
NEW ORLEANS COUNCIL ON AGING, INC.

FINANCIAL STATEMENTS

JUNE 30, 2025

RICHARD  CPAS

NEW ORLEANS COUNCIL ON AGING, INC.

FINANCIAL STATEMENTS

JUNE 30, 2025

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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
New Orleans Council On Aging, Inc.
New Orleans, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of New Orleans Council On Aging, Inc. (the Council), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Council's basic financial statements as listed in the table of contents. In our 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 of the Council, as of June 30, 2025, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Council and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Prior Period Adjustment

During the year ended June 30, 2025, the Council discovered the accounts payable related to the State Legislative Fund and receivables related to the City of New Orleans were improperly recorded in the governmental funds as of June 30, 2024. As a result, the ending governmental fund balance as of June 30, 2024, was understated. The understatement of the governmental fund relates to the overstatement in the amount of \$87,500 for accounts payable from State Legislative Fund and the understatement of \$583,708 for accounts receivable due from the City of New Orleans. The adjustments described above have been appropriately reflected in the government-wide financial statements as of June 30, 2024.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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. In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Council's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Council's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Council's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4-9 and budgetary comparison information on pages 30-36 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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. We 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 our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Council's basic financial statements. The combining and individual nonmajor fund financial statements on page 37, the schedule of compensations, benefits, and other payments to agency head on page 39, and the schedule of expenditures of federal awards on page 45, as required by Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of 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 basic 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 the auditing standards generally accepted in the United States of America. In our opinion, combining and individual nonmajor fund financial statements, the schedule of compensations, benefits, and other payments to agency head, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 25, 2026, on our consideration of the Council's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Council's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Council's internal control over financial reporting and compliance.

Richard CPAS

Metairie, Louisiana
March 25, 2026

NEW ORLEANS COUNCIL ON AGING, INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

This section of New Orleans Council On Aging, Inc.'s (the Council) financial report presents discussion and analysis of the Council's financial performance during the year ended June 30, 2025. Please read it in conjunction with the Council's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

During the year ended June 30, 2024, the government-wide fund balance was understated by \$671,208 due to the understatement of accounts receivable and overstatement of accounts payable and the corresponding revenues and expenses, respectively. To correct this, the net position was restated as of June 30, 2024, resulting in a revised ending balance of \$1,204,251.

As of June 30, 2025 and 2024, the Council's net position as reported on the government-wide financial statements is \$667,956 and \$1,204,251, respectively. During the years ended June 30, 2025, the Council's net position has decreased by \$536,295. During the year ended June 30, 2025, a decrease in program revenue resulted in a significant decrease in the ending fund balance. This financial impact is reflected throughout the financial statements.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statement focuses on both the Council's as a whole and on the major individual funds. Both perspectives (government-wide and major funds) allow the user to address relevant questions, broaden a basis for comparison, and enhance the Council's accountability. The statements then proceed to provide an increasingly detailed look at specific financial activities.

Management's Discussion and Analysis (MD&A) serves as an introduction to the basic financial statements. The Council's basic financial statements are comprised of three components: government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Council's finances, in a manner similar to private-sector business. These financial statements are reported using the full accrual accounting method. Additionally, these statements combine governmental funds' current financial resources with capital assets and long-term obligations.

The statement of net position presents information on all of the Council's assets and liabilities and deferred inflows/outflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Council is improving or deteriorating.

The statement of activities presents information showing how the Council's net position changed during the most recent fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Council's distinct activities or functions on revenues resulting from services provided by the Council, and to other governmental agencies.

NEW ORLEANS COUNCIL ON AGING, INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

OVERVIEW OF THE FINANCIAL STATEMENTS (CONTINUED)

Government-Wide Financial Statements (continued)

The government-wide financial statements present governmental activities of the Council, that are principally supported by funding from the Governor's Office of Elderly Affairs, the City of New Orleans, and other various grants received by this agency over the fiscal year ended June 30, 2025.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities. The Council uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Council's most significant funds rather than the Council as a whole.

The Council uses only governmental funds.

Governmental funds are reported in the fund financial statements and encompass the same function reported as government activities in the government-wide financial statements. However, the focus is different with fund statements providing a distinctive view of the Council's governmental funds, including object classifications. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of the programs and the commitment of spendable resources for the near term.

Notes to Financial Statements

The notes to the financial statements provide required disclosures essential to the understanding of the financial statements. The notes present information about the Council's accounting policies, significant account balances and activities, commitments, contingencies, and, if any, significant events.

NEW ORLEANS COUNCIL ON AGING, INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

The following table reflects the condensed statements of net position at June 2025 and 2024:

NEW ORLEANS COUNCIL ON AGING, INC.
CONDENSED STATEMENTS OF NET POSITION
AS OF JUNE 30, 2025 AND 2024

	2025	2024 (restated)	Dollar Variance	Percent Variance
<u>ASSETS</u>				
Cash and cash equivalents	\$ 807,687	\$ 438,615	\$ 369,072	84.14%
Grants receivable	-	1,153,729	(1,153,729)	-100.00%
Capital asset, non-depreciable	50,000	50,000	-	0.00%
Capital assets, net	<u>237,687</u>	<u>257,388</u>	<u>(19,701)</u>	<u>-7.65%</u>
Total assets	<u>1,095,374</u>	<u>1,899,732</u>	<u>(804,358)</u>	<u>-42.34%</u>
<u>LIABILITIES</u>				
Current liabilities	238,371	485,653	(247,282)	-50.92%
Long-term liabilities	<u>163,774</u>	<u>209,828</u>	<u>(46,054)</u>	<u>-21.95%</u>
Total liabilities	<u>402,145</u>	<u>695,481</u>	<u>(293,336)</u>	<u>-42.18%</u>
<u>NET POSITION</u>				
Net investment in capital assets	287,687	307,388	(19,701)	-6.41%
Restricted	130,594	246,865	(116,271)	-47.10%
Unrestricted	<u>274,948</u>	<u>649,998</u>	<u>(375,050)</u>	<u>-57.70%</u>
Total net position	<u>\$ 693,229</u>	<u>\$ 1,204,251</u>	<u>\$ (511,022)</u>	<u>-42.43%</u>

During the year ended June 30, 2025, the cash balance increased by \$369,072 due to an increase in cash balances from receivables collected in prior year fiscal year 2024. Additionally, grants receivable decreased by \$1,153,729, primarily due to outstanding receivables from the Governor's Office of Elderly Affairs (GOEA), City of New Orleans (CNO), and State Legislative Funds, which were not received until during the fiscal year-end 2025.

As of June 30, 2025, and 2024, the net investment in capital assets (buildings, vehicles, and equipment) amounted to \$287,687 and \$307,388, respectively. These assets are used by the Council to provide public services and are therefore not available for future spending.

The decrease in current liabilities of \$247,282 primarily results from pass-through funds from State Legislative Fund in prior year 2024 that the Council is obligated to distribute to other senior centers.

The restricted balance in net position as of June 30, 2025 and 2024 is \$130,594 and \$246,865, respectively. These restricted funds are designated for elderly utility assistance programs.

NEW ORLEANS COUNCIL ON AGING, INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

The unrestricted net position as of June 30, 2025, and 2024, is \$274,948 and \$649,998, respectively. These funds cover operations, capital improvement projects, staffing, insurance, utilities, and other essential expenses. However, all unrestricted funds have been assigned to specific projects or budgeted for subsequent year operations by the Board of Directors.

The following table provides a summary of the changes in net position for the years ended June 30, 2025 and 2024:

NEW ORLEANS COUNCIL ON AGING, INC.
CONDENSED STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

<u>REVENUES</u>	<u>2025</u>	<u>2024 (restated)</u>	<u>Dollar Variance</u>	<u>Percent Variance</u>
Operating grants and contributions	\$ 6,344,453	\$ 8,295,868	\$ (1,951,415)	-23.52%
Charge for services	-	9,535	(9,535)	-100.00%
Interest income	6,585	23,518	(16,933)	-72.00%
Total revenues	<u>6,351,038</u>	<u>8,328,921</u>	<u>(1,977,883)</u>	<u>-23.75%</u>
<u>EXPENSES</u>				
General administration	422,172	3,201,099	(2,778,927)	-86.81%
Supportive services	886,484	589,953	296,531	50.26%
Nutrition services	2,571,093	2,754,361	(183,268)	-6.65%
Utility assistance	373,080	425,772	(52,692)	-12.38%
Multipurpose senior centers	1,710,949	1,019,957	690,992	67.75%
Preventive health	96,320	42,000	54,320	129.33%
Retired senior volunteers	64,738	110,365	(45,627)	-41.34%
Senior companion	319,064	299,927	19,137	6.38%
Caregiver	173,316	161,826	11,490	7.10%
Senior RX	244,844	99,921	144,923	145.04%
Total expenses	<u>6,862,060</u>	<u>8,705,181</u>	<u>(1,843,121)</u>	<u>-21.17%</u>
Change in net position	(511,022)	(376,260)	(134,762)	35.82%
Beginning, net position	<u>1,204,251</u>	<u>1,580,511</u>	<u>(376,260)</u>	<u>-23.81%</u>
Ending, net position	<u>\$ 693,229</u>	<u>\$ 1,204,251</u>	<u>\$ (511,022)</u>	<u>-42.43%</u>

NEW ORLEANS COUNCIL ON AGING, INC.

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS (CONTINUED)

The decrease in the amount of \$1,951,415 in Operating Grants and Contributions is primarily due to no further funding in 2025 of the American Rescue Plan Act revenues, less funding from the City of New Orleans, and less funding from the State Legislature Funds.

The \$52,692 decrease in Utility Assistance is primarily attributed to a reduction in funding from the Power to Care program (Entergy Remittances). This funding fluctuates annually based on availability.

The decrease in general expenses in the amount of \$2,778,927 relates to the change of the program expenditures to other the Governor Office of Elderly Affairs' programs such as Title III (C1), Title III (C2) Home Delivered Meals, and Title III B Supportive Services.

The \$690,992 increase in multipurposed senior centers' expenses is primarily due to higher contract food costs for the provision of meals for senior centers, and higher payments to senior centers to assist the senior center's programs.

FINANCIAL ANALYSIS OF THE COUNCIL'S FUND

As noted earlier, the Council uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

Governmental funds are reported in the fund statements with short-term spendable resources focus. Such information is useful in assessing the Council's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of the Council's net resources available for spending at the end of the fiscal year.

As of June 30, 2025 and 2024, the Council's fund balance (as restated) is \$569,316 and \$1,106,691, respectively. During the year ended June 30, 2025, the Council's fund balance decreased by \$537,375.

The General Fund is the chief operating fund of the Council. As of June 30, 2025 and 2024, the ending government fund balance (as restated) is \$569,316 and \$995,670, respectively. As of June 30, 2025, the net change in fund balance in the General fund decreased by \$426,354.

During the year ended June 30, 2025, the General Fund transferred \$2,142,521 to cover expenditures of the other major programs.

Non-Major Governmental Funds

As of June 30, 2025 and 2024, the non-major governmental funds ending fund balance is \$0 and \$0, respectively. During the year ended June 30, 2025, the General Fund transferred \$246,255 to cover expenditures of the non-major programs.

NEW ORLEANS COUNCIL ON AGING, INC.

MANAGEMENT’S DISCUSSION AND ANALYSIS

JUNE 30, 2025

BUDGETARY HIGHLIGHTS

When the original General Fund budget was adopted, it was anticipated that total revenues and total expenditures were going to approximate those of the previous fiscal year, adjusted for inflation and salary increases. Significant deviations from the original approval budget from the final budget is due to increase salaries and wages and payments to subrecipients.

CAPITAL ASSETS

The Council's investment in capital assets for its governmental activities as of June 30, 2025 and 2024, is \$287,687 and \$307,388, respectively, net of accumulated depreciation. This investment in capital assets includes buildings, land, vehicles and equipment. During the year ended June 30, 2025, current year additions are \$0 and depreciation amounts to \$19,701. Capital assets as of June 30 include the following:

	<u>2025</u>	<u>2024</u>
Land	\$ 50,000	\$ 50,000
Buildings	238,000	238,000
Vehicles and equipment	86,553	86,553
Less: accumulated depreciation	<u>(86,866)</u>	<u>(67,165)</u>
	<u>\$ 287,687</u>	<u>\$ 307,388</u>

ECONOMIC FACTORS AND NEXT YEARS BUDGET

The Council considered many factors when setting the operating budget for its major funds for the year ending June 30, 2026. The Council’s operating budget for the year ending June 30, 2026, has remained substantially unchanged from the prior year. Funding levels have been maintained at amounts consistent with the prior year, and no significant changes in budgeted revenues or expenditures were made.

CONTACTING THE COUNCIL'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens and taxpayers with a general overview of the funds maintained by the New Orleans Council On Aging, Inc.. and to show accountability for the money it receives. If you have any questions or need additional information, contact New Orleans Council On Aging, Inc.’s office at (504) 821-4121.

BASIC FINANCIAL STATEMENTS
GOVERNMENT-WIDE FINANCIAL STATEMENTS

NEW ORLEANS COUNCIL ON AGING, INC.
STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

	Primary Government Governmental Activities
<u>ASSETS</u>	
Cash and cash equivalents	\$ 807,687
Capital asset, non-depreciable	50,000
Capital assets, net	237,687
Total assets	\$ 1,095,374
<u>LIABILITIES</u>	
Accounts payable	\$ 113,823
Accrued payroll liabilities	124,548
Compensated absences	163,774
Total liabilities	402,145
<u>NET POSITION</u>	
Net investment in capital assets	287,687
Restricted for utilities	130,594
Unrestricted	274,948
Total net position	\$ 693,229

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

NEW ORLEANS COUNCIL ON AGING, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

<u>FUNCTIONS/PROGRAMS</u>	<u>Expenses</u>	<u>Program Revenue</u>		<u>Net Revenue (Expense) and Changes in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>
PRIMARY GOVERNMENT				
Governmental activities:				
General administration	\$ 422,172	\$ -	\$ 2,128,475	\$ 1,706,303
Supportive services	886,484	-	526,644	(359,840)
Nutrition services	2,571,093	-	1,552,086	(1,019,007)
Utility assistance	373,080	-	372,597	(483)
Multipurpose senior centers	1,710,949	-	1,239,655	(471,294)
Preventive health	96,320	-	15,357	(80,963)
Retired senior volunteers	64,738	-	30,838	(33,900)
Senior companion	319,064	-	225,933	(93,131)
Caregiver	173,316	-	153,225	(20,091)
Senior RX	244,844	-	99,643	(145,201)
	<u>\$ 6,862,060</u>	<u>\$ -</u>	<u>\$ 6,344,453</u>	<u>(517,607)</u>
<u>GENERAL REVENUES</u>				
				<u>6,585</u>
				<u>6,585</u>
				(511,022)
				<u>533,043</u>
				<u>671,208</u>
				<u>1,204,251</u>
				<u>\$ 693,229</u>

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

BASIC FINANCIAL STATEMENTS
FUND FINANCIAL STATEMENTS

NEW ORLEANS COUNCIL ON AGING, INC.
BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2025

	General	Title III (C1)	Title III (C2) Home Delivered Meals Program	Title III B Supportive Services	Senior Center Program	AmeriCorps	American Rescue Plan	Non-Major Governmental Funds	Total Governmental Funds
<u>ASSETS</u>									
Cash and cash equivalents	\$ 705,353	\$ -	\$ -	\$ -	\$ -	\$ 102,334	\$ -	\$ -	\$ 807,687
Due from other funds	70,197	-	-	-	-	-	-	-	70,197
<u>TOTAL ASSETS</u>	<u>\$ 775,550</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 102,334</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 877,884</u>
<u>LIABILITIES</u>									
Accounts payable	\$ 81,686	\$ -	\$ -	\$ -	\$ -	\$ 32,137	\$ -	\$ -	\$ 113,823
Accrued payroll liabilities	124,548	-	-	-	-	-	-	-	124,548
Due to other funds	-	-	-	-	-	70,197	-	-	70,197
<u>TOTAL LIABILITIES</u>	<u>206,234</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>102,334</u>	<u>-</u>	<u>-</u>	<u>308,568</u>
<u>FUND BALANCES</u>									
Non-spendable	-	-	-	-	-	-	-	-	-
Restricted	130,594	-	-	-	-	-	-	-	130,594
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	438,722	-	-	-	-	-	-	-	438,722
<u>TOTAL FUND BALANCES</u>	<u>569,316</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>569,316</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 775,550</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 102,334</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 877,884</u>

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

NEW ORLEANS COUNCIL ON AGING, INC.
RECONCILIATION OF GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Total governmental fund balances	\$	569,316
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets are not reported in the fund financial statements because they are not current financial resources, but they are reported in the government-wide statement of net position

Cost of capital assets	\$	374,553	
Less: accumulated depreciation		(86,866)	287,687
Compensated absences			(163,774)
Net position of governmental activities	\$		693,229

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

NEW ORLEANS COUNCIL ON AGING, INC.
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	General	Title III (C1)	Title III (C2) Home Delivered Meals Program	Title III B Supportive Services	Senior Center Program	AmeriCorps	American Rescue Plan	Non-Major Governmental Funds	Total Governmental Funds
REVENUES									
Intergovernmental:									
Governor's Office of Elderly Affairs	\$ 441,124	\$ 601,762	\$ 942,157	\$ 526,644	\$ 927,155	\$ -	\$ -	\$ 580,725	\$ 4,019,567
City of New Orleans	1,606,098	-	-	-	-	-	-	-	1,606,098
Corporation for National and Community Services	-	-	-	-	-	239,620	-	-	239,620
Participant contributions	1,509	8,167	-	-	-	-	-	-	9,676
Interest income	87	-	-	-	-	6,498	-	-	6,585
Contributions	408,839	-	-	-	-	10,653	-	-	419,492
Grant income	50,000	-	-	-	-	-	-	-	50,000
Other income	-	-	-	-	-	-	-	-	-
Total revenues	<u>2,507,657</u>	<u>609,929</u>	<u>942,157</u>	<u>526,644</u>	<u>927,155</u>	<u>256,771</u>	<u>-</u>	<u>580,725</u>	<u>6,351,038</u>
EXPENDITURES									
Salaries	181,118	562,842	406,392	596,183	22,659	75,999	1,188	236,845	2,083,226
Fringe benefits	13,494	86,747	63,657	67,595	3,655	9,702	4,633	36,797	286,280
Travel	9,490	32,176	74,027	18,761	361	1,076	-	2,316	138,207
Operating services	92,004	231,503	137,021	167,797	19,773	40,833	-	90,723	779,654
Operating supplies	100,605	59,165	33,633	25,077	19,974	19,263	2,994	67,457	328,168
Full service contracts	-	-	-	-	-	-	-	76,183	76,183
Other costs	21,699	12,298	9,163	11,071	8,561	236,929	-	4,159	303,880
Utility assistance	373,080	-	-	-	-	-	-	-	373,080
Food costs	-	391,341	471,128	-	-	-	21,300	-	883,769
Grants to sub-recipients	-	-	-	-	1,323,466	-	-	312,500	1,635,966
Total expenditures	<u>791,490</u>	<u>1,376,072</u>	<u>1,195,021</u>	<u>886,484</u>	<u>1,398,449</u>	<u>383,802</u>	<u>30,115</u>	<u>826,980</u>	<u>6,888,413</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	1,716,167	(766,143)	(252,864)	(359,840)	(471,294)	(127,031)	(30,115)	(246,255)	(537,375)
OTHER FINANCING SOURCES (USES)									
Transfers out	(2,142,521)	-	-	-	-	-	-	-	(2,142,521)
Transfers in	-	766,143	252,864	359,840	471,294	16,010	30,115	246,255	2,142,521
Total other financing sources (uses)	<u>(2,142,521)</u>	<u>766,143</u>	<u>252,864</u>	<u>359,840</u>	<u>471,294</u>	<u>16,010</u>	<u>30,115</u>	<u>246,255</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>(426,354)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(111,021)</u>	<u>-</u>	<u>-</u>	<u>(537,375)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>324,462</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,021</u>	<u>-</u>	<u>-</u>	<u>435,483</u>
PRIOR PERIOD ADJUSTMENTS (NOTE 10)	<u>671,208</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>671,208</u>
FUND BALANCES, BEGINNING OF YEAR (RESTATED)	<u>995,670</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,021</u>	<u>-</u>	<u>-</u>	<u>1,106,691</u>
FUND BALANCES, END OF YEAR	<u>\$ 569,316</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 569,316</u>

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

NEW ORLEANS COUNCIL ON AGING, INC.
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

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

Net change in fund balances - total governmental funds	\$	(537,375)
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Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeds capital outlays:

Capital outlays	\$	-	
Current year depreciation expense		(19,701)	(19,701)
Compensated absences			46,054
			46,054

Change in net position of governmental activities	\$	(511,022)
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The accompanying notes are an integral part of this financial statement.

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies

History

The mission of New Orleans Council on Aging, Inc. (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 Orleans Parish; to keep abreast of the latest developments in these fields of activity throughout Louisiana and the United States; to interpret its findings to the citizens of the parish; to provide for a mutual exchange of ideas and information on the parish and 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), other departments of state and local government 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 Orleans Parish include providing congregate and home delivered meals, nutritional education, personal care, information and assistance, outreach, material aid, home repairs, utility assistance, homemakers, recreation, legal assistance, disease prevention and health promotion.

Financial 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 could begin operations in a specific parish, its application or a charter must be obtained and be approved by 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 Board of Directors shall be composed of no less than eleven (11) members, and no more than twenty-one (21). At present, there are sixteen (16) members. They are elected for terms of three (3) years, with approximately one-third (1/3) elected each year. Members of the Board are elected by secret ballot by the general membership of the New Orleans Council on Aging, Inc. The Board members shall reside in Orleans parish throughout their tenure.

Membership in the Council is open at all times, without restriction, to all residents of Orleans 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 New Orleans Council on Aging, Inc. is not a component unit of another primary government, nor does it have any component units that are related to it.

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies

Financial Reporting Entity (continued)

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 used in GASB Statement 14, the term fiscally independent means that the Council may, without approval or consent of another governmental entity, determine or modify its own budget, and set its own rates or charges. 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 the purposes of applying the reporting entity criteria of GASB Statement 14.

Basis of Presentation

The accompanying basic financial statements of the Council have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis -for State and Local Government, issued in June 1999*, as amended by GASB Statement No. 63 in June 2011.

Basic Financial Statements - Government-Wide Statements

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

In the Government-Wide Statement of Net Position, the governmental type activities column is presented on a consolidated basis and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations, if any. The Council's net position is reported in three parts: investment in capital assets, restricted assets; and unrestricted assets. Investment in capital assets is presented as net of accumulated depreciation. Restricted assets consist of assets with constraints placed on the use either by (1) external groups such as creditors, granters, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. Unrestricted assets include all other assets that do not meet the definition of "restricted" or "invested in capital assets."

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies

Basic Financial Statements - Government-Wide Statements (continued)

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

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

Fund Financial Statements

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

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

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies (continued)

Fund Financial Statements (continued)

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

The Council reports the following major governmental funds:

General Fund - The General Fund is the primary operating fund of the Council. It accounts for all the financial resources except those that are required to be accounted for in other funds.

Special Revenue Fund - The 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 III funds. These funds are provided by the United States Department of Health and Human Services - Administration on Aging to the Governor's Office of Elderly Affairs, which in turn passes through the funds to the Council. The following is a brief description of each special revenue fund's purpose:

The Title III C-1 Fund (Congregate Meals Program) is used to account for federal funds that are used to provide nutritional, congregate meals to the elderly at meal sites located in Orleans Parish.

The Title III C-2 Fund (Home Delivered Meals Program) is used to account for federal funds that are used to provide nutritional meals to homebound older persons.

The Title III B Fund (Supportive Services) is used to account for federal funds, which are used to provide various units of supportive social services to the elderly.

The Senior Center Program is used to account for the administration of the Senior Center program funds appropriated by the Louisiana Legislature to the Governor's Office of Elderly Affairs, which in turn "passes through" the funds to the Council. This program provides community service centers at which older persons receive supportive services and participate in activities which foster their independence, enhance their dignity, and encourage their involvement in and with the community. The Council operates four senior centers in Orleans Parish, Louisiana. The other eleven senior centers are contracted by the Council with other non-profit organizations operating senior centers in Orleans Parish.

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies (continued)

Fund Financial Statements (continued)

The AmeriCorps Fund is used to account for Federal funds which are provided directly by the Corporation for National and Community Service (CNCS), and State funds which are provided directly by the Louisiana Governor's Office of Elderly Affairs to pay for expenses incurred by senior citizens, age fifty-five (55) and over, who have volunteered their time to assist non-profit and government entities in the parish.

The American Rescue Plan is used to account for funding to recruit, hire, and train public health workers to respond to Covid-19 and prepare for future health challenges.

Non-Major Special Revenue Funds

The State Legislative Fund was established to account for funds that were appropriated by the Louisiana Legislative to provide support to various senior centers and the operation of the Council.

The III - E Caregiver Fund accounts for funds relating to the National Family Caregiver Support Program. The National Family Caregiver Support program is designed to provide multifaceted systems of support services for family caregivers and for grandparents or older individuals who are relative caregivers. This program targets older, low-income individuals. Specific types of services that can be provided by this program include: Adult Day Care, Adult Health Care, Material Aid, Case Management, Personal Care, Counseling, Support Groups, Respite Care, Sitter Service, and Information and Assistance. Eligible participants include (1) adult family members, or another adult person, who provides uncompensated in-home and community care to an older person who needs supportive services or (2) grandparents, or a person sixty-one (61) years of age or older, who is related to a child by blood or marriage and (1) lives with the child, (2) is the primary caregiver, and (3) has a legal relationship to the child or is raising the child informally.

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

Senior Rx Program is a senior drug program to assist the elderly in the City of New Orleans. Supplemental funding was also provided by Medicare Improvements for Patients and Providers Act (MIPPA)

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies (continued)

Accrual Basis – Government-wide Financial Statements

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 or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed).

Modified Accrual Basis – Fund Financial Statements

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental 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 sixty (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 claims and judgments are recorded as expenditures when paid with expendable available financial resources.

Interfund Activity

Interfund activity consists of transfers between funds and 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.

Cash and cash equivalents

Cash, cash equivalents, and short-term investments carrying amounts reported in the statement of net position approximate fair value because of the short maturities of those investments. Investments are classified as cash equivalents if the original maturity is 90 days or less.

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies (continued)

Grants Receivables

Uncollectible amounts due for grants receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectability of the particular receivable. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Outstanding balances between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/due from other funds." Any residual balances outstanding between the governmental activities are reported in the government-wide financial statements as "internal balances."

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 \$5,000, 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 capital expenditures of the fund that provided the resources to acquire the assets. If the asset was purchased, it is recorded in the books at its cost. If the asset was donated, it is recorded at its estimated fair market value at the date of donation. For capital assets recorded in the Government-Wide Financial Statements, depreciation is computed and recorded using the straight-line method for the asset's estimated useful life. Using this guideline, the estimated useful lives of the various classes of depreciable capital assets are thirty years for buildings, ten years for vehicles, and up to five years for furniture and equipment.

Accrued Compensated Absences

The Council's policies permit employees to earn compensated absences, including vacation and other eligible leave, which may be carried forward to future periods. In accordance with GASB Statement No. 101, a liability for compensated absences has been recorded in the government-wide financial statements for leave that (a) is attributable to services already rendered, (b) accumulates, and (c) is more likely than not to be used for time off or otherwise paid or settled. The compensated absences liability is measured using employees' pay rates in effect as of the financial statement date, adjusted as applicable for amounts expected to be paid at different rates, and includes salary-related payments that are directly and incrementally associated with payments for such leave.

Allocation of Indirect Expenses

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

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies (continued)

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 and those estimates may be material.

Eliminations and Interfund Activity

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. However, interfund receivables and payables are presented in the balance sheets of the governmental funds.

Restricted Assets

Restricted assets are reported in the Statement of Net Position when constraints are placed on their use at June 30, 2025 are as follows:

Net investment in capital assets	\$ 287,687
Restricted for utilities	<u>130,594</u>
Total	<u>\$ 418,281</u>

Fund Balance

In 2019, the Council implemented the requirements of Government Accounting Standards Board (GASB) Statement No. 54 Fund Balance Reporting and Governmental Fund-Type Definitions. In accordance with this statement, in the fund financial statements, fund balances of the governmental fund types are now categorized into one of five categories - Non-spendable, Restricted, Committed, Assigned, or Unassigned.

The classification of the fund balances are as follows:

Non-spendable - This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted - This classification includes amounts for which constraints have been placed on the use of resources are either:

- a. Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or
- b. Imposed by law through constitutional provisions or enabling legislation.

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies (continued)

Fund Balance (continued)

Committed - This classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (resolution) of the Council's board of directors, which is the Council's highest level of decision-making authority. These amounts cannot be used for any other purpose unless the board of directors removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Council did not have any committed resources as of year-end.

Assigned - This classification includes spendable amounts that are reported in governmental funds, other than the General fund, that are neither restricted nor committed, and amounts in the General Fund.

Fund that are intended to be used for a specific purpose in accordance with the provisions of GASB Statement No. 54. The intent of an assigned fund balance should be expressed by either the Council's board of directors, or a subordinate high-level body, such as a finance committee, or an official, such as the executive director, that has the authority to assign amounts to be used for specific purpose. The Council did not have any assigned resources as of the year end.

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.

When fund balance resources are available for a specific purpose in multiple classifications, the Council would use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed. However, it reserves the right to selectively spend unassigned resources first and to defer the use of other classified funds.

Revenue Recognition

For financial reporting, the General Fund, Title III (C1) Congregate Meal Program, Title III (C2) Home Delivered Meals Programs, Title III B Supportive Services Program, Title III D - Preventive Health, Title III E - Caregiver Program, AmeriCorps, State Legislative Funds, and Senior Rx Program, recognize revenue on a pro-rata basis of its approved budget.

Intergovernmental grant revenues are recorded in governmental funds as revenues in the accounting period when they become susceptible to accrual, that is measurable and available (modified accrual basis). Intergovernmental grants do not allow the Council to recognize revenue under the grant award until actual costs are incurred or units of service are provided. Senior Center, Senior Rx, Title IIIB, Title III C-1, Title III C-2, Title D and Title E funds are received as a monthly allocation of the total grant in advance of the actual expenditures but are not susceptible to accrual as revenue until the actual expenditures are made. AmeriCorps' revenues are also recognized as revenue once the related cost has been incurred, and the grant reimbursement is measurable and available.

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

1. Summary of Significant Accounting Policies (continued)

Budgets

The Council is required by state law to adopt annual budgets for the General Fund and Special Revenue Funds. Each budget is presented on the modified-accrual basis of accounting.

Income Taxes

The Council is exempt from corporate income taxes under Section 501(c)(3) of the Internal Revenue Code. The Council has adopted the provision of FASB ASC 740-10-25, which requires a tax provision be recognized or derecognized based on a "more likely than not" threshold. This applies to a position taken or expected to be taken in a tax return. The Council does not believe its financial statements include any uncertain tax positions.

Recent Pronouncement – Adopted

GASB Statement No. 101, Compensated Absences, establishes standards of accounting and financial reporting for (a) compensated absences and (b) associated salary-related payments, including certain defined contribution pensions and defined contribution other postemployment benefits (OPEB). This Statement is effective for fiscal years beginning after December 15, 2023. GASB Statement No. 102, Certain Risk Disclosures, establishes financial reporting requirements for risks related to vulnerabilities due to certain concentrations or constraints. The adoption of this standard had no material impact on the financial statements.

GASB Statement No. 103, Financial Reporting Model Improvements, establishes new accounting and financial reporting requirements – or modifies existing requirements – related to the following: (a) Management's discussion and analysis (MD&A), (b) Unusual or infrequent items, (c) Presentation of the Proprietary fund statement of revenues, expenses, and changes in fund net position, (d) Information about major component units in basic financial statements, (e) Budgetary comparison information and (f) Financial trends information in the statistical section. The adoption of this standard had no material impact on the financial statements.

Future Pronouncements

GASB Statement 104, Disclosure of Certain Capital Assets, requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by GASB Statement 34, including leases and subscription-based information technology arrangements. This Statement also requires additional disclosures for capital assets held for sale. The requirements of this Statement are effective for fiscal years beginning after June 15, 2025. The Council has not yet determined the effect these Statements will have on the Council's financial statements and disclosures.

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

2. Cash and Cash equivalents

The Council's funds are required to be deposited and invested under the terms established by the Governor's Office of Elderly Affairs. The depository bank deposits for safekeeping and trust with the Council's third-party agent approved pledged securities in an amount sufficient to protect the Council funds on a day-to-day basis. The Council may at its own discretion, invest bonds in time deposits and certificates of deposit at interest rates approximating United States Treasury Bill rates. As of June 30, 2025, the total carrying amount of the Council's deposits was \$971,387. The amount exceeding federal depository insurance coverage amount was \$721,387. As of June 30, 2025, the full carrying amount of \$721,387 was covered by the FDIC insurance or collateral pledge in the Council's name.

3. Capital Assets

Capital assets and depreciation activity as of and for the year ended June 30, 2025 for the primary government are as follows:

	Balance as of June 30, 2024	Additions	Disposals	Balance as of June 30, 2025
Non-depreciable Assets:				
Land	\$ 50,000	\$ -	\$ -	\$ 50,000
Total	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>50,000</u>
Capital assets, being depreciated:				
Buildings	238,000	-	-	238,000
Vehicles and equipment	86,553	-	-	86,553
Total	<u>324,553</u>	<u>-</u>	<u>-</u>	<u>324,553</u>
Total cost of capital assets	<u>374,553</u>	<u>-</u>	<u>-</u>	<u>374,553</u>
Accumulated depreciation:				
Buildings	43,632	7,933	-	51,565
Vehicles and equipment	23,533	11,768	-	35,301
Total	<u>67,165</u>	<u>19,701</u>	<u>-</u>	<u>86,866</u>
Total capital assets	<u>\$ 307,388</u>	<u>\$ (19,701)</u>	<u>\$ -</u>	<u>\$ 287,687</u>

Depreciation expense for the year ending June 30, 2025, was \$19,701. Depreciation is included in the Statement of Activities in the Governmental Activities under "General."

Investments in fixed assets at historical costs are as follows:

	June 30, 2024	Additions	Deletions	June 30, 2025
Property acquired with the following funds:				
Title IIIC-2	\$ 17,409	\$ -	\$ -	\$ 17,409
General Fund	357,144	-	-	357,144
	<u>\$ 374,553</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 374,553</u>

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

4. Operating Leases

The Council holds a month-to-month lease for the administrative building, with total lease payments of \$148,037 for the fiscal year ending June 30, 2025. For the year ended June 30, 2025, the Council incurred rental expenses on a month-to-month basis for three senior centers totaling \$61,700.

5. Employee Retirement Plan

Effective July 1, 1990, the Council began providing retirement benefits to all of its employees through a defined contribution plan. In a defined contribution plan, benefits depend solely on amounts contributed to the plan, plus investment earnings. Employees are eligible to participate upon completion of one year of service and attainment of age 21. The formula for determining employer contributions is determined each Plan Year by a resolution of the Board of Directors. The Council's contribution for each employee is fully vested after five years of service. Voluntary employee contributions are permitted.

The Council made a 6% contribution, the same as in the prior year, on behalf of the Council's employees, which totaled \$90,489 during the year ended June 30, 2025.

6. Interfund Receivables and Payables – Fund Financial Statements

Due to the payment from the General Fund related to the expenses recorded in the AmeriCorps' Fund, Due From and Due To entry is recorded to reflect the outstanding amounts the General Fund is Due from the AmeriCorps' Fund.

Below is a summary of the interfund receivables and payables as of June 30, 2025:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Major Funds:		
General Fund	\$ 70,197	\$ -
AmeriCorps		70,197
Total major funds	<u>\$ 70,197</u>	<u>\$ 70,197</u>

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

7. Interfund transfers

Interfund transfers represent amounts transferred from the General Fund to support and assist the Council's programs in the respective funds. Interfund transfers in and out are listed by fund for the year ended June 30, 2025 are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General	\$ -	\$ (2,142,521)
Title III (C1)	766,143	-
Title III (C2) Home Delivered Meals Program	252,864	-
Title III B Supportive Services	359,840	-
Senior Center Program	471,294	-
AmeriCorps	16,010	-
American Rescue Plan	30,115	-
Total major funds	<u>1,896,266</u>	<u>(2,142,521)</u>
Non-Major Funds:		
Title III E Caregiver Program	20,091	-
Title III D Preventive Health	80,963	-
Senior RX Program	145,201	-
Total non-major funds	<u>246,255</u>	<u>-</u>
Total	<u>\$ 2,142,521</u>	<u>\$ (2,142,521)</u>

8. Economic Dependency

The Council received the majority of its revenue from funds provided through grants administered by the Louisiana Governor's Office of Elderly Affairs and City of New Orleans. The grant amounts are appropriated each year by the federal and state governments. If significant budget cuts are made at the federal and/or state level, the amount of funds the Council receives could be reduced significantly and have an adverse impact on its operations. For the year ended, June 30, 2025, the Louisiana Governor's Office of Elderly Affairs and City of New Orleans is 79% of the total revenues for the Council.

The Council participates in a number of federally assisted programs. These programs are audited in accordance with the Uniform Guidance. Audits of prior years have not resulted in any disallowed costs; however, grantor agencies may provide for further examinations. Based on prior experience, the Council's management believes that further examinations would not result in any significant disallowed costs.

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

9. Capital Outlay Appropriation from State of Louisiana

On October 23, 2024, the State of Louisiana approved the Capital Outlay for the planning, purchasing, and renovation/acquisition/construction of a building. The total amount of the agreement is \$6,500,000 with \$6,500,000 funded by the State through the issuance of government bonds. The State of Louisiana's contribution is contingent upon the Council satisfying specified criteria and regulatory requirements to ensure the building remains in compliance. As of June 30, 2025, the Council has neither received any funds from the State of Louisiana nor spent any funds for the purchase of a new building.

10. Prior Period Adjustment

During the year ended June 30, 2025, the Council discovered that the issued 2024 financial statements understated the grants receivable by \$583,708 and overstated accounts payable by \$87,500 on the governmental fund financial statements. The Council has restated 2024 original financial statements, along with the associated impact on governmental fund balances and government-wide financial statements, as applicable.

The impact on the governmental funds are as follows:

<u>Governmental Funds</u>	<u>General fund</u>	<u>AmeriCorps</u>	<u>Total</u>
Fund balance as of June 30, 2024 as previously reported	\$ 324,462	\$ 111,021	\$ 435,483
Accounts receivable understated as of June 30, 2024	583,708	-	583,708
Accounts payable overstated as of June 30, 2024	<u>87,500</u>	<u>-</u>	<u>87,500</u>
Total prior period adjustment	<u>671,208</u>	<u>-</u>	<u>671,208</u>
Total fund balance as of June 30, 2024 as restated	<u>\$ 995,670</u>	<u>\$ 111,021</u>	<u>\$ 1,106,691</u>

The impact on the government-wide financials are as follows:

<u>Government-wide Financial Statements</u>	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>
Net position as of June 30, 2024 as previously reported	\$ 533,043	-	\$ 533,043
Accounts receivable understated as of June 30, 2024	583,708	-	583,708
Accounts payable overstated as of June 30, 2024	<u>87,500</u>	<u>-</u>	<u>87,500</u>
Total prior period adjustment	<u>671,208</u>	<u>-</u>	<u>671,208</u>
Total fund balance as of June 30, 2024 as restated	<u>\$ 1,204,251</u>	<u>\$ -</u>	<u>\$ 1,204,251</u>

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2025

11. Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, March 25, 2026, and determined that no events require additional disclosure. No events after this date have been evaluated for inclusion in these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION (PART 2)

NEW ORLEANS COUNCIL ON AGING, INC.
GENERAL FUND
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 271,065	\$ 271,065	\$ 441,124	\$ 170,059
City of New Orleans	-	-	1,606,098	1,606,098
Corporation for National and Community Services	-	-	-	-
Participant contributions	-	-	1,509	1,509
Interest income	-	-	87	87
Contributions	-	-	408,839	408,839
Grant income	-	-	50,000	50,000
Other income	-	-	-	-
Total revenues	<u>271,065</u>	<u>271,065</u>	<u>2,507,657</u>	<u>2,236,592</u>
<u>EXPENDITURES</u>				
Salaries	149,497	149,497	181,118	(31,621)
Fringe benefits	29,554	29,554	13,494	16,060
Travel	1,201	1,201	9,490	(8,289)
Operating services	90,360	90,360	92,004	(1,644)
Operating supplies	-	-	100,605	(100,605)
Full service contracts	-	-	-	-
Other costs	-	-	21,699	(21,699)
Utility assistance	-	-	373,080	(373,080)
Food costs	-	-	-	-
Grants to sub-recipients	-	-	-	-
Total expenditures	<u>270,612</u>	<u>270,612</u>	<u>791,490</u>	<u>(520,878)</u>
Excess (deficiency) of revenues over/(under) expenditures	453	453	1,716,167	1,715,714
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	(2,142,521)	(2,142,521)
Transfers in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(2,142,521)</u>	<u>(2,142,521)</u>
<u>NET CHANGE IN FUND BALANCE</u>	453	453	(426,354)	(426,807)
<u>FUND BALANCES, BEGINNING OF YEAR</u>	<u>324,462</u>	<u>324,462</u>	<u>324,462</u>	<u>-</u>
<u>PRIOR PERIOD ADJUSTMENTS (NOTE 10)</u>	<u>671,208</u>	<u>671,208</u>	<u>671,208</u>	<u>-</u>
<u>FUND BALANCES, BEGINNING OF YEAR (RESTATED)</u>	<u>995,670</u>	<u>995,670</u>	<u>995,670</u>	<u>-</u>
<u>FUND BALANCE, END OF YEAR</u>	<u>\$ 996,123</u>	<u>\$ 996,123</u>	<u>\$ 569,316</u>	<u>\$ (426,807)</u>

See Independent Auditor's Report

NEW ORLEANS COUNCIL ON AGING, INC.
TITLE III C1 - CONGREGATE MEALS PROGRAM FUND
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 601,762	\$ 601,762	\$ 601,762	\$ -
City of New Orleans	-	-	-	-
Corporation for National and Community Services	-	-	-	-
Participant contributions	8,167	8,167	8,167	-
Interest income	-	-	-	-
Contributions	-	-	-	-
Grant income	-	-	-	-
Other income	-	-	-	-
Total revenues	<u>609,929</u>	<u>609,929</u>	<u>609,929</u>	<u>-</u>
<u>EXPENDITURES</u>				
Salaries	174,443	528,912	562,842	(33,930)
Fringe benefits	29,983	81,082	86,747	(5,665)
Travel	1,029	31,500	32,176	(676)
Operating services	77,273	192,836	231,503	(38,667)
Operating supplies	5,767	52,918	59,165	(6,247)
Full service contracts	-	-	-	-
Other costs	460,814	11,613	12,298	(685)
Utility assistance	-	-	-	-
Food costs	-	350,355	391,341	(40,986)
Capital outlay	-	-	-	-
Grants to sub-recipients	-	-	-	-
Total expenditures	<u>749,309</u>	<u>1,249,216</u>	<u>1,376,072</u>	<u>(126,856)</u>
Excess/(deficiency) of revenues over/(under) expenditures	(139,380)	(639,287)	(766,143)	(126,856)
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	-	-
Transfers in	139,380	639,287	766,143	126,856
Total other financing sources (uses)	<u>139,380</u>	<u>639,287</u>	<u>766,143</u>	<u>126,856</u>
<u>NET CHANGE IN FUND BALANCE</u>	-	-	-	-
<u>FUND BALANCES, BEGINNING OF YEAR</u>	-	-	-	-
<u>PRIOR PERIOD ADJUSTMENTS (NOTE 10)</u>	-	-	-	-
<u>FUND BALANCES, BEGINNING OF YEAR (RESTATED)</u>	-	-	-	-
<u>FUND BALANCE, END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditor's Report

NEW ORLEANS COUNCIL ON AGING, INC.
TITLE III C2 - HOME DELIVERED MEALS PROGRAM FUND
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 942,157	\$ 942,157	\$ 942,157	\$ -
City of New Orleans	-	-	-	-
Corporation for National and Community Services	-	-	-	-
Participant contributions	-	-	-	-
Interest income	-	-	-	-
Contributions	-	-	-	-
Grant income	-	-	-	-
Other income	-	-	-	-
Total revenues	<u>942,157</u>	<u>942,157</u>	<u>942,157</u>	<u>-</u>
<u>EXPENDITURES</u>				
Salaries	296,941	378,942	406,392	(27,450)
Fringe benefits	51,468	58,091	63,657	(5,566)
Travel	39,370	73,659	74,027	(368)
Operating services	102,880	127,840	137,021	(9,181)
Operating supplies	3,152	30,111	33,633	(3,522)
Full service contracts	-	-	-	-
Other costs	503,798	8,752	9,163	(411)
Utility assistance	-	-	-	-
Food costs	-	471,127	471,128	(1)
Capital outlay	-	-	-	-
Grants to sub-recipients	-	-	-	-
Total expenditures	<u>997,609</u>	<u>1,148,522</u>	<u>1,195,021</u>	<u>(46,499)</u>
Excess/(deficiency) of revenues over/(under) expenditures	(55,452)	(206,365)	(252,864)	(46,499)
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	-	-
Transfers in	55,452	206,365	252,864	46,499
Total other financing sources (uses)	<u>55,452</u>	<u>206,365</u>	<u>252,864</u>	<u>46,499</u>
<u>NET CHANGE IN FUND BALANCE</u>	-	-	-	-
<u>FUND BALANCES, BEGINNING OF YEAR</u>	-	-	-	-
<u>PRIOR PERIOD ADJUSTMENTS (NOTE 10)</u>	-	-	-	-
<u>FUND BALANCES, BEGINNING OF YEAR (RESTATED)</u>	-	-	-	-
<u>FUND BALANCE, END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditor's Report

NEW ORLEANS COUNCIL ON AGING, INC.
TITLE III B - SUPPORTIVE SERVICE FUND
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 526,644	\$ 526,644	\$ 526,644	\$ -
City of New Orleans	-	-	-	-
Corporation for National and Community Services	-	-	-	-
Participant contributions	-	-	-	-
Interest income	-	-	-	-
Contributions	-	-	-	-
Grant income	-	-	-	-
Other income	-	-	-	-
Total revenues	<u>526,644</u>	<u>526,644</u>	<u>526,644</u>	<u>-</u>
<u>EXPENDITURES</u>				
Salaries	294,693	579,627	596,183	(16,556)
Fringe benefits	51,172	88,856	67,595	21,261
Travel	81,287	18,582	18,761	(179)
Operating services	128,269	168,710	167,797	913
Operating supplies	1,785	21,612	25,077	(3,465)
Full service contracts	-	-	-	-
Other costs	7,815	11,484	11,071	413
Utility assistance	-	-	-	-
Food costs	-	-	-	-
Grants to sub-recipients	19,300	-	-	-
Total expenditures	<u>584,321</u>	<u>888,871</u>	<u>886,484</u>	<u>2,387</u>
Excess/(deficiency) of revenues over/(under) expenditures	(57,677)	(362,227)	(359,840)	2,387
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	-	-
Transfers in	57,677	362,227	359,840	(2,387)
Total other financing sources (uses)	<u>57,677</u>	<u>362,227</u>	<u>359,840</u>	<u>(2,387)</u>
<u>NET CHANGE IN FUND BALANCE</u>	-	-	-	-
<u>FUND BALANCES, BEGINNING OF YEAR</u>	-	-	-	-
<u>PRIOR PERIOD ADJUSTMENTS (NOTE 10)</u>	-	-	-	-
<u>FUND BALANCES, BEGINNING OF YEAR (RESTATED)</u>	-	-	-	-
<u>FUND BALANCE, END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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NEW ORLEANS COUNCIL ON AGING, INC.
SENIOR CENTER PROGRAM
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ 927,155	\$ 927,155	\$ 927,155	\$ -
City of New Orleans	-	-	-	-
Corporation for National and Community Services	-	-	-	-
Participant contributions	-	-	-	-
Interest income	-	-	-	-
Contributions	-	-	-	-
Grant income	-	-	-	-
Other income	-	-	-	-
Total revenues	<u>927,155</u>	<u>927,155</u>	<u>927,155</u>	<u>-</u>
<u>EXPENDITURES</u>				
Salaries	-	44,226	22,659	21,567
Fringe benefits	-	6,780	3,655	3,125
Travel	-	411	361	50
Operating services	-	16,817	19,773	(2,956)
Operating supplies	-	20,078	19,974	104
Full service contracts	-	-	-	-
Other costs	-	1,156	8,561	(7,405)
Utility assistance	-	-	-	-
Food costs	-	-	-	-
Grants to sub-recipients	927,155	1,323,467	1,323,466	1
Total expenditures	<u>927,155</u>	<u>1,412,935</u>	<u>1,398,449</u>	<u>14,486</u>
Excess/(deficiency) of revenues over/(under) expenditures	-	(485,780)	(471,294)	14,486
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	-	-
Transfers in	-	485,780	471,294	(14,486)
Total other financing sources (uses)	<u>-</u>	<u>485,780</u>	<u>471,294</u>	<u>(14,486)</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES, BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>PRIOR PERIOD ADJUSTMENTS (NOTE 10)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES, BEGINNING OF YEAR (RESTATED)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE, END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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NEW ORLEANS COUNCIL ON AGING, INC.
AMERICORPS
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ -	\$ -
City of New Orleans	-	-	-	-
Corporation for National and Community Services	-	-	239,620	239,620
Participant contributions	-	-	-	-
Interest income	-	-	6,498	6,498
Contributions	-	-	10,653	10,653
Grant income	-	-	-	-
Other income	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>256,771</u>	<u>256,771</u>
<u>EXPENDITURES</u>				
Salaries	-	-	75,999	(75,999)
Fringe benefits	-	-	9,702	(9,702)
Travel	-	-	1,076	(1,076)
Operating services	-	-	40,833	(40,833)
Operating supplies	-	-	19,263	(19,263)
Full service contracts	-	-	-	-
Other costs	-	-	236,929	(236,929)
Utility assistance	-	-	-	-
Food costs	-	-	-	-
Grants to sub-recipients	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>383,802</u>	<u>(383,802)</u>
Excess/(deficiency) of revenues over/(under) expenditures	-	-	(127,031)	(127,031)
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	-	-
Transfers in	-	-	16,010	16,010
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>16,010</u>	<u>16,010</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>-</u>	<u>-</u>	<u>(111,021)</u>	<u>(111,021)</u>
<u>FUND BALANCES, BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>111,021</u>	<u>(111,021)</u>
<u>PRIOR PERIOD ADJUSTMENTS (NOTE 10)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES, BEGINNING OF YEAR (RESTATED)</u>	<u>-</u>	<u>-</u>	<u>111,021</u>	<u>111,021</u>
<u>FUND BALANCE, END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditor's Report

NEW ORLEANS COUNCIL ON AGING, INC.
AMERICAN RESCUE PLAN
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
<u>REVENUES</u>				
Intergovernmental:				
Governor's Office of Elderly Affairs	\$ -	\$ -	\$ -	\$ -
City of New Orleans	-	-	-	-
Corporation for National and Community Services	-	-	-	-
Participant contributions	-	-	-	-
Interest income	-	-	-	-
Contributions	-	-	-	-
Grant income	-	-	-	-
Other income	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>EXPENDITURES</u>				
Salaries	-	-	1,188	(1,188)
Fringe benefits	-	-	4,633	(4,633)
Travel	-	-	-	-
Operating services	-	-	-	-
Operating supplies	-	-	2,994	(2,994)
Full service contracts	-	-	-	-
Other costs	-	-	-	-
Utility assistance	-	-	-	-
Food costs	-	-	21,300	(21,300)
Grants to subrecipients	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>30,115</u>	<u>(30,115)</u>
Excess/(deficiency) of revenues over/(under) expenditures	-	-	(30,115)	(30,115)
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	-	-
Transfers in	-	-	30,115	30,115
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>30,115</u>	<u>30,115</u>
<u>NET CHANGE IN FUND BALANCE</u>	-	-	-	-
<u>FUND BALANCES, BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>PRIOR PERIOD ADJUSTMENTS (NOTE 10)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES, BEGINNING OF YEAR (RESTATED)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCE, END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditor's Report

ADDITIONAL SUPPLEMENTARY INFORMATION

NEW ORLEANS COUNCIL ON AGING, INC.
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS - MAJOR FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	General	Title III (C1)	Title III (C2) Home Delivered Meals Program	Title III B Supportive Services	Senior Center Program	AmeriCorps	American Rescue Plan	Total Major Funds
<u>REVENUES</u>								
Intergovernmental:								
Governor's Office of Elderly Affairs	\$ 441,124	\$ 601,762	\$ 942,157	\$ 526,644	\$ 927,155	\$ -	\$ -	\$ 3,438,842
City of New Orleans	1,606,098	-	-	-	-	-	-	1,606,098
Corporation for National and Community Services	-	-	-	-	-	239,620	-	239,620
Participant contributions	1,509	8,167	-	-	-	-	-	9,676
Interest income	87	-	-	-	-	6,498	-	6,585
Contributions	408,839	-	-	-	-	10,653	-	419,492
Grant income	50,000	-	-	-	-	-	-	50,000
Other income	-	-	-	-	-	-	-	-
Total revenues	<u>2,507,657</u>	<u>609,929</u>	<u>942,157</u>	<u>526,644</u>	<u>927,155</u>	<u>256,771</u>	<u>-</u>	<u>5,770,313</u>
<u>EXPENDITURES</u>								
Salaries	181,118	562,842	406,392	596,183	22,659	75,999	1,188	1,846,381
Fringe benefits	13,494	86,747	63,657	67,595	3,655	9,702	4,633	249,483
Travel	9,490	32,176	74,027	18,761	361	1,076	-	135,891
Operating services	92,004	231,503	137,021	167,797	19,773	40,833	-	688,931
Operating supplies	100,605	59,165	33,633	25,077	19,974	19,263	2,994	260,711
Full service contracts	-	-	-	-	-	-	-	-
Other costs	21,699	12,298	9,163	11,071	8,561	236,929	-	299,721
Utility assistance	373,080	-	-	-	-	-	-	373,080
Food costs	-	391,341	471,128	-	-	-	21,300	883,769
Grants to subrecipients	-	-	-	-	1,323,466	-	-	1,323,466
Total expenditures	<u>791,490</u>	<u>1,376,072</u>	<u>1,195,021</u>	<u>886,484</u>	<u>1,398,449</u>	<u>383,802</u>	<u>30,115</u>	<u>6,061,433</u>
Excess (Deficiency) of Revenue Over (Under) Expenditures	1,716,167	(766,143)	(252,864)	(359,840)	(471,294)	(127,031)	(30,115)	(291,120)
<u>OTHER FINANCING SOURCES (USES)</u>								
Transfers out	(2,142,521)	-	-	-	-	-	-	(2,142,521)
Transfers in	-	766,143	252,864	359,840	471,294	16,010	30,115	1,896,266
Total other financing sources (uses)	<u>(2,142,521)</u>	<u>766,143</u>	<u>252,864</u>	<u>359,840</u>	<u>471,294</u>	<u>16,010</u>	<u>30,115</u>	<u>(246,255)</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>(426,354)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(111,021)</u>	<u>-</u>	<u>(537,375)</u>
<u>FUND BALANCES, BEGINNING OF YEAR</u>	<u>324,462</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,021</u>	<u>-</u>	<u>435,483</u>
<u>PRIOR PERIOD ADJUSTMENTS (NOTE 10)</u>	<u>671,208</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>671,208</u>
<u>FUND BALANCES, BEGINNING OF YEAR (RESTATED)</u>	<u>995,670</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,021</u>	<u>-</u>	<u>1,106,691</u>
<u>FUND BALANCES, END OF YEAR</u>	<u>\$ 569,316</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 569,316</u>

NEW ORLEANS COUNCIL ON AGING, INC.
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS - NON-MAJOR FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	State Legislative Funds Senior	Title III E Caregiver Program	Tite III D Preventive Health	Senior RX Program	Total Non- Major Governmental Funds
<u>REVENUES</u>					
Intergovernmental:					
Governor's Office of Elderly Affairs	\$ 312,500	\$ 153,225	\$ 15,357	\$ 99,643	\$ 580,725
City of New Orleans	-	-	-	-	-
Corporation for National and Community Services	-	-	-	-	-
Participant contributions	-	-	-	-	-
Interest income	-	-	-	-	-
Contributions	-	-	-	-	-
Grant income	-	-	-	-	-
Other income	-	-	-	-	-
Total revenues	<u>312,500</u>	<u>153,225</u>	<u>15,357</u>	<u>99,643</u>	<u>580,725</u>
<u>EXPENDITURES</u>					
Salaries	-	64,669	16,023	156,153	236,845
Fringe benefits	-	10,616	3,558	22,623	36,797
Travel	-	507	426	1,383	2,316
Operating services	-	19,922	16,750	54,051	90,723
Operating supplies	-	9,536	50,629	7,292	67,457
Full service contracts	-	68,066	7,829	288	76,183
Other costs	-	-	1,105	3,054	4,159
Utility assistance	-	-	-	-	-
Food costs	-	-	-	-	-
Grants to subrecipients	312,500	-	-	-	312,500
Total expenditures	<u>312,500</u>	<u>173,316</u>	<u>96,320</u>	<u>244,844</u>	<u>826,980</u>
Excess (Deficiency) of Revenue Over (Under)					
Expenditures	<u>-</u>	<u>(20,091)</u>	<u>(80,963)</u>	<u>(145,201)</u>	<u>(246,255)</u>
<u>OTHER FINANCING SOURCES (USES)</u>					
Transfers out	-	-	-	-	-
Transfers in	-	20,091	80,963	145,201	246,255
Total other financing sources (uses)	<u>-</u>	<u>20,091</u>	<u>80,963</u>	<u>145,201</u>	<u>246,255</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES, BEGINNING OF YEAR</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>PRIOR PERIOD ADJUSTMENT (NOTE 10)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES, BEGINNING OF YEAR (RESTATED)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES, END OF YEAR</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditor's Report

NEW ORLEANS COUNCIL ON AGING, INC.
SCHEDULE OF COMPENSATION, BENEFITS AND OTHER
PAYMENTS TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
FOR THE YEAR ENDED JUNE 30, 2025

AGENCY HEAD: Howard Rodgers, III, Executive Director

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 104,343
Vehicle provided by organization	3,200
Travel	5,178
Retirement	<u>6,900</u>
	<u>\$ 119,621</u>

See independent auditor's report.

REPORTS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*



**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
New Orleans Council On Aging, Inc.
New Orleans, Louisiana

We 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 New Orleans Council on Aging (the "Council") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Council's basic financial statements and have issued our report thereon dated March 25, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Council's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control. Accordingly, we do not express an opinion on the effectiveness of the Council'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 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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item # 2025-003 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Council's financial statements are free from material misstatement, we 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questions costs as item 2025-01 and 2025-02.

New Orleans Council On Aging, Inc.'s Response to Finding

Government Auditing Standards require the auditor to perform limited procedures on the Council's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The Council's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

The purpose of this report is solely to describe the scope of our 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.

Richard CPAS

Metairie, Louisiana
March 25, 2026

SINGLE AUDIT SECTION



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED
BY THE UNIFORM GUIDANCE AND THE SCHEDULE OF EXPENDITURES OF FEDERAL
AWARDS**

To the Board of Directors
New Orleans Council On Aging, Inc.
New Orleans, Louisiana

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the New Orleans Council on Aging's (the "Council") compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of the Council's major federal programs for the year ended June 30, 2025. The Council's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Council complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Council and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Council's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Council's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Council's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Council's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Council's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Council's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Richard CPAS

Metairie, Louisiana
March 25, 2026

NEW ORLEANS COUNCIL ON AGING, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program Title	Federal Assistance Listing Number	Federal Expenditures
<u>U.S. Department of Health and Human Services</u>		
Pass-through program from Louisiana Governor's Office of Elderly Affairs		
Aging Cluster		
Special Programs for Aging, Title III, Part B, Grants for Supportive Services and Senior Centers		
Title IIIB, Supportive Services	93.044	\$ 352,763
Special Programs for Aging, Title III, Part C, Nutrition Services		
Title III C1 - Congregate Meals	93.045	526,973
Title III C1 - Area Agency Administration	93.045	126,450
Title III C2 - Home Delivered Meals	93.045	321,488
Nutrition Services Incentive Program		
NSIP - Cash in Lieu of Commodities	93.053	61,559
Total Aging Cluster		<u>1,389,233</u>
Special Program for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services		
Title III D - Preventive Health	93.043	15,357
National Family Caregiver Support, Title III, Part E		
Title III E - Caregiver	93.052	114,918
Medicare Enrollment Assistance Program		
MIPPA (Medicare Improvement for Patients & Provide) SHIP	93.071	22,100
MIPPA (Medicare Improvement for Patients & Provide) AAA	93.071	24,600
MIPPA (Medicare Improvement for Patients & Provide) ARDC	93.071	12,000
Provider Relief Fund (COVID-19)	93.498	30,115
Total U.S. Department of Health and Human Services		<u>1,608,323</u>
<u>U.S. Department of Housing and Urban Development</u>		
Pass-through program from the City of New Orleans		
Community Development Block Grant (CDBG)-Entitlement Cluster		
Community Development Block Grants/Entitlement Grants	14.218	356,285
Total U.S. Department of Housing and Urban Development		<u>356,285</u>
<u>Corporation for National and Community Services</u>		
Direct Programs:		
AmeriCorps Seniors Retired and Senior Volunteer Program (RSVP)	94.002	64,738
Foster Grandparents/Senior Companion Cluster		
AmeriCorps Seniors Senior Companion Program (SCP)	94.016	319,064
Total Foster Grandparents/Senior Companion Cluster		<u>319,064</u>
Total Corporation for National and Community Services		<u>383,802</u>
Total Federal Expenditures		<u>\$ 2,348,410</u>

See independent auditor's report and notes to the schedule of expenditures of federal awards.

NEW ORLEANS COUNCIL ON AGING, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

JUNE 30, 2025

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of New Orleans Council On Aging, Inc. (the Council) under programs of the federal government for the year ended June 30, 2025. The information in the schedule is presented in accordance with the requirements of Title U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements. For Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the Council, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Council.

2. Summary of Significant Accounting Policies

Expense Recognition

The accompanying schedule of expenditures of federal awards has been prepared on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

Payments to Subrecipients

There were no payments to subrecipients for the fiscal year ended June 30, 2025.

3. Relationship to the Financial Statements

For the year ended of June 30, 2025, federal awards are included in intergovernmental revenue on the Statement of Revenues, Expenditures, and Changes in fund balances. The Federal awards are as follows:

Intergovernmental Revenue (Federal)	\$ 2,348,410
Intergovernmental Revenue (Non-Federal)	<u>3,516,875</u>
	<u>\$ 5,865,285</u>

4. Indirect Cost

The Council has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

NEW ORLEANS COUNCIL ON AGING, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2025

1. Summary of Auditor's Reports

Financial Statements

- (a) The type of report issued on the basic financial statements: **Unmodified**
- (b) Internal control over financial reporting:
- Material weakness(es) identified: **Yes**
- Significant deficiency(ies) identified: **None reported.**
- (c) Noncompliance which is material to the basic financial statements: **Yes**

Federal Awards

- (d) Internal control over major programs:
- Material weakness(es) identified: **None reported.**
- Significant deficiency(ies) identified: **None reported.**
- (e) Type of auditors' report issued on compliance for major programs: **Unmodified**
- (f) Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516 (a): **No**
- (g) Identification of major programs:

Federal Assistance Listing Number

Name of Federal Program

93.044

Special Programs for Aging, Title III, Part B, Grants for Supportive Services and Senior Centers (Aging Cluster)

93.045

Special Programs for Aging Title III, Part C, Nutrition Services (Aging Cluster)

93.053

Nutrition Services Incentive Program (Aging Cluster)

- (h) Dollar threshold to distinguish between Type A and Type B programs: **\$750,000**
- (i) Auditee qualified as a low-risk auditee: **No**

NEW ORLEANS COUNCIL ON AGING, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2025

2. Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards*

Finding 2025-01 Noncompliance with Louisiana Audit Law Reporting Requirements

Criteria: New Orleans Council on Aging, Inc. is required to provide an annual financial report to the Louisiana Legislative Auditor no later than six months after its year end in accordance with Louisiana Revised Statutes 24:513 and 24:514.

Condition: New Orleans Council on Aging, Inc. did not comply with these laws, submitting the required report as of and for the year ended June 30, 2025, after the required deadline.

Effect: New Orleans Council on Aging is not in compliance with Louisiana Revised Statutes 24:513 and 24:514, related to the financial statement audit as of and for the year ended June 30, 2025.

Cause: New Orleans Council on Aging, Inc. experienced issues with the transition of the new comptroller. The Council's Comptroller retired on July 1, 2024, and the Council hired a new Comptroller on July 1, 2024.

Recommendation: New Orleans Council on Aging, Inc. should put additional policies and procedures in place to ensure continuity of head administrative personnel.

Views of Responsible Officials and Planned Corrective Action: Management agrees with the finding. New Orleans Council on Aging, Inc. agrees with the recommendation and will work towards being compliant for the June 30, 2026, filing.

NEW ORLEANS COUNCIL ON AGING, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2025

2. Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards (continued)*

2025-02 Noncompliance with Louisiana Local Governmental Budget Act

Criteria: The New Orleans Council on Aging, Inc. (the Council) is required to maintain budgeted expenses within 5% of actual expenses, ensuring they do not exceed that threshold. Budgeted revenues must remain within 5% of actual revenues, ensuring they do not fall below that threshold. Additionally, the Council is required to maintain budgets for all major programs.

Condition: The Council did not comply with the 5% threshold for budgeted revenues and expenses for the General Fund, and did not have budgets for major programs such as the AmeriCorps and American Rescue Plan fund.

Effect: The Council is not in compliance with budgetary requirements, as actual financial results exceeded the allowable variance and the Council does not have a budget for all major programs.

Cause: The variance is primarily due to unforeseen expenses that were not incorporated into the original budget. The Council failed to enact a budget properly for the major funds due to a lack of understanding of their necessity and importance.

Recommendation: The Council should implement procedures to ensure budget amendments are completed when actual amounts deviate by more than 5% from the budgeted figures, in accordance with the Louisiana Local Government Budget Act. Also, the Council will ensure to have budgets for all major funds.

Views of Responsible Officials and Planned Corrective Action: Management acknowledges the finding and concurs with the recommendation. Moving forward, the Council will ensure that budget amendments are prepared when actual financial results exceed budgeted amounts by more than 5%, in compliance with the Louisiana Local Government Budget Act. Also, the Council will ensure to have budgets for all major funds.

NEW ORLEANS COUNCIL ON AGING, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2025

2. Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards (continued)*

2025-03 Internal Control Over Financial Reporting

Criteria: Internal control processes for the Council should include processes and controls that allow management to detect and correct adjustments to financial statements in order for the financial statements to be presented in accordance with U.S. GAAP.

Condition: The Council improperly understated receivables and accounts payable as of June 30, 2025.

Effect: Audit adjustments were required to present the June 30, 2025, financial statements in accordance with U.S. GAAP.

Cause: The Council did not have adequate controls and processes to properly record receivables from the City of New Orleans and accounts payable due to State Legislative Funds.

Recommendation: The Council should implement internal controls and procedures to ensure all receivables and accounts payable are properly recorded in the general ledger.

Views of Responsible Officials and Planned Corrective Action: Management acknowledges the finding and concurs with the recommendation. Moving forward, the Council will ensure that all receivables and accounts payable are properly recorded. The Council will maintain a schedule to track and ensure all revenues and expenses are properly accounted for. To further strengthen our process, we will review subsequent disbursements to confirm that all services rendered during the fiscal year are appropriately recorded.

3. Findings and Questioned Costs Relating to Federal Awards

None reported.

NEW ORLEANS COUNCIL ON AGING, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2025

1. Prior Year Findings Relating to the Financial Statements Reported in Accordance with Government Auditing Standards

Finding 2024-01 Noncompliance with Louisiana Audit Law Reporting Requirements

Criteria: New Orleans Council on Aging, Inc. is required to provide an annual financial report to the Louisiana Legislative Auditor no later than six months after its year end in accordance with Louisiana Revised Statutes 24:513 and 24:514.

Condition: New Orleans Council on Aging, Inc. did not comply with these laws, submitting the required report after the required deadline.

Effect: New Orleans Council on Aging is not in compliance with Louisiana Revised Statutes 24:513 and 24:514, related to the financial statement audit as of and for the year ended June 30, 2025.

Cause: New Orleans Council on Aging, Inc. experienced issues with a transition in audit firms for the current year's audit engagement. The Council's Comptroller retired on July 1, 2024, and the Council hired a new Comptroller on July 1, 2024.

Recommendation: New Orleans Council on Aging, Inc. should put additional policies and procedures in place over continuity planning for head administrative personnel to ensure that required annual reports are filed in a timely manner.

Views of Responsible Officials and Planned Corrective Action: Management agrees with the finding. New Orleans Council on Aging, Inc. agrees with the recommendation and will work towards being compliant for the June 30, 2025 filing.

Current Status: Not resolved. See 2025-001.

NEW ORLEANS COUNCIL ON AGING, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2025

1. Prior Year Findings Relating to the Financial Statements Reported in Accordance with Government Auditing Standards (continued)

2024-02 Budget Compliance

Criteria: The New Orleans Council on Aging, Inc. (the Council) is required to maintain budgeted expenses within 5% of actual expenses, ensuring they do not exceed that threshold. Additionally, budgeted revenues must remain within 5% of actual revenues, ensuring they do not fall below that threshold.

Condition: The Council did not comply with the 5% threshold for budgeted revenues and expenses for the General Fund, and did not have budgets for major programs such as the State Legislative Funds and Power to Care.

Effect: The Council is not in compliance with budgetary requirements, as actual financial results exceeded the allowable variance.

Cause: The variance is primarily due to unforeseen expenses that were not incorporated into the original budget. The Council failed to enact a budget properly for the major funds due to a lack of understanding of their necessity and importance.

Recommendation: The Council should implement procedures to ensure budget amendments are completed when actual amounts deviate by more than 5% from the budgeted figures, in accordance with the Louisiana Local Government Budget Act. Also, the Council will ensure to have budgets for all major funds.

Views of Responsible Officials and Planned Corrective Action: Management acknowledges the finding and concurs with the recommendation. Moving forward, the Council will ensure that budget amendments are prepared when actual financial results exceed budgeted amounts by more than 5%, in compliance with the Louisiana Local Government Budget Act. Also, the Council will ensure to have budgets for all major funds.

Current Status: Not resolved. See 2025-002.

NEW ORLEANS COUNCIL ON AGING, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

JUNE 30, 2025

1. Prior Year Findings Relating to the Financial Statements Reported in Accordance with Government Auditing Standards (continued)

2024-03 Internal Control Over Financial Reporting

Criteria: Internal control processes for the Council should include processes and controls that allow management to detect and correct adjustments to financial statements in order for the financial statements to be presented in accordance with U.S. GAAP.

Condition: The Council did not properly accrue revenues earned due from the Governor's Office of Elderly Affairs and other State funds as of June 30, 2025. Additionally, the Council failed to accrue expenses related to contracts with other senior centers and the related accounts payable.

Effect: Audit adjustments were required to present the June 30, 2024, financial statements in accordance with U.S. GAAP.

Cause: The Council did not have adequate controls and processes to properly accrue receivables from state funds, record related expenditures to senior centers, and ensure the accurate recognition of accounts payable.

Recommendation: The Council should implement internal controls and procedures to ensure all receivables and accounts payable are properly recorded in the general ledger.

Views of Responsible Officials and Planned Corrective Action: Management acknowledges the finding and concurs with the recommendation. Moving forward, the Council will ensure that all state receivables and accounts payable related to other senior centers are properly recorded. We will improve communication with the Program Director to confirm the amounts we are entitled to receive. Additionally, we will maintain a schedule to track and ensure all expenses related to senior centers are properly accounted for. To further strengthen our process, we will review subsequent disbursements to confirm that all services rendered during the fiscal year are appropriately recorded.

Current Status: Not resolved. See 2025-003.

2. Prior Year Findings and Questioned Costs Relating to Federal Awards

None reported.

NEW ORLEANS COUNCIL ON AGING. INC.
NEW ORLEANS, LOUISIANA

LOUISIANA LEGISLATIVE AUDITOR – STATEWIDE
AGREED-UPON PROCEDURES REPORT

JUNE 30, 2025

RICHARD  CPAS

NEW ORLEANS COUNCIL ON AGING, INC.
NEW ORLEANS, LOUISIANA

LOUISIANA LEGISLATIVE AUDITOR – STATEWIDE
AGREED-UPON PROCEDURES REPORT

JUNE 30, 2025

NEW ORLEANS COUNCIL ON AGING, INC.

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INDEPENDENT ACCOUNTANT'S REPORT
ON APPLYING AGREED-UPON PROCEDURES

To the Board of Directors of New Orleans Council On Aging, Inc. and the Louisiana Legislative Auditor:

We have performed the procedures enumerated in the attached Schedule A on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2024, through June 30, 2025. New Orleans Council On Aging, Inc's (the Council) management is responsible for those C/C areas identified in the SAUPs.

The Council has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period July 1, 2024, through June 30, 2025. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures we performed, and the associated results are summarized in the attached Schedule A, which is an integral part of this report.

We were engaged by the Council to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Council and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Richard CPAS

Metairie, Louisiana
March 25, 2026

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

PROCEDURES (SCHEDULE A)

The procedures performed and the results thereof are set forth below. The procedure is stated first, followed by the results of the procedure presented in italics. If the item being subjected to the procedures is positively identified or present, then the results will read “*No exception noted*” or for step 25 “*we performed the procedure and discussed the results with management*”. If not, then a description of the exception ensues.

1) ***Written Policies and Procedures***

A. Obtain and inspect the entity’s written policies and procedures and observe whether they address each of the following categories and subcategories if applicable to public funds and the entity’s operations:

i. Budgeting, including preparing, adopting, monitoring, and amending the budget.

No exceptions were found as a result of this procedure.

ii. Purchasing, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the Public Bid Law; and (5) documentation required to be maintained for all bids and price quotes.

No exceptions were found as a result of this procedure.

iii. Disbursements, including processing, reviewing, and approving.

No exceptions were found as a result of this procedure.

iv. Receipts/Collections, including receiving, recording, and preparing deposits. Also, policies and procedures should include management’s actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).

No exceptions were found as a result of this procedure.

v. Payroll/Personnel, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee(s) rate of pay or approval and maintenance of pay rate schedules.

No exceptions were found as a result of this procedure.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

vi. Contracting, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.

No exceptions were found as a result of this procedure.

vii. Travel and Expense Reimbursement, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.

No exceptions were found as a result of this procedure.

viii. Credit Cards (and debit cards, fuel cards, P-Cards, if applicable), including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).

No exceptions were found as a result of this procedure.

ix. Ethics, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.

Exception noted. The Council does not have any Written Policies and Procedures related to Ethics.

x. Debt Service, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.

Not applicable – The Council does not have any debt.

xi. Information Technology Disaster Recovery/Business Continuity, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.

Exception noted. Information Technology Disaster Recovery/Business Continuity policies do not include documentation of the use of antivirus software on all systems.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

xii. Prevention of Sexual Harassment, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Exception noted. The Council does not have any Written Policies and Procedures related to Prevention of Sexual Harassment.

2) Board or Finance Committee

A. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:

i. Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.

No exceptions were found as a result of this procedure.

ii. For those entities reporting on the governmental accounting model, observe whether the minutes referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual, at a minimum, on proprietary funds, and semi-annual budget-to-actual, at a minimum, on all special revenue funds. *Alternately, for those entities reporting on the nonprofit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.*

No exceptions were found as a result of this procedure.

iii. For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

N/A - the Council has a positive fund balance for prior year 2024.

iv. Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

Exception noted. No discussion on updates within the board meeting minutes of resolving audit findings.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

3) *Bank Reconciliations*

A. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:

i. Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated or electronically logged);

No exceptions were found as a result of this procedure.

ii. Bank reconciliations include written evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation within 1 month of the date the reconciliation was prepared (e.g., initialed and dated, electronically logged);

No exceptions noted were found as a result of this procedure.

iii. Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

No exceptions were found as a result of this procedure.

4) *Collections (excluding electronic funds transfers)*

A. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

No exceptions were found as a result of this procedure.

B. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e., 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:

i. Employees responsible for cash collections do not share cash drawers/registers.

No exceptions were found as a result of this procedure.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

- ii.* Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit.

No exceptions were found as a result of this procedure.

- iii.* Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit.

No exceptions were found as a result of this procedure.

- iv.* The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, are not responsible for collecting cash, unless another employee/official verifies the reconciliation.

No exceptions were found as a result of this procedure.

- C. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe the bond or insurance policy for theft was in force during the fiscal period.

No exceptions were found as a result of this procedure.

- D. Randomly select two deposit dates for each of the 5 bank accounts selected for procedure #3A under “Bank Reconciliations” above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

- i.* Observe that receipts are sequentially pre-numbered.

No exceptions were found as a result of this procedure.

- ii.* Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

No exceptions were found as a result of this procedure.

- iii.* Trace the deposit slip total to the actual deposit per the bank statement.

No exceptions were found as a result of this procedure.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

- iv.* Observe the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).

An exception was found resulting from this procedure. We tested 10 deposits and 3 deposits not made within one business day.

- v.* Trace the actual deposit per the bank statement to the general ledger.

No exceptions were found as a result of this procedure.

5) *Non-Payroll Disbursements (excluding card purchases/payments, travel reimbursements, and petty cash purchases)*

- A.* Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).

No exceptions were found as a result of this procedure.

- B.* For each location selected under #5A above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, inquire of employees about their job duties), and observe that job duties are properly segregated such that:

- i.* At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.

No exceptions were found as a result of this procedure.

- ii.* At least two employees are involved in processing and approving payments to vendors.

No exceptions were found as a result of this procedure.

- iii.* The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.

No exceptions were found as a result of this procedure.

- iv.* Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

No exceptions were found as a result of this procedure.

- v. Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.

No exceptions were found as a result of this procedure.

- C. For each location selected under #5A above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction, and:

- i. Observe whether the disbursement matched the related original itemized invoice and supporting documentation indicates deliverables included on the invoice were received by the entity.

No exceptions were found as a result of this procedure.

- ii. Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #5B, as applicable.

No exceptions were found as a result of this procedure.

- D. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3A, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy, and (b) approved by the required number of authorized signers per the entity's policy. Note: If no electronic payments were made from the main operating account during the month selected the practitioner should select an alternative month and/or account for testing that does include electronic disbursements.

No exceptions were found as a result of this procedure.

6) Credit Cards/Debit Cards/Fuel Cards/P-Cards

- A. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards) for the fiscal period, including the card numbers and the names of the person who maintained possession of the cards. Obtain management's representation that the listing is complete.

No exceptions were found as a result of this procedure.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

B. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement), obtain supporting documentation, and:

i. Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder. [Note: Requiring such approval may constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality); these instances should not be reported.]

No exceptions were found as a result of this procedure.

ii. Observe that finance charges and late fees were not assessed on the selected statements.

No exceptions were found as a result of this procedure.

C. Using the monthly statements or combined statements selected under #6B above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (i.e., each card should have 10 transactions subject to testing). For each transaction, observe it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and note whether management had a compensating control to address missing receipts, such as a “missing receipt statement” that is subject to increased scrutiny.

No exceptions were found as a result of this procedure.

7) Travel and Travel-Related Expense Reimbursements (excluding card transactions)

A. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management’s representation that the listing or general ledger is complete. Randomly select 5 reimbursements, obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:

i. If reimbursed using a per diem, observe the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration (www.gsa.gov).

No exceptions were found as a result of this procedure.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

ii. If reimbursed using actual costs, observe the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.

No exceptions were found as a result of this procedure.

iii. Observe each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by Written Policies and Procedures procedure #1A(vii); and

No exceptions were found as a result of this procedure.

iv. Observe each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

No exceptions were found as a result of this procedure.

8) Contracts

A. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. Alternately, the practitioner may use an equivalent selection source, such as an active vendor list. Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:

i. Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.

No exceptions were found as a result of this procedure.

ii. Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g., Lawrason Act, Home Rule Charter).

No exceptions were found as a result of this procedure.

iii. If the contract was amended (e.g., change order), observe the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, was approval documented).

No exceptions were found as a result of this procedure.

iv. Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe the invoice and related payment agreed to the terms and conditions of the contract.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

No exceptions were found as a result of this procedure.

9) *Payroll and Personnel*

- A. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

No exceptions were found as a result of this procedure.

- B. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under #9A above, obtain attendance records and leave documentation for the pay period, and:

- i.* Observe all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). [Note: Generally, officials are not eligible to earn leave and do not document their attendance and leave. However, if the official is earning leave according to a policy and/or contract, the official should document his/her daily attendance and leave.]

No exceptions were found as a result of this procedure.

- ii.* Observe whether supervisors approved the attendance and leave of the selected employees or officials.

No exceptions were found as a result of this procedure.

- iii.* Observe any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.

No exceptions were found as a result of this procedure.

- iv.* Observe the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.

No exceptions were found as a result of this procedure.

- C. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee or officials' cumulative leave records, agree the pay rates to the employee or officials' authorized pay rates in the employee or officials' personnel files, and agree the termination payment to entity policy.

No exceptions were found as a result of this procedure.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

- D. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

No exceptions were found as a result of this procedure.

10) *Ethics*

- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A obtain ethics documentation from management, and:

i. Observe whether the documentation demonstrates each employee/official completed one hour of ethics training during the fiscal period.

No exceptions were found as a result of this procedure.

ii. Observe whether the entity maintains documentation which demonstrates each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.

No exceptions were found as a result of this procedure.

- B. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

No exceptions were found as a result of this procedure.

11) *Debt Service*

- A. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe State Bond Commission approval was obtained for each debt instrument issued as required by Article VII, Section 8 of the Louisiana Constitution.

N/A – the Council does not have any debt.

- B. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

N/A – the Council does not have any outstanding debt as of June 30, 2025.

12) *Fraud Notice*

- A. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management’s representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled as required by R.S. 24:523.

No exceptions were found as a result of this procedure.

- B. Observe the entity has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

No exceptions were found as a result of this procedure.

13) *Information Technology Disaster Recovery/Business Continuity*

- A. Perform the following procedures, **verbally discuss the results with management, and report “We performed the procedure and discussed the results with management.”**

i. Obtain and inspect the entity’s most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observe that such backup occurred within the past week. If backups are stored on a physical medium (e.g., tapes, CDs), observe evidence that backups are encrypted before being transported.

We performed the procedure and discussed the results with management.

ii. Obtain and inspect the entity’s most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.

We performed the procedure and discussed the results with management.

iii. Obtain a listing of the entity’s computers currently in use and their related locations, and management’s representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

We performed the procedure and discussed the results with management.

- B. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in procedure #9C. Observe evidence that the selected terminated employees have been removed or disabled from the network.

We performed the procedure and discussed the results with management.

- C. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #91A, cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency's information technology assets have completed cybersecurity training as required by R.S. 42:1267. The requirements are as follows:

- Hired before June 9, 2020 -completed training; and
- Hired on or after June 9, 2020 – completed the training within 30 days of initial service or employment.

We performed the procedure and discussed the results with management.

14) *Prevention of Sexual Harassment*

- A. Using the 5 randomly selected employees/officials from procedure #16 under “Payroll and Personnel” above, obtain sexual harassment training documentation from management, and observe the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.

No exceptions were found as a result of this procedure.

- B. Observe the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).

Exception noted. The Council does not have its sexual harassment policy and compliance procedure on its website or in a conspicuous location on the entity's premise.

- C. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe it includes the applicable requirements of R.S. 42:344:

- i.* Number and percentage of public servants in the agency who have completed the training requirements;

Exception noted. The Association did not file the annual sexual harassment report as required by R.S. 42:344.

NEW ORLEANS COUNCIL ON AGING, INC.

AGREED-UPON PROCEDURES PERFORMED AND ASSOCIATED RESULTS

FOR THE YEAR ENDED JUNE 30, 2025

ii. Number of sexual harassment complaints received by the agency;

Exception noted. The Association did not file the annual sexual harassment report as required by R.S. 42:344.

iii. Number of complaints which resulted in a finding that sexual harassment occurred;

Exception noted. The Association did not file the annual sexual harassment report as required by R.S. 42:344.

iv. Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action;

Exception noted. The Association did not file the annual sexual harassment report as required by R.S. 42:344.

v. Amount of time it took to resolve each complaint.

Exception noted. The Association did not file the annual sexual harassment report as required by R.S. 42:344.

NEW ORLEANS COUNCIL ON AGING, INC.

MANAGEMENT'S RESPONSE AND CORRECTION ACTION PLAN

FOR THE YEAR ENDED JUNE 30, 2025

1) Written Policies and Procedures

We acknowledge that there were no Ethics and Sexual Harassment policies. In addition, we acknowledge the antivirus software was not included within the policy. Moving forward, we will incorporate specific documentation within our I.T. Disaster Recovery Plan, Ethics, and Sexual Harassment Policies.

3) Board or Finance Committee

We acknowledge that there was no documentation for resolving audit findings on the board or financing committee's minutes. Moving forward, we will ensure to have the board or finance committee to include documentation for resolving auditing findings.

4) Cash Collections

We acknowledge that three out of ten deposits were not made within one business day. To address this, we will implement measures to ensure that staff adheres to established protocols for timely deposits.

14) Prevention of Sexual Harassment

We acknowledge that the Council does not have its sexual harassment policy on our website or in a conspicuous location on our premise. Moving forward, we will ensure the sexual harassment policy is on the Council's website and on the Council's premise. In addition, we acknowledge that the Council did not file the annual sexual harassment as required by R.S. 42:344. Moving forward, the Council will ensure to file the annual sexual harassment as required by R.S. 42:344.