

Council for Older Adults

Delaware, Ohio

Financial Statements

December 31, 2009 and 2008



Balestra, Harr & Scherer, CPAs, Inc.

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Mary Taylor, CPA
Auditor of State

Board Members
Council for Older Adults
800 Cheshire Road
Delaware, OH 43015

We have reviewed the *Independent Auditor's Report* of the Council for Older Adults, Delaware County, prepared by Balestra, Harr & Scherer, CPAs, Inc., for the audit period January 1, 2009 through December 31, 2009. 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.

Mary Taylor

Mary Taylor, CPA
Auditor of State

August 11, 2010

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Independent Auditor's Report

Board of Trustees
Council for Older Adults
800 Cheshire Road
Delaware, Ohio 43015

We have audited the accompanying statements of financial position of the Council for Older Adults (the Council) as of December 31, 2009 and 2008, 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 auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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, 2009 and 2008, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 7, 2010 on our consideration of the Council's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in considering the results of our audit.

We conducted our audit to opine on the financial statements of the Council. The accompanying schedule of federal, state and local funding received provides additional information and is not a required part of the financial statements. We subjected this information to the auditing procedures applied in the audit of the financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

A handwritten signature in cursive script that reads "Balestra, Harr & Scherer".

Balestra, Harr & Scherer, CPAs, Inc.
May 7, 2010

Council for Older Adults
Statements of Financial Position
December 31, 2009 and 2008

Assets		
	2009	2008
Current Assets:		
Cash and Cash Equivalents	\$ 180,617	\$ 74,961
Investments	1,924,704	1,454,327
Accounts Receivable (net of allowance for doubtful accounts of \$1,940 and \$3,500, respectively)	73,570	56,449
Inventory	32,676	56,195
Prepaid Expenses	5,690	10,885
Total Current Assets	2,217,257	1,652,817
Property and Equipment - At Cost:		
Vehicles	50,544	50,544
Leasehold Improvements	432,588	360,894
Equipment, Furniture and Fixtures	518,165	480,744
	1,001,297	892,182
Less Accumulated Depreciation	(289,116)	(205,675)
Net Property and Equipment	712,181	686,507
Beneficial Interest in Assets Held by Others	20,938	12,487
Total Assets	\$ 2,950,376	\$ 2,351,811

See accompanying notes to the financial statements.

Council for Older Adults
Statements of Financial Position
December 31, 2009 and 2008

Liabilities and Net Assets	2009	2008
Current Liabilities:		
Accounts Payable	\$ 176,926	\$ 268,171
Accrued Payroll	27,065	27,253
Payroll Taxes and Benefits Payable	15,237	15,326
Grants Payable	52,870	47,246
Accrued Compensated Absences	76,948	72,781
Other Payables	14,554	19,732
Total Current Liabilities	363,600	450,509
Unrestricted Net Assets	2,586,776	1,901,302
Total Net Assets and Liabilities	\$ 2,950,376	\$ 2,351,811

See accompanying notes to the financial statements.

Council for Older Adults
Statements of Activities
For the Years Ended December 31, 2009 and 2008

	2009	2008
Changes in Unrestricted Net Assets:		
Support and Revenue:		
Property Tax Levy	\$4,935,996	\$3,293,771
Intergovernmental - Homestead/Rollback, Property Tax Reimbursement and Related	\$663,903	\$422,035
Nutrition Program Grants	412,775	346,989
Operating Grants	58,850	70,874
Donations	192,346	192,098
Service Fees	208,103	200,820
Advertising	53,491	33,732
Catering	69,234	45,568
Interest	47,412	82,677
Café	34,908	38,799
Other	22,377	19,272
Total Support and Revenue	6,699,395	4,746,635
Expenses:		
Program Services:		
Senior Choices	3,863,934	3,563,453
Senior Citizens and Facility Subsidy	262,496	200,343
Nutrition, Home Repair, Counseling and Other Grants	648,980	629,482
Outreach and Special Events	536,504	604,823
Adult Protective Services	32,126	65,190
Council Communicator	83,710	89,135
Total Program Services	5,427,750	5,152,426
Management and Supporting Services	586,171	519,306
Total Expenses	6,013,921	5,671,732
Change in Net Assets	685,474	(925,097)
Net Assets - Beginning of Year	1,901,302	2,826,399
Net Assets - End of Year	\$2,586,776	\$1,901,302

See accompanying notes to the financial statements.

Council for Older Adults
Statements of Functional Expenses
For the Year Ended December 31, 2009
With Comparative Totals for the Year Ended December 31, 2008

	Senior Choices	Senior Citizens and Facility Subsidy	Nutrition, Home Repair, Counseling and Other Grants	Outreach and Special Events	Adult Protective Services	Council Communicator	Total Program Services	Management and General	Total Expenses	2008 Totals
Salaries	\$ 1,020,531	\$ -	\$ -	\$ 231,007	\$ 9,279	\$ -	\$ 1,260,817	\$ 322,953	\$ 1,583,770	\$1,495,174
Payroll Taxes and Fringe Benefits	339,222	-	-	72,474	8,632	-	420,328	105,524	525,852	430,329
Total Personnel Costs	1,359,753	-	-	303,481	17,911	-	1,681,145	428,477	2,109,622	1,925,503
Contract Services	1,167,215	-	-	-	375	-	1,167,590	-	1,167,590	1,188,221
Grants	-	-	648,980	-	-	-	648,980	-	648,980	629,482
Management Fee	280,000	-	-	-	3,000	-	283,000	-	283,000	236,462
Professional	26,368	-	-	16,250	6,534	16,460	65,612	32,017	97,629	107,930
Rent	1,501	-	-	3,508	-	-	5,009	-	5,009	2,185
Supplies	555,012	6,203	-	34,242	174	-	595,631	9,936	605,567	682,169
Printing	47,549	25,180	-	11,477	460	-	84,666	16,054	100,720	58,224
IT Expenses	111,013	137,178	-	21,963	899	-	271,053	30,439	301,492	66,327
Maintenance Expenses	6,866	-	-	33,828	-	41,263	81,957	93	82,050	199,794
Depreciation & Amortization	46,184	28,168	-	7,974	320	-	82,646	11,154	93,800	77,994
Advertising	518	-	-	44,314	-	8,712	53,544	-	53,544	52,509
Operating Service Fees	47,188	300	-	6,085	-	17,225	70,798	3,933	74,731	45,805
Travel and Meals	14,371	-	-	8,217	263	-	22,851	2,679	25,530	43,544
Insurance	32,043	-	-	8,255	311	-	40,609	10,849	51,458	52,752
Equipment Rental	16,824	-	-	6,032	155	-	23,011	5,397	28,408	42,166
Telephone	22,742	-	-	2,051	73	-	24,866	2,533	27,399	25,839
Postage	9,452	-	-	2,156	86	-	11,694	2,986	14,680	17,685
Training	4,977	-	-	2,114	510	-	7,601	2,999	10,600	10,354
Utilities	88,030	64,454	-	11,194	449	-	164,127	15,656	179,783	168,524
Dues and Subscriptions	2,343	533	-	1,966	163	50	5,055	4,747	9,802	6,528
Sponsorships	(365)	-	-	10,000	390	-	10,025	-	10,025	10,100
Repairs and Maintenance	24,795	480	-	981	39	-	26,295	1,372	27,667	14,808
Other	(445)	-	-	416	14	-	(15)	4,850	4,835	6,827
Total Expenses	<u>\$ 3,863,934</u>	<u>\$ 262,496</u>	<u>\$ 648,980</u>	<u>\$ 536,504</u>	<u>\$ 32,126</u>	<u>\$ 83,710</u>	<u>\$ 5,427,750</u>	<u>\$ 586,171</u>	<u>\$ 6,013,921</u>	<u>\$5,671,732</u>

See accompanying notes to the financial statements.

Council for Older Adults
Statements of Functional Expenses
For the Year Ended December 31, 2008

	Senior Choices	Senior Citizens and Facility Subsidy	Nutrition, Home Repair, Counseling and Other Grants	Outreach and Special Events	Adult Protective Services	Council Communicator	Total Program Services	Management and General	Total Expenses	2007 Totals
Salaries	895,889	-	\$ -	\$ 277,158	\$ 32,201	\$ -	\$ 1,205,248	\$ 289,926	\$ 1,495,174	\$1,117,628
Payroll Taxes and Fringe Benefits	254,709	-	-	78,381	9,374	-	342,464	87,865	430,329	315,823
Total Personnel Costs	1,150,598	-	-	355,539	41,575	-	1,547,712	377,791	1,925,503	1,433,451
Contract Services	1,178,626	-	-	6,445	3,150	-	1,188,221	-	1,188,221	1,518,516
Grants	-	-	629,482	-	-	-	629,482	-	629,482	646,487
Management Fee	236,462	-	-	-	-	-	236,462	-	236,462	-
Professional	32,156	138	-	25,897	6,703	18,260	83,154	24,776	107,930	128,897
Rent	-	-	-	2,185	-	-	2,185	-	2,185	41,428
Supplies	600,912	15,960	-	50,475	775	22	668,144	14,025	682,169	186,892
Printing	1,212	-	-	12,804	67	43,976	58,059	165	58,224	60,303
IT Expenses	29,259	16,560	-	9,484	1,103	-	56,406	9,921	66,327	-
Maintenance Expenses	68,398	90,831	-	18,794	2,211	-	180,234	19,560	199,794	-
Depreciation & Amortization	40,556	15,651	-	10,075	1,172	-	67,454	10,540	77,994	57,434
Advertising	2,900	-	-	38,825	1,354	9,430	52,509	-	52,509	46,744
Operating Service Fees	16,602	125	-	7,305	599	17,147	41,778	4,027	45,805	53,055
Travel and Meals	23,420	-	-	10,345	1,093	-	34,858	8,686	43,544	36,083
Insurance	30,682	-	-	10,475	1,160	-	42,317	10,435	52,752	22,444
Equipment Rental	24,629	-	-	9,459	808	-	34,896	7,270	42,166	25,580
Telephone	18,840	-	-	3,613	1,116	-	23,569	2,270	25,839	20,732
Postage	10,494	-	-	3,325	387	-	14,206	3,479	17,685	13,847
Training	3,723	-	-	2,441	195	-	6,359	3,995	10,354	8,447
Utilities	79,913	60,240	-	13,120	1,526	-	154,799	13,725	168,524	48,038
Dues and Subscriptions	1,064	-	-	1,029	12	-	2,105	4,423	6,528	3,420
Sponsorships	(468)	-	-	10,316	25	-	9,873	227	10,100	14,175
Repairs and Maintenance	11,680	838	-	1,059	123	-	13,700	1,108	14,808	7,667
Other	1,795	-	-	1,813	36	300	3,944	2,883	6,827	2,355
Total Expenses	\$3,563,453	\$200,343	\$629,482	\$604,823	\$65,190	\$89,135	\$5,152,426	\$519,306	\$5,671,732	\$4,375,995

See accompanying notes to the financial statements.

Council for Older Adults
Statements of Cash Flows
For the Years Ended December 31, 2009 and 2008

	<u>2009</u>	<u>2008</u>
Cash Flows from Operating Activities:		
Excess of Revenue Over/ (Under) Expenses	\$ 685,474	\$ (925,097)
Adjustments to Reconcile to Net Cash Provided by Operating Activities:		
Depreciation & Amortization	93,800	77,994
(Increase) in Accounts Receivable	(17,121)	(16,686)
(Increase) in Inventory	23,519	(23,331)
(Increase) Decrease in Prepaid Expenses	5,195	2,673
Increase in Accounts Payable and Accrued Expenses	(92,533)	(17,565)
Increase (Decrease) in Grants Payable	<u>5,624</u>	<u>16,010</u>
Net Cash Provided from Operating Activities	703,958	(886,002)
Cash Flows from Investing Activities:		
Purchase of Capital Assets	(119,474)	(357,259)
Purchase of Investments	(3,400,000)	(900,000)
Proceeds from Maturing Investments	2,968,584	1,178,081
Interest Earnings on Investments	<u>(47,412)</u>	<u>(62,893)</u>
Net Cash Provided from (used by) Investing Activities	<u>(598,302)</u>	<u>(142,071)</u>
Net Change in Cash and Cash Equivalents	105,656	(1,028,073)
Cash and Cash Equivalents - Beginning of the Year	<u>74,961</u>	<u>1,103,034</u>
Cash and Cash Equivalents - End of the Year	<u>\$ 180,617</u>	<u>\$ 74,961</u>

See accompanying notes to the financial statements.

Council for Older Adults
Schedule of Federal, State and Local Funding Received
For the Year Ended December 31, 2009

	<u>Amount</u>
Delaware County:	
Delaware County Senior Services Levy	\$ 5,599,899
Central Ohio Area Agency on Aging:	
Title III-E National Family Caregive Support Program	46,593
Title III-C/USDA	216,424
State Block Grant	12,418
PASSPORT	109,204
Other	2,850
United Way:	
Delaware County Senior Nutrition - Under 60	<u>84,136</u>
Total	<u><u>\$ 6,071,524</u></u>

Council for Older Adults
Notes to the Financial Statements
December 31, 2009 and 2008

(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 an Aging Services property tax levy. The most recent 0.9 mill levy was approved by Delaware County voters in November 2008. This levy will expire after five years.

The Council provides Senior Choices, nutrition, home repair, counseling, outreach, special events, a bi-monthly newsletter and protective services to the older population. Senior Choices includes home delivered meals, transportation, adult day care, homemaker, personal care and respite care services, emergency response system and durable equipment. The purpose of Senior Choices is to provide assistance needed to postpone or eliminate the need for the clients to go to nursing facilities.

Basis of Accounting

The financial statements of the Council have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and cash in banks.

Accounts Receivable

Accounts receivable at December 31, 2009 consist of consumer accounts (billings for user charged for services).

Inventory

Inventory consists of supplies available for sale to clients and food and packaging materials used in producing home delivered meals. Inventory 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, which are generally from five to seven years. The Council capitalizes assets which costs exceed \$1,000 and which useful lives exceed one year.

Compensated Absences

A liability is accrued for paid time off 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 it is measurable and available to finance expenditures of the fiscal period. Available means collected within the current period to be used to pay liabilities of the current period.

Council for Older Adults
Notes to the Financial Statements
December 31, 2009 and 2008

(1) Summary of Significant Accounting Policies (Continued)

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 in as much 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.

Retirement Plan

The Council has a 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 the extent allowable by law. In addition, the Council contributes 4% of each eligible employee's annual wages, and matches employee contributions to the plan up to 4% of each eligible employee's annual wages. The Council can vary these percentages from year to year at its discretion. Total pension expense was \$98,740 for 2009 and \$70,649 for 2008.

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 Council 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 and food service operations. No provision has been made for income tax as the Council anticipates the associated expenses will exceed the 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) Concentration of Credit Risk

The Council maintains checking, money market, and certificate of deposit accounts with local financial institutions. The accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. All of the Council's account balances were insured at December 31, 2009 and December 31, 2008.

Council for Older Adults
Notes to the Financial Statements
December 31, 2009 and 2008

(3) Investments

Investments as of December 31, 2009 and 2008 consist of the following:

	2009	2008
Certificates of Deposit and Money Market Funds	\$1,924,704	\$1,454,327

The certificates of deposit bear interest ranging from 2.55% to 4.35% and mature through January 2010. The certificates are reflected at cost, which approximates fair value.

4) Property and Equipment

The following schedule summarizes the changes in property and equipment for the year ended December 31, 2009:

	January 1, 2009	Additions	Disposals	December 31, 2009
Vehicles	50,544	0	0	50,544
Equipment, Furniture and Fixtures	480,744	47,779	(10,358)	518,165
Leasehold Improvements	360,894	71,694	0	432,588
Less Accumulated Depreciation	(205,675)	(93,799)	10,358	(289,116)
Totals	686,507	25,674	0	712,181

(5) Leases

In April 2007 a new postage machine was leased to replace the one leased in 2003. Future minimum lease payments under this lease are as follows: 2010 - \$4,068 and 2011 - \$1,695.

In April 2008 a new copier was leased to replace the one leased in 2005. Future minimum lease payments under this lease are as follows; 2010 - \$1,524 and 2011 - \$444.

In September 2009 a new copier was leased to replace the one leased in 2007. Future minimum lease payments are as follows: 2010 and 2011 \$6,620 and 2012 \$4,671.

(6) Beneficial Interest in Assets Held by Others

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.

Statement of Financial Accounting Standards No. 136 states that a transfer of assets where the resource provider specifies itself or an affiliate as the beneficiary is not a contribution and shall be recorded as an asset, even if variance power has been explicitly granted to the recipient organization.

The market value of the Fund at December 31, 2009 was \$20,938, which included the Council's original contribution, contributions made to the fund by outside parties, and earnings and cumulative changes in market value.

Council for Older Adults
Notes to the Financial Statements
December 31, 2009 and 2008

(7) Grants Payable and Commitments

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, 2009 for services provided through December 31, 2009.

The Council is obligated under these grant agreements for services performed through December 31, 2009 as follows:

Catholic Social Services	\$2,505
Help Line	9,410
Community Action Organization	9,238
Alzheimer's Association	11,172
Heritage Day Health Centers	2,369
Delaware Speech & Hearing	6,049
Delaware General Health District	3,107
Delaware County Juvenile Courts	4,139
Life Care Alliance	4,881
Total	<u>\$52,870</u>

The following grants have been awarded by the Council for term to begin in 2010:

Delaware General Health District	\$19,216
Alzheimer's Association of Central Ohio	52,932
Catholic Social Services, Inc.	29,643
Central Ohio Area Agency on Aging	6,000
Community Action Organization of Delaware, Madison	40,000
Delaware Area Transit Agency	298,183
Delaware County Job and Family Services	10,500
Delaware County Juvenile Court	6,000
Delaware County Speech and Hearing Center	45,395
Grady Memorial Hospital DRIVE program	6,000
Help Line of Delaware and Morrow Counties, Inc.-Connections & Companion	93,955
Heritage Day Health Centers	18,700
Life Care Alliance – Supportive Services	21,190
Grady Memorial Hospital-Telehealth Program	6,000
People In Need	6,000
Total	<u>\$659,714</u>

Council for Older Adults
Notes to the Financial Statements
December 31, 2009 and 2008

(8) Grants

The Council provided grants to the following organizations during 2009 and 2008:

	<u>2009</u>	<u>2008</u>
Community Action Organization (home repair services)	40,000	50,000
Alzheimers Association (counseling)	50,919	44,924
Senior Services for Independent Living (supportive/transportation services)	0	2,667
Help Line - Volunteer Connections & Senior Companions	85,173	80,351
Delaware Speech & Hearing (hearing screening/hearing aids)	40,875	41,296
Catholic Social Services (assistance)	27,816	31,730
Delaware Area Transit Agency (transportation)	320,852	281,298
Heritage Day Health Centers (adult day care)	18,998	18,700
Life Care Alliance (support and chore service)	21,190	20,160
Ohio Department of Job and Family Services (summer chores)	3,140	13,900
Delaware County Juvenile Court (chore service)	7,589	8,016
People In Need (emergency assistance)	6,000	6,000
Grady Memorial Hospital (DRIVE program)	4,496	5,395
Central Ohio Area Agency on Aging	6,000	6,000
Delaware General Health District	14,702	18,286
Other	1,230	759
Total	<u>\$648,980</u>	<u>\$629,482</u>

Council for Older Adults
Notes to the Financial Statements
December 31, 2009 and 2008

(9) Contract Services

The Council provides information to and/or arranges various levels of in-home and other assistance for eligible seniors. To provide the in-home assistance, the Council contracts on a purchase of services 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 services delivered.

The Council had the following contract services:

	<u>2009</u>	<u>2008</u>
Active Day of Columbus (adult day care & transportation)	13,574	28,294
Advanced Senior Support (hmmkr, pers care, respite & nursing)	24,633	12,547
Alia Healthcare (hmmkr, pers care, respite & nursing)	26,150	37,836
Central Ohio Care Services (hmmkr, pers care & respite)	102,460	34,376
Client Use of Ensure	28,234	24,466
Columbus Prescription (incontinence sppls & nutritional suppl)	64,667	88,354
Creative Living Systems (home improvement)	16,838	26,730
Custom Staffing (homemaker, personal care & respite)	64,013	50,243
Delaware Area Transit Authority (transportation)	41,356	60,423
Delaware Court Healthcare Center (institutional respite)	7,436	2,180
Duraline Medical Products, Inc. (durable medical equipment)	18,897	-
Delaware General Health District (appliance pickup)	5,000	-
Farmers Market	50,594	67,901
First Response Monitoring of Ohio (emergency response)	2,832	-
Guardian Medical Monitoring, Inc. (emergency response)	1,908	225
Health Care Depo (hmmkr, pers care, respite & nursing)	2,872	56,572
Health Trans, Inc. (homemaker)	1,485	-
Heritage Day Health (adult day care & personal care)	161,190	185,826
HM Miller & Associates (homemaker & personal care)	3,430	-
Home Helpers (hmmkr, personal care, respite & emergency response)	11,278	-
Home Instead Senior Care (homemaker, personal care & respite)	131,066	114,611
Home Reach Home Care & Hospice (hmmkr, pers care, respite & nursing)	61,960	67,258
Home Watch Caregivers (homemaker)	6,690	8,639
Interim Health Care (homemaker, personal care & respite)	19,944	20,806
Miracle Method of Columbus (home improvement)	6,055	-
Pro Health Care Services (hmmkr, pers. care & respite)	15,693	17,135
Quality Counts, LLC (respite)	-	2,130
Riverside Adult Day Health (adult day care)	3,551	-
Rural Metro (emergency response)	29,178	16,188
Senior Independence (hmmkr, personal care & respite)	6,871	17,058
Senior Services for Independent Living (hmmkr, pers care, trans)	72,969	90,411
Valued Relationships, Inc. (emergency response)	61,218	72,705
Volunteer Drivers	97,295	81,927
Other	6,253	3,380
	<u>\$ 1,167,590</u>	<u>\$ 1,188,221</u>

Council for Older Adults
Notes to the Financial Statements
December 31, 2009 and 2008

(10) Community Nutrition Program

The Council operates the Community Nutrition Program as part of Senior Choices. The program provides home delivered meals to seniors and services meals at several congregate meal sites in the county.

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

(11) Management Compensation

The Council employs the Executive Director under an employment agreement which expired on December 31, 2008. The agreement provides for a base salary, life insurance, professional development benefits and annual increases. This employment agreement was extended through December 31, 2010.

(12) Adult Protective Services

A new contract was executed with Delaware County effective June 1, 2008 provided that Delaware County Department of Jobs & Family Services (DJFS) provides Adult Protective Services to persons aged sixty or older in Delaware County. DJFS served as the lead for the investigation of referrals of suspected abuse, exploitation or neglect, evaluate the need for, and when appropriate, made every effort to provide or arrange for the provision of protective services. DJFS employed an individual who performed those duties. The Council for Older Adults provided office space, furniture, supplies, and designated staff to assist and reimbursed DJFS for expenses for the employee in excess of \$46,900. This agreement was terminated on July 3, 2009. At that time, Delaware County assumed total responsibility for the program.

(13) Prior Year Reclassifications

Certain reclassifications were made to 2008 amounts in the revenue categories to conform to 2009 financial statement presentation.



**Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by
*Government Auditing Standards***

Board of Trustees
Council for Older Adults
800 Cheshire Road
Delaware, Ohio 43015

We have audited the accompanying financial statements of the Council for Older Adults, (the Council), as of and for the years ended December 31, 2009 and 2008, and have issued our report thereon dated May 7, 2010. 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Council's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of opining on the effectiveness of the Council's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the Council's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A material weakness is a deficiency, or combination of internal control deficiencies, resulting in more than a reasonable possibility that a material misstatement of the Council's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose describe in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

Compliance and Other Matters

As part of reasonably assuring whether the Council's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 or other matters we must report under *Government Auditing Standards*.

Board of Trustees
Council for Older Adults
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by
Government Auditing Standards
Page 2

We intend this report solely for the information and use of management and the Board of Trustees. We intend it for no one other than these specified parties.

A handwritten signature in cursive script that reads "Balestra, Harr & Scherer". The signature is written in black ink on a light-colored background.

Balestra, Harr & Scherer, CPAs, Inc.
May 7, 2010



Mary Taylor, CPA
Auditor of State

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
AUGUST 24, 2010