

**AVOYELLES COUNCIL ON AGING, INC.  
MARKSVILLE, LOUISIANA**

**FINANCIAL STATEMENTS  
AND  
AUDITORS' REPORTS**

**June 30, 2020**

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**June 30, 2020**

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## **MANAGEMENT'S DISCUSSION AND ANALYSIS (MD &A)**

The following discussion and analysis of Avoyelles Council on Aging's financial performance provides an overview of the Council's financial activities for the year ended June 30, 2020. Please read it in conjunction with the financial statements, which begin on page 9.

### **FINANCIAL HIGHLIGHTS**

- > The Council showed a net decrease in overall net position of \$ 17,199 or 36% this year.
- > Net Capital Assets of the Council decreased by \$ 37,039 or 10%.
- > No deficit fund balances exist at year-end.
- > The unrestricted fund balance for the Council's General Fund was \$ 253,686 at year-end, which is a \$ 37,039 increase from the prior year.

### **HOW TO USE THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Statement of net position and the Statement of Activities (on pages 9 and 10) provide information about the activities of the Council as a whole and present a longer-term view of the Council's finances. Fund financial statements begin on page 12. For governmental activities, these statements tell how services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the Council's operations in more detail than the government-wide statements by providing information about the Council's most significant funds.

Our auditor has provided assurance in his independent auditor's report, located immediately after this Management's Discussion and Analysis, that the Basic Financial Statements are fairly stated. The auditor is providing varying degrees of assurance about Supplementary Financial Information Required by GASB Statement 34 and Supplementary Financial Information Required by GOEA that follow later in the reporting package. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each part of the financial section of the report.

#### **Reporting the Council as a Whole Using Government-Wide Statements**

Our analysis of the Council as a whole begins on page 9. An important question to ask about the Council's finances is, "Is the Council as a whole better off or worse off as a result of the year's activities?" The Statement of net position and the Statement of Activities (referred to collectively as the Government-Wide financial Statements) report information about the Council as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid.

The Government-Wide statements can be found on pages 9 and 10 and report the council's net assets and changes in them. Some of the net position are restricted which means they can only be used for a specific purpose. The Statement of net position is designed to present the financial position of the Council as of year-end. Over time, increases or decreases in the Council's net position are one indicator of whether its financial position is improving or deteriorating. However, to assess the overall financial position of the Council, you will need to consider other non-financial factors, such as the condition of the Council's capital assets and facilities, the addition or termination of grants and other revenue sources, and the expansion or contraction of programs and services.

The statement of activities provides information that shows how the Council's net position changed as a result of this year's activities. All of the Council's significant activities are reported in the Statement of Activities. These activities include a Health, Welfare, and Social Services function. The Health, Welfare, and Social Services function is comprised of various programs that include various supportive social services, nutritional services, and utility assistance. All activities of the Council are considered to be governmental activities. A governmental activity is one where the Council uses money it received from government grants and contracts, along with donations from the general public, or a segment of the general public, such as the elderly. In other words, the people benefiting from the services are not required to pay for what they receive. If the Council charged fees to cover all or most of the cost of providing a service, that activity would be classified as a business-type activity. The Council does not have any business-type activities.

### **Reporting the Council's Most Significant Funds Using Fund Financial Statements**

Our analysis of the Council's major funds begins on page 12. The Fund Financial Statements can be found on pages 12 to 15 and provide detailed information about the most significant funds-not the Council as a whole. In the Fund Financial Statements you will see a General Fund and a variety of Special Revenue Funds. The General Fund is used to account for proceeds that are not legally restricted to expenditure for specified purposes. By using separate funds to track revenues and expenditures, we can control and manage funds for particular purposes or we can show that the fund is meeting legal responsibilities for using certain grants and other money.

The General Fund and Special Revenue Funds are considered governmental funds. Governmental funds focus on how money flows into and out of funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called the *modified* accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the Council's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Council's programs. We have presented the difference between the net position of governmental activities and the fund balances of the governmental funds in a reconciliation at the bottom of the Balance Sheet for Governmental Funds. In addition, the difference between the change in net position for the governmental funds and the change in net position for the governmental activities has been presented in a reconciliation on a separate page that follows the statement of Revenues, Expenditures, and Changes in Fund Balances for the Governmental Funds.

## Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 16 to 28. You should read the notes before making assumptions or drawing conclusions about the Council's financial condition.

### Supplementary Financial Information Required by GASB Statement 34

The Governmental Accounting Standards Board (GASB) Statement 34 requires budgetary comparison schedules for the General Fund and each major Special Revenue Fund that has a legally adopted annual budget. The schedules compare the original and final appropriated budgets to actual budget results for the Council's fiscal year. We have also opted to present positive and negative variances between the final budget and actual amounts.

Major funds are those funds whose revenues, expenditures, assets, or liabilities are at least 10% of corresponding totals for all governmental funds. In addition, a major fund could be a fund that does not meet these criteria but which we believe is important to present for the Council's financial statement users.

Management's Discussion and Analysis is also required supplementary information (RSI) by GASB Statement 34. However, it is presented as the first item in this reporting package and not with the other RSI by GASB statement 34.

### Other Supplementary Financial Information Required by GOEA

The Council has also presented other required supplemental information in this report package.

The Governor's Office of Elderly Affairs (GOEA) has required the Council to present as schedules the information on pages 33 and 35. This information will be used by GOEA to verify the accuracy of information the Council submitted to it during the year and to help GOEA monitor certain compliance requirements set forth in the grants that it has with the Council.

## AN ANALYSIS OF THE COUNCIL AS A WHOLE USING GOVERNMENT-WIDE FINANCIAL STATEMENTS

The following table reflects condensed information on the Council's net position:

	<u>2019</u>	<u>2020</u>
Current and other assets	\$ 242,589	\$ 260,618
Capital Assets, net of depreciation	399,700	362,661
Total Assets	642,289	623,279
Current Liabilities	7,526	5,715
Other Liabilities	-	-
Total Liabilities	7,526	5,715
Invested in capital assets, net of related debt	399,700	362,661
Restricted	955	1,217
Unrestricted	234,108	253,686
Total net position	\$ 634,763	\$ 617,564

As of June 30, 2020, the Council "as a whole" had assets greater than its liabilities by \$ 617,564. The Council's total net position decreased from \$ 634,763 to \$ 617,564. This equates to an increase of 36%.

The Council's unrestricted net position decreased by \$ 19,578. About 41% of the Council's net position is unrestricted as of June 30, 2019. It is important that the Council have unrestricted net position so that we will have resources available to adapt to changes in the economy, emergencies, unexpected needs, and reduction in or termination of grant revenues by government agencies.

The Council's restricted net position increased by \$ 262 or 5%. Net position is reported as restricted when the constraints placed upon the asset's use are either (a) externally imposed by a grantor, contributor, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

The net position that has been invested in capital assets is presented net of any related outstanding debt incurred to acquire them.

### **AN ANALYSIS OF GOVERNMENTAL ACTIVITIES**

Most of the Council's activities are funded by federal, state, and local grants. These grants amount to approximately 90% of the revenues of the Council in 2019 and 90% in 2020. Some of these grants are restricted which means that the money can only be used in certain programs. The amount of funds available from most of the grants remains rather constant from year to year, however, some grant amounts may change based upon the level of service by the Council under terms of the particular grant award.

The Council also receives donations from its clients and the general public. These revenues help to lessen the financial burden on the Council and allow it to maintain and expand services. Public support revenues represented 10% and 10% of the total revenues of 2019 and 2020 respectively.

The Council invests idle funds and is able to earn some interest on this money each year. The investment earnings are used or accumulated as necessary to meet expenses each year.

When reviewing the Government-Wide Statement of activities, there are relationships that are important to the understanding of the Council's operations. As you can see, the Council's largest activities are related to nutrition services. The Council's main focus is to meet the needs of the elderly citizens of Avoyelles Parish. There is a high demand for these services; therefore, resources are channels to meeting the demand.

### **AN ANALYSIS OF THE COUNCIL'S FUNDS USING GOVERNMENTAL FUND FINANCIAL STATEMENTS**

#### **Fund Balances**

The Council showed a combined governmental fund balance of \$ 254,903 (as shown on the Fund Financial Statement's balance sheet at page 12) at the end of this year, which is a increase of \$ 19,840. However, when you look at the funds individually you will see that the Council's General Fund increased by \$ 19,578 this year, while the Special Revenue Funds had a combined fund balance increase of \$ 262.

In addition, the General Fund also transferred funds to cover the deficits of some of the Special Revenue Funds. The decrease in expenditures for the year is the main reason for the increase in the General Fund's fund balance this year.

**Revenues**

The combined fund revenues increased \$ 9,003 this year versus last year or 1%.

**Expenditures**

Total expenditures increased by \$ 111,631 this year, or 11%.

**AN ANALYSIS OF THE GENERAL FUND BUDGET**

The original and final budgets for the General, Title 111-B and Title 111C-2 funds are located in the Supplementary Financial Information Required by GASB Statement 34 section of this report on pages 29 to 32. When you review the budget versus actual schedule, you will note that the favorable and unfavorable variances are not very large. This is a result of the budget amendment process, which allows us the opportunity to use hindsight to adjust the forecast made at the beginning of the year, if necessary.

**AN ANALYSIS OF CAPITAL ASSET AND DEBT ADMINISTRATION**

At the end of the year, the Council had \$ 362,661 in fixed assets net of accumulated depreciation of \$ 785,542. This amounted to a net decrease of \$ 37,039 over last year.

Capital Assets, Net of Depreciation at Year End

	Governmental Activities	
	<u>2019</u>	<u>2020</u>
Land	\$45,500	\$45,500
Furniture & Equipment	1,946	1,297
Buildings & Improvements	161,795	144,807
Vehicles	190,459	171,057
	<u>\$399,700</u>	<u>\$362,661</u>

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS**

The Council receives most of its funding from federal and state agencies passed through the Cenla Area Agency on Aging, Inc. Because of this, the source of income for the Council is rather steady. However, some of the Council's grants and contracts are contingent upon the level of service provided by the Council, and therefore, revenues may vary from year to year. In setting the budget for fiscal year 2021, it was important that we deliver at least the same level of service to our clients and the public as we did in 2020. All of the Council's grants and contracts from the usual federal and state agencies have been approved for FY 2021. There have been no significant changes to the funding levels or terms of the grants and contracts. Accordingly, we have set our initial budget to provide the same programs and levels of service next year. There are no plans to add any significant programs for the next year.

## **CONTACTING THE COUNCIL'S MANAGEMENT**

Our financial report is designed to provide government agencies and the general public an overview of the Council's finances and to demonstrate accountability for the money that it receives. If you have any questions about this report or wish to ask for more information, you should contact Sabrina Sonnier, the Council's Executive Director, at the Council's main office located at 224 S. Preston Street, Marksville, Louisiana, by phone at 318-253-9771.

# Paul Dauzat, CPA

MEMBER  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

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Alexandria, LA 71315

MEMBER  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

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

### Report on the Financial Statements

I have audited the accompanying financial statements of Avoyelles Council on Aging, Inc., ( a non-profit, quasi-public organization ) as of and for the year ended June 30, 2020, and the related notes to the financial statements. These financial statements collectively comprise the Council's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the presentation 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 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 statement, 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 involves evaluating the appropriateness of accounting principles 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 opinion.

## Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Avoyelles Council on Aging, Inc., as of June 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States.

## Other Matters

### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Government 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. The Louisiana Governor's Office of Elderly Affairs require that the non-major schedule and schedule of fixed assets be presented to supplement the basic financial statements. 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 by 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 assurance.

## Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, I have also issued my report dated November 23, 2020 on my consideration of the Council's internal control over financial reporting and my test of its compliance with certain provisions of laws, regulations, contracts and 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 the internal control over financial reporting or on compliance. That report is and integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Council's internal control over financial reporting and compliance and should be read in conjunction with this report in considering the results of my audit.

My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer is presented for purposes of additional analysis and is not a required part of the 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 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Paul Dauzat  
Certified Public Accountant  
November 23, 2020

**GOVERNMENT WIDE FINANCIAL STATEMENTS**

**AVOYELLES COUNCIL ON AGING, INC.  
MARKSVILLE, LOUISIANA**

**STATEMENT OF NET POSITION  
JUNE 30, 2020**

	<u>Governmental Activities</u>
<b>Assets</b>	
Cash and Cash Equivalents	\$ 200,187
Grants and Contracts Receivable	<u>60,431</u>
Total Current assets	260,618
Capital Assets (net of accumulated depreciation)	<u>362,661</u>
Total Assets	<u>623,279</u>
Accounts Payable	<u>5,715</u>
Total Current Liabilities	<u>5,715</u>
<b>Net Position</b>	
Investment in Capital Assets Less Debt	362,661
Restricted for:	
Utility Assistance	1,217
Unrestricted	<u>253,686</u>
Total Net Position	<u><u>\$ 617,564</u></u>

The accompanying notes are an integral part of this statement.

**AVOYELLES COUNCIL ON AGING, INC.  
MARKSVILLE, LOUISIANA**

**GOVERNMENT WIDE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30,2020**

Function/Programs	<u>Direct Expenses</u>	<u>In-Direct Expenses</u>	<u>Program Revenues</u>		<u>Net (Expenses)</u>
			<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Revenue and Increases (Decreases) in Net Position</u>
					<u>Total Governmental Activities</u>
<b>Governmental Activities</b>					
Health, Welfare, & Social Services:					
Supportive Services:					
Other Services	\$ 45,816	\$ 20,536	\$ 19,693	\$ -	\$ (46,659)
Information and Assistance	24,175	10,788	10,377	-	(24,586)
Outreach	8,903	3,964	3,819	-	(9,048)
Transportation	145,703	65,053	62,551	-	(148,205)
Nutrition Services:					
Congregate Meals	51,924	23,187	49,781	-	(25,330)
Home Delivered Meals	60,287	26,921	56,608	-	(30,600)
Utility Assistance	870	-	1,135	-	265
FEMA	5,301	-	5,298	-	(3)
National Family Caregiver Support:					
Respite Care	45,374	20,263	26,859	-	(38,778)
Other Services	13,324	5,962	7,892	-	(11,394)
Transportation & Development Services	76,135	33,998	34,050	-	(76,083)
Interest on Long Term Debt	-	-	-	-	-
Other Senior Activities	156,445	32,613	-	-	(189,058)
<b>Total Governmental Activities</b>	<u>\$ 634,257</u>	<u>\$ 243,285</u>	<u>\$ 278,063</u>	<u>\$ -</u>	<u>(599,479)</u>

General Revenues:

Grants and Contributions not restricted to specific programs	581,906
Unrestricted Investment Income	374
<b>Total General Revenues</b>	<u>582,280</u>
Increase (Decrease) in Net Position	(17,199)
Net Position - Beginning of the year	634,763
<b>Net Position - End of the year</b>	<u>\$ 617,564</u>

The accompanying notes are an integral part of this statement

**AVOYELLES COUNCIL ON AGING, INC  
MARKSVILLE, LA.**

**Reconciliation of The Balance Sheet to the Statement of Net Position**

**Year Ended June 30, 2020**

Total Fund Balance ( Fund Financial Statements ) \$ 254,903

Amounts reported in the Statement of Net Position ( Government-Wide  
Financial Statements ) are different because:

Capital assets used in governmental activities are  
not financial resources and therefore are not reported  
in governmental funds.

Cost of Assets	1,148,202
Accumulated Depreciation	<u>(785,541)</u>
	<u>362,661</u>

Total Net Position of government activities ( Government-Wide financial  
statements ) \$ 617,564

**FUND FINANCIAL STATEMENTS**

AVOYELLES COUNCIL ON AGING, INC.  
MARKSVILLE, LOUISIANA

**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
JUNE 30, 2020

	General Fund	Title III B	Title III C-2	Title 19	Section 5311	Non-Major Funds	Total
<b>Assets</b>							
Cash	\$ 198,970	\$ -	\$ -	\$ -	\$ -	\$ 1,217	\$ 200,187
Grants and Contracts Receivable	63	5,391	24,740	-	27,343	2,894	60,431
Prepays	-	-	-	-	-	-	-
Due from Special Revenue Funds	60,368	-	-	-	-	-	60,368
Total Assets	\$ 259,401	\$ 5,391	\$ 24,740	\$ -	\$ 27,343	\$ 4,111	\$ 320,986
<b>Liabilities</b>							
Accounts Payable	5,715	-	-	-	-	-	5,715
Due To General Fund	-	5,391	24,740	-	27,343	2,894	60,368
Total Liabilities	5,715	5,391	24,740	-	27,343	2,894	66,083
<b>Fund Balances:</b>							
Restricted for:							
FEMA	-	-	-	-	-	-	-
Utility Assistance	-	-	-	-	-	1,217	1,217
Unassigned	253,686	-	-	-	-	-	253,686
Total Fund Balances	253,686	-	-	-	-	1,217	254,903
Total Liabilities and Fund Balances	\$ 259,401	\$ 5,391	\$ 24,740	\$ -	\$ 27,343	\$ 4,111	
Amounts reported for governmental activities in the statement of net position are different because:							
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.							362,661
Net Position of Governmental Activities							\$ 617,564

The accompanying notes are an integral part of this statement.

**AVOYELLES COUNCIL ON AGING, INC.**  
**MARKSVILLE, LOUISIANA**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	<u>General Fund</u>	<u>Title III-C-2</u>	<u>Title III-B</u>	<u>Title 19</u>	<u>Non-Major Funds</u>	<u>Totals</u>
<b>Revenues</b>						
Intergovernmental:						
Governor's Office of Elderly Affairs	\$ 100,000	\$ -	\$ -	\$ -	\$ -	\$ 100,000
Senior Center	52,956	-	-	-	-	52,956
Supplemental Senior Ctr.	10,913	-	-	-	-	10,913
MIPPA	6,000	-	-	-	-	6,000
Passed Through Cenla Area						
Agency on Aging, Inc.	-	48,238	64,694	-	82,691	195,623
La. Dept of Transportation	144,441	-	-	-	-	144,441
La. Dept of Health and Hospitals	-	-	-	34,050	-	34,050
FEMA	-	-	-	-	5,298	5,298
Energy Receipts	-	-	-	-	1,135	1,135
Public Contributions	121,696	-	-	-	26,321	148,017
In-Kind Revenue	72,458	8,370	31,746	-	21,420	133,994
Rental Income	17,290	-	-	-	-	17,290
Miscellaneous	5,386	-	-	-	-	5,386
Interest Income	374	-	-	-	-	374
Total Revenues	<u>531,514</u>	<u>56,608</u>	<u>96,440</u>	<u>34,050</u>	<u>136,865</u>	<u>855,477</u>
<b>Expenditures</b>						
Health, Welfare & Social Services						
Current:						
Salaries	35,049	36,741	163,757	46,977	97,509	380,033
Fringe	3,291	3,373	15,170	4,214	9,236	35,284
Travel	140	2,099	3,566	1,160	2,817	9,782
Operating Services	22,469	32,238	91,801	44,357	23,573	214,438
Operating Supplies	1,091	3,532	12,299	8,997	7,131	33,050
Other Costs	12,654	855	4,167	1,995	2,099	21,770
Utility Assistance	-	-	-	-	2,420	2,420
In-Kind Expenses	37,764	8,370	31,746	-	21,420	99,300
In-Kind Capital Outlay	34,694	-	-	-	-	34,694
Capital Outlay	-	-	2,433	2,433	-	4,866
Total Expenditures	<u>147,152</u>	<u>87,208</u>	<u>324,939</u>	<u>110,133</u>	<u>166,205</u>	<u>835,637</u>

<b>Excess (Deficiency) of Revenues Over Expenditures</b>	384,362	(30,600)	(228,499)	(76,083)	(29,340)	19,840
<b>Other Financing Sources (Uses)</b>						
Operating Transfers In	116,794	30,600	228,499	76,083	75,502	527,478
Operating Transfers Out	<u>(481,578)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(45,900)</u>	<u>(527,478)</u>
Total Other Financing Sources (Uses)	<u>(364,784)</u>	<u>30,600</u>	<u>228,499</u>	<u>76,083</u>	<u>29,602</u>	<u>-</u>
<b>Net Increase (Decrease) in Fund Balances</b>	19,578	-	-	-	262	19,840
<b>Fund Balance, Beginning of Year</b>	<u>234,108</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>955</u>	<u>235,063</u>
<b>Fund Balance, End of Year</b>	<u>\$ 253,686</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,217</u>	<u>\$ 254,903</u>

The accompanying notes are an integral part of this statement.

**AVOYELLES COUNCIL ON AGING, INC.**  
**MARKSVILLE, LOUISIANA**

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

**Year Ended June 30, 2020**

Net Increase (Decrease) in fund balances - total governmental funds	\$ 19,840
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Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount depreciation exceeds capital outlays expensed in the current period.

(37,039)

Increase (Decrease) in net position of governmental activities	<u>\$ (17,199)</u>
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The accompanying notes are an integral part of this statement.

**NOTE 1 Purpose of the Council on Aging and Summary of Significant Accounting Policies**

**A. Purpose of the Council on Aging**

The purpose of the Council is to collect facts and statistics and make special studies of conditions pertaining to the employment, financial status, recreation, social adjustment, mental and physical health or other conditions affecting the welfare of the aging people in the parish; to keep abreast of the latest developments in these fields of activity throughout Louisiana and the United States; to interpret its findings to the citizens of the parish and state level; to conduct public meetings to make recommendations for needed improvements and additional resources; to promote the welfare of aging people when requested to do so; to coordinate and monitor services of other local agencies serving the aging people of the parish; and to assist and cooperate with the Governor's Office of Elderly Affairs (GOEA) and other departments of state and local governments serving the elderly; and to make recommendations relevant to the planning and delivery of services to the elderly of the parish.

Specific services provided by the Council to the elderly residents of the parish include providing congregate and home delivered meals, nutritional education, wellness, information and assistance, outreach, chore, telephoning, medication management, utility assistance, recreation and transportation.

**B. Reporting Entity**

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

The Organization is a legally separate, non-profit, quasi-public corporation. It received its charter and began operations on July 8, 1969. A board of directors, consisting of 15 voluntary members, who serve three year terms, governs the Council. The board of directors is comprised of, but not limited to representatives of the Parish's elderly population, general public, private businesses and elected public officials. Board members are elected annually.

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

Based on the criteria set forth in GASB Statement 14, the Council on Aging is not a component unit of another primary government nor does it have any component units that are related to it. In addition, based on the criteria set forth in GASB Codification Section 2100, the Council has presented its financial statements as a primary government, because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments. As previously

mentioned, GOEA establishes the policies and regulations that all councils must follow. Included in its policies is a provision that the Council's budget be approved by GOEA. However, this approval process is part of GOEA's general oversight responsibility for the Council and is more ministerial or compliance oriented than substantive.

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

### **C. Presentation of Statements**

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

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

The Council's financial statements are presented in accordance with Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* which include the following:

- \* A Management Discussion and Analysis ( MD & A ) section providing an analysis of the Council's overall financial position and results of operations.
- \* Government-Wide Financial statements prepared using full accrual accounting for all of the Council's activities.
- \* A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements ( including notes to financial statements ). The Council was required to implement the general provisions of GASB Statement No. 34 in the fiscal year ended June 30, 2004.

### **D. Government-Wide Statements**

The Council's basic financial statements include both Government-Wide ( reporting the Council as a whole ) and fund financial statements ( reporting the Council's major funds ). Both the Government-Wide and Fund Financial Statements categorize primary activities as either governmental or business type. The Council's functions and programs have been

AVOYELES COUNCIL ON AGING, INC.  
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classified as governmental activities. The Council does not have any business-type activities, fiduciary funds, or any component units that are fiduciary in nature. Accordingly, the Government-Wide financial statements do not include any of these activities or funds.

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

The Council's policy is to use restricted resources first to finance its activities. Quite often unrestricted resources are available for use that must be consumed or they will have to be returned to GOEA. In such cases it is better for management to elect to apply and consume the unrestricted resources before using the restricted resources. As a result, the Council will depart from its usual policy of using restricted resources first.

The Government-Wide Statement of Activities reports both the gross and net cost of each of the Council's functions and significant programs. Many functions and programs are supported by general government revenues like intergovernmental revenues and unrestricted investment income, particularly if the function or program has a net cost. The Statement of Activities begins by presenting gross direct and indirect expenses that include depreciation, and then reduces the expenses by related program revenues such as operating and capital grants and contributions, to derive the net cost of each function or program. Program revenues must be directly associated with the function or program to be used to directly offset its cost. Operating grants include operating-specific and discretionary ( either operating or capital ) grants, while the capital grants column reflects capital-specific grants.

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

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

## E. Fund Financial Statements

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

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

Governmental fund equity is classified as fund balance. Fund balance is further classified on a hierarchy that shows, from the highest to the lowest, the level or form of constraints on fund balance and accordingly, the extent to which the Council is bound to honor them: nonspendable, restricted, committed, assigned and unassigned.

**Nonspendable:** This classification includes amounts that cannot be spent because they are either not in spendable form or they are legally or contractually required to be maintained intact.

**Restricted:** This classification includes amounts for which constraints have been placed on the use of resources either externally or imposed by law.

**Committed:** This classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Council's board of directors

**Assigned:** This classification includes amounts that are constrained by the Council's intent to be used for a specific purpose but are neither restricted nor committed.

**Unassigned:** This classification is the residual fund balance for the General Fund. It also represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

AVOYELES COUNCIL ON AGING, INC.  
NOTES TO FINANCIAL STATEMENTS  
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The following is a description of the governmental funds of the Council:

*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. The following is a brief description of the programs that comprise the General Fund:

*Local Fund*

This fund is used to account for revenues that are not required to be accounted for in a specific program or fund. These funds are mostly unrestricted and can be used at management's discretion. Local funds are often transferred to other programs to eliminate deficits.

*PCOA Funding*

PCOA funds are appropriated annually for the Council by the Louisiana Legislature and remitted to the Council through the Governor's Office of Elderly Affairs ( GOEA ). The Council's management may use these " Act 735" funds at its discretion to fund any of its programs provided the program is benefiting elderly people of at least 60 years of age.

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

*The Supplemental Senior Center Fund* was established to account for funds that were appropriated by the Louisiana Legislature for the various councils on aging throughout Louisiana to supplement each council's primary grant for senior center operations and activities. The Council was one of the parish councils to receive a supplemental grant. The money received by this fund during the year was transferred to the Title III B Fund to supplement the senior center services purchased from this fund.

*The Section 5311 Fund* is used to account for funds that are used to provide public transportation to the general public.

*Special Revenue Funds* are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. A large percentage of the Council's special revenue funds are Title 111 funds. These funds are provided by the United States Department of Health and Human Services-Administration on Aging to the Governor's Office of Elderly Affairs, which in turn passes through the funds to the Cenla Area Agency on Aging, which passes through the funds to the Council on a predetermined unit cost reimbursement basis.

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

#### **Major Special Revenue Funds**

*The Title III B Fund* is used to account for funds which are used to provide various units of supportive social services to the elderly. GOEA has established the criteria for defining a qualifying unit of service for each Title III B program. Specific services are information and assistance, outreach, homemaker, telephoning, and transportation.

*The Title III C-2 Fund* is used to account for funds that are used to provide nutritional meals to homebound older persons. The Council served 73,489 meals during the year to people eligible to participate in this program.

*The Title 19 Fund* is used to account for funds that provide transportation to medical facilities for Medicaid eligible recipients.

#### **Non-Major Special Revenue Funds**

*The Title III C-1 Fund* is used to account for funds that are used to provide nutritional, congregate meals to the elderly at meal sites located in the Parish. During the year the Council served 20,309 meals to people eligible to participate in this program.

*The Title III E Fund* accounts for the resources and activities of the National Family Caregiver Support Program. The purpose of the program is to provide multifaceted systems of support services for the family caregivers of older individuals who are relative caregivers.

*The Utility Assistance Fund* is used to account for the administration of utility assistance that is 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 utility bills. The Council receives its Project Care donations directly from Entergy Corporation. Donations are provided through the East Baton Rouge Council on Aging, Inc.

*The FEMA Fund* is used to account for funds to provide assistance to the homeless and utility assistance. Recipients must meet national poverty guidelines.

#### **F. Measurement Focus and Basis of Accounting**

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

##### **\* Accrual Basis-Government-Wide Financial Statements ( GWFS )**

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

##### **\* Modified Accrual Basis-Fund Financial Statements ( FFS )**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Government fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., when they are both measurable and available. Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Council considers all revenues available if they are collected within 60 days after year end. Expenditures are generally recorded under the modified accrual basis of accounting when the related liability is incurred. The exceptions to this general rule are that un-matured principle and interest on long-term debt, if any, are recorded when due, and claims and judgments and compensated absences are recorded as expenditures when paid with expendable available financial resources.

#### **G. Interfund Activity**

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

#### **H. Cash and Cash Equivalents**

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

#### **I. Investments**

GASB Statement No. 31 requires the Council to report its investments at fair value, except for investments in non-participating interest earning contracts, such as non-negotiable certificates of deposit with redemption terms that do not consider market rates. This type of investment is reported using a cost based measure, provided that the fair market value of the contract is not significantly affected by the impairment of the credit standing of the issuer or other factors.

Investments that include securities traded on a national or international exchange are valued based on their last reported sales price. Investments that do not have an established market are reported at estimated fair value.

#### **J. Capital Assets**

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. Capital assets are long lived assets that have been purchased or acquired with an original cost of at least \$ 1,000 and that have an estimated useful life of greater than one year. When purchased or acquired, these assets are recorded as capital assets in the Government-Wide Statement of net position. In contrast, in the Fund Financial Statements, capital assets are recorded as expenditures of the fund that provided the resources to acquire the asset. If the asset was purchased, it is recorded in the books at its cost. If the asset was donated, then it is recorded at its estimated fair market value at the date of donation.

AVOYELES COUNCIL ON AGING, INC.  
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JUNE 30, 2020

Capital assets recorded in the Government-Wide Financial Statements are depreciated using the straight-line method for the assets estimated useful lives. The estimated useful lives of the various classes of capital assets are as follows:

Buildings	30 years
Building Improvements	20 years
Equipment	5-10 years
Furniture	10 years
Vehicles	5 years
Computers	3 years

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

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

**K. 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. This amount is not significant and has not been recorded in the financial statements. Employees do not vest in accumulated sick leave.

**L. Management's Use of Estimates**

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

**M. Elimination and Reclassifications**

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

**NOTE 2 Revenue Recognition**

Revenues are recorded in the Government-Wide Statements when they are earned under the accrual basis of accounting. In applying the susceptible to accrual concept, intergovernmental grant revenues, program service fees, and interest income are usually both measurable and available. However, the timing and amounts of the receipts are often difficult to measure; therefore, they are recorded as revenue in the period received.



**NOTE 6 Board of Directors' Compensation**

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member. However, board members are reimbursed for any out of pocket costs that they might incur on behalf of the Council in accordance with the Council's applicable reimbursement policy.

**NOTE 7 Income Tax Status**

The Council is a non-profit corporation and is exempt from Federal income taxation under Section 501 ( c ) ( 3 ) of the Internal Revenue Code, 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 8 Judgments, Claims and Similar Contingencies**

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

**NOTE 9 Contingencies-Grant Programs**

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

**NOTE 10 Economic Dependency**

The Council receives the majority of its revenue through grants from the Louisiana Governor's Office of Elderly Affairs ( GOEA ) and awarded to the Cenla Area Agency on Aging, Inc. who awards these grants to the Council on a per unit of service provided. The grant amounts are appropriated each year by Federal and State governments. If significant budget cuts are made at the Federal and/or State level, the amount of funds the Council receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the Council will receive in the next fiscal year.

**AVOYELES COUNCIL ON AGING, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 11 Risk Management**

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

**NOTE 12 Inter-fund Transfers**

Operating transfers in and out are listed by fund for fiscal year ended 2020:

Transferred In	Transferred Out										Total In	
	Title 19	Title 111 C1	Title 111 C2	Title 111 E	COVID-19	SUPP SEN CTR	General Fund	Section 5311	PCOA	Senior Center		
JARC STEP	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Title 111 B	-	-	-	-	-	10,913	64,630	-	100,000	52,956	-	228,499
Title 111 C-1	-	-	-	-	15,300	-	10,030	-	-	-	-	25,330
Title 111 C-2	-	-	-	-	30,600	-	-	-	-	-	-	30,600
Title 111 E	-	-	-	-	-	-	50,172	-	-	-	-	50,172
Title 19	-	-	-	-	-	-	-	76,083	-	-	-	76,083
General Fund	36,769	-	-	-	-	-	48,435	31,590	-	-	-	116,794
<b>Total Out</b>	<b>\$ 36,769</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 45,900</b>	<b>\$ 10,913</b>	<b>\$ 173,267</b>	<b>\$ 107,673</b>	<b>\$ 100,000</b>	<b>\$ 52,956</b>	<b>\$ -</b>	<b>\$ 527,478</b>

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

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

**NOTE 14 Related Party Transactions**

There were no related party transactions during the year.

**NOTE 15 Subsequent Events**

Management has evaluated subsequent events through November 23, 2020 which is the date the financial statements were available to be issued. There were no events that required disclosure.

**NOTE 16 Liquidity and Availability of Financial Assets**

The following reflects the Council's financial assets at June 30, 2020, reduced by amounts not available for general use within one year of the statement of net position date because of restrictions.

Financial Assets:

Cash and Cash Equivalents	\$ 200,187
Grants and Contracts Receivable	60,431
	<u>260,618</u>
Less amount unavailable within one year	<u>(1,217)</u>
<b>Total financial assets available to meet cash needs for general expenses</b>	<b><u>\$ 259,401</u></b>

**SUPPLEMENTARY INFORMATION REQUIRED BY GASB STATEMENT 34**

**AVOYELLES COUNCIL ON AGING, INC.**  
**MARKSVILLE, LA**

**Budgetary Comparison Schedule-General Fund**  
**For The Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>GAAP</u> <u>Basis</u>	<u>Budget</u> <u>Favorable</u> <u>(Unfavorable)</u>
<b>REVENUES</b>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 37,500	\$ 100,000	\$ 100,000	\$ -
GOEA-Senior Center	52,956	52,956	52,956	-
GOEA-Supplemental Senior Ctr.	10,913	10,913	10,913	-
GOEA-MIPPA	6,000	6,000	6,000	-
Public Support	82,124	92,124	121,696	29,572
La. Dept of Transportation	231,500	231,500	144,441	(87,059)
In-Kind Revenue	37,764	72,458	72,458	-
Miscellaneous	3,000	4,662	5,386	724
Rental Income	20,400	20,400	17,290	(3,110)
Interest Income	300	300	374	74
<b>Total Revenues</b>	<u>482,457</u>	<u>591,313</u>	<u>531,514</u>	<u>(59,799)</u>
<b>EXPENDITURES</b>				
Current:				
Salaries	21,006	35,283	35,049	234
Fringe	1,755	2,871	3,291	(420)
Travel	160	325	140	185
Operating Services	8,921	10,787	22,469	(11,682)
Operating Supplies	825	1,480	1,091	389
Other Costs	608	976	12,654	(11,678)
In-Kind Expenses	37,764	37,764	37,764	-
In-Kind Capital Outlay	-	34,694	34,694	-
<b>Total Expenditures</b>	<u>71,039</u>	<u>124,180</u>	<u>147,152</u>	<u>(22,972)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>411,418</u>	<u>467,133</u>	<u>384,362</u>	<u>(82,771)</u>
<b>OTHER FINANCING SOURCES(USES)</b>				
Transfers In	166,260	180,740	116,794	(63,946)
Transfers Out	(577,678)	(647,873)	(481,578)	166,295
<b>Total Other Financing Sources and Uses</b>	<u>(411,418)</u>	<u>(467,133)</u>	<u>(364,784)</u>	<u>102,349</u>
Net Increase (Decrease) in Fund Balances	-	-	19,578	19,578
<b>FUND BALANCES</b>				
Beginning of Year	234,108	234,108	234,108	-
End of Year	<u>\$ 234,108</u>	<u>\$ 234,108</u>	<u>\$ 253,686</u>	<u>\$ 19,578</u>

The accompanying notes are an integral part of this statement.

**AVOYELLES COUNCIL ON AGING, INC.**  
**MARKSVILLE, LA**

**Budgetary Comparison Schedule-Title III C-2 Fund**  
**For The Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>GAAP</u> <u>Basis</u>	<u>with Final</u> <u>Budget</u> <u>Favorable</u> <u>(Unfavorable)</u>
<b>REVENUES</b>				
Intergovernmental				
Passed through Cenla Area Agency on Aging	\$ 48,238	\$ 48,238	\$ 48,238	\$ -
Public Support	-	-	-	-
In-Kind Revenue	8,370	8,370	8,370	-
Total Revenues	<u>56,608</u>	<u>56,608</u>	<u>56,608</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Salaries	32,916	47,723	36,741	10,982
Fringe	2,692	3,884	3,373	511
Travel	554	2,952	2,099	853
Operating Services	6,457	19,117	32,238	(13,121)
Operating Supplies	4,840	176	3,532	(3,356)
Other Cost	779	907	855	52
In-Kind Expenses	8,370	8,370	8,370	-
Total Expenditures	<u>56,608</u>	<u>83,129</u>	<u>87,208</u>	<u>(4,079)</u>
Excess (Deficiency) of Revenues				
Over Expenditures	-	(26,521)	(30,600)	(4,079)
<b>OTHER FINANCING SOURCES(USES)</b>				
Transfers In	-	26,521	30,600	4,079
Transfers Out	-	-	-	-
Total Other Financing Sources and Uses	<u>-</u>	<u>26,521</u>	<u>30,600</u>	<u>4,079</u>
Net Increase (Decrease) in Fund Balances	-	-	-	-
<b>FUND BALANCES</b>				
Beginning of Year	-	-	-	-
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

**AVOYELLES COUNCIL ON AGING, INC.**  
**MARKSVILLE, LA**

**Budgetary Comparison Schedule-Title III B Fund**  
**For The Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>GAAP</u> <u>Basis</u>	<u>with Final</u> <u>Budget</u> <u>Favorable</u> <u>(Unfavorable)</u>
<b>REVENUES</b>				
Intergovernmental				
Passed through Cenla Area Agency on Aging	\$ 64,694	\$ 64,694	\$ 64,694	\$ -
Public Support	-	-	-	-
In-Kind Revenue	31,746	31,746	31,746	-
<b>Total Revenues</b>	<u>96,440</u>	<u>96,440</u>	<u>96,440</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Salaries	132,647	185,230	163,757	21,473
Fringe	10,847	15,074	15,170	(96)
Travel	5,914	5,868	3,566	2,302
Operating Services	71,765	109,856	91,801	18,055
Operating Supplies	11,248	16,360	12,299	4,061
Other Cost	3,696	12,027	4,167	7,860
Capital Outlay	-	-	2,433	(2,433)
In-Kind Expenses	31,746	31,746	31,746	-
<b>Total Expenditures</b>	<u>267,863</u>	<u>376,161</u>	<u>324,939</u>	<u>51,222</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(171,423)</u>	<u>(279,721)</u>	<u>(228,499)</u>	<u>51,222</u>
<b>OTHER FINANCING SOURCES(USES)</b>				
Transfers In	171,423	279,721	228,499	(51,222)
Transfers Out	-	-	-	-
<b>Total Other Financing Sources and Uses</b>	<u>171,423</u>	<u>279,721</u>	<u>228,499</u>	<u>(51,222)</u>
Net Increase (Decrease) in Fund Balances	-	-	-	-
<b>FUND BALANCES</b>				
Beginning of Year	-	-	-	-
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

**AVOYELLES COUNCIL ON AGING, INC.**  
**MARKSVILLE, LA**

**Budgetary Comparison Schedule-Title 19 Fund**  
**For The Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u> <u>GAAP</u> <u>Basis</u>	<u>with Final</u> <u>Budget</u> <u>Favorable</u> <u>(Unfavorable)</u>
<b>REVENUES</b>				
Intergovernmental				
La. Dept of Heath & Hospitals	\$ 145,771	\$ 39,852	\$ 34,050	\$ (5,802)
Total Revenues	<u>145,771</u>	<u>39,852</u>	<u>34,050</u>	<u>(5,802)</u>
<b>EXPENDITURES</b>				
Current:				
Salaries	83,971	30,948	46,977	(16,029)
Fringe	6,867	2,519	4,214	(1,695)
Travel	1,050	377	1,160	(783)
Operating Services	144,259	59,359	44,357	15,002
Operating Supplies	32,475	5,407	8,997	(3,590)
Other Cost	6,951	5,073	1,995	3,078
Capital Outlay	-	-	2,433	(2,433)
Total Expenditures	<u>275,573</u>	<u>103,683</u>	<u>110,133</u>	<u>(6,450)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(129,802)</u>	<u>(63,831)</u>	<u>(76,083)</u>	<u>(12,252)</u>
<b>OTHER FINANCING SOURCES(USES)</b>				
Transfers In	129,802	63,831	112,852	49,021
Transfers Out	-	-	(36,769)	(36,769)
Total Other Financing Sources and Uses	<u>129,802</u>	<u>63,831</u>	<u>76,083</u>	<u>12,252</u>
Net Increase (Decrease) in Fund Balances	-	-	-	-
<b>FUND BALANCES</b>				
Beginning of Year	-	-	-	-
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

**SUPPLEMENTARY FINANCIAL INFORMATION REQUIRED BY GOEA**

**AVOYELLES COUNCIL ON AGING, INC.**  
**Marksville , Louisiana**

**SCHEDULE OF NON-MAJOR SPECIAL REVENUE FUNDS**  
**For the Year Ended June 30, 2020**

	<u>Title 111 C-1</u>	<u>Title 111 E</u>	<u>Utility Assist</u>	<u>FEMA</u>	<u>Covid 19</u>	<u>Total</u>
<b>REVENUES</b>						
Intergovernmental:						
Governor's Office of Elderly Affairs Passed Through Cenla Area Agency on Aging	\$ 2,065	\$ 34,726	\$ -	\$ -	\$ 45,900	\$ 82,691
FEMA	-	-	-	5,298	-	5,298
Public Support:						
Energy Receipts	-	-	1,135	-	-	1,135
Local Contributions	26,296	25	-	-	-	26,321
In-Kind Revenue	21,420	-	-	-	-	21,420
<b>Total Revenues</b>	<u>49,781</u>	<u>34,751</u>	<u>1,135</u>	<u>5,298</u>	<u>45,900</u>	<u>136,865</u>
<b>EXPENDITURES</b>						
Current:						
Salaries	35,820	61,689	-	-	-	97,509
Fringe	3,442	5,794	-	-	-	9,236
Travel	117	2,700	-	-	-	2,817
Operating Services	10,577	12,996	-	-	-	23,573
Operating Supplies	2,911	672	-	3,548	-	7,131
Other Cost	824	1,072	-	203	-	2,099
In-Kind Expenses	21,420	-	-	-	-	21,420
Utility Assistance	-	-	870	1,550	-	2,420
<b>Total Expenditures</b>	<u>75,111</u>	<u>84,923</u>	<u>870</u>	<u>5,301</u>	<u>-</u>	<u>166,205</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>(25,330)</u>	<u>(50,172)</u>	<u>265</u>	<u>(3)</u>	<u>45,900</u>	<u>(29,340)</u>

<b>OTHER FINANCING SOURCES(USES)</b>						
Transfers In	25,330	50,172	-	-	-	75,502
Transfers Out	-	-	-	-	(45,900)	(45,900)
<b>Total Other Financing Sources and Uses</b>	<b>25,330</b>	<b>50,172</b>	<b>-</b>	<b>-</b>	<b>(45,900)</b>	<b>29,602</b>
<b>Net Increase (Decrease) in Fund Balances</b>	<b>-</b>	<b>-</b>	<b>265</b>	<b>(3)</b>	<b>-</b>	<b>262</b>
<b>FUND BALANCES</b>						
Beginning of Year	-	-	952	3	-	955
End of Year	\$ -	\$ -	\$ 1,217	\$ -	\$ -	\$ 1,217

The accompanying notes are an integral part of this statement.

**AVOYELLES COUNCIL ON AGING, INC.**  
**MARKSVILLE, LA**

**COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS  
AND CHANGES IN GENERAL FIXED ASSETS**

For the Year Ended June 30, 2020

	Balance June 30, 2019	Additions	Deletions	Balance June 30, 2020
<b>GENERAL FIXED ASSETS, AT COST</b>				
Land	\$ 45,500	\$ -	\$ -	\$ 45,500
Buildings	721,596	-	-	721,596
Vehicles	313,430	39,560	-	352,990
Furniture and Equipment	28,116	-	-	28,116
	<u>\$ 1,108,642</u>	<u>\$ 39,560</u>	<u>\$ -</u>	<u>\$ 1,148,202</u>
Total General Fixed Assets				
	<u>\$ 1,108,642</u>	<u>\$ 39,560</u>	<u>\$ -</u>	<u>\$ 1,148,202</u>
<b>INVESTMENT IN GENERAL FIXED ASSETS</b>				
Section 5311	\$ -	\$ -	\$ -	\$ -
Section 18	303,450	39,560	-	343,010
Title 111-B	-	-	-	-
Title 111-C-1	8,982	-	-	8,982
Title 111-C-2	9,980	-	-	9,980
STEP	-	-	-	-
Title 19	-	-	-	-
Senior Center	1,590	-	-	1,590
General/ Local	784,640	-	-	784,640
	<u>784,640</u>	<u>-</u>	<u>-</u>	<u>784,640</u>
Total Investment In General Fixed Assets				
	<u>\$ 1,108,642</u>	<u>\$ 39,560</u>	<u>\$ -</u>	<u>\$ 1,148,202</u>

The accompanying notes are an integral part of this statement

**OTHER REPORT REQUIRED BY  
GOVERNMENT AUDITING STANDARDS**

# Paul Dauzat, CPA

MEMBER  
AMERICAN INSTITUTE OF  
CERTIFIED PUBLIC ACCOUNTANTS

P.O. Box 12359  
Alexandria, LA 71315

MEMBER  
SOCIETY OF LOUISIANA  
CERTIFIED PUBLIC ACCOUNTANTS

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## 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*

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

I have audited the financial statements of the Avoyelles Council on Aging, Inc. as of and for the year ended June 30, 2020, and the related notes to the financial statements and have issued my report thereon dated November 23, 2020. 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.

### Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Avoyelles Council on Aging, Inc.'s internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Avoyelles Council on Aging, Inc.'s internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Avoyelles Council on Aging, Inc.'s internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a 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 deficiencies, significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over financial reporting that I consider to be material weaknesses, as defined above. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Avoyelles Council on Aging, Inc.'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*.

This report is intended solely for the information and use of management, board of directors, others within the entity, and government entities and is not intended to be and should not be used by anyone other than these specified parties.

## **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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Paul Dauzat  
Certified Public Accountant  
November 23, 2020

**AVOYELLES COUNCIL ON AGING, INC.**  
**SCHEDULE OF FINDINGS**  
For The Year Ended June 30, 2020

I have audited the financial statements of Avoyelles Council on Aging, Inc. as of and for the year ended June 30, 2020, and have issued my report thereon dated November 23, 2020. I conducted my audit in accordance with U.S. 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. My audit of the financial statements as of June 30, 2020 resulted in an unmodified opinion.

**Section 1-Summary of Auditor's Reports**

Report on Internal Control and Compliance Material to the Financial Statements

**Internal Control:**

Material Weaknesses  Yes  No      Significant Deficiencies  Yes  No

**Compliance:**

Non Compliance Material to Financial Statements  Yes  No

**Section 11-Financial Statement Findings.**

There were no financial statement findings or questioned costs.

**AVOYELLES COUNCIL ON AGING, INC.**  
**SCHEDULE OF PRIOR YEAR FINDINGS**  
For The Year Ended June 30, 2020

**Section 1-Internal Control and Compliance Material to the Financial Statements**

There were no internal control or compliance findings for the year ended June 30, 2019.

**AVOYELLES COUNCIL ON AGING, INC.**

*Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer*

**Year Ended June 30, 2020**

**Agency Head Name: Sabrina Sonnier, Executive Director**

<b>Purpose</b>	<b>Amount</b>
Salary	\$ 54,110
Benefits-Insurance	None
Benefits-Retirement	None
Accrued Leave	None
Car Allowance	None
Vehicle Provided By Government	None
Per Diem	None
Reimbursements	\$ 875
Travel	None
Cell Phone	\$ 906
Travel	\$ 1,359
Continuing Professional Education Fees	None
Housing	None
Unvouchered Expenses	None
Special Meals	None