

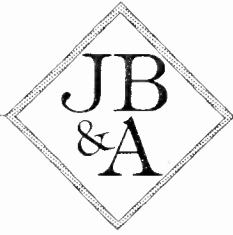
PRESTON COUNTY SENIOR CENTER, INC.

**INDEPENDENT AUDITORS' REPORT AND
RELATED FINANCIAL STATEMENTS**

SEPTEMBER 30, 2009

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JOHN BURDETTE & ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

P.O. BOX 418 • BUCKHANNON, WV 26201 • (304) 472-3600 • FAX (304) 472-3601

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Preston County Senior Center, Inc.
Kingwood, West Virginia

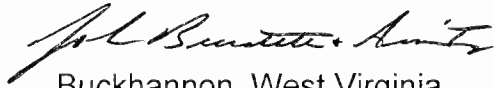
We have audited the accompanying statements of financial position of Preston County Senior Center, Inc. (a nonprofit organization) as of September 30, 2009, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. 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 Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the 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 Preston County Senior Center, Inc. as of September 30, 2009, 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, we have also issued our report dated May 11, 2010, on our consideration of Preston County Senior Center, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audits were preformed for the purpose of forming an opinion on the basic financial statements of Preston County Senior Center, Inc. taken as a whole. The accompanying schedules of expenditures of federal and state awards are presented for purposes of additional analysis as required by U. S. Office Management and Budget Circular A-133, Audits of State, Local Government, and Non-Profit Organizations, and West Virginia Department of Health and Human Services, and are 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 our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Buckhannon, West Virginia
May 11, 2010

PRESTON COUNTY SENIOR CENTER, INC.
STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2009

ASSETS

Current Assets

| | |
|---------------------------|------------|
| Cash and cash equivalents | \$ 112,032 |
| Accounts receivable, net | 371,510 |
| Grants receivable | 336,691 |
| Prepaid expense | 8,857 |
| Inventory | 8,354 |
| | 8,354 |

| | |
|----------------------|---------|
| Total current assets | 837,444 |
|----------------------|---------|

| | |
|------------------------------------|-----------|
| Property and Equipment, net | 2,220,935 |
|------------------------------------|-----------|

| | |
|---------------------|--------------|
| TOTAL ASSETS | \$ 3,058,379 |
|---------------------|--------------|

LIABILITIES AND NET ASSETS

Current Liabilities

| | |
|---------------------------|------------|
| Accounts payable | \$ 435,392 |
| Accrued payroll and taxes | 120,705 |
| | 120,705 |

| | |
|---------------------------|---------|
| Total current liabilities | 556,097 |
|---------------------------|---------|

Net Assets

| | |
|------------------------|-----------|
| Unrestricted | 2,096,163 |
| Temporarily restricted | 406,119 |
| | 406,119 |

| | |
|------------------|-----------|
| Total net assets | 2,502,282 |
|------------------|-----------|

| | |
|---|--------------|
| TOTAL LIABILITIES AND NET ASSETS | \$ 3,058,379 |
|---|--------------|

The accompanying notes are an integral part of this statement.

**PRESTON COUNTY SENIOR CENTER, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

| | Unrestricted | Temporarily Restricted | Total |
|---|---------------------|-----------------------------------|--------------|
| REVENUE AND SUPPORT | | | |
| Federal grant awards | \$ 1,292,344 | \$ | \$ 1,292,344 |
| State grant | 524,050 | | 524,050 |
| Donations and match | 167,256 | | 167,256 |
| Contractual/medicaid/sliding fee | 246,774 | | 246,774 |
| Project income | 67,300 | | 67,300 |
| Interest income | 700 | | 700 |
| Other income | 146,273 | | 146,273 |
| Net assets released from restrictions: | | | |
| Restrictions satisfied with lapse of time | 128,528 | (128,528) | |
| Total Revenue and Support | 2,573,225 | (128,528) | 2,444,697 |
| EXPENSES | | | |
| Program Services | | | |
| Title III-B | 87,271 | | 87,271 |
| Title III-D | 2,573 | | 2,573 |
| Title III-E | 18,377 | | 18,377 |
| Fair | 47,558 | | 47,558 |
| Title V | 847,439 | | 847,439 |
| Title VII - Elder Abuse | 521 | | 521 |
| Title III-C - Congregate | 100,039 | | 100,039 |
| Title III-C - Home Delivered | 145,255 | | 145,255 |
| Transportation | 878,402 | | 878,402 |
| Personal Care | 192,889 | | 192,889 |
| LIFE | 137,941 | | 137,941 |
| Lighthouse | 130,125 | | 130,125 |
| Other programs | 134,412 | | 134,412 |
| Support Services | | | |
| Mangement and General | | | |
| Total Expenses | 2,722,802 | | 2,722,802 |
| Change in Net Assets | (149,577) | (128,528) | (278,105) |
| NET ASSETS AT BEGINNING OF YEAR | 2,245,740 | 534,647 | 2,780,387 |
| NET ASSETS AT END OF YEAR | \$ 2,096,163 | \$ 406,119 | \$ 2,502,282 |

The accompanying notes are an integral part of this statement.

**PRESTON COUNTY SENIOR CENTER, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

| FUNCTIONAL EXPENSES | Program Services | | | | | | | | |
|------------------------------|------------------|-----------------|-----------------|------------------|------------------|----------------|-------------------|-------------------|-------------------|
| | Title III-B | Title III-D | Title III-E | Fair | Title V | Elder Abuse | Title III-C | | |
| | | | | | | | Congregate | Home Delivered | Transportation |
| Salaries and wages | \$ 26,987 | \$ 1,288 | \$ 5,805 | \$ 7,584 | \$630,971 | \$ | \$ 10,022 | \$ 15,715 | \$ 258,244 |
| Fringe benefits | 9,592 | 621 | 3,151 | 4,076 | 79,989 | | 6,086 | 8,505 | 75,778 |
| Travel and transportation | 818 | | | | 1,714 | | 124 | 3,312 | |
| Printing and supplies | | 664 | | | 705 | 521 | 3,241 | 7,758 | 3,463 |
| Postage and shipping | | | | | 26 | | | | |
| Rawfood | | | | | | | 38,578 | 51,855 | |
| Disposables | | | | | | | 2,645 | 6,784 | |
| Repairs and maintenance | | | | | 1,500 | | 2,084 | 4,304 | 40,089 |
| Taxes, licenses and permits | | | | | | | 115 | 158 | |
| Communications and utilities | | | | | | | 766 | 1,058 | 19,327 |
| Rent occupancy costs | 600 | | | | 6,700 | | 5,796 | 8,004 | |
| Dues/subscriptions/training | | | | | 2,919 | | | | 629 |
| Insurance | | | | | | | | | 37,677 |
| Other costs | | | | | | | 15,368 | 18,832 | |
| Contractual services | 44,136 | | 7,914 | 33,912 | | | | | 4,720 |
| Fuel and oil | | | | | | | 1,221 | 1,687 | 57,410 |
| Advertising | | | | | 1,030 | | | | 4,313 |
| Depreciation expense | | | | | | | 1,319 | | 286,229 |
| Allocated indirect costs | 5,138 | | 1,507 | 1,986 | 121,885 | | 12,674 | 17,283 | 90,523 |
| Total | \$ 87,271 | \$ 2,573 | \$18,377 | \$ 47,558 | \$847,439 | \$ 521 | \$ 100,039 | \$ 145,255 | \$ 878,402 |

**PRESTON COUNTY SENIOR CENTER, INC.
STATEMENT OF FUNCTIONAL EXPENSES (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

| | <u>Program Services</u> | | | | <u>Support Services</u> | | <u>Total</u> |
|------------------------------|--------------------------|-------------------|-------------------|---------------------------|---------------------------------------|-----------------------------------|---------------------|
| | <u>Personal Care</u> | <u>LIFE</u> | <u>Lighthouse</u> | <u>Other Programs</u> | <u>Total Program Services</u> | <u>Management and General</u> | |
| Salaries and wages | \$ 6,647 | \$ 44,826 | \$ 9,636 | \$ 4,710 | \$ 1,022,435 | \$ 145,244 | \$ 1,167,679 |
| Fringe benefits | 3,386 | 12,373 | 4,412 | 2,271 | 210,240 | 48,199 | 258,439 |
| Travel | 465 | 55,984 | 166 | 24,041 | 86,624 | 12,742 | 99,366 |
| Printing and supplies | 31 | | 129 | 15,718 | 32,230 | 10,067 | 42,297 |
| Postage and shipping | | | | | 26 | 2,308 | 2,334 |
| Rawfood | | | | | 90,433 | | 90,433 |
| Disposables | | | | | 9,429 | | 9,429 |
| Repairs and maintenance | | | | 14,759 | 62,736 | 8,592 | 71,328 |
| Taxes, licenses and permits | 10 | | | | 283 | 395 | 678 |
| Communications and utilities | | | | | 21,151 | 19,191 | 40,342 |
| Rent occupancy costs | | | | | 21,100 | | 21,100 |
| Dues/subscriptions/training | | | | | 3,548 | 1,707 | 5,255 |
| Insurance | | | | | 37,677 | | 37,677 |
| Other costs | | 15,136 | | 63,176 | 112,512 | | 112,512 |
| Contractual services | 180,562 | | 113,361 | 9,248 | 393,853 | 4,000 | 397,853 |
| Fuel and oil | | | | | 60,318 | | 60,318 |
| Advertising | | | | 371 | 5,714 | 12,500 | 18,214 |
| Depreciation expense | | | | | 287,548 | | 287,548 |
| Allocated indirect costs | <u>1,788</u> | <u>9,622</u> | <u>2,421</u> | <u>118</u> | <u>264,945</u> | <u>(264,945)</u> | |
| Total | <u>\$ 192,889</u> | <u>\$ 137,941</u> | <u>\$ 130,125</u> | <u>\$ 134,412</u> | <u>\$ 2,722,802</u> | <u>\$</u> | <u>\$ 2,722,802</u> |

The accompanying notes are an integral part of this statement.

PRESTON COUNTY SENIOR CENTER, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2009

CASH FLOWS FROM OPERATING ACTIVITIES

| | |
|---|------------------|
| Change in net assets | \$ (278,105) |
| Adjustments to reconcile increase in net assets to net cash used in operating activities: | |
| Depreciation | 287,548 |
| (Increase) decrease in operating assets: | |
| Accounts receivable | (204,612) |
| Grants receivable | (213,227) |
| Inventory | (4,298) |
| Prepaid expense | (4,663) |
| Increase (decrease) in operating liabilities: | |
| Accounts payable | 214,709 |
| Accrued payroll and taxes | 56,950 |
| | (145,698) |
| NET CASH USED IN OPERATING ACTIVITIES | (145,698) |

CASH FLOWS FROM INVESTING ACTIVITIES

| | |
|--|-----------------|
| Capital expenditures | (37,284) |
| | (37,284) |
| NET CASH USED IN INVESTING ACTIVITIES | (37,284) |

CASH FLOWS FROM FINANCING ACTIVITIES

NET CASH USED IN FINANCING ACTIVITIES

| | |
|---|-------------------|
| NET DECREASE IN CASH AND CASH EQUIVALENTS | (182,982) |
| CASH AND CASH EQUIVALENTS, beginning of year | 295,014 |
| CASH AND CASH EQUIVALENTS, end of year | \$ 112,032 |

The accompanying notes are an integral part of this statement.

PRESTON COUNTY SENIOR CENTER, INC.
NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

Organization - The Preston County Senior Center, Inc. is a nonstock corporation organized under the laws of the State of West Virginia and has been determined by the Internal Revenue Service to be a tax exempt organization under Internal Revenue Code Section 501(c)(3). In addition, the Center has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for 2009.

Nature of Activities

The Center was developed to improve the quality of life for senior citizens in Preston County, West Virginia. The purpose is to study and document the needs of the seniors, to encourage, promote and aid in the establishment of programs for seniors, to conduct programs of public education in the problems of aging, to utilize opportunities to establish demonstration programs, and to implement federal, state and local programs for the aging that no other agency is implementing.

Basis of Accounting

The financial statements of Preston County Senior Center, Inc. have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its 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 net assets, temporarily restricted net assets, and permanently restricted net assets.

The financial statement presentation also follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 116, "Accounting for Contributions Received and Contributions Made." In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence and/or nature of any donor restrictions. In addition, Preston County Senior Center, Inc. has not received any contributions with donor-imposed restrictions that would result in temporarily or permanently restricted net assets.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Inventories

Inventory is valued at the lower of cost or market using the first-in, first-out method.

PRESTON COUNTY SENIOR CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Note 1. Summary of Significant Accounting Policies (Continued)

Allowance for Doubtful Accounts

The Organization uses an allowance method of accounting for bad debts. Management feels the accounts and grants receivable shown on the statement of financial position are fully collectible.

Property and Equipment

Fixed assets acquired by the Center are considered to be owned by the Center. However, Federal and State funding sources may maintain equitable interest in the property purchased with grant monies as well as the right to determine the use of any proceeds from the sale of these assets. The Federal and State Funding sources have a reversionary interest in those assets purchased with its funds for the estimated useful life of the asset.

Property and equipment are carried at Cost or, if donated, at the approximate fair value at the date of donation. The Center follows the practice of capitalizing such assets over their estimated useful life if the recorded cost or fair value exceeds \$ 1,000.

Depreciation is computed using the straight-line method. In addition, all property and equipment purchased with grant monies must be used in accordance with the grantor agency's policies. Maintenance and repairs are expensed as incurred.

The net fixed asset balance has been recorded as a separate component in unrestricted net assets.

Federal Grants

Grant Monies are received on a reimbursement basis in which the Center requests monies based upon expenditures made; this is utilized for Title III-B, Title III-D, Title III-E, and Transit grants. Upon completion of a grant year, any unexpended grant funds has to be approved for carryover. Title V funds are received on an as need basis in which the Center requests monies that it feels it will need in the immediate future. Any unexpended funds must be returned to grantor.

Title III-C monies are received on a meal reimbursement basis, but not to exceed the total grant award. Upon completion of the grant year, any expended monies are restricted for future Title III-C program operating expenses.

Total federal and state grant revenues for the year ended September 30, 2009, were \$ 1,292,344 and \$ 524,050, respectively.

Donated Services.

The members of the Board of Directors receive no fees for performing their duties as members, officers, or special committee members. However, no revenues or expenses have been recognized in these financial statements in relation to such volunteer services.

**PRESTON COUNTY SENIOR CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

Note 1. Summary of Significant Accounting Policies (Continued)

Revenue and Support

Preston County Senior Center, Inc. receives its grant support primarily from the Upper Potomac Area Agency on Aging, Inc. Support received from those grants is recognized on a "net funded" basis whereby the Federal and State Grant funding is recognized on a last-dollar-in basis. When using this basis, related expenses incurred are "netted" first by project income and local match in determining grant funds to be recognized. Preston County Senior Center, Inc. receives client fee, Medicaid (Continuum of Care) income, and Medicaid Waiver income for billable client in home services and recognized these fees and income when earned.

Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Functional Allocation of Expenses

The costs of providing the various programs and other activities 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.

Estimates

In preparing financial statements in conformity with generally accepted accounting principles, management must make estimates based on future events that effect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities as of the date of the financial statements, and revenues and expenses during the reporting period. Actual results could differ from these estimates.

Note 2. Accounts Receivable

Accounts receivable at September 30, 2009, were as follows:

| | |
|--|-----------|
| Medicaid Waiver/Continuum of Care | \$ 25,001 |
| General and indirect | 346,509 |
| | ----- |
| | 371,510 |
| Less: Allowance for uncollectible accounts | 0 |
| | ----- |
| Total accounts receivable | \$371,510 |
| | ===== |

**PRESTON COUNTY SENIOR CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

Note 3. Grants Receivable

Grants receivable at September 30, 2009, were as follows:

| | |
|-------------------------|------------|
| Title III-B | \$ 13,210 |
| Title III-C | 11,975 |
| Title III-D | 14 |
| Title III-E | 1,214 |
| Life | 54,873 |
| Transportation | 131,517 |
| FAIR | 7,678 |
| Lighthouse | 20,832 |
| Title V | 95,378 |
| | ----- |
| Total grants receivable | \$ 336,691 |
| | ===== |

Note 4. Property and Equipment

Property and equipment consisted of the following at September 30, 2009:

| | |
|-----------------------------------|--------------|
| Land and buildings | \$ 2,074,347 |
| Vehicles | 1,682,577 |
| Equipment, furniture and fixtures | 217,502 |
| | ----- |
| Accumulated depreciation | (1,753,491) |
| | ----- |
| Net property and equipment | \$ 2,220,935 |
| | ===== |

Note 5. Restrictions on Net Assets

Temporarily restricted net assets at September 30, 2009, consisted of assets in which federal and state funding agencies have a reversionary interest.

Note 6. Retirement Program

The Center sponsors a defined contribution retirement plan whereby certain employees are eligible to be included in the Center's retirement program. The employee contributes 4.5% of his/her gross wages which is combined with 10.5% contributed by the Preston County Senior Center, Inc.

The covered employees are eligible to draw benefits upon retirement. Service contributions to the retirement program of \$ 29,378 are included in fringe benefits costs on the statement of functional expenses.

PRESTONCOUNTY SENIOR CENTER, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Note 7. Concentrations

The Center receives about 74 percent of its total support and revenue from various grants from the Federal and State governments.

Note 8. Contingent Liabilities

In the normal course of operations, the Center receives grant funds from various Federal and State agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions relevant to the grant. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

**PRESTON COUNTY SENIOR CENTER, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

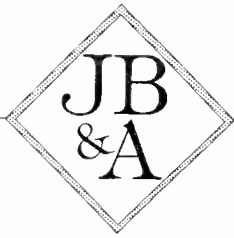
| <u>Federal Grantor/Pass-through Grantor/Program Title</u> | <u>CFDA Number</u> | <u>Expenditures</u> |
|---|------------------------|---------------------|
| U.S. Department of Transportation | | |
| Pass-through from WV Department of Transportation | | |
| Public Transportation in Nonurban Area - 49 USC Section 5311 | 20.509 | \$ 306,300 |
| U.S. Department of Health and Human Services | | |
| Pass-through from Upper Potomac Area Agency on Aging, Inc. | | |
| Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers | 93.044 | 47,875 |
| Special Programs for the Aging - Title III, Part C - Nutrition Services | 93.045 | 162,097 |
| Aging Congregate Nutrition Services | 93.707 | 6,390 |
| Aging Home-Delivered Nutrition Services | 93.705 | 3,551 |
| Special Programs for the Aging - Title III, Part E - Cargiver | 93.052 | 13,783 |
| Special Programs for the Aging - Title III, Part D - Preventive Health Services/Medical Management | 93.043 | 2,188 |
| Special Programs for the Aging - Title VII, SHIP Information, Counseling & Assistance | 93.779 | 5,000 |
| Special Programs for the Aging - Title VII, Elder Abuse Prevention | 93.041 | 521 |
| Low Income Energy Assistance Program | 93.568 | 309 |
| U.S. Department of Labor | | |
| Pass-through from WV Bureau of Senior Services | | |
| Title V - Senior Community Service Employment Program | 17.235 | 735,270 |
| Department of Veterans Affairs | | |
| Veterans Medical Care Benefits | 64.009 | 9,060 |
| Total Expenditures of Federal Awards | | <u>\$ 1,292,344</u> |

BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards included in the federal grant activity of Preston County Senior Center, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The accompanying notes are an integral part of this schedule.

SUPPLEMENTAL INFORMATION



JOHN BURDETTE & ASSOCIATES

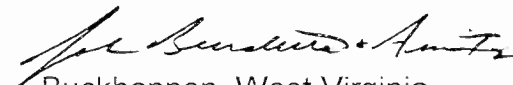
CERTIFIED PUBLIC ACCOUNTANTS

P.O. BOX 418 • BUCKHANNON, WV 26201 • (304) 472-3600 • FAX (304) 472-3601

INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTAL INFORMATION

To the Board of Directors
Preston County Senior Center, Inc.
Kingwood, West Virginia

Our report on our audit of the basic financial statements of the Preston County Senior Center, Inc. for the year ended September 30, 2009 appears on page 1. 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 of the purpose of forming an opinion of the basic financial statements taken as a whole. The schedule of revenues and support, is presented for purpose 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 our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.


Buckhannon, West Virginia
May 11, 2010

PRESTON COUNTY SENIOR CENTER, INC.
SCHEDULE OF REVENUES AND SUPPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2009

| | Title III-B | Title III-D | Title III-E | Fair | Title III-C | |
|-----------------------------------|----------------|----------------|----------------|--------------------|----------------|-------------------|
| | | | | | Congregate | Home Delivered |
| Federal financial assistance | \$ 47,875 | \$ 2,188 | \$ 13,783 | \$ | \$ 65,934 | \$ 106,104 |
| State grant | 33,764 | 128 | | 29,716 | | |
| State LIFE allocated | 5,632 | 257 | 4,594 | | 4,379 | 4,805 |
| Donations and match | | | | | 1,278 | 565 |
| Contractual/medicaid/sliding fee | | | | 7,178 | | |
| Project income | | | | | 33,519 | 33,781 |
| Interest income | | | | | | |
| Other | | | | | | |
| Total Revenue and Support | <u>87,271</u> | <u>2,573</u> | <u>18,377</u> | <u>36,894</u> | <u>105,110</u> | <u>145,255</u> |
| | | | | | | |
| Functional Expenses | 87,271 | 2,573 | 18,377 | 47,558 | 100,039 | 145,255 |
| Depreciation | | | | | (1,319) | |
| Capital Expenditures | | | | | 6,390 | |
| Total Expenditures | <u>87,271</u> | <u>2,573</u> | <u>18,377</u> | <u>47,558</u> | <u>105,110</u> | <u>145,255</u> |
| | | | | | | |
| Net Revenue (Expenditures) | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$ (10,664)</u> | <u>\$</u> | <u>\$</u> |

**PRESTON COUNTY SENIOR CENTER, INC.
SCHEDULE OF REVENUES AND SUPPORT (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

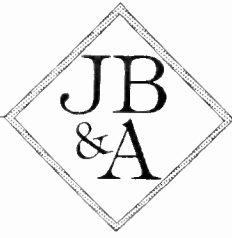
| Title V | Transportation | Personal Care | Direct LIFE | Lighthouse | Other | Total (Memorandum Only) |
|--------------------|-------------------------------|------------------|------------------------|--------------------|---------------------|----------------------------------|
| \$ 735,270 | \$ 306,300 144,540 | \$ 16,854 | \$ 157,608 (19,667) | \$ 105,440 | \$ 14,890 36,000 | \$ 1,292,344 524,050 |
| 71,347 | 89,899 4,092 | 227,096 | | 8,408 | 4,167 | 167,256 246,774 67,300 |
| | 39,724 | | | | 700 106,549 | 700 146,273 |
| <u>806,617</u> | <u>584,555</u> | <u>243,950</u> | <u>137,941</u> | <u>113,848</u> | <u>162,306</u> | <u>2,444,697</u> |
| 847,439 | 878,402 (286,229) 8,000 | 192,889 | 137,941 | 130,125 | 134,933 22,895 | 2,722,802 (287,548) 37,285 |
| <u>847,439</u> | <u>600,173</u> | <u>192,889</u> | <u>137,941</u> | <u>130,125</u> | <u>157,828</u> | <u>2,472,539</u> |
| <u>\$ (40,822)</u> | <u>\$ (15,618)</u> | <u>\$ 51,061</u> | <u>\$</u> | <u>\$ (16,277)</u> | <u>\$ 4,478</u> | <u>\$ (27,842)</u> |

The independent auditors' report on supplemental information is an integral part of this schedule.

**PRESTON COUNTY SENIOR CENTER, INC.
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2009**

| | <u>Grant Period</u> | <u>Grant Identificaiton Number</u> | <u>State Expenditures</u> |
|------------------------------------|-------------------------|--|-------------------------------|
| Direct Programs: | | | |
| Community Partnership Grant | June 30, 2009 | 08CPGP0128 | \$ 9,000 |
| Community Partnership Grant | June 30, 2009 | SC2950 | <u>27,000</u> |
| Total Direct Programs | | | <u>36,000</u> |
| Pass through Awards | | | |
| IIIB State | June 30, 2009 | 2937 | 33,764 |
| IIIC-1 | June 30, 2009 | 2911 | |
| IIIC-2 | June 30, 2009 | 2911 | |
| IIID | June 30, 2009 | 2911 | 128 |
| LIFE | June 30, 2009 | 2904 | 96,720 |
| LIFE | June 30, 2010 | 21004 | 60,889 |
| Lighthouse | June 30, 2009 | 2951 | 76,072 |
| Lighthouse | June 30, 2010 | 21051 | 29,368 |
| FAIR | June 30, 2009 | 2951 | 19,400 |
| FAIR | June 30, 2010 | 21051 | 9,016 |
| FAIR Plus | June 30, 2009 | 2852 | 1,300 |
| In-Home Transportation | June 30, 2009 | 2951 | |
| In-Home Transportation | June 30, 2010 | 21051 | 16,854 |
| Division of Public Transit | June 30, 2009 | S184025 | 120,335 |
| Division of Public Transit | June 30, 2010 | S184026 | <u>24,204</u> |
| Total pass-through awards | | | <u>488,050</u> |
| TOTAL EXPENDITURES OF STATE AWARDS | | | <u>\$ 524,050</u> |

The independent auditors' report on supplemental information is an integral part of this schedule.



JOHN BURDETTE & ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

P.O. BOX 418 • BUCKHANNON, WV 26201 • (304) 472-3600 • FAX (304) 472-3601

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

To the Board of Directors
Preston County Senior Center, Inc.
Kingwood, West Virginia

We have audited the financial statements of Preston County Senior Center, Inc. (a nonprofit organization) as of and for the year ended September 30, 2009, and have issued our report thereon dated May 11, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United State 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 our audit, we considered Preston County Senior Center, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Preston County Senior Center, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Preston County Senior Center, Inc.'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.

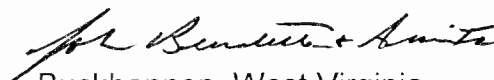
A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the organization's internal control.

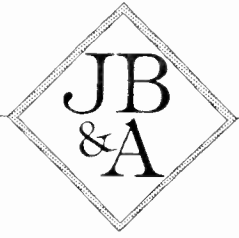
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Preston County Senior Center, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the management, the audit committee, Board of Directors, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.


Buckhannon, West Virginia
May 11, 2010



JOHN BURDETTE & ASSOCIATES

CERTIFIED PUBLIC ACCOUNTANTS

P.O. BOX 418 • BUCKHANNON, WV 26201 • (304) 472-3600 • FAX (304) 472-3601

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

To the Board of Directors
Preston County Senior Center, Inc.
Kingwood, West Virginia

Compliance

We have audited the compliance of Preston County Senior Center, Inc. (a nonprofit organization) with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 2009. Preston County Senior Center, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Preston County Senior Center, Inc.'s management. Our responsibility is to express an opinion on Preston County Senior Center, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, "*Audits of States, Local Governments, and Non-Profit Organizations*". Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Preston County Senior Center, Inc.'s compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Preston County Senior Center, Inc.'s compliance with those requirements.

In our opinion, Preston County Senior Center, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 2009.

Internal Control Over Compliance

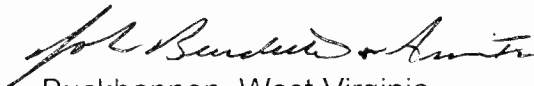
The management of Preston County Senior Center, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Preston County Senior Center, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Preston County Senior Center, Inc.'s internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance 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 compliance that we consider to be material weaknesses, as defined above.

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


Buckhannon, West Virginia
May 11, 2010

**PRESTON COUNTY SENIOR CENTER, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 2009**

Section 1 - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

Material weakness identified? ___ yes X no

Significant deficiencies identified that are not considered to be material weaknesses? ___ yes X no

Noncompliance material to financial statements noted? ___ yes X no

Federal Awards

Internal control over major programs?

Material weakness identified? ___ yes X no

Significant deficiencies identified that are not considered to be material weaknesses? ___ yes X none reported

Type of auditors' report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? ___ yes X none reported

Identification of major programs?

| <u>CFDA Number</u> | <u>Name of Federal Program Cluster</u> |
|------------------------|--|
| 17.235 | Title V |
| 20.509 | Public Transportation |

Dollar threshold used to distinguish between type A and type B programs: \$ 300,000

Auditee qualified as low-risk auditee? ___ yes X no

Section II - Financial Statement Findings

None

Section III - Federal Awards Findings and Questioned Costs

None

The accompanying notes are an integral part of this schedule.