Office of Elderly Affairs and the Legislative Auditor and is not intended to be or should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is to be distributed by the Legislative Auditor as a public document.

David M. Haul, CPA (A, Sec)

West Monroe, Louisiana
October 10, 2018

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

To the Board of Directors
East Carroll Council on Aging, Inc.
Lake Providence, Louisiana

I have audited the financial statements of the East Carroll Council on Aging, Inc. as of and for the year ended June 30, 2018, and have my report thereon dated October 10, 2018. 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. My audit of the financial statements as of June 30, 2018, resulted in an unqualified opinion.

Section I- Summary of Auditor's Results

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

Internal Control

Material Weakness yes no

Significant Deficiencies not considered to be
Material Weaknesses yes no

Compliance

Compliance Material to Financial Statements yes no

B. Federal Awards

Material Weakness Identified yes no

Significant Deficiencies not considered to be
Material Weaknesses yes no

Type of Opinion on Compliance For Major Programs (No Major Programs)

Unqualified Qualified

Disclaimer Adverse

Are their findings required to be reported in accordance with Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance)?
N/A

C. Identification of Major Programs: N/A

Name of Federal Program (or cluster)
CFDA Number(s)

Dollar threshold used to distinguish between Type A and Type B Programs. N/A

Is the auditee a "low-risk" auditee, as defined by the Uniform Guidance? N/A

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

Section II- Financial Statement Findings – N/A

Section III- Federal Award Findings and Question Costs- N/A

EAST CARROLL VOLUNTARY COUNCIL ON AGING, INC.
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2018

Section I- Internal Control and Compliance Material to the Financial Statements

17-1 Bank Deposits Undercollateralized

Condition:

At June 30, 2017, one of the financial institutions that the Council keeps funds on deposit, let the amount of pledged securities lapse that were insuring the deposits on hand above the FDIC limit of \$250,000. The bank recognized this lapse subsequent to year end and pledged the proper amount of securities to cover the funds.

Criteria:

Louisiana Revised Statute 39:1225 requires each government to insure its cash balances from loss against custodial credit risk. A certain amount of a government's cash is insured from custodial credit risk through FDIC insurance. Often, however, a government's cash balances exceed the amount covered by FDIC insurance. When that occurs, state law requires that the government have an agreement with the bank for the bank to insure these excess balances from loss by pledging securities as collateral equal to or exceeding the amount of the excess balances. The bank may hold these securities themselves or give them to a third party to hold for them. If the bank fails, state law requires the financial institution holding these securities to advertise and sell the pledged securities within ten days of being notified by the government that the bank has failed to pay deposited funds upon request.

Recommendation:

I recommend that the Council check their pledged security statement every month so any shortfall in pledged securities can be adjusted immediately.

Action Taken:

The Council has obtained the necessary pledged collateral to cover the bank balances above the \$250,000 FDIC limits.

Section II- Internal Control and Compliance Material to Federal Awards

This section is not applicable for this entity.

Section III- Management Letter

No management letter was issued.

EAST CARROLL COUNCIL ON AGING, INC.
SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO
AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
FOR THE YEAR ENDED JUNE 30, 2018

	<u>Executive Director Evelyn LeBeau</u>
Purpose	
Salary	\$ 45,244
Total	<u>\$ 45,244</u>