

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.
(A NON-PROFIT ORGANIZATION)

FINANCIAL STATEMENTS AND ADDITIONAL INFORMATION

SEPTEMBER 30, 2010

WITH INDEPENDENT AUDITOR'S REPORT THEREON

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WOOD COUNTY SENIOR CITIZEN ASSOCIATION, INC.

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Wood County Senior Citizens Association, Inc.
Parkersburg, West Virginia:

I have audited the accompanying statement of financial position of the Wood County Senior Citizens Association, Inc. (the "Organization") (a nonprofit organization) as of September 30, 2010, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of September 30, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated February 19, 2010, on my consideration of the Organization's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of my audit.

My audit was conducted for the purpose of forming an opinion on the basic financial statements of the Organization taken as a whole. The accompanying schedule of expenditures of federal and state awards is presented for purposes of additional analysis, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

David L. Howell, CPA

David L. Howell, CPA
Cabin Creek, West Virginia
February 16, 2011

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

STATEMENT OF FINANCIAL POSITION

September 30, 2010

<u>ASSETS</u>	
Current assets:	
Cash	\$ 82,245
Accounts receivable	73,749
Prepaid expenses	<u>3,876</u>
Total current assets	159,870
Fixed assets:	
Land	198,252
Building and improvements	1,202,584
Furniture and equipment	<u>223,971</u>
	1,624,807
Less: accumulated depreciation	<u>(910,627)</u>
Total fixed assets	<u>714,180</u>
	<u>\$ 874,050</u>
<u>LIABILITIES AND NET ASSETS</u>	
LIABILITIES:	
Current liabilities:	
Accounts payable	\$ 33,043
Accrued payroll	59,502
Accrued annual leave	18,412
Payroll taxes withhold and accrued	10,766
Accrued expenses	258,736
Deferred revenue	63,895
Current portion of note payable	<u>5,006</u>
Total current liabilities	449,360
Long-term liabilities:	
Note payable	<u>444,301</u>
Total long-term liabilities	<u>444,301</u>
Total liabilities	893,661
NET ASSETS:	
Unrestricted	<u>(19,611)</u>
Total net assets	<u>(19,611)</u>
	<u>\$ 874,050</u>

The accompanying notes are an integral part of these financial statements.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

STATEMENT OF ACTIVITIES

Year Ended September 30, 2010

Support and revenues:	
Grant revenue - federal	\$ 273,687
Grant revenue - state	626,824
Grant revenue - fee for service	311,455
Program income	55,686
Other grant income	107,253
Rental income	104,842
Other income	<u>7,669</u>
Total unrestricted support and revenue	1,487,416
Expenses and losses:	
Program services:	
Title IIIB Senior Citizens	128,751
Title IIIC Nutrition	287,456
Title IIID In-Home services	8,161
Title IIIE Caregiver	49,280
LIFE	203,300
Elder abuse	1,472
Health benefits counseling	3,326
Community care	348,788
Lighthouse	130,035
Alzheimer	77,298
Community partnership	29,130
Our Community Foundation	6,400
Transportation	<u>25,587</u>
Total program services	1,298,984
Supporting services:	
General and administrative	167,322
Depreciation expense	<u>53,955</u>
Total supporting services	221,277
Total expenses	<u>1,520,261</u>
Change in unrestricted net assets	(32,845)
Net assets, beginning	<u>13,234</u>
Net assets, ended	<u><u>\$ (19,611)</u></u>

The accompanying notes are an integral part of these financial statements.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

STATEMENT OF FUNCTIONAL EXPENSE

Year Ended September 30, 2010

	<u>Program Services</u>	<u>Management and General</u>	<u>Total</u>
Salaries and Wages	\$ 829,876	20,760	850,636
Other Employee Benefits	20,243	443	20,686
Payroll Taxes	95,122	3,733	98,855
Contract Fees	174,001	2,480	176,481
Equipment Rental and Maintenance	32,628	25,318	57,946
Travel	27,481	369	27,850
Interest	-	35,640	35,640
Depreciation	-	78,083	78,083
Program Supplies	22,085	179	22,264
Disposables	21	95	116
Utilities	29,738	48,096	77,834
Insurance	27,200	-	27,200
Advertising	1,944	-	1,944
Program costs	1,830	527	2,357
Office supplies	18,338	1,474	19,812
Printing and copying	3,249	-	3,249
Miscellaneous	2,367	761	3,128
Subscriptions and fees	525	2,117	2,642
Loss on disposal of fixed assets	-	13,538	13,538
Total functional expenses	<u>\$ 1,286,648</u>	<u>233,613</u>	<u>1,520,261</u>

The accompanying notes are an integral part of these financial statements.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

STATEMENT OF CASH FLOWS

Year Ended September 30, 2010

CASH PROVIDED BY OPERATING ACTIVITIES

Increase (Decrease) in net assets	\$ (32,845)
Adjustments to reconcile increase (decrease) in net assets to net cash flows from operating activities:	
Depreciation	21,408
Loss on disposal of fixed assets	(18,595)
(Increase) decrease in:	
Accounts receivable	37,548
Prepaid expenses	8,483
Increase (decrease) in:	
Accounts payable	633
Accrued payroll	26,560
Accrued annual leave	1,706
Payroll taxes withheld and accrued	5,969
Accrued expenses	(11,000)
Deferred revenue	<u>(39,871)</u>
Net cash flows provided (used) by operating activities	(4)

CASH FLOWS FROM FINANCING ACTIVITIES

Reduction of long-term debt	<u>(4,261)</u>
Net cash flows provided (used) by financing activities	<u>(4,261)</u>
Net increase (decrease) in cash	(4,265)
Cash, beginning	<u>86,510</u>
Cash, ended	<u><u>\$ 82,245</u></u>

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

September 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING AND REPORTING POLICIES

The major accounting principles employed in the preparation of the accompanying financial statements are summarized as follows:

Organization

Wood County Senior Citizens Association, Inc. (the "Organization") is a not-for-profit corporation in the State of West Virginia and qualifies as a tax-exempt organization under Section 501 (c)(3) of the Internal Revenue Code and, therefore, is not subject to federal and state income taxes, except for income derived on income that is unrelated to the Organization's exempt purpose. The Organization is not classified as a private foundation.

Nature of Activities

The Organization was formed to promote programs and activities related to aging, encourage participation of older persons in the programs and activities, and diminish social isolation of the elderly through the group activities and programs; as well as informing the public of the special problems of the elderly and informing the elderly of their rights and responsibilities.

Temporarily Restricted Net Assets

The Organization reports grants and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions. At September 30, 2010, the Organization had only unrestricted net assets and did not have any temporarily restricted or permanently restricted net assets.

Revenue and Expense Recognition

The financial statements of the Organization are prepared on the accrual basis of accounting whereby revenues, other than donations, are recognized when earned and expenses are recognized when incurred.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments instruments purchased with a maturity of three months or less to be cash equivalents. There were no cash equivalents as of September 30, 2010.

Functional Allocation of Expenses

The cost of providing the various programs and other activities have been summarized on a functional basis in the Statement of Functional Expenses. Costs are allocated between management and general, fund raising or the appropriate program based on evaluations of the related benefits. Management and General expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

Advertising

It is the policy of the Organization to expense all advertising as incurred. Total advertising expense was \$2,546 for the year ended September 30, 2010.

Operations

Management of the Organization acknowledges that, to the best of their ability, all assets received have been used for the purpose for which they were contributed or have been accumulated to allow management to conduct the operations and programs of the Organization as effectively and efficiently as possible.

Accounts Receivable and Concentration of Credit Risk

The Organization provides various services to the elderly and low income individuals on a third-party reimbursement basis. The Organization bills the various funding sources in accordance with the contractual agreements without requiring collateral or any other security. Accounts and grants receivable have been adjusted for all known uncollectible accounts. An allowance for bad debts has not been set up as the amount is not considered material. Charitable adjustments related to non-billable services due to inadequate patient income levels are recognized when services are incurred. Discounts related to billable services that are based on patient income levels and other contractual requirements are recognized and recorded upon final collection settlement. Such uncollectible amounts at statement of financial position date are considered insignificant.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Financial Statement Presentation

Financial statement preparation follows the recommendations of the Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. In addition, the Organization is required to present statements of cash flows and functional expenses.

Use of Estimates

The preparation of financial statements in conformity with the accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect 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 revenue and expenses during the reporting period.

NOTE 2 PROPERTY AND EQUIPMENT

The allocation of the original cost of land, buildings and improvements, furniture and equipment, program equipment, vehicles, and paving purchased by utilizing federal and state allocated funds, and purchased with other revenue sources are as follows for the fiscal year ended:

Land	\$ 198,252
Buildings	1,202,584
Furniture and equipment	<u>223,971</u>
Total Cost	1,624,807
Less: Accumulated depreciation	<u>(910,627)</u>
Net book value	<u><u>\$ 714,180</u></u>

Depreciation expense for 2010 was \$53,955. Land is carried at cost. Buildings and improvements, furniture and equipment, program equipment, vehicles, and paving are carried at cost less accumulated depreciation. Donated assets are carried at fair market value less accumulated depreciation. Buildings and improvements, furniture and equipment, program equipment, vehicles, and paving are depreciated over their estimated useful lives, ranging from three to thirty-nine years, using the straight line method of depreciation.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Maintenance and repairs are charged to expense and major renewals and betterments are capitalized. Upon disposal of depreciable property, the appropriate property accounts are reduced by the related costs and accumulated depreciation. The resulting gains and losses are included in current operations as realized.

NOTE 3 NOTES PAYABLE

Notes payable at September 30, 2010 are comprised of the following:

Note to First National Bank, maturing in 2037 with an interest rate of 7.75% and monthly payments of \$3,323. This agreement is secured by a deed of trust for property at 914 Market Street	\$ 449,307
Less: current maturities	<u>(5,006)</u>
Long-term debt, net of current maturities	<u>\$ 444,301</u>

The approximate future commitments for principal reduction on long-term debt for the next five years and in the aggregate are as follows:

<u>Year ending</u> <u>September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 5,006	34,867	39,873
2012	5,411	34,462	39,873
2013	5,848	34,025	39,873
2014	6,321	33,552	39,873
2015	6,831	33,041	39,872
2016 - 2020	43,390	155,971	199,361
2021 - 2025	64,004	135,357	199,361
2026 - 2030	94,410	104,951	199,361
2031 - 2035	139,262	60,100	199,362
2036 - 2037	<u>78,824</u>	<u>7,063</u>	<u>85,887</u>
Total	<u>\$ 449,307</u>	<u>633,389</u>	<u>1,082,696</u>

NOTE 4 COMPENSATED ABSENCES

Eligible employees of the Organization are entitled to paid vacation, paid sick days, and personal days off depending on length of service and other factors. Such compensated absences were \$18,412 at September 30, 2010 and have been recorded as "Accrued annual leave" in the statement of financial position.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 5 LEASES

The Organization owns a building at 912, 914 and 916 Market Street, Parkersburg, West Virginia in which certain offices in the building are rented to area businesses. At September 30, 2010, most lease contracts could be cancelled with a thirty-day or sixty-day notice. Other property owned by the Organization is leased on an occasional basis for specific activities of various organizations.

NOTE 6 COMMITMENTS, CONTINGENCIES, AND CREDIT RISK ASSESSMENT

The Organization provides senior health and welfare services to those in need over the Mid-Ohio Valley region within West Virginia. The Organization grants credit for the services provided to substantially all of its patients without regard to the patients' ability to pay.

A substantial portion of the Organizations patient revenue is derived through Medicaid reimbursements. These reimbursements are subject to change from time to time dependent upon federal and state authorities' decisions on allowable rates and services as well as various policies, rules, and regulations governing Medicaid reimbursements.

The Organization receives significant financial assistance from numerous federal, state, and local governmental agencies in the form of grants and revenue sharing. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant instrument. Failure to fulfill the conditions could result in the return of the funds to grantors. In addition, the grants could be subjected to an audit by the grantor agencies and any disallowed claims resulting from such audits could be a liability to the Organization. However, in the opinion of management, any such disallowed claims will not have a material effect on the overall financial position of the Organization at September 30, 2010.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 7 IRS 941 BACK TAXES

The accrued expenses account includes \$258,736 of unpaid 941 withholdings from the 2003 fiscal year and before.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

SCHEDULE OF FEDERAL AND NON-FEDERAL SUPPORT,
REVENUE, EXPENSES AND CHANGES IN NET ASSETS

Year Ended September 30, 2010

Federal/State grantor Pass-through grantor	Federal Financial Assistance		
	Department of Health and Human Services		
	Northwestern Area Agency on Aging		
	Title IIIB Senior Citizens	Title IIIC Nutrition	Title IIID In-home Services
Federal CFDA number	93.004	93.045	93.042
Grant year ended	9/30/2010	9/30/2010	9/30/2010
Support and revenues:			
Grant Revenue - Federal	\$ 60,506	167,353	6,040
Grant Revenue - State	57,868	64,544	1,065
Grant Revenue - Fee for Service	-	-	-
Program Income	8,610	27,297	-
Other Grant Income	3,500	17,053	889
Total revenues and support	130,484	276,247	7,994
Expenses:			
Salaries & Wages	85,334	95,706	5,257
Payroll Taxes	7,111	8,547	418
Workers Comp Expense	4,152	4,762	28
Health Insurance	400	967	77
Travel	132	5,942	47
Payroll Expenses	-	-	-
Communications	-	-	-
Utilities	-	302	-
Insurance	13,577	-	-
Occupancy/Space Costs	-	-	-
Office Supplies	349	949	130
Program Supplies	462	13,976	1,635
Consumables	-	-	-
Printing/Copying	-	-	-
Postage	272	-	-
Subscriptions & Fees	-	525	-
Repairs & Maintenance	-	-	-
Non-Capitalized Equipment	-	-	-
Vehicle Costs	12,883	3,615	-
Consultant/Contractual	2,871	151,574	443
Advertising	413	20	-
Program Costs	-	376	113
Provider Tax	-	-	-
Training/Development	572	-	13
Miscellaneous	223	195	-
Total expenses	128,751	287,456	8,161
Increase (decrease) in net assets	1,733	(11,209)	(167)
Net assets, beginning	-	-	-
Transfers in (out)	(1,733)	11,209	167
Net assets, ended	\$ -	-	-

The accompanying notes are an integral part of this schedule.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

SCHEDULE OF FEDERAL AND NON-FEDERAL SUPPORT,
REVENUE, EXPENSES AND CHANGES IN NET ASSETS

Year Ended September 30, 2010

Federal/State grantor Pass-through grantor	Federal Financial Assistance		
	Department of Health and Human Services		
	Northwestern Area Agency on Aging		
	Title IID Medication Management	Title IIIE Caregiver Program	Elder Abuse
Federal CFDA number	93.042	93.047	93.041
Grant year ended	9/30/2010	9/30/2010	9/30/2010
Support and revenues:			
Grant Revenue - Federal	\$ 11,000	27,317	1,471
Grant Revenue - State	-	-	-
Grant Revenue - Fee for Service	-	-	-
Program Income	-	-	-
Other Grant Income	-	13,026	-
Total revenues and support	11,000	40,343	1,471
Expenses:			
Salaries & Wages	3,060	34,601	873
Payroll Taxes	246	2,941	77
Workers Comp Expense	20	1,078	44
Health Insurance	-	715	-
Travel	-	452	-
Payroll Expenses	-	-	-
Communications	-	-	-
Utilities	-	-	-
Insurance	-	-	-
Occupancy/Space Costs	-	-	-
Office Supplies	-	1,303	59
Program Supplies	-	870	418
Consumables	-	21	-
Printing/Copying	-	915	-
Postage	-	-	-
Subscriptions & Fees	-	-	-
Repairs & Maintenance	-	-	-
Non-Capitalized Equipment	-	-	-
Vehicle Costs	-	-	-
Consultant/Contractual	-	2,000	-
Advertising	-	1,511	-
Program Costs	-	1,047	-
Provider Tax	-	-	-
Training/Development	-	692	-
Miscellaneous	-	1,134	-
Total expenses	3,326	49,280	1,471
Increase (decrease) in net assets	7,674	(8,937)	-
Net assets, beginning	-	-	-
Transfers in (out)	(7,674)	8,937	-
Net assets, ended	\$ -	-	-

The accompanying notes are an integral part of this schedule.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

SCHEDULE OF FEDERAL AND NON-FEDERAL SUPPORT,
REVENUE, EXPENSES AND CHANGES IN NET ASSETS

Year Ended September 30, 2010

Federal/State grantor Pass-through grantor	Federal Financial Assistance	
	Department of Health and Human Services	
	Northwestern Area Agency on Aging	
	Direct	Service Award
Program title	LIFE	
Federal CFDA number	N/A	
Grant year ended	9/30/2010	
Support and revenues:		
Grant Revenue - Federal	\$	-
Grant Revenue - State		186,814
Grant Revenue - Fee for Service		-
Program Income		-
Other Grant Income		-
Total revenues and support		186,814
Expenses:		
Salaries & Wages		128,145
Payroll Taxes		10,527
Workers Comp Expense		1,608
Health Insurance		2,051
Travel		3,690
Payroll Expenses		-
Communications		120
Utilities		27,488
Insurance		11,648
Occupancy/Space Costs		-
Office Supplies		4,945
Program Supplies		63
Consumables		-
Printing/Copying		2,178
Postage		738
Subscriptions & Fees		-
Repairs & Maintenance		8,872
Non-Capitalized Equipment		-
Vehicle Costs		-
Consultant/Contractual		1,177
Advertising		-
Program Costs		-
Provider Tax		-
Training/Development		-
Miscellaneous		50
Total expenses		203,300
Increase (decrease) in net assets		(16,486)
Net assets, beginning		-
Transfers in (out)		16,486
Net assets, ended	\$	-

The accompanying notes are an integral part of this schedule.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

SCHEDULE OF FEDERAL AND NON-FEDERAL SUPPORT,
REVENUE, EXPENSES AND CHANGES IN NET ASSETS

Year Ended September 30, 2010

Federal/State grantor Pass-through grantor	State Financial Assistance		
	WV Department of Health and Human Services	Medicaid Community Care	Medicaid Waiver
	N/A		
			WV Bureau of Senior Services
			N/A
Program title			Lighthouse
Federal CFDA number	93.778	93.778	N/A
Grant year ended	9/30/2010	9/30/2010	9/30/2010
Support and revenues:			
Grant Revenue - Federal	\$ -	-	-
Grant Revenue - State	-	-	138,516
Grant Revenue - Fee for Service	300,006	-	344
Program Income	4,992	-	10,148
Other Grant Income	-	-	-
Total revenues and support	304,998	-	149,008
Expenses:			
Salaries & Wages	297,010	-	106,073
Payroll Taxes	26,426	-	9,222
Workers Comp Expense	14,130	-	4,863
Health Insurance	1,225	-	1,060
Travel	7,496	-	7,764
Payroll Expenses	-	-	-
Communications	169	-	-
Utilities	-	-	-
Insurance	-	-	-
Occupancy/Space Costs	-	-	-
Office Supplies	793	-	520
Program Supplies	40	-	450
Consumables	-	-	-
Printing/Copying	-	-	78
Postage	-	-	-
Subscriptions & Fees	-	-	-
Repairs & Maintenance	-	-	-
Non-Capitalized Equipment	-	-	-
Vehicle Costs	-	-	-
Consultant/Contractual	718	-	-
Advertising	-	-	-
Program Costs	282	-	5
Provider Tax	7	-	-
Training/Development	105	-	-
Miscellaneous	387	-	-
Total expenses	348,788	-	130,035
Increase (decrease) in net assets	(43,790)	-	18,973
Net assets, beginning	-	-	-
Transfers in (out)	43,790	-	(18,973)
Net assets, ended	\$ -	-	-

The accompanying notes are an integral part of this schedule.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

SCHEDULE OF FEDERAL AND NON-FEDERAL SUPPORT,
REVENUE, EXPENSES AND CHANGES IN NET ASSETS

Year Ended September 30, 2010

Federal/State grantor	Federal Financial Assistance	
	Department of Health and Human Services	
Pass-through grantor	Bel O Mar	Bureau of
	Regional	Senior
Program title	Alzheimer	Services
	Demonstration	Community
Federal CFDA number	FAIR	Partnership
Grant year ended	93.051	93.259
Support and revenues:	9/30/2010	9/30/2010
Grant Revenue - Federal	\$ -	-
Grant Revenue - State	72,101	80,000
Grant Revenue - Fee for Service	-	11,105
Program Income	4,611	-
Other Grant Income	-	-
Total revenues and support	76,712	91,105
Expenses:		
Salaries & Wages	66,087	-
Payroll Taxes	5,806	-
Workers Comp Expense	3,024	-
Health Insurance	620	-
Travel	1,599	-
Payroll Expenses	-	-
Communications	-	-
Utilities	-	1,083
Insurance	-	-
Occupancy/Space Costs	-	-
Office Supplies	84	535
Program Supplies	-	3,848
Consumables	-	-
Printing/Copying	78	-
Postage	-	-
Subscriptions & Fees	-	-
Repairs & Maintenance	-	7,258
Non-Capitalized Equipment	-	-
Vehicle Costs	-	-
Consultant/Contractual	-	15,218
Advertising	-	-
Program Costs	-	-
Provider Tax	-	-
Training/Development	-	810
Miscellaneous	-	378
Total expenses	77,298	29,130
Increase (decrease) in net assets	(586)	61,975
Net assets, beginning	-	-
Transfers in (out)	586	(61,975)
Net assets, ended	\$ -	-

The accompanying notes are an integral part of this schedule.

WOOD COUNTY SENIOR CITIZENS ASSOCIATION, INC.

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AND
NON-FEDERAL SUPPORT, REVENUES, EXPENSES AND CHANGES
IN NET ASSETS

September 30, 2010

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of federal and non-federal support, revenues, expenses and changes in net assets includes the federal and nonfederal grant activity of Wood County Senior Citizens Association, Inc. and is presented on the basis of accounting practices prescribed by the U.S. Department of Health and Human Services and the West Virginia Bureau of Senior Services. These practices differ in some respects from generally accepted accounting principles whereby, property and equipment is expensed when purchased.



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

Board of Directors
Wood County Senior Citizens Association, Inc.
Parkersburg, West Virginia

I have audited the financial statements of the Wood County Senior Citizens Association, Inc. (the "Organization") (a nonprofit organization) as of and for the year ended September 30, 2010, and have issued my report thereon dated February 16, 2011. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles, such that there is more than a remote likelihood that a misstatement of the organization's financial statements that is more than inconsequential will not be prevented or detected by the organization's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the organization's internal control.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

A handwritten signature in black ink that reads "David L. Howell, CPA". The signature is written in a cursive, flowing style.

David L. Howell, CPA
Cabin Creek, West Virginia
February 16, 2011