

IOWA EAST CENTRAL T.R.A.I.N.

Davenport, Iowa

**FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA
(OMB Circular A-133, Single Audit Report)**

October 31, 2004

(With Independent Auditor's Reports Thereon)

IOWA EAST CENTRAL T.R.A.I.N.

Davenport, Iowa

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Iowa East Central T.R.A.I.N.
Davenport, Iowa

We have audited the accompanying Statement of Assets, Liabilities, and Net Assets (Regulatory Basis) of Iowa East Central T.R.A.I.N. (a nonprofit organization) as of October 31, 2004, and the related Statements of Activities and Changes in Net Assets (Regulatory Basis) and Cash Flows (Regulatory Basis) 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. The prior year summarized comparative information has been derived from the Organization's 2003 financial statements and, in our report dated December 4, 2003, we expressed an unqualified opinion on those financial statements on the basis of accounting described in Note 3.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 3, Iowa East Central T.R.A.I.N.'s financial statements are prepared in conformity with the accounting practices prescribed by certain funding sources, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of Iowa East Central T.R.A.I.N. as of October 31, 2004, and the changes in its net assets and its cash flows for the year then ended on the basis of accounting described in Note 3.

This report is intended solely for the information and use of the management of Iowa East Central T.R.A.I.N. and for filing with all applicable federal agencies and other funding sources, and should not be used for any other purpose.

In accordance with Government Auditing Standards, we have also issued our report dated December 2, 2004, on our consideration of Iowa East Central T.R.A.I.N.'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. The purpose of that report is to describe the scope of our 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 should be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. The additional supporting schedules are presented for purposes of additional analysis and are also not a required part of the basic financial statements. Such supplementary 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.



MERIWETHER, WILSON AND COMPANY, P.L.C.
Certified Public Accountants

December 2, 2004
West Des Moines, Iowa

IOWA EAST CENTRAL T.R.A.I.N.

Statement of Assets, Liabilities, and Net Assets (Regulatory Basis)

October 31, 2004
(With Comparative Totals for 2003)

	<u>2004</u>	<u>2003</u>
Assets		
Current Assets		
Cash	\$ 1,001,065	1,014,219
Receivables		
Grant Awards and Contracts	690,048	756,183
Other	7,508	1,781
Weatherization Projects in Progress	119,574	98,808
Weatherization Materials Inventory	14,099	18,833
Prepaid Expenses	68,403	86,762
Total Current Assets	<u>1,900,697</u>	<u>1,976,586</u>
Property and Equipment		
Office Equipment	99,152	94,564
Accumulated Depreciation	(91,661)	(86,855)
Net Property and Equipment	<u>7,491</u>	<u>7,709</u>
 Total Assets	 <u>\$ 1,908,188</u>	 <u>1,984,295</u>
Liabilities and Net Assets		
Current Liabilities		
Grant Funds Owed to Funding Source	\$ 14,218	25,209
Accounts Payable	171,557	173,642
Accrued Payroll and Related Taxes and Benefits	245,365	223,361
Deferred Revenues	455,298	558,343
Total Current Liabilities	<u>886,438</u>	<u>980,555</u>
Net Assets		
Unrestricted	1,021,561	967,947
Temporarily Restricted	189	35,793
Total Net Assets	<u>1,021,750</u>	<u>1,003,740</u>
 Total Liabilities and Net Assets	 <u>\$ 1,908,188</u>	 <u>1,984,295</u>

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

IOWA EAST CENTRAL T.R.A.I.N.

Statement of Activities and Changes in Net Assets (Regulatory Basis)

October 31, 2004
(With Comparative Totals for 2003)

	2004			2003
	Unrestricted	Temporarily Restricted	Total	Total All Funds
Revenue				
Program Grants, Fees, and Support				
Federal Awards	\$ 11,666,491	--	11,666,491	11,173,566
State and Local Support and Fees	536,321	71,243	607,564	569,383
Total Program Grants, Fees, and Support	12,202,812	71,243	12,274,055	11,742,949
Program Income, Support, and Fees	174,014	--	174,014	60,912
Interest Income	7,429	--	7,429	10,721
In Kind Contributions	796,262	--	796,262	913,804
Other Income	17,615	11,108	28,723	12,696
Total Revenue	13,198,132	82,351	13,280,483	12,741,082
Net Assets Released from Restrictions Through Satisfaction of Payment Requirements	117,955	(117,955)	--	--
Total Revenue and Reclassification	13,316,087	(35,604)	13,280,483	12,741,082
Expenses				
Personnel	5,024,308	--	5,024,308	4,941,843
Management and Administration	724,021	--	724,021	712,380
Direct Client Assistance	2,821,136	--	2,821,136	2,547,346
Consultants/Contractual	1,279,020	--	1,279,020	1,321,394
Travel/Transportation	91,101	--	91,101	73,160
Space Costs	226,822	--	226,822	201,889
Supplies	607,489	--	607,489	444,553
Weatherization				
Materials	179,993	--	179,993	150,509
Labor	312,794	--	312,794	344,940
Support	310,837	--	310,837	274,743
Health and Safety	120,917	--	120,917	168,628
Equipment	32,194	--	32,194	26,327
Other	730,773	--	730,773	633,610
Depreciation	4,806	--	4,806	8,972
In Kind Expenses	796,262	--	796,262	913,804
Total Expenses	13,262,473	--	13,262,473	12,764,098
Increase (Decrease) in Net Assets	53,614	(35,604)	18,010	(23,016)
Net Assets at Beginning of Year	967,947	35,793	1,003,740	1,026,756
Net Assets at End of Year	\$ 1,021,561	189	1,021,750	1,003,740

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

IOWA EAST CENTRAL T.R.A.I.N.

Statement of Cash Flows (Regulatory Basis)

October 31, 2004
(With Comparative Totals for 2003)

	<u>2004</u>	<u>2003</u>
Cash Flows from Operating Activities		
Increase (Decrease) in Net Assets from Program Activities	\$ 18,010	(23,016)
Adjustments to Reconcile Increase in Net Assets to Net Cash Provided by Operating Activities		
Expenses Not Requiring Cash Expenditure - Depreciation	4,806	8,972
Changes in Asset and Liability Accounts		
Receivables	60,408	103,665
Weatherization Projects in Progress	(20,766)	90,901
Weatherization Inventories	4,734	(2,480)
Prepaid Expenses	18,359	(58,770)
Payable to Funding Sources	(10,991)	(1,352)
Accounts Payable	(2,085)	(111,921)
Accrued Payroll	22,004	3,463
Deferred Revenue	(103,045)	449,355
Net Cash Flows from Operating Activities	<u>(8,566)</u>	<u>458,817</u>
Cash Flows from Investing Activities		
Expenditures for Acquisition of Equipment	<u>(4,588)</u>	<u>(5,124)</u>
Net Increase (Decrease) in Cash	(13,154)	453,693
Cash Balance - Beginning of Year	<u>1,014,219</u>	<u>560,526</u>
Cash Balance - End of Year	<u><u>\$ 1,001,065</u></u>	<u><u>1,014,219</u></u>

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

IOWA EAST CENTRAL T.R.A.I.N.

Notes to Financial Statements

October 31, 2004

1. Nature of Business and Organization

Iowa East Central T.R.A.I.N. is a private nonprofit corporation as defined under Section 501(c)(3) of the Internal Revenue Code. The Agency was incorporated under the laws of the state of Iowa and is defined as a community action agency in accordance with Iowa House File 2437 under the 69th General Assembly.

Iowa East Central T.R.A.I.N. was organized as a nonprofit corporation in 1968. The Organization was formed to develop and provide resources for the purpose of assisting low-income individuals through a variety of programs in the Iowa counties of Scott, Clinton, Muscatine, and Cedar. The Organization is primarily supported through federal and state government grants.

2. Financial Statement Presentation

The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Organization records contributions received as unrestricted, temporarily restricted, or permanently restricted revenue depending on the existence or nature of any donor restrictions. When a donor purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities and Changes in Net Assets as net assets released from restrictions.

3. Summary of Significant Accounting Policies

The accounting and reporting policies of Iowa East Central T.R.A.I.N. follow a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following describes the more significant of those policies.

The accounting policies of Iowa East Central T.R.A.I.N. are designed to account for the grants in compliance with the terms of the grant agreements and the funding sources' prescribed cost principles. The policy on grant awards for equipment differs from accounting principles generally accepted in the United States of America. In accordance with grant award budgets approved by funding sources, equipment purchased with grant award funds is charged to expense in the period of purchase instead of being depreciated over its useful life. As a result, the cost of equipment purchased during the year is reflected as an expense in the Statement of Activities and Changes in Net Assets. The equipment acquired, while used in the program for which it was purchased or in other future authorized programs, is owned by Iowa East Central T.R.A.I.N. However, the various funding sources have a reversionary interest in the equipment purchased with grant funds. Its disposition, as well as the ownership of any proceeds therefrom, is subject to funding source regulations. The cost of currently used property and equipment acquired with grant funds which has been charged directly to expense in the year of purchase totaled \$2,288,851. Current year additions charged to expenses totaled \$50,725.

Vacation is expensed as paid. This method is in accordance with the policy followed in reporting grant program expenses to funding sources. The earned, but unused, vacation vested at the year-end date totaled \$157,999.

All in kind contributions required by grant awards are recorded in the Statement of Activities and Changes in Net Assets at estimated fair value and recognized as revenue and expense in the period they are received. In kind is recorded in the Head Start and Senior Citizens programs and consists primarily of donated materials and occupancy.

Use of Estimates

The preparation of financial statements in conformity with other comprehensive basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Financial Instruments

The carrying amounts of cash, receivables, prepaid expenses, accounts payable, accrued expenses, deferred revenue, and other liabilities approximate their fair values due to the short-term maturities of these financial instruments.

Cash

For purposes of the Statement of Cash Flows, the Organization considers all cash in checking and savings accounts and highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Receivables

Receivables are comprised primarily of grant awards or contract reimbursements. Receivables are recorded when program expenses exceed contract reimbursements to date.

The Organization considers all amounts collectible and, accordingly, no provision for bad debts has been recorded.

Deferred Revenue

Deferred revenue primarily represents funds received under grant awards or contracts for which program expenses have not yet been incurred.

Weatherization Projects in Progress

Weatherization projects are comprised of homes being weatherized and not yet completed at the year-end date. Materials and labor on these projects are recorded at cost and will be charged to the program grants upon completion.

Inventories

Weatherization material inventory is stated at cost, which is not in excess of market. Cost is determined by the first-in, first-out (FIFO) method.

Income Taxes

Iowa East Central T.R.A.I.N. is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. It is also exempt from Iowa franchise or income tax. The Organization is not considered a private foundation under Internal Revenue statutes.

Equipment

Equipment acquired with nongrant funds is recorded at cost. Depreciation is recorded on a straight-line basis over the estimated useful lives. The Organization follows the policy of capitalization of equipment costing over \$500 with a useful life expectancy exceeding one year.

Concentration of Credit Risks

Iowa East Central T.R.A.I.N. received approximately 92% of its support and revenue from governmental grants. A significant reduction in the level of government participation would have a major effect on Iowa East Central T.R.A.I.N.'s program activities.

Deposits in bank accounts in excess of federally insured limits (FDIC) at the year-end date totaled \$1,120,520.

Cost Allocation Pools

Indirect and joint costs are allocated to benefiting programs using various allocation methods depending on the type of cost being allocated.

Indirect Costs

Indirect costs, comprising of any cost benefiting all programs but not readily identifiable with any specific program, are charged to the indirect cost pool. The costs are allocated to programs based on an approved rate of 13.40% of wages.

Joint Costs

Joint costs, such as space, telephone, insurance, and supplies, are recorded to individual cost pools and allocated to programs on the basis of procedures that represent estimated benefits received thereon.

Revenue Recognition

Revenue from awards or grants are recognized when reimbursable expenses are incurred in conducting program activities.

Program service revenues are generally recorded when earned. Donations and public support are generally recognized when an unconditional pledge is received, except for small donations, which are recorded when received.

Prior Year Summarized Financial Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended October 31, 2003, from which the summarized information was derived. Certain reclassifications to the 2003 comparative totals have been made to conform to the 2004 presentation.

4. Principal Programs

The costs of providing various programs and activities have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The following is a summary of expenses on a functional basis:

Program	Expenses
Child and Adult Care Food Programs	\$ 1,095,833
Weatherization Programs - Combined	1,001,019
Low Income Home Energy Assistance	2,755,994
Head Start	5,045,725
Child Care Resource and Referral	1,552,119
Wraparound and At Risk Child Care and Family Assistance	536,720
Community Services Block Grant	564,049
FEMA	58,984
CHORE, Elderly and Senior Outreach Services	60,895
Child Care Plus	143,945
Direct Client and Emergency Assistance	57,575
Child Care and Vendor Voucher Programs	245,336
Corporate Activity Expenses	144,279
	<u>\$ 13,262,473</u>

5. Receivables - Grant Awards

Grant receivables, which represent allowable program expenditures in excess of the respective grant or contract receipts to date, are as follows:

Funding Source	Program	Amount
U.S. Department of Health and Human Services	Head Start/Early Head Start	\$ 229,640
Iowa Department of Human Services	Child Care Res. & Ref./Wraparound	129,574
Iowa Department of Education	CACFP	110,982
Iowa Department of Human Rights	Weatherization	146,801
Clinton/Jackson Co. Empowerment	Clinton/Cedar Empowerment	11,238
Muscatine Empowerment Board	Early Childhood/School Ready	25,691
Scott Co. Community Empowerment Board	TANF	20,962
Other		15,160
		<u>\$ 690,048</u>

6. Grant and Contract Revenue Unearned

Grant and contract revenue received, which was not yet expended or earned at the year-end date, is summarized as follows:

Funding Source	Program	Amount
Iowa Department of Human Rights	LIHEAP	\$ 76,678
Iowa Department of Human Rights	CSBG	35,080
Iowa Department of Human Rights	FaDDS	12,471
Iowa Department of Human Services	State Wrap	163,999
Iowa Department of Education	Shared Visions	17,771
Illinois Department of Human Services	Child Care Resource and Referral	83,735
United Way	Wraparound	8,060
Iowa Child Care & Early Education Network	Infant Toddler	27,325
Iowa Child Care & Early Education Network	IA School Age Grant	5,478
Iowa Child Care & Early Education Network	Every Child Reads	14,665
Iowa Child Care & Early Education Network	Forgiveable Loan	586
Cedar County	Tipton/Durant Head Start	1,768
Clinton/Jackson Empowerment	Caregiver Conference	870
Tipton Schools	Muscatine/Cedar UW	1,471
INCCRRA	Resource and Referral - Training	5,341
		<u>\$ 455,298</u>

7. Leases

Existing operating leases cover field offices, Head Start classrooms, and office equipment. These leases generally are written over a one-year to ten-year period and the Organization expects to renew or replace most leases at their expiration.

On October 29, 2004, the Organization entered into an operating lease agreement for their administrative offices. This lease, which commences on November 1, 2004, is for an initial term of five years and seven months, ending May 31, 2010. Contingent upon the landlord's purchase of the premises, four years and five months will be added to the initial term of the lease. In addition, the lease contains renewal options for two additional five-year periods after the initial term. The rent for the initial term of this lease shall be \$6,000 for the first month, \$12,000 monthly for the remainder of the first three years. Rental for years four through six will be \$13,100 per month and years seven through ten will be \$14,300 per month. Rentals for the two option periods will be \$16,100 and \$18,600 per month respectively.

Rent and equipment lease expenses totaled \$93,651 for the year ended October 31, 2004. The following represents lease obligations existing at the year-end over their remaining years as follows:

Fiscal Year Ended	Amount
October 31, 2005	\$ 170,644
October 31, 2006	149,900
October 31, 2007	149,900
October 31, 2008	163,100
October 31, 2009	159,600
Thereafter	101,300
Total	<u>\$ 894,444</u>

8. Retirement Plan

The Organization sponsors a tax deferred annuity plan on behalf of its employees. The plan is a defined contribution benefit plan that qualifies under Section 403(b) of the Internal Revenue Code. All employees who complete three months of service and agree to contribute at least 3% of their salary are eligible to become participants of the plan. Iowa East Central T.R.A.I.N. contributes 6% of a participant's salary to the plan. During the year ended October 31, 2004, the Organization contributed \$192,993 to the plan, while the employees contributed \$216,257.

The Organization also participates in the Iowa Public Employers Retirement System (IPERS) for certain employees. IPERS is a multiple-employer defined benefit plan administered by the state of Iowa. IPERS provides retirement and death benefits, which are established by state statute, to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information.

Plan members are required to contribute 3.70% of their wages and the Organization is required to contribute 5.75% of covered payroll. The contribution requirements are established by state statute. The Organization's contribution to IPERS during the year ended October 31, 2004, totaled \$57,020 and employee contributions totaled \$36,691.

9. Temporarily Restricted Net Assets

Contributions received from the public and program income or grant awards to be used for specific assistance to eligible low-income families are classified as temporarily restricted net assets. A description of these net assets (deficits) is as follows:

Weatherization Inventory Grant	\$ (9,696)
Resource and Referral Fees	(4,537)
Customer Contributions - Heating Assistance	<u>14,422</u>
	<u>\$ 189</u>

10. Contingent Liabilities and Commitments**Forgivable Loan**

In February 2004 the Organization obtained a \$10,000 Child Care Center Business Practices Forgivable Loan from the Iowa Child Care & Early Education NetWork. As of October 31, 2004, the Organization has expended \$9,414 of the proceeds of this loan. Upon fulfillment of all terms of the agreement, the loan will be forgiven in January 2007. For the fiscal year ended October 31, 2004 the Organization has recognized revenue and expense in the amount of \$9,414 in their financial statements. No liability has been recognized at this time. Failure to fulfill the agreement's terms will result in full repayment of the loan without interest.

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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
Iowa East Central T.R.A.I.N.
Davenport, Iowa

We have audited the financial statements of Iowa East Central T.R.A.I.N. (a nonprofit organization) as of and for the year ended October 31, 2004, and have issued our report thereon dated December 2, 2004. 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.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Iowa East Central T.R.A.I.N.'s internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Iowa East Central T.R.A.I.N.'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 that are required to be reported under Government Auditing Standards.

This report is intended solely for the information of the Board of Directors, management, 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.

Meriwether, Wilson and Company, P.L.C.

MERIWETHER, WILSON AND COMPANY, P.L.C.
Certified Public Accountants

December 2, 2004
West Des Moines, Iowa

MERIWETHER, WILSON AND COMPANY, P.L.C.

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

Board of Directors
 Iowa East Central T.R.A.I.N.
 Davenport, Iowa

Compliance

We have audited the compliance of Iowa East Central T.R.A.I.N. (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 October 31, 2004. Iowa East Central T.R.A.I.N.'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 its major federal programs is the responsibility of Iowa East Central T.R.A.I.N.'s management. Our responsibility is to express an opinion on Iowa East Central T.R.A.I.N.'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 Nonprofit 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 a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Iowa East Central T.R.A.I.N.'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 of Iowa East Central T.R.A.I.N.'s compliance of with those requirements.

In our opinion, Iowa East Central T.R.A.I.N. 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 October 31, 2004.

Internal Control over Compliance

The management of Iowa East Central T.R.A.I.N. 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 Iowa East Central T.R.A.I.N.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Page Two

Report on Compliance with Requirements Applicable to Each Major Program
and Internal Control over Compliance in Accordance with OMB Circular A-133

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

This report is intended solely for the information and use of the Board of Directors, management, 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.



MERIWETHER, WILSON AND COMPANY, P.L.C.
Certified Public Accountants

December 2, 2004
West Des Moines, Iowa

IOWA EAST CENTRAL T.R.A.I.N.

Schedule of Findings and Questioned Costs

Year Ended October 31, 2004

Summary of Auditor's Results

1. We have issued an unqualified opinion on the financial statements of Iowa East Central T.R.A.I.N. as of and for the year ended October 31, 2004, in accordance with the basis of accounting described in Note 3 to the financial statements. Those financial statements are prepared in conformity with the accounting practices prescribed by certain funding sources, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.
2. No reportable conditions relating to the audit of the financial statements are reported in the auditor's report on compliance and on internal control over financial reporting.
3. The results of our audit disclosed no instances of noncompliance that were considered material to the financial statements and would require reporting in accordance with Government Auditing Standards.
4. No reportable conditions relating to the audit of the major federal award programs are reported in the auditor's report on compliance with requirements applicable to each major program and internal control over compliance in accordance with OMB Circular A-133.
5. We have issued an unqualified opinion in our report on compliance for major programs for the year ended October 31, 2004.
6. The results of our audit disclosed no audit findings, which we are required to report under Government Auditing Standards or OMB Circular A-133.
7. The dollar threshold used to distinguish between Type A and Type B programs was \$412,809.
8. Iowa East Central T.R.A.I.N. received major federal awards as defined by OMB A-133 during the year ended October 31, 2004. The following were audited as major programs:

<u>Federal Grant</u>	<u>CFDA No.</u>	<u>Expenditures</u>
Child and Adult Care Food Program	10.558	\$ 1,095,833
Weatherization Assistance and Low Income Home Energy Assistance Program	93.568	3,095,418
Weatherization Assistance	81.042	314,802
Temporary Assistance for Needy Families	93.558	1,482,194
Community Services Block Grant	93.569	564,049
		<u>\$ 6,552,296</u>

9. Iowa East Central T.R.A.I.N. did qualify as a low-risk auditee.

Findings Related to the Financial Statements

None

Findings and Questioned Costs Related to Federal Awards

None

IOWA EAST CENTRAL T.R.A.I.N.

Schedule of Expenditures of Federal Awards

November 1, 2003 Through October 31, 2004

Grantor/Pass-Through Agency	Grant Number
Type A Programs - \$412,809 or More	
U.S. Department of Health and Human Services	
Head Start and Early Head Start	07CH6198/38
Early Head Start	07YC0523/05
Total CFDA #93.600	
Passed Through Iowa Department of Human Rights	
Weatherization Assistance	HEAP-03-03D
Weatherization Assistance	HEAP-04-03D
Low Income Home Energy Assistance Programs	LIHEAP-04-03-D
Low Income Home Energy Assistance Programs	LIHEAP-05-03-D
Total CFDA #93.568	
Community Services Block Grant	
Community Services Block Grant	CSBG-03-03-CD
Community Services Block Grant	CSBG-04-03-CD
Total CFDA #93.569	
Family Development and Self-Sufficiency Program	
Family Development and Self-Sufficiency Program	FaDSS-04-03-FD
Family Development and Self-Sufficiency Program	FaDSS-05-03-FD
Passed Through State of Illinois Department of Human Services	
Child Care Subsidy Program - Non-Cash Vouchers	21X4407CRR
Passed Through State of Iowa Department of Human Services	
Community Child Resource and Referral	ACFS-02-044
Community Child Resource and Referral	ACFS-03-044
Passed Through Scott County Community Empowerment	
Early Head Start Program - Davenport	N/A
Head Start Program - Armstrong	N/A
Head Start Program - Grace	N/A
Early Head Start Program - Davenport	N/A
Head Start Program - Armstrong	N/A
Head Start Program - Grace	N/A
Temporary Assistance for Needy Families	N/A
Passed Through Cedar County Empowerment Board	
Temporary Assistance for Needy Families	N/A
Temporary Assistance for Needy Families	N/A
Passed Through Clinton Substance Abuse Council	
Temporary Assistance for Needy Families	N/A
Passed Through Muscatine Empowerment Area	
Muscatine V/V - Early Childhood	N/A
Muscatine V/V - Early Childhood	N/A
Total CFDA #93.558	

IOWA EAST CENTRAL T.R.A.I.N.

Schedule of Expenditures of Federal Awards

November 1, 2003 Through October 31, 2004

<u>Grant Period</u>	<u>CFDA* Number</u>	<u>Award Amount</u>	<u>Federal Expenses</u>
11/01/03 - 10/31/04	93.600	\$ 3,713,679	\$ 3,713,679
06/01/03 - 05/31/04	93.600	472,772	338,678
			<u>4,052,357</u>
04/01/03 - 03/31/04	93.568	452,957	262,035
04/01/04 - 03/31/05	93.568	517,203	77,389
10/01/03 - 09/30/04	93.568	2,760,488	2,738,998
10/01/04 - 09/30/05	93.568	2,055,425	16,996
			<u>3,095,418</u>
10/01/02 - 12/31/03	93.569	635,053	17,839
10/01/03 - 12/31/04	93.569	633,528	546,210
			<u>564,049</u>
07/01/03 - 06/30/04	93.558	305,396 53% Federal	105,797
07/01/04 - 06/30/05	93.558	305,396 53% Federal	55,930
07/01/03 - 06/30/04	93.558	N/A	1,006,762
07/01/01 - 06/30/04	93.558	40,000	10,595
07/01/01 - 06/30/04	93.558	40,000	21,754
07/01/03 - 06/30/04	93.558	64,948	21,786
07/01/03 - 06/30/04	93.558	45,000	28,257
07/01/03 - 06/30/04	93.558	35,000	20,834
07/01/04 - 06/30/05	93.558	64,948	41,935
07/01/04 - 06/30/05	93.558	47,314	12,843
07/01/04 - 06/30/05	93.558	36,235	12,164
05/01/04 - 04/30/05	93.558	23,000	20,962
07/01/03 - 06/30/04	93.558	1,760	1,313
07/01/03 - 06/30/04	93.558	1,690	1,420
07/01/03 - 06/30/04	93.558	2,640	1,863
07/01/03 - 06/30/04	93.558	125,740	85,823
07/01/04 - 06/30/05	93.558	125,740	32,156
			<u>1,482,194</u>

IOWA EAST CENTRAL T.R.A.I.N.

Schedule of Expenditures of Federal Awards

November 1, 2003 Through October 31, 2004

Grantor/Pass-Through Agency	Grant Number
Type A Programs - Continued	
U.S. Department of Health and Human Services - Continued	
Passed Through State of Illinois Department of Human Services	
Child Care Resource and Referral - Subsidy	21X4407CRR
Child Care Resource and Referral - Subsidy	81X5407CRR
Child Care Resource and Referral - Core	21X4407CRR
Child Care Resource and Referral - Core	81X5407CRR
Illinois DHS - Other	21X4407CRR
Illinois DHS - Other	81X5407CRR
Child Care Subsidy Program - Non-Cash Vouchers	21X4407CRR
Child Care Subsidy Program - Non-Cash Vouchers	21X4407CRR
Passed Through INCCRRA	
Resource and Referral Training - Technology	N/A
Passed Through State of Iowa Department of Human Services	
Community Child Resource and Referral	ACFS-02-044
Community Child Resource and Referral	ACFS-03-044
Wraparound Child Care	04064 thru 04067
Wraparound Child Care	05074 thru 05077
Passed Through Iowa Child Care and Early Education Network	
Infant and Toddler Program	16
Infant and Toddler Program	65
Resource and Referral Training - Kits	20
Resource and Referral Training - Parent Services/Home Consultant	21 & 30
Resource and Referral Training - Kits/Parent Services/Home Consultant	45
Total CFDA Cluster #93.575 and #93.596	
U.S. Department of Agriculture	
Passed Through Iowa Department of Education	
Child and Adult Care Food Program	82-8011
Child and Adult Care Food Program	82-8011
Child and Adult Care Food Program	82-8022
Child and Adult Care Food Program	82-8022
Total CFDA #10.558	
Total Type A Programs	

IOWA EAST CENTRAL T.R.A.I.N.

Schedule of Expenditures of Federal Awards

November 1, 2003 Through October 31, 2004

<u>Grant Period</u>	<u>CFDA*</u> <u>Number</u>	<u>Award</u> <u>Amount</u>		<u>Federal</u> <u>Expenses</u>
07/01/03 - 06/30/04	93.575	432,163		223,363
07/01/04 - 06/30/05	93.575	432,163		101,244
07/01/03 - 06/30/04	93.575	277,704		103,709
07/01/04 - 06/30/05	93.575	278,153		52,955
07/01/03 - 06/30/04	93.575	230,684		168,851
07/01/04 - 06/30/05	93.596	230,684		12,168
07/01/03 - 06/30/04	93.596	N/A		1,018,161
07/01/03 - 06/30/04	93.575	N/A		679,478
07/01/03 - 06/30/05	93.575	6,288	40% Federal	595
07/01/04 - 06/30/11	93.596	565,803	81.42% Federal	104,055
07/01/01 - 06/30/04	93.596	543,865	80.67% Federal	278,908
09/01/03 - 08/31/04	93.575	192,000		156,292
09/01/04 - 08/31/05	93.575	192,000		28,001
07/01/03 - 06/30/04	93.575	83,267		61,770
07/01/04 - 06/30/05	93.575	87,390		16,370
07/01/03 - 06/30/04	93.575	15,000	40% Federal	4,856
02/01/03 - 06/30/04	93.575	144,000	40% Federal	26,089
07/01/04 - 06/30/05	93.575	115,000	40% Federal	23,168
				<u>3,060,033</u>
10/01/03 - 09/30/04	10.558	N/A		190,721
10/01/04 - 09/30/05	10.558	N/A		24,618
10/01/03 - 09/30/04	10.558	N/A		802,479
10/01/04 - 09/30/05	10.558	N/A		78,015
				<u>1,095,833</u>
				<u>13,349,884</u>

IOWA EAST CENTRAL T.R.A.I.N.

Schedule of Expenditures of Federal Awards

November 1, 2003 Through October 31, 2004

Grantor/Pass-Through Agency	Grant Number
Type B Programs	
U.S. Department of Energy	
Passed Through Iowa Department of Human Rights	
Weatherization Assistance	DOE-04-03D
Weatherization Assistance	O/C-04-03D
Total CFDA #81.042	
Department of National Security	
Emergency Food and Shelter National Board Program	Various
U. S. Department of Health and Human Services	
Passed Through State of Illinois Department of Human Services	
Child Care Subsidy Program - Non-Cash Vouchers	21X4407CRR
Passed Through Great River Bend Area Agency on Aging	
Title V	N/A
Title V	N/A
Total CFDA #17.235	
Total Type B Programs	
Total Federal Awards	

IOWA EAST CENTRAL T.R.A.I.N.

Schedule of Expenditures of Federal Awards

November 1, 2003 Through October 31, 2004

<u>Grant Period</u>	<u>CFDA* Number</u>	<u>Award Amount</u>	<u>Expenses</u>
04/01/04 - 03/31/05	81.042	395,422	307,273
08/01/03 - 03/31/04	81.042	50,000	7,529
			<u>314,802</u>
10/01/03 - 09/30/04	97.024	58,984	<u>58,984</u>
07/01/03 - 06/30/04	93.667	N/A	<u>15,054</u>
07/01/03 - 06/30/04	17.235	23,891	14,983
07/01/04 - 06/30/05	17.235	23,444	6,581
			<u>21,564</u>
			<u>410,404</u>
			<u>\$ 13,760,288</u>

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.

Notes to Schedule of Expenditures of Federal Awards

Year Ended October 31, 2004

Note A - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Iowa East Central T.R.A.I.N. 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 Nonprofit Organizations. Some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

Note B – Illinois Department of Human Services

Iowa East Central T.R.A.I.N. acts as an agent of the Illinois Department of Human Services in determining eligibility and initiating the payment process for the State's Child Care Subsidy Program. The dollar value of child-care certificates (vouchers) initiated by Iowa East Central T.R.A.I.N. is defined as a non-cash transaction according to OMB Circular A-133. These amounts, which have been reported on the Schedule of Expenditures of Federal Awards as Child Care Subsidy Program – Non-Cash Vouchers, are reported in conjunction with the State of Illinois' fiscal year of July 1, 2003 through June 30, 2004. Amounts corresponding to Iowa East Central T.R.A.I.N.'s fiscal year were unavailable from the State.

Note C – Sub Recipients

Of the federal expenditures presented in the Schedule, the Organization provided federal awards to sub recipients as follows:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Provided to Sub Recipients</u>
Community Child Care Resource and Referral	93.596	<u>\$ 187,287</u>

These amounts were passed through to various other child-care resource and referral provider organizations.

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets

Year Ended October 31, 2004

	Total	Corporate Activity	Total Program Activity	Department	
				2004 Child Care	2005 Child Care
Revenue					
Grant Revenue					
Prior Year Unearned	\$ 4,496,810	--	4,496,810	--	--
Current Year Awards	10,824,855	--	10,824,855	190,721	24,618
Unearned Revenue	(2,799,490)	--	(2,799,490)	--	--
Repaid/Deobligated	(248,120)	--	(248,120)	--	--
Net Grant Revenue	12,274,055	--	12,274,055	190,721	24,618
Program Income and Support	174,014	174,014	--	--	--
Interest Income	7,429	7,134	295	--	--
In Kind Contributions/Local Match	796,262	--	796,262	--	--
Other Income	28,723	16,745	11,978	--	--
Total Revenue	13,280,483	197,893	13,082,590	190,721	24,618
Expenses					
Personnel	5,024,308	5,521	5,018,787	109,555	9,706
Management and Administration	724,021	--	724,021	14,680	1,301
Direct Client Assistance	2,821,136	--	2,821,136	--	--
Consultants/Contractual	1,279,020	--	1,279,020	--	--
Travel/Transportation	91,101	--	91,101	--	--
Space Costs	226,822	--	226,822	--	--
Supplies	607,489	--	607,489	66,486	13,611
Weatherization Materials	179,993	--	179,993	--	--
Weatherization Labor	312,794	--	312,794	--	--
Weatherization Support	310,837	--	310,837	--	--
Weatherization Health and Safety	120,917	--	120,917	--	--
Equipment	32,194	--	32,194	--	--
Other	730,773	133,952	596,821	--	--
Depreciation	4,806	4,806	--	--	--
In Kind Expenses	796,262	--	796,262	--	--
Total Expenses	13,262,473	144,279	13,118,194	190,721	24,618
Increase (Decrease) in Net Assets	18,010	53,614	(35,604)	--	--
Net Assets at Beginning of Year	1,003,740	967,947	35,793	--	--
Transfers	--	--	--	--	--
Net Assets at End of Year	\$ 1,021,750	1,021,561	189	--	--

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2004

	Federal Emergency Management Administration					2004
	Muscatine	Clinton	Cedar	Scott	FEMA County Subtotal	Weatheri- zation HEAP
Revenue						
Grant Revenue						
Prior Year Unearned	\$ --	--	--	--	--	388,869
Current Year Awards	3,000	27,552	3,432	25,000	58,984	--
Unearned Revenue	--	--	--	--	--	--
Repaid/Deobligated	--	--	--	--	--	(126,834)
Net Grant Revenue	<u>3,000</u>	<u>27,552</u>	<u>3,432</u>	<u>25,000</u>	<u>58,984</u>	<u>262,035</u>
Program Income and Support	--	--	--	--	--	--
Interest Income	--	--	--	--	--	--
In Kind Contributions/Local Match	--	--	--	--	--	--
Other Income	--	--	--	--	--	--
Total Revenue	<u>3,000</u>	<u>27,552</u>	<u>3,432</u>	<u>25,000</u>	<u>58,984</u>	<u>262,035</u>
Expenses						
Personnel	--	--	--	--	--	--
Management and Administration	--	551	69	--	620	13,200
Direct Client Assistance	3,000	27,001	3,363	25,000	58,364	--
Consultants/Contractual	--	--	--	--	--	--
Travel/Transportation	--	--	--	--	--	--
Space Costs	--	--	--	--	--	--
Supplies	--	--	--	--	--	--
Weatherization Materials	--	--	--	--	--	35,078
Weatherization Labor	--	--	--	--	--	79,742
Weatherization Support	--	--	--	--	--	80,986
Weatherization Health and Safety	--	--	--	--	--	47,109
Equipment	--	--	--	--	--	5,920
Other	--	--	--	--	--	--
Depreciation	--	--	--	--	--	--
In Kind Expenses	--	--	--	--	--	--
Total Expenses	<u>3,000</u>	<u>27,552</u>	<u>3,432</u>	<u>25,000</u>	<u>58,984</u>	<u>262,035</u>
Increase (Decrease) in Net Assets	--	--	--	--	--	--
Net Assets at Beginning of Year	--	--	--	--	--	--
Transfers	--	--	--	--	--	--
Net Assets at End of Year	<u>\$ --</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2004

Department of Health and Human Services

2005 Weatheri- zation HEAP	2004 Low Income Home Energy	2005 Low Income Home Energy	Weatheri- zation Inventory	Weatheri- zation Subtotal	2003 CSBG	2004 CSBG	CSBG Subtotal
--	1,669,891	--	--	2,058,760	17,839	--	17,839
517,203	1,073,063	67,740	--	1,658,006	--	633,528	633,528
(439,814)	--	(50,744)	--	(490,558)	--	(87,318)	(87,318)
--	(3,956)	--	--	(130,790)	--	--	--
<u>77,389</u>	<u>2,738,998</u>	<u>16,996</u>	<u>--</u>	<u>3,095,418</u>	<u>17,839</u>	<u>546,210</u>	<u>564,049</u>
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>77,389</u>	<u>2,738,998</u>	<u>16,996</u>	<u>--</u>	<u>3,095,418</u>	<u>17,839</u>	<u>546,210</u>	<u>564,049</u>
--	203,038	8,727	--	211,765	5,878	369,130	375,008
393	27,207	1,170	--	41,970	788	49,464	50,252
--	2,476,391	5,978	--	2,482,369	5,161	36,438	41,599
--	1,155	--	--	1,155	--	3,074	3,074
--	207	--	--	207	545	6,685	7,230
--	11,733	--	--	11,733	2,203	32,089	34,292
--	11,543	631	--	12,174	1,378	16,084	17,462
4,141	--	--	--	39,219	--	--	--
506	--	--	--	80,248	--	--	--
32,757	--	--	50,000	163,743	--	--	--
20,153	--	--	--	67,262	--	--	--
14,263	--	--	--	20,183	--	48	48
5,176	7,724	490	--	13,390	1,886	33,198	35,084
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>77,389</u>	<u>2,738,998</u>	<u>16,996</u>	<u>50,000</u>	<u>3,145,418</u>	<u>17,839</u>	<u>546,210</u>	<u>564,049</u>
--	--	--	(50,000)	(50,000)	--	--	--
--	--	--	40,304	40,304	--	--	--
--	--	--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>(9,696)</u>	<u>(9,696)</u>	<u>--</u>	<u>--</u>	<u>--</u>

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2004

	2004 Illinois Res. & Ref.	2005 Illinois Res. & Ref.	2004 Iowa Res. & Ref.	2005 Iowa Res. & Ref.	2004 Wrap- around Clinton
Revenue					
Grant Revenue					
Prior Year Unearned	\$ 688,979	--	419,489	--	37,704
Current Year Awards	--	941,000	--	605,803	--
Unearned Revenue	--	(711,067)	--	(467,407)	--
Repaid/Deobligated	(33,187)	--	(51,997)	--	--
Net Grant Revenue	655,792	229,933	367,492	138,396	37,704
Program Income and Support	--	--	--	--	--
Interest Income	--	295	--	--	--
In Kind Contributions/Local Match	--	--	--	--	--
Other Income	--	--	--	--	--
Total Revenue	655,792	230,228	367,492	138,396	37,704
Expenses					
Personnel	348,450	179,155	131,321	42,817	29,030
Management and Administration	46,598	24,007	17,597	5,738	3,890
Direct Client Assistance	--	--	--	--	--
Consultants/Contractual	7,543	2,708	159,571	67,151	--
Travel/Transportation	2,744	2,115	9,162	2,619	--
Space Costs	15,562	6,714	2,314	1,277	894
Supplies	23,947	4,702	14,308	5,671	3,890
Weatherization Materials	--	--	--	--	--
Weatherization Labor	--	--	--	--	--
Weatherization Support	--	--	--	--	--
Weatherization Health and Safety	--	--	--	--	--
Equipment	--	--	--	--	--
Other	210,948	10,827	33,219	13,123	--
Depreciation	--	--	--	--	--
In Kind Expenses	--	--	--	--	--
Total Expenses	655,792	230,228	367,492	138,396	37,704
Increase (Decrease) in Net Assets	--	--	--	--	--
Net Assets at Beginning of Year	--	--	--	--	--
Transfers	--	--	--	--	--
Net Assets at End of Year	\$ --	--	--	--	--

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2004

	2004 Head Start Full Year Part Day	2004 Head Start Training & Teaching	2004 Interim Early Head Start	2004 Interim Early Head Start Training	2004 Early Head Start
Revenue					
Grant Revenue					
Prior Year Unearned	\$ --	--	--	--	328,668
Current Year Awards	3,480,135	48,579	178,187	6,778	--
Unearned Revenue	--	--	--	--	--
Repaid/Deobligated	--	--	--	--	--
Net Grant Revenue	3,480,135	48,579	178,187	6,778	328,668
Program Income and Support	--	--	--	--	--
Interest Income	--	--	--	--	--
In Kind Contributions	746,092	--	--	--	50,170
Other Income	--	--	--	--	--
Total Revenue	4,226,227	48,579	178,187	6,778	378,838
Expenses					
Personnel	2,413,025	6,714	106,647	--	207,782
Management and Administration	323,309	900	14,291	--	27,843
Direct Client Assistance	--	--	--	--	--
Consultants/Contractual	220,980	6,800	8,933	--	2,609
Travel/Transportation	21,562	14,605	612	2,585	1,837
Space Costs	72,489	--	11,863	--	12,975
Supplies	262,877	940	27,536	2,540	74,758
Weatherization Materials	--	--	--	--	--
Weatherization Labor	--	--	--	--	--
Weatherization Support	--	--	--	--	--
Weatherization Health and Safety	--	--	--	--	--
Equipment	--	--	--	--	--
Other	165,893	18,620	8,305	1,653	864
Depreciation	--	--	--	--	--
In Kind Expenses	746,092	--	--	--	50,170
Total Expenses	4,226,227	48,579	178,187	6,778	378,838
Increase (Decrease) in Net Assets	--	--	--	--	--
Net Assets at Beginning of Year	--	--	--	--	--
Transfers	--	--	--	--	--
Net Assets at End of Year	\$ --	--	--	--	--

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2004

	2004 Clinton, Cedar Cty Head Start	2005 Clinton, Cedar Cty Head Start	2004 & 2005 Clinton, Jackson R & R Training	2003 & 2004 Muscatine Vendor/ Voucher
Revenue				
Grant Revenue				
Prior Year Unearned	\$ 34,472	--	5,000	139,365
Current Year Awards	2,020	43,071	5,000	--
Unearned Revenue	--	(30,637)	(870)	--
Repaid/Deobligated	(4,881)	--	(1,575)	(13,098)
Net Grant Revenue	31,611	12,434	7,555	126,267
Program Income and Support	--	--	--	--
Interest Income	--	--	--	--
In Kind Contributions/Local Match	--	--	--	--
Other Income	--	--	870	--
Total Revenue	31,611	12,434	8,425	126,267
Expenses				
Personnel	18,008	6,320	--	11,185
Management and Administration	2,413	846	385	1,499
Direct Client Assistance	--	--	--	112,234
Consultants/Contractual	--	--	--	--
Travel/Transportation	--	--	--	30
Space Costs	4,281	2,698	--	867
Supplies	5,517	2,570	--	452
Weatherization Materials	--	--	--	--
Weatherization Labor	--	--	--	--
Weatherization Support	--	--	--	--
Weatherization Health and Safety	--	--	--	--
Equipment	1,061	--	--	--
Other	331	--	8,040	--
Depreciation	--	--	--	--
In Kind Expenses	--	--	--	--
Total Expenses	31,611	12,434	8,425	126,267
Increase (Decrease) in Net Assets	--	--	--	--
Net Assets at Beginning of Year	--	--	--	--
Transfers	--	--	--	--
Net Assets at End of Year	\$ --	--	--	--

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2004

	2005 Child Care Plus/Scott I	2004 Child Care Plus/ Scott I	2004 Child Care Plus/ Scott II	2005 Child Care Plus/ Scott II	2003 IPL Weatheri- zation
Revenue					
Grant Revenue					
Prior Year Unearned	\$ 50,618	--	49,976	--	50,003
Current Year Awards	--	64,463	--	63,697	--
Unearned Revenue	--	(45,093)	--	(36,758)	--
Repaid/Deobligated	(1,488)	--	(1,470)	--	--
Net Grant Revenue	49,130	19,370	48,506	26,939	50,003
Program Income and Support	--	--	--	--	--
Interest Income	--	--	--	--	--
In Kind Contributions/Local Match	--	--	--	--	--
Other Income	--	--	--	--	--
Total Revenue	49,130	19,370	48,506	26,939	50,003
Expenses					
Personnel	39,787	11,596	37,639	18,649	--
Management and Administration	5,332	1,554	5,044	2,499	2,544
Direct Client Assistance	--	--	--	--	--
Consultants/Contractual	--	--	--	--	--
Travel/Transportation	177	--	27	--	--
Space Costs	1,369	1,869	1,585	4,063	--
Supplies	1,684	4,029	3,434	1,409	--
Weatherization Materials	--	--	--	--	15,624
Weatherization Labor	--	--	--	--	22,343
Weatherization Support	--	--	--	--	9,492
Weatherization Health and Safety	--	--	--	--	--
Equipment	--	--	--	--	--
Other	781	322	777	319	--
Depreciation	--	--	--	--	--
In Kind Expenses	--	--	--	--	--
Total Expenses	49,130	19,370	48,506	26,939	50,003
Increase (Decrease) in Net Assets	--	--	--	--	--
Net Assets at Beginning of Year	--	--	--	--	--
Transfers	--	--	--	--	--
Net Assets at End of Year	\$ --	--	--	--	--

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2004

	Resource & Referral Fees Continuous	2004 United Way Wraparound	2005 United Way Wraparound	2003 UW V/V- Day Fndn
Revenue				
Grant Revenue				
Prior Year Unearned	\$ --	35,405	--	3,606
Current Year Awards	--	4,121	45,714	--
Unearned Revenue	--	--	(37,959)	--
Repaid/Deobligated	--	--	--	--
Net Grant Revenue	--	39,526	7,755	3,606
Program Income and Support	--	--	--	--
Interest Income	--	--	--	--
In Kind Contributions/Local Match	--	--	--	--
Other Income	11,108	--	--	--
Total Revenue	11,108	39,526	7,755	3,606
Expenses				
Personnel	--	12,203	6,839	--
Management and Administration	--	1,635	916	--
Direct Client Assistance	--	--	--	3,606
Consultants/Contractual	--	15,585	--	--
Travel/Transportation	--	--	--	--
Space Costs	--	5,333	--	--
Supplies	--	4,770	--	--
Weatherization Materials	--	--	--	--
Weatherization Labor	--	--	--	--
Weatherization Support	--	--	--	--
Weatherization Health and Safety	--	--	--	--
Equipment	--	--	--	--
Other	6,885	--	--	--
Depreciation	--	--	--	--
In Kind Expenses	--	--	--	--
Total Expenses	6,885	39,526	7,755	3,606
Increase (Decrease) in Net Assets	4,223	--	--	--
Net Assets at Beginning of Year	(10,413)	--	--	--
Transfers	1,653	--	--	--
Net Assets at End of Year	\$ (4,537)	--	--	--

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2004

	2004 DeWitt CHORE Service	2005 DeWitt CHORE Service	2004 Heritage CHORE Service
Revenue			
Grant Revenue			
Prior Year Unearned	\$ 3,286	--	4,380
Current Year Awards	4,000	5,460	--
Unearned Revenue	--	(2,375)	--
Repaid/Deobligated	--	--	(761)
Net Grant Revenue	<u>7,286</u>	<u>3,085</u>	<u>3,619</u>
Program Income and Support	--	--	--
Interest Income	--	--	--
In Kind Contributions/Local Match	--	--	--
Other Income	--	--	--
Total Revenue	<u>7,286</u>	<u>3,085</u>	<u>3,619</u>
Expenses			
Personnel	--	--	--
Management and Administration	729	308	364
Direct Client Assistance	6,557	2,777	3,255
Consultants/Contractual	--	--	--
Travel/Transportation	--	--	--
Space Costs	--	--	--
Supplies	--	--	--
Weatherization Materials	--	--	--
Weatherization Labor	--	--	--
Weatherization Support	--	--	--
Weatherization Health and Safety	--	--	--
Equipment	--	--	--
Other	--	--	--
Depreciation	--	--	--
In Kind Expenses	--	--	--
Total Expenses	<u>7,286</u>	<u>3,085</u>	<u>3,619</u>
Increase (Decrease) in Net Assets	--	--	--
Net Assets at Beginning of Year	--	--	--
Transfers	--	--	--
Net Assets at End of Year	<u><u>\$ --</u></u>	<u><u>--</u></u>	<u><u>--</u></u>

IOWA EAST CENTRAL T.R.A.I.N.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2004

State and Local Programs			
2005 Heritage CHORE Service	2004 Cedar CHORE Service	2005 Cedar CHORE Service	State and Local Programs Subtotal
--	1,471	--	208,703
6,475	--	2,314	595,672
(3,702)	--	(1,554)	(192,727)
--	(365)	--	(4,084)
<u>2,773</u>	<u>1,106</u>	<u>760</u>	<u>607,564</u>
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	11,108
<u>2,773</u>	<u>1,106</u>	<u>760</u>	<u>618,672</u>
--	--	--	130,998
278	110	76	34,708
2,495	996	684	97,860
--	--	--	15,585
--	--	--	204
--	--	--	16,082
--	--	--	15,326
--	--	--	99,870
--	--	--	141,458
--	--	--	40,432
--	--	--	--
--	--	--	1,488
--	--	--	10,265
--	--	--	--
--	--	--	--
<u>2,773</u>	<u>1,106</u>	<u>760</u>	<u>604,276</u>
--	--	--	14,396
--	--	--	(4,511)
--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>9,885</u>

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

DOE Programs

Contract No. DOE-04-03D
(Contract Period 4/01/04 - 3/31/05)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 4/01/04 - 10/31/04</u>
Administration	\$ 22,493	22,493
Health and Safety	74,586	53,174
Support	96,685	103,329
Labor	100,829	88,718
Materials	100,829	39,559
Total	<u>\$ 395,422</u>	<u>307,273</u>

Contract No. DOE-03-03D
(Contract Period 4/01/03 - 3/31/04)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>11/01/03 - 3/31/04</u>	<u>4/01/03 - 10/31/03</u>
Administration	\$ 27,583	16,844	--	16,844
Health and Safety	45,447	61,849	--	61,849
Support	63,626	112,159	--	112,159
Labor	90,895	94,793	--	94,793
Materials	90,895	32,801	--	32,801
Pollution Insurance	5,567	5,567	--	5,567
Total	<u>\$ 324,013</u>	<u>324,013</u>	<u>--</u>	<u>324,013</u>

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Oil Overcharge

Contract No. O/C-04-03D
(Contract Period 8/01/03 - 3/31/04)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>11/01/03 - 3/31/04</u>	<u>8/01/03 - 10/31/03</u>
Administration	\$ --	--	--	--
Health and Safety	7,812	8,970	481	8,489
Support	10,938	12,902	3,334	9,568
Labor	15,625	19,900	2,370	17,530
Materials	15,625	8,228	1,344	6,884
Total	\$ 50,000	50,000	7,529	42,471

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

HEAP Weatherization Programs

Contract No. HEAP-04-03D
(Contract Period 4/01/04 - 3/31/05)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 4/01/04 - 10/31/04</u>
Administration	\$ 26,053	393
Health and Safety	92,019	20,153
Support	119,284	32,757
Labor	124,396	506
Materials	124,396	4,141
Equipment	25,878	14,262
Pollution Insurance	5,177	5,177
Total	\$ 517,203	77,389

Contract No. HEAP-03A-03D
(Contract Period 4/01/03 - 3/31/04)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>11/01/03 - 3/31/04</u>	<u>4/01/03 - 10/31/03</u>
Administration	\$ 23,038	13,371	13,200	171
Health and Safety	178,497	71,769	47,109	24,660
Support	126,607	102,579	80,986	21,593
Labor	48,057	84,616	79,742	4,874
Materials	48,057	40,965	35,078	5,887
Equipment/Training	28,701	12,823	5,920	6,903
Total	\$ 452,957	326,123	262,035	64,088

SEE INDEPENDENT AUDITOR'S REPORT.

IOWA EAST CENTRAL T.R.A.I.N.
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs

Contract No. MEC-04-03D
(Contract Period 1/01/04 - 12/31/04)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/04 - 10/31/04</u>
Administration	\$ 6,490	6,166
Support	12,980	13,230
Labor	55,165	61,876
Materials	55,165	48,528
Total	<u>\$ 129,800</u>	<u>129,800</u>

Contract No. MEC-03-03D
(Contract Period 1/01/03 - 12/31/03)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>11/01/03 - 12/31/03</u>	<u>1/01/03 - 10/31/03</u>
Administration	\$ 6,310	5,048	--	5,048
Support	12,620	13,006	--	13,006
Labor	53,635	76,247	--	76,247
Materials	53,635	31,899	--	31,899
Total	<u>\$ 126,200</u>	<u>126,200</u>	<u>--</u>	<u>126,200</u>

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs

Contract No. IPL-04-03D
(Contract Period 1/01/04 - 12/31/04)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/04 - 10/31/04</u>
Administration	\$ 9,435	6,323
Support	28,305	17,710
Labor	56,610	57,239
Materials	<u>56,610</u>	<u>35,718</u>
Total	<u>\$ 150,960</u>	<u>116,990</u>

Contract No. IPL-03-03D
(Contract Period 1/01/03 - 12/31/03)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Total</u>	<u>Actual Expenses</u>	
			<u>11/01/03 - 12/31/03</u>	<u>1/01/03 - 10/31/03</u>
Administration	\$ 8,797	8,797	2,544	6,253
Support	26,393	26,393	9,492	16,901
Labor	52,785	66,144	22,343	43,801
Materials	<u>52,785</u>	<u>39,426</u>	<u>15,624</u>	<u>23,802</u>
Total	<u>\$ 140,760</u>	<u>140,760</u>	<u>50,003</u>	<u>90,757</u>

IOWA EAST CENTRAL T.R.A.I.N.
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

LIHEAP Programs

Contract No. LIHEAP-05-03-D
(Contract Period 10/01/04 - 9/30/05)

Cost Category	Approved Budget	Actual Expenses 10/01/04 - 10/31/04
Administration Costs	\$ 170,215	10,576
Regular Assistance	1,748,500	--
ECIP - Furnace Repair	70,531	2,380
ECIP - Emergency Delivery	19,369	3,598
ECIP - Temporary Shelter	1,650	--
Client Services	45,160	442
Total	\$ 2,055,425	16,996

Contract No. LIHEAP-04-03-D
(Contract Period 10/01/03 - 9/30/04)

Cost Category	Approved Budget	Actual Expenses		
		Total	11/01/03 - 9/30/04	10/01/03 - 10/31/03
Administration Costs	\$ 210,096	210,096	204,169	5,927
Regular Assistance	2,226,889	2,225,083	2,225,083	--
ECIP - Furnace Repair	92,117	92,117	80,510	11,607
ECIP - Emergency Delivery	35,348	35,348	35,348	--
Client Services	58,438	58,438	58,438	--
Summer Delivery Fuel	137,600	135,450	135,450	--
Total	\$ 2,760,488	2,756,532	2,738,998	17,534

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Community Services Block Grants

Contract No. CSBG 04-03-CD
(Contract Period 10/01/03 - 12/31/04)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 11/01/03 - 10/31/04</u>
Personnel	\$ 425,311	369,130
Travel	7,500	6,685
Space Costs	34,800	32,089
Equipment Costs	500	48
Consultants	4,000	3,074
Co-Funded Programs	44,500	36,438
Other	59,925	49,282
Indirect Costs	56,992	49,464
Total	<u>\$ 633,528</u>	<u>546,210</u>

Contract No. CSBG 03-03-CD
(Contract Period 10/01/02 - 12/31/03)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>11/01/03 - 12/31/03</u>	<u>11/01/02 - 10/31/03</u>
Personnel	\$ 415,833	428,118	5,878	422,240
Travel	7,582	7,720	545	7,175
Space Costs	34,800	35,797	2,203	33,594
Equipment Costs	4,400	3,420	--	3,420
Consultants	6,500	3,963	--	3,963
Co-Funded Programs	44,600	43,705	5,161	38,544
Other	61,043	54,962	3,264	51,698
Indirect Costs	60,295	57,368	788	56,580
Total	<u>\$ 635,053</u>	<u>635,053</u>	<u>17,839</u>	<u>617,214</u>

SEE INDEPENDENT AUDITOR'S REPORT.

IOWA EAST CENTRAL T.R.A.I.N.
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

FaDSS Program

Contract No. FaDSS-05-03-FD
(Contract Period 7/01/03 - 6/30/04)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 7/01/04 - 10/31/04</u>
Administrative	\$ 32,462	11,255
Personnel		
Wages	196,957	67,140
Benefits	45,300	16,850
Travel	11,000	3,674
Space/Utilities	7,000	2,466
Other	12,677	4,144
Total Federal Expenses	<u>305,396</u>	<u>105,529</u>
Cash Match	<u>6,000</u>	<u>1,858</u>
 Total	 <u><u>\$ 311,396</u></u>	 <u><u>107,387</u></u>

Contract No. FaDSS-04-03-FD
(Contract Period 7/01/03 - 6/30/04)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>11/01/03 - 6/30/04</u>	<u>7/01/03 - 10/31/03</u>
Administrative	\$ 31,890	31,955	20,613	11,342
Personnel				
Wages	193,483	195,851	126,636	69,215
Benefits	44,501	42,618	27,190	15,428
Travel	14,000	14,373	10,769	3,604
Space/Utilities	6,800	6,756	4,316	2,440
Other	14,722	13,843	10,093	3,750
Total Federal Expenses	<u>305,396</u>	<u>305,396</u>	<u>199,617</u>	<u>105,779</u>
Cash Match	<u>6,000</u>	<u>6,000</u>	<u>4,439</u>	<u>1,561</u>
 Total	 <u><u>\$ 311,396</u></u>	 <u><u>311,396</u></u>	 <u><u>204,056</u></u>	 <u><u>107,340</u></u>

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Department of Health and Human Services

Schedule of Expenses Compared to Budget

Head Start Full Year, Part Day Program and Early Head Start

Contract No. 07CH6198/38
(Contract Period 11/01/03 - 10/31/04)

Cost Category	Head Start Approved Budget		Head Start Actual Expenses	
	Full Year - Part Day	Training and Teaching	Full Year - Part Day	Training and Teaching
	Personnel	\$ 2,136,104	10,994	1,916,588
Fringe Benefits	598,110	3,079	496,437	1,027
Travel	2,450	11,121	564	14,605
Supplies	151,700	3,550	262,877	--
Contractual	53,500	6,950	80,303	6,800
Other	171,886	11,000	400,057	19,560
Indirect	366,385	1,885	323,309	900
Subtotal	3,480,135	48,579	3,480,135	48,579
In Kind	928,421	--	1,019,365	--
Total	\$ 4,408,556	48,579	4,499,500	48,579

Cost Category	Early Head Start Approved Budget		Early Head Start Actual Expenses	
	Full Year - Part Day	Training and Teaching	Full Year - Part Day	Training and Teaching
	Personnel	\$ 101,334	--	85,078
Fringe Benefits	27,649	--	21,569	--
Travel	1,458	1,325	190	2,585
Supplies	11,660	1,479	27,536	2,540
Contractual	4,845	--	11,283	--
Other	13,957	3,974	18,240	1,653
Indirect	17,284	--	14,291	--
Total	\$ 178,187	6,778	178,187	6,778

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Department of Health and Human Services

Schedule of Expenses Compared to Budget

Early Head Start

Contract No. 07YC0523/05
(Contract Period 6/01/03 - 5/31/04)

Cost Category	Approved Budget Full Year/ Part Day	Actual Expenses - Full Year/Part Day		
		Total	11/01/03 - 5/31/04	6/01/03 - 10/31/03
Personnel	\$ 237,176	244,295	166,575	77,720
Fringe Benefits	64,667	61,681	41,207	20,474
Travel	3,500	1,036	973	63
Supplies	72,670	83,408	74,534	8,874
Contractual	10,353	7,456	4,029	3,427
Other	33,865	23,801	13,507	10,294
Indirect	40,447	41,001	27,843	13,158
Total	462,678	462,678	328,668	134,010
In Kind	118,194	93,522	50,170	43,352
Total	\$ 580,872	556,200	378,838	177,362

Cost Category	Approved Budget Training and Teaching	Actual Expenses - Training and Teaching		
		Total	11/01/03 - 5/31/04	6/01/03 - 10/31/03
Travel	\$ 3,180	1,421	1,337	84
Supplies	1,514	3,428	3,428	--
Other	5,400	5,245	5,245	--
Total	\$ 10,094	10,094	10,010	84

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Department of Health and Human Services

Schedule of Expenses Compared to Budget

Early Head Start - Inception to Date

Contract No. 07YC0523/01-05
(Contract Period 6/01/99 - 5/31/04)

Cost Category	Approved Budget Full Year/ Part Day	Actual Expenses - Full Year/Part Day					
		Total	6/01/99 - 5/31/00	6/01/00 - 5/31/01	6/01/01 - 5/31/02	6/01/02 - 5/31/03	6/01/03 - 5/31/04
Personnel	\$ 939,024	919,676	33,210	170,331	214,097	257,743	244,295
Fringe Benefits	242,339	199,744	4,220	31,743	38,639	63,461	61,681
Travel	29,800	16,834	7,330	7,203	40	1,225	1,036
Equipment	90,000	76,675	76,675	--	--	--	--
Supplies	239,576	310,062	29,619	106,503	74,347	16,185	83,408
Contractual	60,043	55,072	11,353	29,074	3,687	3,502	7,456
Other	230,317	226,745	133,345	28,254	23,909	17,436	23,801
Indirect	169,479	157,136	5,614	29,666	36,646	44,209	41,001
Total	2,000,578	1,961,944	301,366	402,774	391,365	403,761	462,678
In Kind	275,408	327,185	--	48,987	104,051	80,625	93,522
Total	\$ 2,275,986	2,289,129	301,366	451,761	495,416	484,386	556,200

Cost Category	Approved Budget Training and Teaching	Actual Expenses - Training and Teaching					
		Total	6/01/99 - 5/31/00	6/01/00 - 5/31/01	6/01/01 - 5/31/02	6/01/02 - 5/31/03	6/01/03 - 5/31/04
Personnel	\$ 2,718	1,428	386	1,042	--	--	--
Fringe Benefits	570	204	53	151	--	--	--
Travel	7,362	7,696	2,895	1,303	1,088	989	1,421
Supplies	3,905	4,931	--	--	1,296	207	3,428
Contractual	1,500	2,000	--	--	--	2,000	--
Other	7,900	7,947	--	727	1,257	718	5,245
Indirect	494	243	66	177	--	--	--
Total	\$ 24,449	24,449	3,400	3,400	3,641	3,914	10,094

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Department of Health and Human Services

Schedule of Expenses Compared to Budget

Illinois Department of Human Services

Contract No. 81X5407CRR
(Contract Period 7/01/04 - 6/30/05)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 7/01/04 - 10/31/04</u>
Core	\$ 278,153	70,606
Subsidy	432,163	134,991
HCC	8,000	2,073
Training	20,928	4,487
Mini Grant	119,228	--
Quality Counts	50,000	15,767
PDF	17,061	1,434
Accreditation	15,467	575
Expenditures of Interest Earned	--	295
Total	<u>\$ 941,000</u>	<u>230,228</u>

Contract No. 21X4407CRR
(Contract Period 7/01/03 - 6/30/04)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>11/01/03 - 6/30/04</u>	<u>7/01/03 - 10/31/03</u>
Core	\$ 277,704	265,422	175,785	89,637
Subsidy	432,163	417,655	279,204	138,451
HCC	8,000	8,000	6,181	1,819
Training	20,928	20,928	16,828	4,100
Mini Grant	119,228	119,228	119,228	--
Quality Counts	50,000	50,000	33,405	16,595
PDF	17,061	17,061	16,941	120
Accreditation	15,467	9,070	8,220	850
Total	<u>\$ 940,551</u>	<u>907,364</u>	<u>655,792</u>	<u>251,572</u>

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Indirect Costs and Cost Allocation Pools

Statement of Activities

November 1, 2003 Through October 31, 2004

	Cost Pools						Total
	Indirect	Space	Telephone	Insurance	Equipment and Supplies	Workers' Compensation	
Revenue							
Indirect Cost and Cost Pool Reimbursements	\$ 727,508	108,462	38,493	628,968	44,896	107,648	1,655,975
Expenses							
Wages	428,840	19,131	--	--	--	--	447,971
Fringes	91,596	5,379	--	628,968	--	108,361	834,304
Audit	22,000	--	--	--	--	--	22,000
Legal	15,338	--	--	--	--	--	15,338
Pension Plan							
Administration Fee	12,315	--	--	--	--	--	12,315
Consultants	8,005	--	--	--	--	--	8,005
Travel	9,594	--	--	--	--	--	9,594
Supplies and Copying	33,670	645	--	--	4,068	--	38,383
Publications and Dues	9,489	--	--	--	--	--	9,489
Rent	26,388	42,600	--	--	--	--	68,988
Registration Fees	8,565	--	--	--	--	--	8,565
Equipment and Maintenance	567	20,524	--	--	24,828	--	45,919
Depreciation	4,394	412	--	--	--	--	4,806
Telephone	6,678	421	38,493	--	--	--	45,592
Postage	2,583	--	--	--	16,000	--	18,583
General and Property							
Insurance	11,770	3,405	--	--	--	--	15,175
Utilities	--	11,226	--	--	--	--	11,226
Miscellaneous	--	4,719	--	--	--	--	4,719
Total Expenses	691,792	108,462	38,493	628,968	44,896	108,361	1,620,972
Excess (Deficiency) of Revenue Over (Under) Expenses	\$ 35,716	--	--	--	--	(713)	35,003

SEE INDEPENDENT AUDITOR'S REPORT

IOWA EAST CENTRAL T.R.A.I.N.
Corporate Activities Fund

Statement of Activities

November 1, 2003 Through October 31, 2004

	<u>General Fund</u>	<u>General Fund Counties</u>	<u>Total</u>
Revenue			
Interest	\$ 7,134	--	7,134
Program Income and Support			
Excess Expenditures Over Revenue - Cost Pools	35,003	--	35,003
Equipment Use Charges	4,806	--	4,806
County Support	--	62,318	62,318
RDA - HS Playground	23,800	--	23,800
Scott Empowerment - HS - 7th and Vine	20,962	--	20,962
SCRA - HS - 7th and Vine	15,600	--	15,600
Iowa Cares	7,604	--	7,604
UW - Wish	3,821	--	3,821
HS - Literacy	100	--	100
Other Revenue	16,745	--	16,745
Total Revenue	<u>135,575</u>	<u>62,318</u>	<u>197,893</u>
Expenses			
Salaries, Benefits and Indirect	4,898	623	5,521
Other Expenses			
RDA - HS Playground	22,795	--	22,795
UW - Wish	4,171	--	4,171
HS - Literacy	2,006	--	2,006
SCRA - HS - 7th and Vine	14,654	--	14,654
Scott Empowerment - HS - 7th and Vine	20,962	--	20,962
Iowa Cares	7,604	--	7,604
Miscellaneous	15,484	--	15,484
County Expenses	--	37,411	37,411
Volunteer Incentive Program	--	1,818	1,818
Cedar ELD Waiver	--	2,585	2,585
Clinton/DeWitt ELD Waiver	--	4,462	4,462
Depreciation	4,806	--	4,806
Total Expenses	<u>97,380</u>	<u>46,899</u>	<u>144,279</u>
Revenue Over (Under) Expenses	38,195	15,419	53,614
Net Assets - Beginning of Year	<u>815,342</u>	<u>152,605</u>	<u>967,947</u>
Net Assets - End of Year	<u>\$ 853,537</u>	<u>168,024</u>	<u>1,021,561</u>

SEE INDEPENDENT AUDITOR'S REPORT