

Financial Report

**East Baton Rouge Council on Aging, Inc.
Baton Rouge, Louisiana**

June 30, 2006

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 2-7-07

**Michael R. Choate & Company, CPAs
2915 S. Sherwood Forest Blvd., Ste B
Baton Rouge, Louisiana 70816**

Financial Report

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June 30, 2006

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Baton Rouge, Louisiana

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MANAGEMENT'S DISCUSSION AND ANALYSIS

East Baton Rouge Council on Aging, Inc.

The "Management's Discussion and Analysis" of the East Baton Rouge Council on Aging, Inc.'s (the Council) financial performance presents a narrative overview and analysis of the Council's financial activities for the year ended June 30, 2006. This report highlights the current year's activities, resulting changes, and relevant facts. Please read this report in conjunction with basic financial statements, which follow this section.

FINANCIAL HIGHLIGHTS (see condensed statements on page 6)

- The combined increase in fund balances for the year ended June 30, 2006 is \$ 101,477. This is compared to June 30, 2005 increase of \$ 308,421.
- The Council's General Fund reported an increase in fund balance of \$ 95,095 compared to an increase of \$ 307,892 for 2005.
- The Council's total revenue decreased \$ 97,341 (or 3.41%) primarily due to prior year lawsuit settlement of \$ 232,766 and a decrease of \$ 16,008 in RSVP revenue.
- Revenue from the Governor's Office of Elderly Affairs decreased \$3,941 compared to June 30, 2005.
- The Council's total expenditures increased \$ 109,603 (or 4.3%) as follows:
 - Utility assistance increased by \$130,796.
 - Personnel expenses decreased (\$45,368).
 - Advertising expenditures increased \$9,392 primarily due to Senior Olympics.
 - Utilities increased \$17,777 due to rising energy prices.
 - Program supplies increased \$16,165 due to increased purchases of fans and blankets after Hurricane Katrina.
- The Council's Government Wide total assets exceeded its total liabilities at the close of fiscal year 2006 by \$ 330,675.
- Operating cash was \$ 346,373 at June 30, 2006 compared to \$ 199,457 at June 30, 2005. This is an increase of \$ 146,916 or 73.6%.

OVERVIEW OF THE FINANCIAL STATEMENTS – What's included

This discussion and analysis is intended to serve as an overview to the Council's basic financial statements. The Council's annual report consists of five parts: (1) management's discussion and analysis (this section) (2) basic financial statements (3) required supplementary information, and (4) the optional section that presents combining statements for non-major governmental funds and other supplementary information and (5) various governmental compliance reports and schedules by certified public accountants and management.

The basic financial statements include two kinds of statements that present different views of the Council:

Government-wide Financial Statements

The government-wide financial statements (see Exhibits A and B) are designed to provide readers with a broad overview of the Council's finances, in a manner similar to a private sector business. The **statement of net assets** presents information on all of the Council's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets 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 assets change during each fiscal year (revenues less expenditures). All changes in net assets are reported as soon as the financial transaction occurs regardless of the timing of the related cash flows. Thus, revenues and expenditures are reported in this statement this fiscal year even though the resulting cash flow is in future fiscal years. The governmental activity of the Council is health and welfare which is comprised of various programs that include supportive services, nutritional services, utility assistance disease prevention, caregiver support and a multipurpose senior center in East Baton Rouge Parish, Louisiana.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. All of the funds of the Council are governmental funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current year inflows and outflows of cash, as well as on balances of spendable resources available at the end of the fiscal year. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to help with this comparison between governmental funds and governmental activities. (Exhibit D and E)

The Council has presented the General Fund, Title III B – Supportive Services Fund, Title III C-1- Congregate Meals Fund, Title III C-2 – Home Delivered Meals Fund, Title III D, Title III E, USDA and Senior Center Fund as major funds. (Exhibit C & D) All non-major governmental funds are presented in one column, titled "Total Non-Major Funds". Combining financial statements of the non-major funds can be found in the Combining Fund Statements that follow the basic financial statements (Page 48).

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found in Exhibit F of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements. The Governmental Accounting Standards Board (GASB) Statement No. 34 requires budgetary comparison schedules for the General Fund and each major Special Revenue Fund that has a legally adopted budget (Pages 38 to 46). In addition to these required elements, the Council has a section of supplementary information. The Governor's Office of Elderly Affairs (GOEA) has required the Council to present combining statements that provide details about our non-major governmental funds and details about capital assets and the changes in capital assets. This information will be used by GOEA to verify the accuracy of information submitted to them during the year and to help monitor certain compliance requirements set forth in the grants that it has with the Council (Page 48 - 52).

The Office of Management and Budget (OMB) through its Circular A-133 requires a Schedule of Expenditures of Federal Awards. This schedule will present required information about the Council's federally funded programs in a manner that can facilitate financial and compliance analysis by the agencies that have granted federal money. (Page 54)

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets serve as a useful indicator of the Council's financial position. As of June 30, 2006, assets exceeded liabilities by \$ 330,675 as compared to prior year of \$229,198.

Special Revenue Fund Budgetary Highlights

The budget is amended during the course of the fiscal year to comply with requirements of Governor's Office of Elderly Affairs.

The budget was amended one time during the year. The primary reasons for amending the budget were to comply with the Council's grants for GOEA due to unanticipated changes in revenue and expenditures. The major differences between the original Special Revenue Fund budget and the final amended budget were as follows:

Revenues	
• Fundraising decreased	\$ 40,000
• Ad Sales decreased	16,600
Expenditures	
• Personnel and fringe decreased	\$155,000
• Supplies increased	24,700
• Capital Outlay increased	33,700

Required supplementary information budgetary comparison schedules were prepared for the General Fund and each major Special Revenue Fund (Page 41 to 49).

CAPITAL ASSETS

The Council's investment in capital assets for its governmental activities as of June 30, 2006, amounts to \$ 118,377 (net accumulated depreciation). This investment in capital assets includes office furniture, fixtures, vehicles, machinery and equipment (see table below)

	<u>2006</u>	<u>2005</u>
Leasehold improvements	\$ 104,869	\$ 90,105
Office furniture, fixtures and equipment	281,562	255,619
Vehicles	<u>78,164</u>	<u>78,164</u>
Sub Total	464,595	423,888
Less accumulated depreciation	<u>(346,218)</u>	<u>(318,024)</u>
Totals	<u>\$ 118,377</u>	<u>\$ 105,864</u>

Additional information on the Council's capital assets can be found in the Note A and E, Exhibit F of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Council receives most of its funding from federal, state and local agencies. Because of this, the source of income for the Council is consistent. However, some of the Council's grants and contracts are contingent upon the level of service provided by the Council, and therefore, those revenues are not fixed. There have been no significant changes to the funding levels or terms of the grants and contracts. The Governor's Office of Elderly Affairs (GOEA) has approved the Council's budget for fiscal year 2006-2007. There are no plans to add any significant programs for next fiscal year.

The Executive Director and Board of Directors considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

- Actual expenditures from previous fiscal year in relation to expected needs in the current year.
- Consideration of funding to be received from GOEA and City of Baton Rouge.
- Salaries and benefits are based on the number of employees needed to perform necessary services and the related benefits.
- Travel rates in accordance with state travel regulations.
- Services the Council will provide along with estimated service costs.
- Estimate of operation supplies needed to perform necessary services.
- Detail plan of equipment needed to be purchased.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Council's finances for all interested in the Council's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Board of Directors
Johnny Dykes
East Baton Rouge Council on Aging, Inc.
5790 Florida Blvd.
Baton Rouge, Louisiana.70806-4244
Phone (225) 923-8000

Condensed Statements of Net Assets

	June 30,		Dollar Change
	2006	2005	
Cash	\$ 346,373	\$ 199,457	\$ 146,916
Other current assets	127,948	106,342	21,606
Capital assets, net	118,377	105,864	12,513
Total assets	\$ 592,698	\$ 411,663	\$ 181,035
Accounts payable	73,675	78,786	(5,111)
Other liabilities	188,348	103,679	84,669
Total liabilities	262,023	182,465	79,558
Net Assets:			
Invested in capital assets, net	118,377	105,864	12,513
Restricted	32,019	25,637	6,382
Unrestricted	180,278	97,697	82,582
Total net assets (deficit)	\$ 330,675	\$ 229,198	\$ 101,477

Governmental Activities

Governmental activities increased the Council net assets by \$101,477. Key elements of this increase are as follows:

Condensed Changes in Net Assets

	June 30,		Dollar Change	Total Percent Change
	2006	2005		
Revenues:				
Program revenues:				
Operating grants and contributions	1,901,437	1,782,305	119,132	6.68%
General revenues:				
Grants and contributions not restricted	851,713	835,420	16,293	1.95%
Lawsuit settlement	-	232,766	(232,766)	(100%)
Miscellaneous	-	-	-	0
Total revenues	2,753,150	2,850,491	(97,341)	(3.41%)
Expenses:				
Health and welfare	2,651,673	2,542,070	109,603	4.3%
Total expenses				
Increase (decrease) in net assets	101,477	308,421	(206,944)	
Net assets beginning of year	229,198	(79,223)	308,421	
Net assets end of year	\$ 330,675	\$ 229,198	\$ 101,477	

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

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

Governmental Funds

The focus of the Council's governmental funds is to provide information on current year inflows, outflows, and balances of spendable cash and other resources. Such information is useful in assessing the Council's cash flow requirements. In particular, unrestricted fund balance at year end may serve as a useful measure of a government's net resources available for spending next fiscal year. As of the end of the current fiscal year, the Council's governmental funds reported combined ending fund balances of \$259,188, an increase of \$ 84,287 in comparison with the prior year. An unreserved fund balance of \$ 227,169 is available for spending at the Council's discretion.

The General Fund is the main operating fund of the Council. At the end of the current fiscal year, unreserved fund balance of the general fund was \$ 227,169 while total fund balance reached \$ 259,188 (Exhibit C). The fund balance of the Council's General Fund increased by \$ 77,905 during the current fiscal year. (Exhibit D)

Other major funds, including Title III B – Supportive Services Fund and Title III C-2 – Home Delivered Meals Fund and Title III C-1 Congregate Meals had a no change in fund balances. These funds are reimbursed by federal and state grants. Expenditures that are not covered by the grants are covered by transfers from the General Fund.



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Independent Auditor's Report

**East Baton Rouge Council on Aging, Inc.
Baton Rouge, Louisiana, USA**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the East Baton Rouge Council on Aging, Inc. as of and for the year ended June 30, 2006, which collectively comprise the Council's financial statements as listed in the table of contents. These financial statements are the responsibility of the East Baton Rouge Council on Aging's management. Our responsibility is to express opinions on these financial statements based on our audit.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

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 East Baton Rouge Council on Aging, Inc., as of June 30, 2006, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The accompanying required supplementary information, such as "Management's Discussion and Analysis" and "Budgetary Comparison Information" are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2006, on our consideration of East Baton Rouge Council on Aging, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the East Baton Rouge Council on Aging's financial statements. The accompanying supplemental schedule of expenditures of federal awards on page 54 is presented for purpose of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the general purpose financial statements. Also, the accompanying supplementary information on pages 38 to 46, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The supplementary information in the "introductory section", have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Michael R. Choate & Company CPAs

December 13, 2006

GOVERNMENT WIDE FINANCIAL STATEMENTS

GOVERNMENT WIDE STATEMENT OF NET ASSETS

**EAST BATON ROUGE COUNCIL ON AGING
BATON ROUGE, LOUISIANA**

June 30, 2006

	Governmental Activities
Assets	
Cash	\$ 346,373
Contract receivables	20,796
Other Receivables	81,515
Prepaid Expense	15,172
Inventory	5,636
Deposits	4,829
Capital assets, net of accumulated depreciation	<u>118,377</u>
Total Assets	<u>\$ 592,698</u>
Liabilities	
Accounts payable	73,675
Accrued payroll and taxes	54,402
Capital lease obligations	8,487
Accrued compensated absences	38,403
Custodial account	37,056
Unearned revenue	<u>50,000</u>
Total Liabilities	<u>262,023</u>
Net Assets	
Invested in Capital Assets	118,377
Restricted for:	
Utility Assistance	32,019
Unrestricted	<u>180,279</u>
Total Net Assets	<u>\$ 330,675</u>

The accompanying notes are an integral part of this statement.

GOVERNMENT WIDE STATEMENT OF ACTIVITIES
EAST BATON ROUGE COUNCIL ON AGING
BATON ROUGE, LOUISIANA

For the year ended June 30, 2006

Functions / Programs	Program Revenues			Net (Expense) Revenue and Increases (Decreases) in Net Assets
	Direct Expenses	Indirect Expenses	Charges for Services	
Governmental Activities				
Health, Welfare & Social Services				
Supportive Services:	\$ 387,332	\$ 154,441	\$ 285,317	\$ (256,456)
Personal Care	-	-	-	-
Other Services	-	-	-	-
Homemaker	-	-	-	-
Information and Assistance	-	-	-	-
Legal Assistance	-	-	-	-
Outreach	-	-	-	-
Transportation	-	-	-	-
Nutrition Services:				
Congregate Meals	281,867	165,598	426,126	(41,337)
Home Delivered Meals	375,645	110,995	419,069	(67,571)
Utility Assistance	246,249	6,838	248,786	(4,286)
Disease Prevention and Health Promotion	30,491	17,482	14,368	(33,605)
National Family Caregiver Support	92,889	47,440	112,655	(27,674)
Multipurpose Senior Centers	80,198	-	190,185	106,987
Senior Activities	283,258	65,261	61,065	(220,909)
Public Relations	132,970	45,213	54,792	(123,391)
Administration	740,774	(633,264)	46,723	(60,787)
Total governmental activities	\$ 2,631,673	\$ -	\$ 1,804,304	\$ (726,032)

General Revenues:
City of Baton Rouge Grant
Grants and contributions not restricted to specific programs
Special Item - Insurance Proceeds

Increase (Decrease) in net assets	101,477
Net assets - beginning of the year	229,198
Net assets - end of the year	\$ 330,675

The accompanying notes are an integral part of this statement.

FUND FINANCIAL STATEMENTS

EXHIBIT C

Balance Sheet
Governmental Funds
East Baton Rouge Council on Aging, Inc.
June 30, 2006

General Fund	Title III C-1						Total Non		
	AAA	Title III B	Title III C-1	Title III C-2	Title III - D	Title III - E	N.S.I.P.	Major Funds	Total
Assets									
Cash	\$ 281,581	\$ -	\$ -	\$ -	\$ -	\$ -	(2,310)	\$ 67,102	\$ 346,373
Other receivables	81,515	-	-	-	-	-	2,310	18,486	102,311
Prepaid expenses	15,172	-	-	-	-	-	-	15,172	15,172
Inventory	5,636	-	-	-	-	-	-	5,636	5,636
Deposits	4,829	-	-	-	-	-	-	-	4,829
Total Assets	\$ 388,733	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 85,588	\$ 474,321
Liabilities and Fund Balance									
Liabilities									
Accounts Payable	\$ 73,675	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 73,675
Accrued payroll and taxes	54,402	-	-	-	-	-	-	-	54,402
Custodial account	-	-	-	-	-	-	-	37,056	37,056
Unearned revenue	50,000	-	-	-	-	-	-	-	50,000
Due to/from other funds	(16,513)	-	-	-	-	-	-	16,513	-
Total Liabilities	161,564	-	-	-	-	-	-	53,569	\$ 215,133
Fund Balances									
Unreserved/Undesignated:									
General Fund	227,169	-	-	-	-	-	-	-	227,169
Special Revenue Fund	-	-	-	-	-	-	-	32,019	32,019
Total Fund Balances	227,169	-	-	-	-	-	-	32,019	259,188
Total Liabilities and Fund Balances	\$ 388,733	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 69,075	\$ 457,808

Amounts reported for governmental activities in the statement of net assets are different because:

Competition absences are not paid for out of current financial resources and therefore are not reported funds	(38,403)
Capital assets used in governmental activities are not reported in the funds	118,377
Capital lease obligations are not paid out of current financial resources and therefore are not reported funds	(8,487)
Net assets of Governmental Activities	\$ 330,675

The accompanying notes are an integral part of this statement.

EXHIBIT D

**EAST BATON ROUGE COUNCIL ON AGING, INC.
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2008**

	General Fund	Title III C-1 AAA	Title III - B	Title III C-1	Title III C-2	Title III - D	Title III - E	N.S.I.P.	Senior Center	Total Non Major Funds	Total
Revenue											
Intergovernmental:											
City of Baton Rouge	\$ 861,050	-	-	-	-	-	-	\$ 88,400	-	\$ 82,770	\$ 861,050
Office of Elderly Affairs	65,747	80,286	266,312	238,277	376,886	14,368	112,655	190,185	-	82,770	1,554,886
Corporation for National and Community Services	-	-	-	-	-	-	-	-	-	56,404	56,404
Unrestricted Public Support	7,360	-	-	-	-	-	-	-	-	7,360	7,360
Restricted Public Support	8,561	-	-	-	-	-	-	-	-	8,561	8,561
FEMA Grant	30,430	-	-	-	-	-	-	-	-	30,430	30,430
Program Service Fees:											
Participant Contributions	-	-	5	37,553	3,783	-	-	-	-	-	41,341
Program Income	29,511	-	-	-	-	-	-	-	-	-	29,511
Senior Olympics	25,904	-	-	-	-	-	-	-	-	-	25,904
Miscellaneous:											
Platinum Record Ad Sales	52,937	-	-	-	-	-	-	-	-	-	52,937
Insurance Proceeds	16,715	-	-	-	-	-	-	-	-	-	16,715
Senior Olympics Sponsorship	11,130	-	-	-	-	-	-	-	-	-	11,130
Other	6,115	-	-	-	-	-	-	-	-	248,796	254,911
In-Kind Contributions	33,037	-	38,131	141,591	28,866	2,865	7,610	75,000	-	387,970	327,000
	<u>950,497</u>	<u>80,286</u>	<u>323,448</u>	<u>417,421</u>	<u>408,335</u>	<u>17,333</u>	<u>120,265</u>	<u>96,400</u>	<u>265,185</u>	<u>387,970</u>	<u>3,080,150</u>
Expenditures											
Current:											
Salaries and Wages	208,878	47,966	362,079	186,129	216,762	34,144	92,855	-	66,875	55,908	1,269,918
Fringe	33,651	8,787	81,814	32,334	35,332	3,956	22,390	-	13,178	7,573	239,015
Travel	11,721	821	19,236	581	36,437	226	7,036	-	1,145	1,441	78,724
Operating Services	69,641	21,409	38,845	42,410	41,368	4,405	11,582	-	-	8,308	258,998
Operating Supplies	39,181	2,314	6,286	10,549	12,782	3,278	1,330	-	-	1,179	76,897
Other Costs	26,369	8,899	33,513	10,719	12,484	1,966	5,336	-	-	39,403	140,719
Meals	15,249	-	-	94,466	131,426	-	-	-	-	-	241,139
Utility Assistance	-	-	-	-	-	-	-	-	-	234,154	234,154
Sub Grantee	-	-	-	-	-	-	-	-	-	76,188	76,188
Capital Outlay	40,707	-	-	-	-	-	-	-	-	-	40,707
Debt Services:											
Principle Retirement	10,403	-	-	-	-	-	-	-	-	-	10,403
Interest	2,003	-	-	-	-	-	-	-	-	-	2,003
In-Kind Services and Facilities	33,037	-	38,131	141,591	28,866	2,865	7,610	-	75,000	-	327,000
	<u>512,670</u>	<u>80,286</u>	<u>579,904</u>	<u>618,758</u>	<u>615,306</u>	<u>50,938</u>	<u>147,939</u>	<u>-</u>	<u>165,188</u>	<u>424,864</u>	<u>2,885,863</u>
Excess (deficiency) of Revenue over Expenditures	437,827	-	(256,456)	(101,337)	(105,971)	(33,605)	(27,674)	98,400	106,987	(36,884)	64,267
Other Financing Sources (Uses)											
Operating Transfers In	237,854	-	256,456	101,337	105,971	33,605	27,674	-	-	46,449	809,346
Operating Transfers Out	(597,776)	-	(256,456)	(101,337)	(105,971)	(33,605)	(27,674)	(98,400)	(106,987)	(3,193)	(809,346)
	<u>(359,922)</u>	<u>-</u>	<u>(256,456)</u>	<u>(101,337)</u>	<u>(105,971)</u>	<u>(33,605)</u>	<u>(27,674)</u>	<u>(98,400)</u>	<u>(106,987)</u>	<u>(43,286)</u>	<u>-</u>
Excess (deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	77,905	-	-	-	-	-	-	-	-	6,382	84,287
Fund Balances											
Beginning of Year	149,264	-	-	-	-	-	-	-	-	25,637	174,901
End of Year	<u>\$ 227,169</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,019</u>	<u>\$ 259,188</u>

The accompanying notes are an integral part of this statement.

Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental
Funds to the Statement of Activities
East Baton Rouge Council on Aging, Inc.
Baton Rouge, Louisiana

Year Ended June 30, 2006

Net (Decrease) in fund balances -- total governmental funds \$ 84,287

Governmental funds report **capital outlays** as expenditures. However, in the **Statement of Activities** the cost of these assets is allocated over their estimated useful lives and reported as **depreciation expense**. This is the amount by which capital outlay (\$40,707) exceeded depreciation (\$28,194) in the current period. 12,513

Some expenses reported in the **Statement of Activities** do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Capital lease obligations (principle)	10,403
Compensated absences	<u>(5,726)</u>

Increase of net assets of governmental activities	<u>\$ 101,477</u>
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EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities and Reporting Entity

In 1964, the State of Louisiana passed Act 456, which authorized the charter of voluntary councils on aging for the welfare of the aging people in their respective parishes. Charters are issued by the Louisiana Secretary of State upon approval by the Governor's Office of Elderly Affairs. The East Baton Rouge Council on Aging, Inc. is an non-profit, quasi-public corporation which must comply with the policies and regulations established by the Governor's Office of Elderly Affairs, the state agency which provides the Council with most of its revenues. Other entities that provide the Council with federal, state, or local funds may impose some additional requirements.

The primary function of the East Baton Rouge Council on Aging, Inc. is to improve the quality of life for the parish's elderly and to provide services to the elderly as well as coordinate and monitor the services of other local agencies serving the aging people of the parish. Some of the services provided by the Council include congregate and home delivered meals, health care services, nutritional education, information and referral, legal assistance, homemaker services, operating senior centers, and outreach. A Board of Directors, consisting of eleven voluntary members who serve three-year terms, governs the Council.

Before January 1, 1992, the Council operated as part of City of Baton Rouge. Effective January 1, 1992, the Council began operating as a stand-alone entity, responsible for managing all of its affairs. The Council is not classified as a component unit of another primary government nor does it have any component units. It is determined to be a separate special-purpose governmental entity and presents its financial statements in a form appropriate to that classification.

Presentation

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The accompanying financial statements conform to accounting principles generally accepted in the United States of America as applicable to governmental entities as prescribed by the GASB, and the applicable requirements set forth in Audits of State and Local Governmental Units, the industry audit guide issued by the American Institute of Certified Public Accountants; Subsection VIII – Annual Financial Reporting, accounting manual for Governor’s Office of Elderly Affairs contractors; and , the Louisiana Governmental Audit Guide.

Management’s Use of Estimates

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

Income Tax Status

The Council, a quasi-governmental entity, is exempt from federal income taxes under section 501(C) (3) of the Internal Revenue Code.

Fund Accounting

The Council uses funds to report its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain functions or activities.

The accounts of the Council are organized on the basis of funds which are considered separate accounting entities. 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 grouped, in the financial statements in this report, into three generic fund types.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS

June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Fund Types

Governmental funds are those through which the functions of the Council are financed. The general activities of the Council, including the collection and disbursement of specific or legally restricted monies, the acquisition of general fixed assets, and the servicing of general long-term obligations are accounted for within the various governmental fund types as follows:

General Fund – The General Fund is the general operating fund of the Council. It is used to account for all financial resources except those required to be accounted for in another fund. These discretionary funds are accounted for and reported according to the source (federal, state, or local) from which they are derived. In addition, the servicing of general long-term debt is accounted for in the General Fund because unrestricted resources are used to pay for the liabilities incurred by this fund.

The General Fund is considered a Major Fund of the Council.

The following programs comprise the Council's General Fund:

Local

Revenues such as donations from the general public, funding from the local City-Parish government, income from various fund raising activities, and interest earned on invested idle funds have been recorded in the local program of the general fund. Expenses related to these activities as well as expenses not chargeable to specific programs are recorded in the local program. Local program funds are also transferred to other funds and programs to supplement their funding when needed. Most of the Council's fixed assets are acquired with local program funds.

PCOA

PCOA funds are appropriated for the Council by the Louisiana Legislature and remitted to the Council via the Governor's Office of Elderly Affairs (GOEA). The Council may use these "Act 735" funds at its discretion provided the program benefits people who are at least 60 years old. During fiscal year 2005, all PCOA funds were used to supplement Title III programs.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Health Screening

The Council provides health-screening services and flu shots to enable senior citizens to detect health problems and prevent disease.

Fan and Blanket Fund

The Council occasionally collects donations for fans and blankets and distributes these items to senior citizens.

Senior Activities

The Senior Activities fund is used to account for revenues and costs associated with senior activities. These activities include, but are not limited to craft classes held at senior centers, a consignment store that enables senior citizens to market their crafts, an annual fishing rodeo, and sponsorship of the annual Senior Olympics.

Paid Meals

Paid Meals is a program whereby guest meals are sold at C-1 congregate meal sites, and C-2 frozen meals are delivered to the homes of persons who pay the full cost of the meal. Any revenues in excess of expenditures to operate this program are transferred, as needed, to the Title III C-1 and C-2 programs to subsidize the costs of providing such meals.

Public Relations

The Council uses its public relations program to inform and educate the community about its services and programs. The Council's newspaper, "The Platinum Record", is published on a bi-monthly basis to homes and other locations in East Baton Rouge Parish to inform readers about the Council's activities and provide information to help elderly people.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Senior Net Learning Center

The Council operates a Senior Net Learning Center where computer classes are held for the purposes of training and enhancing the computer skills of people 50 years of age and older.

Major Special Revenue Funds

Special Revenue Funds – Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Most of the Council's special revenue funds are provided by GOEA. The Title III funds are provided by the United States Department of Health and Human Services – Administration on Aging through the Governor's Office of Elderly Affairs which in turn "passes through" the funds to the Council.

A fund is considered "major" if it is the primary operating fund of the Council or if its total assets, liabilities, revenues, or expenditures are at least 10% of the corresponding total for all funds of that category type.

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

Title III C Area Agency Administration – (AAA) Fund

The Title III C Area Agency Administration (AAA) Fund is used to account for some of the administrative costs associated with operating the Special Programs for the Aging.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Title III-B Supportive Services Fund

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

GOEA has established the criteria for defining a qualifying unit of service for each Title III program. Specific supportive social services, along with the number of units provided during the fiscal year, are as follows:

	<u>Units</u>
• Information and Assistance	2879
• Homemaker	5114
• Outreach	10274
• Wellness	18551
• Medication Management	5291

Title III C-1 Fund

The Title III C-1 Fund is used to account for funds that are used to provide nutritional, congregate meals to the elderly in strategically located meal sites in East Baton Rouge Parish. During the year, the Council served approximately 71,179 congregate meals to people eligible to participate in this program.

Title III C-2 Fund

Title III C-2 Fund is used to account for funds that are used to provide nutritional, home-delivered meals to home bound older persons. During the year, the Council served approximately 82,397 home delivered meals to people eligible to participate in this program.

Title III D Fund

The Title III D Fund is used to account for funds that provide disease prevention and health promotion services. During the year, the Council provided wellness activities designed to support and/or improve the older persons mental and/or physical well being including exercise/physical fitness classes and health screening sessions. The Council also provided medication management services, which included screening and educating older persons to prevent incorrect medications usage and adverse drug reactions.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Title III E Fund

The Title III E Fund is used to account for funds, which provide various caregiver support services. This includes public education, information and assistance, support groups, in-home respite care, and personal care services.

U.S.D.A. Nutritional Supplement Incentive Program (N.S.I.P.)

The U.S.D.A Fund is used to account for the administration of Nutrition Program for the Elderly funds provided by the United States Department of Agriculture through the Governor's Office of Elderly Affairs, which in turn "passes through" the funds to the Council.

Senior Center Fund

The Senior Center Fund is used to account for the administration of Senior Center program funds appropriated by the Louisiana Legislature to the Governor's Office of Elderly Affairs, which in turn "passes through" the funds to the Council. This program provides funding for community service centers where older persons can 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 East Baton Rouge Parish, Louisiana.

Non Major Special Revenue Funds

Audit Fund

The Audit Fund is used to account for funds received from the Governor's Office of Elderly Affairs that are restricted to use as a supplement to pay for the cost of having an annual audit of the Council's financial statements.

Supplemental Senior Center Fund

The Supplemental Senior Center Fund is used to account for the additional money appropriated by the Louisiana Legislature to supplement the primary state grant for senior centers. These funds are "passed through" the Governor's Office of Elderly Affairs.

The supplemental senior center grant received by the Council from the Legislature specified that \$ 70,000 be passed through to Serenity 67, subject to the oversight of the Council. Serenity 67 is a nonprofit 501(c)(3) community service organization designed to assist the citizens of Louisiana House of Representatives District 67 and the surrounding areas to experience a more positive community life.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Retired Senior Volunteers Program (RSVP) Fund

The Retired Senior Volunteer Program Fund is used to account for federal funds provided directly by The Corporation for National and Community Service (CNCS) and state funds that are provided directly by the Governor's Office of Elderly Affairs. These funds are used to pay travel and other out-of-pocket expenses incurred by senior citizens, age 55 and over, who have volunteered their time to assist non-profit and governmental entities in East Baton Rouge Parish, Louisiana.

Utility Assistance Fund

The Utility Assistance Fund is used to account for Project Care, which is sponsored by Entergy, a local utility company. Entergy collects contributions from service customers and employees and remits the funds directly to the Council. These funds are used to provide financial assistance to the elderly for the payment of their utility bills.

Fiduciary Fund – Fiduciary Funds are used to account for assets held by the Council in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. Fiduciary funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The agency fund is used to account for assets held by the Council as an agent for individuals and other organizations.

Capital Assets

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

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

For capital assets recorded in the Government-Wide Financial Statements, depreciation is computed and recorded using the straight-line method for the assets estimated useful life. The estimated useful lives of the various classes of depreciable capital assets are as follows:

Building Improvements	20 years
Equipment	5 - 7 years
Vehicles	5 years
Computers	3 years

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

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

Basis of Accounting

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

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

- (1) Principle and interest on long-term debt are recorded when due, and
- (2) Claims and judgments and compensated absences are recorded as expenditures when paid with expendable available financial resources.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

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

Transfers and Interfund Loans

Advances between funds, which are not expected to be repaid, are accounted for as transfers. In those cases where repayment is expected, the advances are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables/payables.

Budget Policy

The Council used the following procedures to derive the budgetary data which has been presented in these financial statements:

The Governor's Office of Elderly Affairs (GOEA) notifies the Council each year as to the funding levels for each program's grant award. GOEA awards funds using the same fiscal year as the Council, except for the RSVP program award, which is on a calendar year basis.

The City of Baton Rouge notifies the Council each year as to the amount included in the City-Parish budget for the Council. Because the City of Baton Rouge operates on a calendar year, its fiscal year will overlap the Council's fiscal year. Accordingly, the Council's management can predict with reasonable accuracy how much money the Council will have available for the first six months of its fiscal year. Management estimates the City's allocation for the last six months of the Council's fiscal year until the City notifies the Council of the exact allocation. Management will then incorporate the actual allocation amount into the Council's amended budget. Funds received from the City of Baton Rouge are unrestricted as to use by the Council on Aging.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Council may also obtain grants from agencies other than GOEA and the City of Baton Rouge, and the Council considers the potential revenues to be earned under those grants.

Projections are made of revenues from other sources based on past trends and data available to form expectations of future revenues.

The Council's management prepares a proposed budget based on the expected funding levels and then submits the budget to the Board of Directors for approval.

The Board of Directors review and adopts the budget before May 31 of the current year for the next year.

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

All budgetary appropriations for grants awarded the Council by GOEA lapse at the end of each fiscal year (June 30), except for USDA Cash in lieu of Commodities funding and the grant for the RSVP program. Both the grant award from GOEA and the grant award from The Corporation for National and Community Service for the RSVP program lapse at December 31. Occasionally, the Council will receive a special project grant that may operate on a period different from the Council's normal fiscal year and, therefore, have a specified date where the budgetary appropriation will lapse.

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

Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts and all subsequent amendments, which must also be adopted by the Board of Directors and approved by GOEA.

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

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The Council may transfer funds between line items as often as required but must obtain prior approval from the Governor's Office of Elderly Affairs for funds received under grants from this state agency. As part of its grants awards, GOEA requires the Council to amend its budget in cases where actual costs for a particular cost category exceed the budgeted amount by more than 10%. Otherwise, the excess costs could be labeled as unauthorized expenditures.

Expenditures cannot legally exceed appropriations on an individual fund level.

The primary budget requirement under the RSVP program's grant from The Corporation for National and Community Services is that the ratio of volunteer expenses to total program expenses must equal or exceed the ratio in the approved budget.

The Council is not required by state or local law to prepare a budget for every program or activity it conducts. Accordingly, some General Fund activities are not budgeted, particularly if they are deemed to be immaterial by management.

Compensated Absences

Full time employees earn vacation leave, beginning with the first full month of employment, at the rate of one day pay per month. The earning rate for vacation leave increases with each year of employment up to 1.75 days per month for employees with ten or more years of service.

Beginning June 15, 1992, no more than 5 days of vacation leave may be carried over at the end of the fiscal year. Prior to June 15, 1992, any amount of earned and unused vacation leave could be carried over with no limitation on its use. Payment of any vested vacation leave is made by the Council upon termination of an employee for any reason.

GASB Statement No. 16 requires the accrual for vacation leave to the extent it is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement. The Council recorded a liability as of June 30, 2006 for the accrued vacation for each employee at the employee's current rate of pay. Standards require that applicable provisions for retirement, social security, and Medicare taxes be included in the accrued compensations. Accrued vacation benefits will be paid from future year's resources and will be recorded as fund expenditures in the various governmental funds in the year in which they are paid or become due on demand to terminated employees.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

A: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GASB Statement No. 16 requires the accrual for sick leave if it is probable that the employer will compensate the employees for the benefits through cash payments conditioned on the employee's termination or retirement. Since the accumulated sick leave lapses upon termination, no amount has been accrued.

The management of the Council has estimated that the portion of its liability for accrued compensated absences to paid from expendable available financial resources is not material. Consequently, the total amount of accrued compensation is reported in the general long-term debt account group.

Restricted Assets

Restricted assets are those that have primarily been acquired through donations or grants whereby the donor or grantor has placed a restriction on how the funds can be used by the Council. Restricted assets are offset by a corresponding reservation of the Council's fund balance.

Reservation and Designations of Fund Balances

The Council "reserves" portions of its fund balances that are not available for expenditure because resources have already been expended but the related asset not consumed, or a legal restriction has been placed on certain assets which make them only available to meet future obligations. Designated allocations of fund balances result when the Council's management intends to expend certain resources in a designated manner.

Prepaid Expenses

The Council has elected not expense amounts paid for future services until those services are consumed to comply with the cost reimbursement terms of its grant agreements. The fund balances in the governmental fund types have been reserved for any prepaid expenses recorded in these funds to reflect the amount of fund balance not currently available for expenditure.

Inventory

Inventories consists principally of food and kitchen supplies that have not been consumed as of year-end and of resource materials for Senior Net classes. Such inventories are valued at the lower cost or market under the first-in, first-out method. Amounts reported as inventories are equally offset by a fund balance reserve which indicates that they do not constitute available spendable resources even though they are a component of net current assets.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
 June 30, 2006

B: CASH

The Council maintains a consolidated bank account that is available for use by all funds. The Council's deposits at June 30, 2006 are categorized below to give an indication of the level of risk assumed by the Council at year-end. Category 1 includes deposits that are insured or collateralized with securities held by the Council or by its agent in the Council's name. Category 2 includes deposits that are uncollateralized and any bank balance that is collateralized with securities held by the pledging financial institution or by its trust department or agent but not in the entity's name.

	<u>Bank Balance</u>	<u>Category</u>			<u>Carrying Value</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
Total Deposits	\$ 346,373	\$ 100,000	\$ 246,373	\$ -	\$ 346,373

All amounts shown in Category 3 are uncollateralized. However, state law does require collateralization and when such collateral is in the form of securities pledged by the financial institution but not held in the Council's name there is a statutory requirement that the custodial bank sell the pledged security within ten days of notification that the depository bank has failed to pay deposited funds on demand.

C: RECEIVABLES ON FUNDING CONTRACTS

Contracts receivable at June 30, 2006, due from the Governor's Office of Elderly Affairs were as follows:

Supplemental Senior Center	\$18,486
N.S.I.P.	<u>2,310</u>
	<u>\$20,796</u>

D: CHANGES IN LONG-TERM DEBT

The following is a summary of transactions relating to the Council's long-term debt during the year.

	<u>Balance 7/1/2005</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 6/30/2006</u>
Accrued compensated absences	\$ 32,677	\$ 5,726	\$ -	\$ 38,403
Capital lease obligations	<u>18,890</u>	<u>-</u>	<u>10,403</u>	<u>8,487</u>
	<u>\$ 51,567</u>	<u>\$ 5,726</u>	<u>\$ 10,403</u>	<u>\$ 46,890</u>

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

E: FIXED ASSETS

A summary of changes to fixed assets for the year ended June 30, 2006, is as follows:

	Balance June 30, <u>2005</u>	<u>Additions</u>	<u>Deletions</u>	Balance June 30, <u>2006</u>
Vehicles	\$ 78,164	\$ -	\$ -	\$ 78,164
Office furniture and equipment	92,971	19,479	-	112,450
Computer software	38,239	6,464	-	44,703
Nutrition equipment	62,045	-	-	62,045
Leasehold improvements	90,105	14,764	-	104,869
Capital lease equipment	<u>62,364</u>	<u>-</u>	<u>-</u>	<u>62,364</u>
	<u>\$ 423,888</u>	<u>\$ 40,707</u>	<u>\$ -</u>	<u>\$ 464,595</u>

F: LEASE COMMITMENTS

Capital Leases

At June 30, 2006, the Council had the following capital leases:

<u>Nature of Lease</u>	<u>Monthly Payment</u>	<u>Number of Months</u>	<u>Beginning Date</u>	<u>Imputed Interest</u>	<u>Balance Due</u>
Computer Equipment	\$ 525	60	10/1/2002	13.09%	\$ 6,384
Computer Equipment	\$ 436	36	11/9/2003	14.66%	2,103
					<u>\$ 8,487</u>

Future minimum lease payments, by year and in the aggregate, are as follows:

<u>Year Ended June 30,</u>	<u>Amount</u>
2007	8,481
2008	<u>1,575</u>
Total minimum lease payments remaining	10,056
Less: Imputed interest	<u>(1,569)</u>
Present value of net minimum lease payments at June 30, 2006	<u>\$ 8,487</u>

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

F: LEASE COMMITMENTS (Continued)

Operating Leases

On September 1, 1992, the Council entered into a lease with the City of Baton Rouge for the building that houses the Council's main office at 5790 Florida Boulevard, Baton Rouge, Louisiana. The terms of this lease require annual payments of \$1 for ten years. The Council is responsible for utilities, normal repairs, and maintenance, and liability, fire and casualty insurance.

G: IN-KIND DONATIONS

The Council received \$ 327,000 in various in-kind contributions during the year which have been valued at their estimated fair market value and presented in this report as revenue. Related expenditures, equal to the in-kind revenues, have also been presented, thereby producing no effect on net revenue.

A summary of the in-kind contributions and their respective assigned values is as follows:

The Council's main office facility was furnished by the City of Baton Rouge for \$1.00 per year. Maintenance workers are also included	\$ 215,468
Other/meal site facilities and health screening sites are furnished to the Council without charge	108,141
Other donated services	<u>3,391</u>
	<u>\$ 327,000</u>

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

G: IN-KIND DONATIONS (Continued)

The Council receives additional support through services contributed by volunteers that does not meet the criteria for recognition under generally accepted accounting principles because the Council would not hire additional paid employees to perform these services if volunteers were not available.

H: DEFERRED COMPENSATION

The Council offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all Council employees and permits them to defer a portion of their salary until future years. Participation in the plan is at the employee's option.

The deferred compensation cannot be withdrawn by participating employees until termination, retirement, death or unforeseeable emergency. All assets and income of the plan are held in trust for the exclusive benefit of the participants and their beneficiaries. In accordance with GASB statement No. 32, the Council does not present the investment in deferred compensation and the offsetting deposits and escrow accounts as assets and liabilities on its combined balance sheet. At June 30, 2006, the plan assets totaled \$ 44,375.

I: BOARD OF DIRECTOR'S COMPENSATION

Service on the Board of Directors is voluntary and, therefore, members are not compensated in the form of per diem. Members of the Board are reimbursed for travel expenses.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
 June 30, 2006

J: INTERFUND TRANSFERS

Transfers in and out are listed by fund type for the year ended June 30, 2006:

<u>Transfers In</u>	<u>PCOA</u>	<u>NSIP</u>	<u>Transfers Out</u>			<u>Total Transfers In</u>
			<u>Senior Center</u>	<u>Sup Senior Center</u>	<u>General Fund</u>	
<u>Special Revenue Fund:</u>						
Title III B	\$ 65,747	\$ -	\$ 109,987	\$ 3,183	\$ 77,539	\$ 256,456
Title III D	-	-	-	-	33,605	33,605
Title III E	-	-	-	-	27,674	27,674
Title III C-1	-	60,000	-	-	41,337	101,337
Title III C-2	-	38,400	-	-	67,571	105,971
RSVP	-	-	-	-	23,377	23,377
Utility	-	-	-	-	-	-
Assistance	-	-	-	-	16,859	16,859
Audit	-	-	-	-	6,213	6,213
<u>General Fund:</u>						
FEMA	-	-	-	-	1,319	1,319
Health Screening	-	-	-	-	86,188	86,188
Senior Activities	-	-	-	-	14,840	14,840
Paid Meals	-	-	-	-	4,552	4,552
Public Relations	-	-	-	-	119,891	119,891
Senior Net	-	-	-	-	11,064	11,064
Total Transfers Out	\$ 65,747	\$ 98,400	\$ 109,987	\$ 3,183	\$ 532,029	\$ 809,346

K: EMPLOYEE BENEFITS

The Council maintains a cafeteria plan allowable under IRC Section 125 for its eligible full-time employees. Employees may elect to reduce compensation to pay for personal health, dental and/or disability insurance.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

L: ECONOMIC DEPENDENCY

The Council receives the majority of its revenue from grants administered by the Louisiana Governor's Office of Elderly Affairs and quarterly allocations from the City of Baton Rouge, Louisiana. The grant amounts are appropriated each year by the federal, state, and local governments. If significant budget cuts are made at the federal, state and/or local level, the Council's funding could be reduced significantly and have an adverse impact on its operations. However, management is not aware of any actions by Council funding sources that will adversely affect operations in the next fiscal year.

M: FEDERALLY ASSISTED PROGRAMS – COMPLIANCE CONTINGENCIES

Federal and State assistance programs represent an important source of funding for the Council. Major programs are audited annually in accordance with the "Single Audit Act". Prior audits have not resulted in any significant disallowed costs; however, grantor agencies may conduct or require further examinations. Based upon prior experience, Council management believes that further examination would not result in any significant disallowed costs.

During the year ended June 30, 2006, a Non Major Program, Retired Senior Volunteers Program (RSVP) was audited and resulted in questioned costs of \$30,527.87. The Council is appealing the audit findings based on prior audit precedents and possible calculation errors.

N: RELATED PARTY TRANSACTIONS

The Council is the sponsoring agency for the Dumas House Corporation, as separate 501(c) (3) non-profit entity that received a loan from HUD to purchase property, design, and build a 66 unit apartment complex for senior citizens. As the sponsoring agency, the Council paid \$10,409 in project start-up costs in fiscal 2000 for which a total of \$6,500 was repaid in year 2001. In its capacity as a sponsor, the Council purchased a \$10,000 certificate of deposit and placed it in escrow for the Dumas House Corporation as a "minimum capital investment" required under the terms of the HUD loan agreement. Included in other receivables in the combined balance sheet at June 30, 2005 is a total of \$13,909 due from Dumas House for the "minimum capital investment" and the unreimbursed start-up costs. The Council has not charged any interest to the Dumas House Corporation. During the year ended June 30, 2006, Dumas House Corporation repaid the Council.

EAST BATON ROUGE COUNCIL ON AGING, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

The Council is the income and principal beneficiary of The Oscar Lafleur Charitable Trust. There were no transactions with the trust during the current year ended June 30, 2006. The Trust has assets of \$ 209,292 as of June 30, 2006 and owes the Council \$ 43,747 in unreimbursed expenses.

O: REQUIRED INDIVIDUAL FUND DISCLOSURES

The RAPP Special Revenue fund had a deficiency of \$6,188 for the year ended June 30, 2006. This program has been subsequently transferred to another non-profit organization.

P: LINE OF CREDIT

The Council established a line of credit with a local financial institution on May 1, 2002, in the amount of \$125,000. The balance at June 30, 2006 was \$0. The credit line drawings on the line bear interest at a rate that varies with a designated prime rate "index". The credit line drawings are secured by the Council's depository accounts held in the financial institution.

SUPPLEMENTARY FINANCIAL INFORMATION

Required by GASB 34

**SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND**

**EAST BATON ROUGE COUNCIL ON AGING, INC.
BATON ROUGE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006**

REVENUES	BUDGETS		ACTUAL	FAVORABLE (UNFAVORABLE) VARIANCE
	ORIGINAL	FINAL		
Intergovernmental:				
City of Baton Rouge	\$ 681,048	\$ 681,050	\$ 681,050	-
Office of Elderly Affairs	66,150	65,747	65,747	-
Interest Income	-	-	-	-
Unrestricted Public Support	18,945	8,500	7,360	(1,140)
Restricted Public Support	5,000	5,400	8,561	3,161
FEMA Grant	-	-	30,430	30,430
Program Service Fees:				
Program Income	41,900	41,500	29,511	(11,989)
Senior Olympics	7,200	10,000	25,904	15,904
Miscellaneous:				
Platinum Record Ad Sales	75,750	58,700	52,937	(5,763)
Golf Tourney	16,500	-	-	-
Senior Olympic Sponsorship	16,000	10,000	11,130	1,130
Other / Fund Raising	42,550	4,800	6,115	1,315
Insurance proceeds	-	-	18,715	18,715
In-Kind Contributions	-	-	-	-
	<u>951,043</u>	<u>865,697</u>	<u>917,460</u>	<u>51,763</u>
Expenditures				
Current:				
Salaries and Wages	241,044	204,116	208,678	4,562
Fringe	36,385	32,081	33,651	1,570
Travel	7,867	9,794	11,721	1,927
Operating Services	86,659	89,086	89,641	555
Operating Supplies	18,599	34,092	39,181	5,089
Other Costs	54,051	38,672	28,399	(10,273)
Meals	8,401	14,862	15,249	387
Capital Outlay	35,000	68,700	40,707	(27,993)
Debt Service:				
Principle Retirement	19,225	10,000	10,403	403
Interest	-	3,500	2,003	(1,497)
In-Kind Services and Facilities	-	-	-	-
	<u>507,231</u>	<u>504,903</u>	<u>479,633</u>	<u>(25,270)</u>
Excess (deficiency) of Revenue over Expenditures	443,812	360,794	437,827	77,033
Other Financing Sources (Uses)				
Operating Transfers In	298,542	284,582	237,854	(46,728)
Operating Transfers Out	(694,910)	(618,830)	(597,776)	21,054
Excess (deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>\$ 47,444</u>	<u>\$ 26,546</u>	<u>\$ 77,905</u>	<u>\$ 51,359</u>

**SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND - TITLE III-B**

**EAST BATON ROUGE COUNCIL ON AGING, INC.
BATON ROUGE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006**

<u>REVENUES</u>	<u>BUDGETS</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Intergovernmental:				
Office of Elderly Affairs	\$ 285,312	\$ 285,312	\$ 285,312	\$ -
Restricted Public Support	-	-	-	-
Other:				
Miscellaneous	-	-	-	-
Participant Contributions	-	-	5	5
Contributions in Kind	40,187	38,131	38,131	-
<u>Total Revenues</u>	<u>325,499</u>	<u>323,443</u>	<u>323,448</u>	<u>5</u>
<u>EXPENDITURES</u>				
Current:				
Expenditures in Kind	40,187	38,131	38,131	-
Salaries and Wages	430,507	415,310	362,079	53,231
Fringe	81,296	84,291	81,814	2,477
Travel	19,128	20,587	19,236	1,351
Operating Services	52,135	59,475	38,845	20,630
Operating Supplies	8,588	13,417	6,286	7,131
Other	35,944	36,715	33,513	3,202
Meals	-	-	-	-
<u>Total Expenditures</u>	<u>667,785</u>	<u>667,926</u>	<u>579,904</u>	<u>88,022</u>
Excess of Revenues over (under) Expenditures	(342,286)	(344,483)	(256,456)	88,027
<u>OTHER FINANCING SOURCES</u>				
<u>USES</u>				
Operating transfers in	342,286	344,483	256,456	(88,027)
Operating transfers out	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ -	\$ -	\$ -	\$ -

**SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND - TITLE III C-1**

**EAST BATON ROUGE COUNCIL ON AGING, INC.
BATON ROUGE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006**

<u>REVENUES</u>	<u>BUDGETS</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Intergovernmental:				
Office of Elderly Affairs	\$ 238,277	\$ 238,277	\$ 238,277	\$ -
NSIP - commodity cash	50,673	60,000	49,200	(10,800)
Restricted Public Support	-	-	-	-
Other:				
Miscellaneous	-	-	-	-
Participant Contributions	40,000	38,000	37,553	(447)
Contributions in Kind	147,238	141,591	141,591	-
Total Revenues	<u>476,188</u>	<u>477,868</u>	<u>466,621</u>	<u>(11,247)</u>
<u>EXPENDITURES</u>				
Current:				
Expenditures in Kind	147,238	141,591	141,591	-
Salaries and Wages	210,287	165,032	186,129	(21,097)
Fringe	36,120	30,509	32,334	(1,825)
Travel	1,081	611	561	50
Operating Services	44,414	43,470	42,410	1,060
Operating Supplies	8,007	9,062	10,549	(1,487)
Other	10,404	8,770	10,719	(1,949)
Meals	101,020	98,202	94,465	3,737
Total Expenditures	<u>558,571</u>	<u>497,247</u>	<u>518,758</u>	<u>(21,511)</u>
Excess of Revenues over (under) Expenditures	(82,383)	(19,379)	(52,137)	(32,758)
<u>OTHER FINANCING SOURCES</u>				
<u>USES</u>				
Operating transfers in	82,383	19,379	52,137	32,758
Operating transfers out	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ -	\$ -	\$ -	\$ -

**SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND - TITLE III C-2**

**EAST BATON ROUGE COUNCIL ON AGING, INC.
BATON ROUGE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006**

<u>REVENUES</u>	<u>BUDGETS</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Intergovernmental:				
Office of Elderly Affairs	\$ 376,886	\$ 376,886	\$ 376,886	\$ -
NSIP - commodity cash	50,673	38,400	49,200	10,800
Restricted Public Support	-	-	-	-
Other:				
Miscellaneous	-	-	-	-
Participant Contributions	2,700	3,500	3,783	283
Contributions in Kind	<u>29,725</u>	<u>28,666</u>	<u>28,666</u>	-
Total Revenues	<u>459,984</u>	<u>447,452</u>	<u>458,535</u>	<u>11,083</u>
<u>EXPENDITURES</u>				
Current:				
Expenditures in Kind	29,725	28,666	28,666	-
Salaries and Wages	221,495	217,257	216,782	475
Fringe	37,574	34,665	35,332	(667)
Travel	29,301	38,531	36,437	2,094
Operating Services	37,663	41,327	41,398	(71)
Operating Supplies	7,343	8,292	12,782	(4,490)
Other	10,958	11,545	12,484	(939)
Meals	<u>130,579</u>	<u>126,936</u>	<u>131,425</u>	<u>(4,489)</u>
Total Expenditures	<u>504,638</u>	<u>507,219</u>	<u>515,306</u>	<u>(8,087)</u>
Excess of Revenues over (under) Expenditures	(44,654)	(59,767)	(56,771)	2,996
<u>OTHER FINANCING SOURCES USES</u>				
Operating transfers in	44,654	59,767	56,771	(2,996)
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND - TITLE III C-1 AAA**

**EAST BATON ROUGE COUNCIL ON AGING, INC.
BATON ROUGE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006**

<u>REVENUES</u>	<u>BUDGETS</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Intergovernmental:				
Office of Elderly Affairs	\$ 90,296	\$ 90,296	\$ 90,296	\$ -
Restricted Public Support	-	-	-	-
Other:				
Miscellaneous	-	-	-	-
Participant Contributions	-	-	-	-
Contributions in Kind	-	-	-	-
<u>Total Revenues</u>	<u>90,296</u>	<u>90,296</u>	<u>90,296</u>	<u>-</u>
<u>EXPENDITURES</u>				
Current:				
Expenditures in Kind	-	-	-	-
Salaries and Wages	47,966	45,404	47,966	(2,562)
Fringe	8,787	5,834	8,787	(2,953)
Travel	921	681	921	(240)
Operating Services	21,409	25,790	21,409	4,381
Operating Supplies	2,314	2,806	2,314	492
Other	8,900	9,781	8,899	882
Meals	-	-	-	-
<u>Total Expenditures</u>	<u>90,297</u>	<u>90,296</u>	<u>90,296</u>	<u>-</u>
Excess of Revenues over (under) Expenditures	(1)	-	-	-
<u>OTHER FINANCING SOURCES</u>				
<u>USES</u>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ -	\$ -	\$ -	\$ -

**SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND -TITLE III-D**

**EAST BATON ROUGE COUNCIL ON AGING, INC.
BATON ROUGE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006**

<u>REVENUES</u>	<u>BUDGETS</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Intergovernmental:				
Office of Elderly Affairs	\$ 14,638	\$ 14,368	\$ 14,368	\$ -
Restricted Public Support	-	-	-	-
Other:				
Miscellaneous	-	-	-	-
Participant Contributions	-	-	-	-
Contributions in Kind	3,125	2,965	2,965	-
<u>Total Revenues</u>	<u>17,763</u>	<u>17,333</u>	<u>17,333</u>	<u>-</u>
<u>EXPENDITURES</u>				
Current:				
Expenditures in Kind	3,125	2,965	2,965	-
Salaries and Wages	33,480	35,181	34,144	1,037
Fringe	4,382	4,260	3,956	304
Travel	396	305	226	79
Operating Services	3,985	5,080	4,405	675
Operating Supplies	971	3,561	3,276	285
Other	1,856	2,070	1,966	104
Meals	-	-	-	-
<u>Total Expenditures</u>	<u>48,195</u>	<u>53,422</u>	<u>50,938</u>	<u>2,484</u>
Excess of Revenues over (under) Expenditures	(30,432)	(36,089)	(33,605)	2,484
<u>OTHER FINANCING SOURCES</u>				
<u>USES</u>				
Operating transfers in	30,432	36,089	33,605	(2,484)
Operating transfers out	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ -	\$ -	\$ -	\$ -

**SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND - TITLE III-E**

**EAST BATON ROUGE COUNCIL ON AGING, INC.
BATON ROUGE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006**

<u>REVENUES</u>	<u>BUDGETS</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Intergovernmental:				
Office of Elderly Affairs	\$ 112,655	\$ 112,655	\$ 112,655	\$ -
Restricted Public Support	-	-	-	-
Other:				
Miscellaneous	-	-	-	-
Participant Contributions	-	-	-	-
Contributions in Kind	8,020	7,610	7,610	-
<u>Total Revenues</u>	<u>120,675</u>	<u>120,265</u>	<u>120,265</u>	<u>-</u>
<u>EXPENDITURES</u>				
Current:				
Expenditures in Kind	8,020	7,610	7,610	-
Salaries and Wages	85,920	82,319	92,655	(10,336)
Fringe	27,893	21,116	22,390	(1,274)
Travel	3,665	7,105	7,036	69
Operating Services	10,225	11,535	11,582	(47)
Operating Supplies	1,205	1,255	1,330	(75)
Other	4,251	4,375	6,336	(961)
Meals	-	-	-	-
<u>Total Expenditures</u>	<u>141,179</u>	<u>135,315</u>	<u>147,939</u>	<u>(12,624)</u>
Excess of Revenues over (under) Expenditures	(20,504)	(15,050)	(27,674)	(12,624)
<u>OTHER FINANCING SOURCES</u>				
<u>USES</u>				
Operating transfers in	20,504	15,050	27,674	12,624
Operating transfers out	-	-	-	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ -	\$ -	\$ -	\$ -

**SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND -N.S.I.P.**

**EAST BATON ROUGE COUNCIL ON AGING, INC.
BATON ROUGE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006**

<u>REVENUES</u>	<u>BUDGETS</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Intergovernmental:				
Office of Elderly Affairs	\$ 101,346	\$ 98,400	\$ 98,400	\$ -
Restricted Public Support	-	-	-	-
Other:				
Miscellaneous	-	-	-	-
Participant Contributions	-	-	-	-
Contributions in Kind	-	-	-	-
<u>Total Revenues</u>	<u>101,346</u>	<u>98,400</u>	<u>98,400</u>	<u>-</u>
<u>EXPENDITURES</u>				
Current:				
Expenditures in Kind	-	-	-	-
Salaries and Wages	-	-	-	-
Fringe	-	-	-	-
Travel	-	-	-	-
Operating Services	-	-	-	-
Operating Supplies	-	-	-	-
Other	-	-	-	-
Meals	-	-	-	-
<u>Total Expenditures</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues over (under) Expenditures	101,346	98,400	98,400	-
<u>OTHER FINANCING SOURCES</u>				
<u>USES</u>				
Operating transfers in	-	-	-	-
Operating transfers out	(101,346)	(98,400)	(98,400)	-
Excess (deficiency) of revenues and other sources over expenditures and other uses	\$ -	\$ -	\$ -	\$ -

**SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGET (GAAP BASIS) AND ACTUAL
SPECIAL REVENUE FUND - SENIOR CENTER**

**EAST BATON ROUGE COUNCIL ON AGING, INC.
BATON ROUGE, LOUISIANA
FOR THE YEAR ENDED JUNE 30, 2006**

<u>REVENUES</u>	<u>BUDGETS</u>		<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE) VARIANCE</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Intergovernmental:				
Office of Elderly Affairs	\$ 190,185	\$ 190,185	\$ 190,185	\$ -
Restricted Public Support	-	-	-	-
Other:				
Miscellaneous	-	-	-	-
Participant Contributions	-	-	-	-
Contributions in Kind	75,000	75,000	75,000	-
Total Revenues	<u>265,185</u>	<u>265,185</u>	<u>265,185</u>	<u>-</u>
<u>EXPENDITURES</u>				
Current:				
Expenditures in Kind	75,000	75,000	75,000	-
Salaries and Wages	74,020	75,552	65,875	9,677
Fringe	18,462	13,766	13,178	588
Travel	-	-	1,145	(1,145)
Operating Services	-	750	-	750
Operating Supplies	-	-	-	-
Other	-	-	-	-
Meals	-	-	-	-
Total Expenditures	<u>167,482</u>	<u>165,068</u>	<u>155,198</u>	<u>9,870</u>
Excess of Revenues over (under) Expenditures	97,703	100,117	109,987	9,870
<u>OTHER FINANCING SOURCES</u>				
<u>USES</u>				
Operating transfers in	-	-	-	-
Operating transfers out	(97,703)	(100,117)	(109,987)	(9,870)
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SUPPLEMENTARY FINANCIAL INFORMATION

Required by: Governor's Office of Elderly Affairs

EAST BATON ROUGE COUNCIL ON AGING, INC.
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUND - NON MAJOR FUNDS
For Year Ended June 30, 2008

Revenue	Audit	Sup Senior Center	RSVP	RAPP	Utility Assistance	Total Non Major Funds
Intergovernmental:						
City of Baton Rouge	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Offices of Elderly Affairs	9,587	73,183	-	-	-	82,770
Corporation for National and Community Service	-	-	56,404	-	-	56,404
Unrestricted Public Support	-	-	-	-	-	-
Restricted Public Support	-	-	-	-	-	-
Miscellaneous:						
General Public via Entergy	-	-	-	-	248,796	248,796
In-Kind Contributions	-	-	-	-	-	-
	<u>9,587</u>	<u>73,183</u>	<u>56,404</u>	<u>-</u>	<u>248,796</u>	<u>387,970</u>
Expenditures						
Current:						
Salaries and Wages	-	-	42,258	-	13,350	55,608
Fringe	-	-	4,662	-	2,911	7,573
Travel	-	-	1,401	-	40	1,441
Operating Services	-	-	7,639	-	1,669	9,308
Operating Supplies	-	-	987	-	192	1,179
Other Costs	16,800	-	22,834	-	769	39,403
Capital Outlay	-	-	-	-	-	-
Utility Assistance	-	-	-	-	234,154	234,154
Sub Grantee	-	70,000	-	6,188	-	76,188
In-Kind Services and Facilities	-	-	-	-	-	-
	<u>15,800</u>	<u>70,000</u>	<u>79,781</u>	<u>6,188</u>	<u>253,085</u>	<u>424,854</u>
Excess (deficiency) of Revenue over Expenditures	(6,213)	3,183	(23,377)	(6,188)	(4,289)	(36,884)
Other Financing Sources (Uses)						
Operating Transfers In	6,213	-	23,377	-	16,859	46,449
Operating Transfers Out	-	(3,183)	-	-	-	(3,183)
	<u>6,213</u>	<u>(3,183)</u>	<u>23,377</u>	<u>-</u>	<u>16,859</u>	<u>43,266</u>
Excess (deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	-	-	-	(6,188)	12,570	6,382
Fund Balances						
Beginning of Year	-	-	-	6,188	19,449	25,637
End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,019</u>	<u>\$ 32,019</u>

EAST BATON ROUGE COUNCIL ON AGING, INC.
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUNDS

For the Year Ended June 30, 2006

Revenue	FEMA	Local	PCOA	Health Screening	Fan and Blanket Fund	Senior Activities	Paid Meals Program	Public Relations	Senior Net	Total
Intergovernmental:										
City of Baton Rouge	\$ -	\$ 661,050	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 661,050
Office of Elderly Affairs	-	-	65,747	-	-	-	-	-	-	65,747
Interest Income	-	-	-	-	-	-	-	-	-	-
Unrestricted Public Support	850	6,510	-	-	-	-	-	-	-	7,360
Restricted Public Support	-	-	-	-	6,333	-	373	1,855	-	8,561
FEMA Grant	30,430	-	-	-	-	-	-	-	-	30,430
Program Service Fees:										
Participant Contributions	-	-	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	1,130	27,961	-	420	28,511
Crafts	-	-	-	-	-	-	-	-	-	-
Senior Olympics	-	-	-	-	-	25,904	-	-	-	25,904
Miscellaneous:										
Platinum Record Ad Sales	-	-	-	-	-	-	-	52,937	-	52,937
Senior Olympics Sponsorship	-	-	-	-	-	11,130	-	-	-	11,130
Other	-	1,354	-	100	-	4,661	-	-	-	6,115
Insurance Proceeds	-	18,715	-	-	-	-	-	-	-	18,715
In-Kind Contributions	-	33,037	-	-	-	-	-	-	-	33,037
	<u>31,280</u>	<u>720,688</u>	<u>65,747</u>	<u>100</u>	<u>6,333</u>	<u>42,825</u>	<u>28,334</u>	<u>54,792</u>	<u>420</u>	<u>950,497</u>
Expenditures										
Current:										
Salaries and Wages	20,520	-	-	61,192	-	15,306	14,651	88,305	8,504	208,678
Fringe	3,374	-	-	8,770	-	1,948	2,394	16,320	845	33,651
Travel	101	3,336	-	2,829	-	1,648	2,427	1,554	26	11,721
Operating Services	3,846	10,137	-	8,590	-	8,178	2,812	84,691	1,387	89,641
Operating Supplies	825	5,509	-	1,583	4,227	18,917	866	7,022	232	38,181
Other Costs	1,932	3,528	-	3,524	-	11,468	844	6,613	490	28,399
Meals	6,357	-	-	-	-	-	8,892	-	-	15,249
Capital Outlay	-	37,029	-	-	-	-	-	3,678	-	40,707
Debt Service:										
Principle Retirement	-	10,403	-	-	-	-	-	-	-	10,403
Interest	-	2,003	-	-	-	-	-	-	-	2,003
In-Kind Services and Facilities	-	33,037	-	-	-	-	-	-	-	33,037
	<u>36,955</u>	<u>104,882</u>	<u>-</u>	<u>86,288</u>	<u>4,227</u>	<u>57,665</u>	<u>32,886</u>	<u>178,183</u>	<u>11,484</u>	<u>512,670</u>
Excess (deficiency) of Revenue over Expenditures	(5,675)	615,684	65,747	(86,188)	2,106	(14,840)	(4,552)	(123,391)	(11,064)	437,927
Other Financing Sources (Uses)										
Operating Transfers In	1,319	-	-	86,188	-	14,840	4,552	119,891	11,064	237,854
Operating Transfers Out	(1,319)	(532,029)	(65,747)	(86,188)	-	-	-	-	-	(597,778)
		<u>(532,029)</u>	<u>(65,747)</u>	<u>86,188</u>	<u>-</u>	<u>14,840</u>	<u>4,552</u>	<u>119,891</u>	<u>11,064</u>	<u>(359,922)</u>
Excess (deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(4,356)	83,655	-	-	2,106	-	-	(3,500)	-	77,905
Fund Balances										
Beginning of Year	-	140,505	-	-	1,352	-	-	-	-	149,254
End of Year	<u>\$ (4,356)</u>	<u>\$ 224,160</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,458</u>	<u>\$ 7,407</u>	<u>\$ -</u>	<u>\$ (3,500)</u>	<u>\$ -</u>	<u>\$ 227,169</u>

EAST BATON ROUGE COUNCIL ON AGING, INC.
COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS
AND CHANGES IN GENERAL FIXED ASSETS

For the Year Ended June 30, 2006

	Balance June 30, 2005	Reclass- ifications	Additions	Deletions	Balance June 30, 2006
GENERAL FIXED ASSETS					
Vehicles	\$ 78,164	\$ -	\$ -	\$ -	\$ 78,164
Office furniture and equipment	92,971	-	19,479	-	112,450
Computer software	38,239	-	6,464	-	44,703
Nutrition equipment	62,045	-	-	-	62,045
Leasehold improvements	90,105	-	14,764	-	104,869
Capital lease equipment	62,364	-	-	-	62,364
TOTAL GENERAL FIXED ASSETS	<u>\$ 423,888</u>	<u>\$ -</u>	<u>\$ 40,707</u>	<u>\$ -</u>	<u>\$ 464,595</u>
INVESTMENT IN GENERAL FIXED ASSETS					
Property acquired with funds from:					
General fund	\$ 417,270	\$ -	\$ 40,707	\$ -	\$ 457,977
RSVP	1,060	-	-	-	1,060
PCOA	3,558	-	-	-	3,558
Donations from the general public	2,000	-	-	-	2,000
TOTAL INVESTMENT IN GENERAL FIXED ASSETS	<u>\$ 423,888</u>	<u>\$ -</u>	<u>\$ 40,707</u>	<u>\$ -</u>	<u>\$ 464,595</u>

EAST BATON ROUGE COUNCIL ON AGING, INC.
SCHEDULE OF RSVP ACTIVITY
For the Grant Year Ended December 31, 2005

	<u>Actual</u>	<u>Actual %</u>	<u>Budget</u>	<u>Budget %</u>
Volunteer support	\$ 65,710	77%	\$ 64,685	75%
Volunteer expense	<u>19,108</u>	23%	<u>21,225</u>	25%
Total costs incurred	<u>\$ 84,818</u>		<u>\$ 85,910</u>	
Cost paid with local match	<u>12,184</u>			
Costs remaining to be paid with The Corporation for National and Community Service and GOEA funds	<u>\$ 72,634</u>			
Costs paid for with GOEA (State) funds received	\$ 13,303			
Costs paid with funds from The Corporation for National and Community Service	<u>59,331</u>			
Total	<u>\$ 72,634</u>			

EAST BATON ROUGE COUNCIL ON AGING, INC.
SCHEDULE OF PRIORITY SERVICES
TITLE III-B – GRANT FOR SUPPORTIVE SERVICES
For the Year Ended June 30, 2006

		<u>Amount</u>	<u>Total</u>	<u>% of GOEA Grant</u>
Access (30%):	Assisted transportation			
	Case management	\$ 52,586		
	Transportation	-		
	Information & assistance	110,189		
	Nutrition education	-		
	Outreach	<u>91,735</u>		
	Total access expenses		254,510	114.24%
In-Home (15%):	Homemaker	177,486		
	Other Priority Services	69,270		
	Personal care	<u>25,862</u>		
	Total in-home expenses		272,618	<u>122.37%</u>
Legal (5%):	Legal assistance		14,645	<u>6.57%</u>
Non-priority services			<u>-</u>	
Total III-B – supportive services expenditures			541,773	
Less: Other public support				
Transfers In			<u>(256,456)</u>	
Title III-B – supportive services grant			285,317	
Less: Transfers of contract allotments				
State homemaker			(62,536)	
State transportation			<u>-</u>	
Original grant award net of additional state homemaker and transportation funds and transfers of contract allotments			<u>\$ 222,781</u>	

SUPPLEMENTARY FINANCIAL INFORMATION

REQUIRED BY: OMB CIRCULAR A-133

EAST BATON ROUGE COUNCIL ON AGING, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2006

Federal Grantor/Pass Through Grantors/Program Title	Federal CFDA Number	Grant Year End	Program or Award Amount	Revenue Recognized	Total Federal Expenditures
U.S. Department of Health and Human Services – Administration on Aging					
Passed Through the Louisiana Governor's Office of Elderly Affairs: Special Programs for the Aging:					
Title III, Part B Supportive Services	93.044	6/30/2006	\$ 196,601	\$ 196,601	\$ 196,601
Title III, Part C – Area Agency Administration	93.045	6/30/2006	67,722	67,722	67,722
Title III, Part C-1 Nutritional Services Congregate Meals	93.045	6/30/2006	186,140	186,140	186,140
Title III, Part C-2 Nutritional Services Home Delivered Meals	93.045	6/30/2006	<u>127,951</u>	<u>127,951</u>	<u>127,951</u>
Total Title III, Part C			<u>381,813</u>	<u>381,813</u>	<u>381,813</u>
Title III, Part D Disease Prevention and Health Promotion Services	93.043	6/30/2006	14,368	14,368	14,368
Title III, Part E Family Caregiver Program	93.052	6/30/2006	<u>84,491</u>	<u>84,491</u>	<u>84,491</u>
Total for U.S. Department Of Health and Human Services			<u>98,859</u>	<u>98,859</u>	<u>98,859</u>
U.S. Department of Agriculture					
Passed Through the Louisiana Governor's Office of Elderly Affairs: NSIP- Nutritional Supplement Incentive Program					
	93.053	6/30/2006	<u>98,400</u>	<u>98,400</u>	<u>98,400</u>
The Corporation for National and Community Service					
Direct Programs:					
Retired Senior Volunteer Program (RSVP)	94.002	12/31/2005	59,331	36,990	36,990
Retired Senior Volunteer Program (RSVP)	94.002	12/31/2006	<u>60,132</u>	<u>19,414</u>	<u>19,414</u>
			<u>119,463</u>	<u>56,404</u>	<u>56,404</u>
			<u>\$ 895,136</u>	<u>\$ 832,077</u>	<u>\$ 832,077</u>

Note: This schedule is prepared using modified accrual basis of accounting as contemplated under accounting principles generally accepted in the United States of America and which is the same basis of accounting applied on the general purpose financial statement.

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

East Baton Rouge Council on Aging, Inc.
Baton Rouge, Louisiana, USA

We have audited the financial statements of the East Baton Rouge Council on Aging, Inc., as of and for the year ended June 30, 2006, and have issued our report thereon, dated December 13, 2006. We conducted our audit in accordance with generally accepted auditing standards, and **Government Auditing Standards**, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the financial statements of the East Baton Rouge Council on Aging, Inc. are free of material misstatement, we performed tests of the Council's compliance with certain provisions of laws, regulations and contracts, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Governmental Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered East Baton Rouge Council on Aging, Inc.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. We did note one reportable condition which is explained in Findings and Questioned Costs. Page 59

Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses.

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

Michael R. Choate
CERTIFIED PUBLIC ACCOUNTANTS

December 13, 2006



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

The Board of Directors
East Baton Rouge Council on Aging, Inc.

Compliance

We have audited the compliance of East Baton Rouge Council on Aging, Inc. with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2006. East Baton Rouge Council on Aging, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the management of East Baton Rouge Council on Aging, Inc. Our responsibility is to express an opinion on East Baton Rouge Council on Aging, Inc.'s compliance based on our audit.

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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organization*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about East Baton Rouge Council on Aging, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on East Baton Rouge Council on Aging, Inc.'s compliance with those requirements.

In our opinion, East Baton Rouge Council on Aging, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2006.

Internal Control Over Compliance

The management of East Baton Rouge Council on Aging, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered East Baton Rouge Council on Aging, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, would adversely affect East Baton Rouge Council on Aging, Inc.'s ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. We noted no matters involving the internal control over compliance and its operation that we consider a reportable condition.

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

This report is intended for the information and use of the management and governing body of East Baton Rouge Council on Aging, Inc., the Legislative Auditor, the Governor's Office of Elderly Affairs, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.


CERTIFIED PUBLIC ACCOUNTANTS

December 13, 2006

EAST BATON ROUGE COUNCIL ON AGING, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2006

A: SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the general purpose financial statements of East Baton Rouge Council on Aging, Inc.
2. There was one reportable condition relating to the audit of the general purpose financial statements in the "Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*."
3. No instances of noncompliance material to the general purpose financial statements of East Baton Rouge Council on Aging, Inc. were disclosed during the audit, and are referred in the "Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*."
4. No reportable conditions relating to the audit of the major federal award programs were noted, in the "Report on Compliance with Requirements Applicable to Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133." No conditions are reported as material weaknesses.
5. The auditor's report on compliance for the major federal award programs for East Baton Rouge Council on Aging, Inc. expresses an unqualified opinion.
6. Audit findings relative to the major federal award programs for East Baton Rouge Council on Aging, Inc. are reported in Part C of this Schedule.
7. No management letter was issued in connection with this engagement.
8. The program tested as a major program are as follows:
 - U.S. Department of Health and Human Services
 - Special Programs for the Aging:
 - Title III-B – Supportive Services; CFDA #93.044
 - Title III-C – Nutritional Services; CFDA # 93.045
 - Title III-D – Disease Prevention and Health Promotion Services; CFDA #93.043
 - Title III-E – Caregiver Support CFDA #93.052
9. The threshold for distinguishing Types A and B programs was \$300,000.
10. East Baton Rouge Council on Aging, Inc. was determined not to be a low-risk auditee.

B: FINDING – FINANCIAL STATEMENT AUDIT

One reportable condition, no material weaknesses noted.

During our audit it was noted that the Retired Senior Volunteer Program (RSVP) was audited by the National & Community Services Corporation for the year ended December 31, 2005. That audit resulted in questioned costs of \$30,527.87 because of documentation concerns in payroll, travel and indirect cost allocations. The audit findings are being appealed by the Council. It is recommended that the Council improve and update the internal supervision of this program to ensure that all reporting and documentation requirements are in compliance and to minimize the risk of questioned costs.

C: FINDINGS AND QUESTIONED COSTS- MAJOR FEDERAL AWARD PROGRAM AUDIT

U.S. Department of Health and Human Services

Special Programs for the Aging:

Title III-B – Supportive Services; CFDA #93.044

Title III-C – Nutritional Services; CFDA # 93.045

Title III-D – Disease Prevention and Health Promotion Services; CFDA #93.043

Title III-E – Caregiver Support; CFDA #93.052

Reportable Conditions – None

Material Weaknesses - None

EAST BATON ROUGE COUNCIL ON AGING, INC.
SCHEDULE OF CORRECTIVE ACTION TAKEN
ON PRIOR YEAR FINDINGS
Year Ended June 30, 2006

**C. FINDINGS AND QUESTIONED COSTS- MAJOR FEDERAL AWARD
PROGRAM AUDIT**

U.S. Department of Health and Human Services
Special Programs for the Aging:
Title III- B – Supportive Services; CFDA #93.044
Title III-C – Nutritional Services; CFDA #93.045
Title III-D – Disease Prevention and Health Promotion Services; CFDA #93.043
Title III – E – Caregiver Support; CFDA #93.052

Reportable Conditions - None

EXIT CONFERENCE

**East Baton Rouge Council on Aging, Inc.
Baton Rouge, Louisiana**

June 30, 2006

The exit conference was held on December 13, 2006, the last day of field work of the audit. Those in attendance were Michael R. Choate, Certified Public Accountant; and Johnny Dykes, Executive Director of the Council and Brenda Green, CPA. The observations and findings of the audit were discussed.