

**COUNCIL FOR OLDER ADULTS**

**DELAWARE, OHIO**

*FINANCIAL STATEMENTS*

**DECEMBER 31, 2000 AND 1999**

**WOLF, ROGERS, DICKEY & CO.**  
*Certified Public Accountants*



**STATE OF OHIO**  
**OFFICE OF THE AUDITOR**  
JIM PETRO, AUDITOR OF STATE

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140  
Telephone 614-466-4514  
800-282-0370  
Facsimile 614-466-4490  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

Board of Trustees  
Council for Older Adults  
818 Bowtown Rd.  
Delaware, OH 43015

We have reviewed the independent auditor's report of the Council for Older Adults, Delaware County, prepared by Wolf, Rogers, Dickey & Co., for the audit period January 1, 2000 through December 31, 2000. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Council for Older Adults is responsible for compliance with these laws and regulations.

JIM PETRO  
Auditor of State

April 27, 2001

## Council for Older Adults

<u>Contents</u>	<u>Page</u>
Independent Auditors' Report	1
Financial Statements	
Statements of Financial Position	2
Statements of Activities	4
Statements of Functional Expenses	5
Statements of Cash Flows	7
Notes to Financial Statements	8
Independent Auditors' Report on Compliance and Internal Control Structure	14

## Independent Auditors' Report

Board of Trustees  
Council for Older Adults  
Delaware, Ohio

We have audited the accompanying statements of financial position of the Council for Older Adults (the Council) (a non-profit organization) as of December 31, 2000 and 1999 and the related statements of activities, functional expenses, and cash flows for the years then ended. These financial statements are the responsibility of the Council's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in the Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain 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 opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Council for Older Adults as of December 31, 2000 and 1999, and the changes in its net assets and its cash flows for the years then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, we have also issued a report dated February 14, 2001 on the Council's internal control structure and a report dated February 14, 2001 on the Council's compliance with tax levy requirements. 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.

This report is intended solely for the information and use of the audit committee, management and the Board of Trustees and other officials authorized to receive this report under Section 117.26, Ohio Revised Code and is not intended to be and should not be used by anyone other than these specified parties.

Delaware, Ohio  
February 14, 2001

  
Certified Public Accountants

**Council for Older Adults  
Statements of Financial Position  
December 31, 2000 and 1999**

**Assets**

	<u><b>2000</b></u>	<u><b>1999</b></u>
Current assets:		
Cash	\$ 54,604	81,660
Investments	535,913	122,222
Accounts receivable (net of allowance for doubtful accounts of \$2,000 and \$2,186, respectively)	61,292	38,766
Interest receivable	11,527	400
Inventory	1,004	2,267
Prepaid expenses	<u>869</u>	<u>3,738</u>
Total current assets	665,209	249,053
Property and equipment - at cost:		
Vehicle	13,200	13,200
Leasehold improvements	21,103	21,103
Furniture and fixtures	<u>120,027</u>	<u>109,648</u>
	154,330	143,951
Less accumulated depreciation	<u>(103,288)</u>	<u>(84,670)</u>
Net property and equipment	51,042	59,281
Other long term asset (net of accumulated amortization of \$57,250 and \$41,611, respectively)	136,640	77,278
Deposit	<u>1,250</u>	<u>1,250</u>
	<u>\$ 854,141</u>	<u>386,862</u>

See accompanying notes to financial statements

**Council for Older Adults  
Statements of Financial Position  
December 31, 2000 and 1999**

**Liabilities and Net Assets**

	<u>2000</u>	<u>1999</u>
Current liabilities:		
Accounts payable	\$ 188,111	100,147
Accrued payroll	7,296	6,743
Payroll taxes and benefits payable	15,929	23,426
Grants payable	37,129	20,382
Accrued compensated absences	<u>12,290</u>	<u>15,584</u>
Total and current liabilities	260,755	166,282
Unrestricted net assets	593,386	220,580
Commitments	_____	_____
	\$ <u>854,141</u>	<u>386,862</u>

See accompanying notes to financial statements

**Council for Older Adults  
Statements of Activities  
For the Years Ended December 31, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
Changes in unrestricted net assets:		
Support and revenue:		
Property tax levy	\$ 1,838,724	1,040,719
Nutrition program grants	242,357	209,653
Service fees	64,120	66,908
Donations	63,664	64,114
Interest	36,865	21,596
Fundraising	26,570	16,163
Operating grants	18,052	-
Advertising	15,552	13,127
Other	<u>11,340</u>	<u>3,426</u>
Total support and revenue	<u>2,317,244</u>	<u>1,435,706</u>
Expenses:		
Program services:		
Senior Choices	1,267,445	1,084,426
Nutrition, home repair, counseling and other grants	305,428	251,479
Outreach and special events	101,681	68,404
Council Communicator	<u>47,107</u>	<u>43,982</u>
Total program services	1,721,661	1,448,291
Management and supporting services	<u>222,777</u>	<u>177,202</u>
Total expenses	<u>1,944,438</u>	<u>1,625,493</u>
Change in net assets	372,806	(189,787)
Net assets - beginning of year	<u>220,580</u>	<u>410,367</u>
Net assets - end of year	\$ <u>593,386</u>	<u>220,580</u>

See accompanying notes to financial statements

**Council for Older Adults**  
**Statement of Functional Expenses**  
**For the Year Ended December 31, 2000**  
**With Comparative Totals for the Year Ended December 31, 1999**

	<u>2000</u>							1999 <u>Totals</u>
	Senior Choices	Nutrition, Home Repair Counseling and Other Grants	Outreach and Special Events	Council Communicator	Total Program Services	Management and General	Total Expenses	
Salaries	\$ 207,231	-	37,778	-	245,009	124,256	369,265	332,345
Payroll taxes and fringe benefits	<u>43,793</u>	-	<u>9,708</u>	-	<u>53,501</u>	<u>30,844</u>	<u>84,345</u>	<u>62,381</u>
Total personnel costs	251,024	-	47,486	-	298,510	155,100	453,610	394,726
Contract services	889,109	-	-	-	889,109	-	889,109	752,125
Grants	-	305,428	-	-	305,428	-	305,428	251,479
Printing	24,287	-	1,784	20,901	46,972	2,230	49,202	30,349
Supplies	10,235	-	17,968	25	28,228	8,136	36,364	24,972
Professional	8,718	-	3,714	12,825	25,257	7,195	32,452	19,776
Advertising	11,283	-	4,880	5,420	21,583	1,836	23,419	14,781
Dues and subscriptions	3,655	-	7,934	7,642	19,231	3,302	22,533	20,189
Depreciation	8,112	-	2,621	-	10,733	8,409	19,142	22,941
Rent	8,429	-	2,492	-	10,921	8,090	19,011	18,406
Amortization	15,639	-	-	-	15,639	-	15,639	11,889
Travel and meals	11,542	-	915	-	12,457	2,940	15,397	15,492
Telephone	6,347	-	1,970	-	8,317	6,338	14,655	11,974
Postage	4,449	-	1,295	294	6,038	4,181	10,219	8,493
Insurance	2,884	-	904	-	3,788	2,908	6,696	6,509
Equipment rental	2,112	-	1,659	-	3,771	2,142	5,913	1,391
Repairs and maintenance	3,311	-	493	-	3,804	1,587	5,391	4,240
Utilities	1,762	-	539	-	2,301	1,737	4,038	3,883
Training	1,229	-	309	-	1,538	993	2,531	2,139
Levy campaign	-	-	-	-	-	2,000	2,000	2,000
Bad debt	-	-	-	-	-	902	902	-
Unrealized loss on investments	-	-	-	-	-	-	-	2,249
Other	<u>3,318</u>	-	<u>4,718</u>	-	<u>8,036</u>	<u>2,751</u>	<u>10,787</u>	<u>5,490</u>
	\$ <u>1,267,445</u>	<u>305,428</u>	<u>101,681</u>	<u>47,107</u>	<u>1,721,661</u>	<u>222,777</u>	<u>1,944,438</u>	<u>1,625,493</u>



**Council for Older Adults  
Statement of Functional Expenses  
For the Year Ended December 31, 1999**

	Senior Choices	Nutrition, Home Repair Counseling and Other Grants	Outreach and Special Events	Council Communicator	Total Program Services	Management and General	Total Expenses
Salaries	\$ 201,217	-	28,736	-	229,953	102,392	332,345
Payroll taxes and fringe benefits	<u>36,542</u>	<u>-</u>	<u>6,006</u>	<u>-</u>	<u>42,548</u>	<u>19,833</u>	<u>62,381</u>
Total personnel costs	237,759	-	34,742	-	272,501	122,225	394,726
Contract services	742,460	-	-	9,665	752,125	-	752,125
Grants	-	251,479	-	-	251,479	-	251,479
Printing	4,214	-	913	24,465	29,592	757	30,349
Supplies	10,379	-	8,380	661	19,420	5,552	24,972
Depreciation	11,539	-	2,661	-	14,200	8,741	22,941
Dues and subscriptions	3,318	-	5,884	8,836	18,038	2,151	20,189
Professional	9,431	-	2,243	-	11,674	8,102	19,776
Rent	8,942	-	2,180	-	11,122	7,284	18,406
Travel and meals	12,736	-	639	-	13,375	2,117	15,492
Advertising	10,316	-	2,402	-	12,718	2,063	14,781
Telephone	6,223	-	1,483	-	7,706	4,268	11,974
Amortization	11,889	-	-	-	11,889	-	11,889
Postage	3,961	-	1,159	187	5,307	3,186	8,493
Insurance	3,241	-	760	-	4,001	2,508	6,509
Repairs and maintenance	2,693	-	635	-	3,328	912	4,240
Utilities	1,913	-	456	-	2,369	1,514	3,883
Unrealized (gain) loss on investments	1,136	-	262	-	1,398	851	2,249
Training	1,173	-	224	-	1,397	742	2,139
Levy campaign	-	-	-	-	-	2,000	2,000
Equipment rental	527	-	402	-	929	462	1,391
Bad debt	-	-	-	-	-	-	-
Other	<u>576</u>	<u>-</u>	<u>2,979</u>	<u>168</u>	<u>3,723</u>	<u>1,767</u>	<u>5,490</u>
	\$ <u>1,084,426</u>	<u>251,479</u>	<u>68,404</u>	<u>43,982</u>	<u>1,448,291</u>	<u>177,202</u>	<u>1,625,493</u>

See accompanying notes to financial statements

**Council for Older Adults  
Statements of Cash Flows  
For the Years Ended December 31, 2000 and 1999**

	<u>2000</u>	<u>1999</u>
Cash flows from operating activities:		
Excess of expenses over revenues	\$ 372,806	(189,787)
Adjustments to reconcile to net cash provided by operating activities:		
Depreciation	19,142	22,678
Amortization	15,639	11,889
Bad debts	902	-
Loss on disposal of equipment	288	-
Unrealized loss on investments	-	2,259
(Increase) decrease in accounts and interest receivable	(34,555)	8,369
(Increase) decrease in inventory	1,263	(1,484)
(Increase) decrease in prepaid expenses	2,868	(2,623)
Increase in accounts payable and accrued expenses	77,726	34,764
Increase (decrease) in grants payable	16,747	(8,273)
(Decrease) in unearned revenue	<u>-</u>	<u>(15,917)</u>
Net cash provided (used) by operating activities	472,826	(138,125)
Cash flows from (used) by investing activities:		
Purchase of property and equipment	(11,192)	(28,250)
Purchase of investments	(413,690)	(7,955)
Investment in other long term asset	(75,000)	-
Proceeds from maturing investments	<u>-</u>	<u>200,000</u>
Net cash provided from (used by) investing activities	(499,882)	163,795
Cash flows from and net cash used by financing activities -		
Payments on capital lease obligation	<u>-</u>	<u>(2,099)</u>
Net change in cash and cash equivalents	(27,056)	23,571
Cash and cash equivalents - beginning of the year	<u>81,660</u>	<u>58,089</u>
Cash and cash equivalents - end of the year	\$ <u>54,604</u>	<u>81,660</u>

See accompanying notes to financial statements

**Council for Older Adults  
Notes to Financial Statements  
December 31, 2000 and 1999**

(1) Summary of Significant Accounting Policies

Organization

The Council for Older Adults (the Council) is a non-profit corporation organized to improve the quality of life of the older population of Delaware County, Ohio. The Council receives the majority of its revenue from the 0.5 mill Aging Services property tax levy which was approved by Delaware County voters in November 1994, and replaced and increased to 0.7 mill by voters in May 1999.

Cash and Cash Equivalents

Cash is maintained in three bank accounts. The checking account is used for operations. Funds not needed for weekly expenditures are kept in an interest bearing account. All three accounts are considered cash and cash equivalents for the statement of cash flows.

Investments

Funds not required for immediate grant or operating expenditures are invested in certificates of deposit and mortgage-backed securities. The certificates are carried at cost, which approximates market. The mortgage-backed securities are carried at market value.

Inventory

Inventory consists of supplies available for sale to clients and is valued at cost.

Property and Equipment

Property and equipment are recorded at cost. Depreciation is computed on the straight-line basis over the estimated useful lives of the assets. The Council capitalizes assets whose cost exceeds \$100 and whose useful life exceeds one year.

Compensated Absences

A liability is accrued for vacation time when employees' rights to compensation are earned, vested and measurable.

Revenue Recognition

The Council recognizes grant revenue when the related expenditure is made. Property tax levy revenue is recognized when received.

Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated values at date of receipt. No amounts have been reflected in the statements for donated services inasmuch as no objective basis is available to measure the value of such services; however, a substantial number of volunteers have donated significant amounts of their time in the organization's program services.

**Council for Older Adults**  
**Notes to Financial Statements, continued**  
**December 31, 2000 and 1999**

(1) Summary of Significant Accounting Policies (continued)

Retirement Plan

The Council has defined contribution pension plan (Section 403(b) plan) for the benefit of its employees. All employees who meet the age, length of service and hours worked requirements are eligible to participate. Under the program, an employee may elect to contribute up to 11% of annual wages. In addition, the Council contributes 3% of each eligible employee's annual wages, and matches employee contributions to the plan up to 3% of annual wages. The Council can vary these percentages from year to year at its discretion. Total pension expense was \$16,381 for 2000 and \$12,961 for 1999.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Federal Income Taxes

The Council is a voluntary health and welfare organization exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The organization has also been classified as an entity that is not a private foundation within the meaning of section 509(a) and qualifies for deductible contributions as provided in Section 170(6)(1)(A)(iv). The Council has unrelated business income from advertising space sold in the Council Communicator. No provision has been made for income tax as the Council anticipates the associated expenses will exceed the advertising revenue.

Estimates

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

(2) Investments

Investments as of December 31, 2000 and 1999 consist of the following:

	<u>2000</u>	<u>1999</u>
Certificates of deposit and money market	\$ 482,684	53,123
Mortgage-backed securities	<u>53,229</u>	<u>69,099</u>
	\$ <u>535,913</u>	<u>122,222</u>

**Council for Older Adults**  
**Notes to Financial Statements, continued**  
**December 31, 2000 and 1999**

**(2) Investments (continued)**

The certificates of deposit are held at various financial institutions and bear interest at rates from 6.3% to 7% with maturity dates through August 2001. The certificates are reflected at cost, which approximates market value.

The mortgage-backed securities consist of various Government National Mortgage Association (GNMA) pools with interest rates ranging from 7.5% to 8.0% and maturity dates ranging from April, 2005 through June, 2008. The GNMA's are reported at market value, which approximates cost.

**(3) Property and Equipment**

The following schedule summarizes the changes in property and equipment for the year ended December 31, 2000:

	January 1, <u>2000</u>	<u>Additions</u>	<u>Disposals</u>	December 31, <u>2000</u>
Vehicles	\$ 13,200	-	-	13,200
Leasehold improvements	21,103	-	-	21,103
Furniture and fixtures	109,648	11,192	(813)	120,027
Less accumulated depreciation	<u>(84,670)</u>	<u>(19,142)</u>	<u>524</u>	<u>(103,288)</u>
	<u>\$ 59,281</u>	<u>(7,950)</u>	<u>(289)</u>	<u>51,042</u>

**(4) Leases**

The Council rents office space under an operating lease which expired in February 2000. The lease required a security deposit of \$1,250 and monthly payments of \$1,597 and \$1,521 for 2000 and 1999, respectively. The lease has been extended on a month to month basis through February 2001.

In February 2001, the Council entered into a rental agreement for office space located in Delaware, Ohio. The lease requires a \$4,675 security deposit, and is for a three-year term expiring March 31, 2004. The Council is obligated to pay a minimum of \$166,584 in rent and common area fees over the term of the lease, and may be liable for rent adjustments due to increases in assessed value of the property for real estate tax purposes. Rent will be \$3,675 per month for the first nine months of the lease ending on December 31, 2001.

The Council is obligated under an operating lease which expires in September 2002 for certain office equipment. Future minimum lease payments under the lease are as follows: 2001 - \$2,940; 2002 - \$2,205. Lease payments for 2000 totaled \$2,940.

**(5) Other Long Term Asset**

Pursuant to grant agreements with Willow Brook Christian Village dated March 6, 1996 and January 10, 2001, the Council funded leasehold improvements of \$118,890 and \$75,000, respectively, for the Centrum facility. The Centrum, located on the campus of Willow Brook in Delaware, Ohio, is used as the site for adult day care. In return for the investment in the facility, Willow Brook is expected to operate the adult day care for a minimum of ten years from the dates of the improvements. Under terms of the agreements, if Willow Brook discontinues the adult day care program at any time prior to the end of the tenth year, it is obligated to repay a pro-rata share of the leasehold improvements to the Council.

**Council for Older Adults**  
**Notes to Financial Statements, continued**  
**December 31, 2000 and 1999**

(5) Other Long Term Asset – continued

The Council began amortizing the original leasehold improvement in 1996 using the straight-line method over ten years. The new leasehold improvement was completed in 2000, and will also be amortized over ten years using the straight-line method. The unamortized amount represents an approximation of what would be owed to the Council should the adult day care program cease to operate.

(6) Grants Payable

The Council has entered into grant agreements with various organizations to assist these organizations in providing services to the senior population of Delaware County. Grants payable are amounts due to these organizations at December 31, 2000 for services provided through December 31, 2000.

The Council is obligated under these grant agreements for services performed through December 31, 2000 as follows:

Willow Brook Christian Village	\$ 12,000
Help Line - Connections	9,871
Catholic Social Services	9,077
Meals on Wheels	3,168
Alzheimers Association	<u>3,013</u>
	<u>\$ 37,129</u>

The following grants have been awarded by the Council for terms to begin in 2001:

Community Action Organization (home repair)	\$ 72,000
Alzheimers Association (counseling)	63,103
Help Line - Volunteer Connections	45,157
Senior Services for Independent Living (supportive/ transportation services)	45,000
Meals on Wheels (operating)	25,000
Delaware Speech and Hearing (education/hearing devices)	22,515
Catholic Social Services (assistance)	21,075
Park Avenue Senior Center (operating)	17,360
Heritage Day Health Centers (adult day care)	15,442
Department of Jobs and Family Services (summer chores)	13,500
Central Ohio Mental Health Center (Counseling, support services)	10,148
Delaware County Juvenile Court (chore services)	5,000
People in Need (emergency assistance)	5,000
DATA (transportation)	5,000
Other	<u>10,396</u>
	<u>\$ 375,696</u>

**Council for Older Adults**  
**Notes to Financial Statements, continued**  
**December 31, 2000 and 1999**

**(7) Grants**

The Council provided grants to the following organizations during 2000 and 1999:

	<u>2000</u>	<u>1999</u>
Alzheimers Association (counseling)	\$ 58,237	57,000
Community Action Organization (home repair services)	53,985	46,716
Help Line - Volunteer Connections	38,486	24,200
Senior Services for Independent Living (supportive/transportation services)	37,740	39,768
Senior Citizens, Inc. (operating)	28,514	13,530
Meals on Wheels (operating)	25,000	20,000
Delaware Speech & Hearing (hearing screening/hearing aids)	19,090	9,755
Catholic Social Services (assistance)	17,309	-
Heritage Day Health Centers (adult day care)	15,077	13,106
People In Need (emergency assistance)	2,977	5,000
Delaware County Juvenile Court (chore service)	2,164	5,000
Central Ohio Rural Consortium (summer chores)	-	13,000
Other	<u>6,849</u>	<u>4,404</u>
	\$ <u>305,428</u>	<u>251,479</u>

**(8) Fundraising**

Revenues and expenses associated with the annual Summer Festival fundraising event are summarized below and included in the indicated statement of activities captions.

	<u>2000</u>	<u>1999</u>
Revenues:		
Donations	\$ 13,278	5,500
Ticket sales	8,385	6,919
Booth rental	4,580	3,110
Other	<u>327</u>	<u>634</u>
	26,570	16,163
Expenses:		
Supplies and fees	9,362	8,380
Advertising	3,085	1,814
Printing	665	74
Other	<u>815</u>	<u>1,033</u>
	<u>13,927</u>	<u>11,301</u>
Net revenue	\$ <u>12,643</u>	<u>4,862</u>

**Council for Older Adults**  
**Notes to Financial Statements, continued**  
**December 31, 2000 and 1999**

(9) Contract Services

Through its Senior Choices program, the Council provides information to and/or arranges various levels of in-home assistance for seniors participating in the program. To provide the in-home assistance, the Council contracts on a purchase of service basis with various organizations and businesses. The contractors provide the services that have been approved by the Council and bill the Council at the agreed upon rate per unit of service delivered.

(10) Community Nutrition Program

The Council manages the Community Nutrition Program as part of Senior Choices. The program provides home delivered meals to seniors and serves meals at several congregate meal sites in the county. Pursuant to a letter of understanding between the Council and Grady Memorial Hospital, the Council employs nutrition program personnel, authorizes meals for clients, maintains all client and financial records related to the program, and reimburses Grady for food service operations on a per meal basis. Grady provides space for the program and is responsible for all aspects of food service related operations.

The Council receives federal and state funds for the program through the Central Ohio Area Agency on Aging (COAAA) in the form of Title IIIC, USDA and State Block Grants as well as PASSPORT Medicaid funds.

(11) Management Compensation

The Council employs the Director under an employment agreement which expires on May 31, 2001. The agreement provides for a base salary, life insurance, professional development benefits and annual increases.

(12) Delaware Community Foundation

In 1997, the Council deposited \$10,000 with the Delaware County Community Foundation (the Foundation), an Ohio not-for-profit corporation, to establish the Council for Older Adults Fund (the Fund). The Fund is to be used for charitable, educational, and public purposes. Distributions will be made from the Fund to charitable organizations at the discretion of the Foundation's Board of Trustees, and may include the original deposit. The Council's Board of Trustees has reserved the right to suggest how the money will be distributed. In addition, the Council may request that the Fund be returned to the Council, although final authority rests with the Foundation. No charitable distributions were made from the Fund in 1999. The market value of the Fund was \$13,633 as of September 30, 2000, the latest date for which information was available.

(13) Adult Protective Services

Pursuant to the terms of a contract with the Delaware County Department of Jobs and Family Services (DJFS), the Council began providing Adult Protective Services to persons aged sixty or older in Delaware County on February 1, 2001. The contract requires the Council to serve as the lead agency for the investigation of referrals of suspected abuse, exploitation or neglect, evaluate the need for, and when appropriate, make every effort to provide or arrange for the provision of protective services. The Council will receive \$49,600 for the first year, and the contract will be renegotiated annually.



**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*.**

Board of Trustees  
Council for Older Adults  
Delaware, Ohio

We have audited the financial statements of the Council for Older Adults (the Council), (a non-profit organization) as of and for the year ended December 31, 2000, and have issued our report thereon dated February 14, 2001. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the Council's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, including Ohio Revised Code Sections 117.01 (c) and 117.10 for the Delaware County, Ohio tax levy for Senior Citizens Services and Facilities, 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 *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Council's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting 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 operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to management of the Council in a separate letter dated February 14, 2001.

This report is intended solely for the information and use of the audit committee, management and the Board of Trustees and other officials authorized to receive this report under Section 117.26, Ohio Revised Code and is not intended to be and should not be used by anyone other than these specified parties.

Delaware, Ohio

February 14, 2001

*Wolf, Rogers, Dickey & Co.*  
Certified Public Accountants



STATE OF OHIO  
OFFICE OF THE AUDITOR  

---

JIM PETRO, AUDITOR OF STATE

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140  
Telephone 614-466-4514  
800-282-0370  
Facsimile 614-466-4490

**COUNCIL FOR OLDER ADULTS**

**DELAWARE COUNTY**

**CLERK'S CERTIFICATION**

**This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.**

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
MAY 8, 2001**