

WEST CENTRAL DEVELOPMENT CORPORATION
Independent Auditors' Report
Financial Statements
And
Supplemental Information
Schedule of Findings and Questioned Costs
September 30, 2005

WEST CENTRAL DEVELOPMENT CORPORATION

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September 30, 2005

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WEST CENTRAL DEVELOPMENT CORPORATION
Board of Directors and Management
September 30, 2005

Officers

Elaine Armstrong
Delbert King
Judith Knapp

President
Vice-President
Secretary

Board Members

<u>County</u>	<u>Representing Government</u>	<u>Representing Private</u>	<u>Representing Low-Income</u>
Cass	Don Volk	Dr. Keith Swanson	Joyce Goff
Crawford	G. Dean Hargens	John Lawler	Dan Muhlbauer
Fremont	Chuck Larson	Rayann West	Becky Fichter
Harrison	Larry King	Bob Wentworth	Don Rodasky
Mills	Ron Kohn	Wanda Williams	Janet Fisher
Monona	Lester Nordaker	Geri Johnson	Richard Swain
Montgomery	Dale Carlson	Linda Southworth	JoAnn Thomas
Page	Elaine Armstrong	Bill Royer	Joyce Martin
Pottawattamie	Delbert King	Darlene McMartin	Marci Ludington
Shelby	Richard Ferry	Joyce Rodenborn	Judith Knapp

Management

Joel Dirks	Executive Director
Barb English	Fiscal Officer
Dennis Lawson	Human Resource Director
Glenna Thompson	Child Care Resource and Referral Director
Janice Nielsen	Youth Services Director
Marilyn Rodacker	Energy/Housing Director
Bob Anastasi	Outreach/Family Development Director
Glenda Heyderhoff	WIC Coordinator
Douglas Paine	Senior Aide Project Director
Billye Dollen	Executive Secretary

The Board of Directors and Officers of West Central Development Corporation represent each of the counties. The board members shall serve as follows:

- a. One-third shall be persons who are currently on a board of supervisors or their designee and appointed each January by each county board.
- b. One-third shall be persons who are representatives of business, industry, labor, religious, welfare, and education organizations, or other major interest groups. Individuals are nominated by these interest groups and elected by the Organization's Board of Directors to a three year term with no limit on the number of terms they may serve.
- c. At least one-third shall be persons who, according to federal guidelines, have incomes at or below poverty level and are elected by such persons, or are representatives elected by such persons for a three-year term with no limit on the number of terms they may serve.



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Independent Auditors' Report

To the Board of Directors
West Central Development Corporation
Harlan, Iowa

We have audited the accompanying statement of financial position of West Central Development Corporation as of September 30, 2005 and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of West Central Development Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with U.S. 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. 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of West Central Development Corporation as of September 30, 2005, and the changes in its net assets and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2005 on our consideration of West Central Development Corporation's internal control over financial reporting and on 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 audit was performed for the purposes of forming an opinion on the basic financial statements of West Central Development Corporation taken as a whole. The supplemental information as listed in the table of contents, including the Schedule of Expenditures of Federal Awards, is presented for the 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. 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.

The accompanying Non-GAAP supplemental information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Williams & Company P.C.
Certified Public Accountants

Onawa, Iowa
December 15, 2005

WEST CENTRAL DEVELOPMENT CORPORATION

WEST CENTRAL DEVELOPMENT CORPORATION
Statement of Financial Position
September 30, 2005

<u>Assets</u>	<u>Current</u>	<u>Local Property and Equipment</u>	<u>Total</u>
Current Assets			
Cash	\$ 551,789		\$ 551,789
Short-Term Investments	535,432		535,432
Receivables			
Grant Awards and Contracts - Note 2	735,020		735,020
Other	1,581		1,581
Prepaid Expenses	20,149		20,149
Total Current Assets	1,843,971	-	1,843,971
Property and Equipment - Note 4			
Land		\$ 57,985	57,985
Building and Leasehold Improvements		2,231,482	2,231,482
Vehicles and Equipment		1,371,065	1,371,065
	-	3,660,532	3,660,532
Accumulated Depreciation		1,157,363	1,157,363
Net Property and Equipment		2,503,169	2,503,169
Total Assets	1,843,971	2,503,169	4,347,140
Liabilities, Deferred Revenue and Net Assets			
Liabilities and Deferred Revenue			
Accounts Payable	501,474		501,474
Accrued Wages	108,187		108,187
Payroll Taxes and Benefits Payable	96,598		96,598
Accrued Vacation	256,252		256,252
Owed to Funding Sources	39,730		39,730
Note Payable Shelby County State Bank - Note 8		123,210	123,210
Note Payable Bank Iowa - Note 8		249,943	249,943
Note Payable USDA - Note 8		576,726	576,726
Deferred Revenue - Note 3	18,125		18,125
Total Liabilities and Deferred Revenue	1,020,366	949,879	1,970,245
Net Assets			
Invested in Property and Equipment		1,553,290	1,553,290
Unrestricted			
Designated for Programs	17,609		17,609
Undesignated	805,996		805,996
Total Net Assets	823,605	1,553,290	2,376,895
Total Liabilities, Deferred Revenue and Net Assets	\$ 1,843,971	\$ 2,503,169	\$ 4,347,140

See Accompanying Notes to Financial Statements

WEST CENTRAL DEVELOPMENT CORPORATION
Statement of Activities
For the Year Ended September 30, 2005

	Current	Local Property and Equipment	Total
Support and Revenue			
Federal Grants and Contract Revenue	\$ 10,885,164		\$ 10,885,164
State and Local Grants and Contract Revenue	493,993		493,993
County Support	41,980		41,980
Program Income and Donations	21,121		21,121
Interest Income	11,483		11,483
Other Revenue	689,666		689,666
In Kind Professional Services	41,044		41,044
Total Support and Revenue	12,184,451	-	12,184,451
Expenses			
Program Services			
Low Income Home Energy Assistance Program	2,571,500		2,571,500
Head Start	3,617,451		3,617,451
Weatherization Assistance	771,227		771,227
Utility Weatherization Assistance	300,758		300,758
Women, Infants, and Children	446,218		446,218
Child and Adult Care Food Program - Homes	735,705		735,705
Child and Adult Care Food Program - Centers	289,561		289,561
Child Care Resource and Referral	710,103		710,103
Family Development	369,942		369,942
Senior Service America, Inc.	475,926		475,926
I Care	11,683		11,683
Pottawattamie Empowerment	221,520		221,520
C/M/M Empowerment	93,087		93,087
Corner Counties Empowerment	31,619		31,619
CDBG Page County	506,154		506,154
CDBG Shelby County	209,582		209,582
Emergency Food and Shelter Program	34,183		34,183
Other Programs	294,991		294,991
Cost Allocation Pools - Net of Internal Reimbursements	205,868		205,868
Supporting Services			
Undesignated Fund Expenses	20,771		20,771
Interest Payments		\$ 40,459	40,459
Depreciation		162,487	162,487
Total Expenses	11,917,849	202,946	12,120,795
Excess (Deficiency) of Support and Revenue Over Expenses Before Capital Activity	266,602	(202,946)	63,656
Capital Activity			
Capital Additions - Purchase of Capital			
Equipment and Buildings		740,399	740,399
Real Estate Mortgages - Borrowings		(240,395)	(240,395)
Net Capital Activity	-	500,004	500,004
Excess of Support and Revenue Over Expenses After Capital Activity	266,602	297,058	563,660
Transfers - Principal and Interest Payments	(58,769)	58,769	-
Net Assets - Beginning of Year	615,772	1,197,463	1,813,235
Net Assets - End of Year	\$ 823,605	\$ 1,553,290	\$ 2,376,895

See Accompanying Notes to Financial Statements

WEST CENTRAL DEVELOPMENT CORPORATION
Statement of Functional Expenses
For the Year Ended September 30, 2005

	<u>Program Services</u>	<u>Indirect Management and General</u>	<u>Total</u>
Expenses			
Personnel	\$ 3,634,471	\$ 307,771	\$ 3,942,242
Fringe Benefits and Payroll Taxes	1,244,811	129,908	1,374,719
Contract Labor	579,657		579,657
Supplies	141,651	7,867	149,518
Rent	192,620	19,292	211,912
Buildings and Equipment	999,058	2,589	1,001,647
Travel	117,897	10,076	127,973
Telephone	85,994	4,412	90,406
Utilities	76,883		76,883
Assistance to Individuals	3,715,478		3,715,478
Other Direct Expenses	586,956	59,898	646,854
In Kind Professional Services	41,019		41,019
Depreciation		162,487	162,487
Indirect Costs	526,963	(526,963)	
Total Program and Supporting Expenses	<u>11,943,458</u>	<u>177,337</u>	<u>12,120,795</u>
 Total Expenses	 <u>\$ 11,943,458</u>	 <u>\$ 177,337</u>	 <u>\$ 12,120,795</u>

See Accompanying Notes to Financial Statements

WEST CENTRAL DEVELOPMENT CORPORATION
Statement of Cash Flows
For the Year Ended September 30, 2005

Cash Flows from Operating Activities	
Excess of Support and Revenue over Expenses	\$ 563,660
After Capital Additions	
Adjustments to Reconcile Excess of Support and Revenue over	
Expenses to Net Cash Provided by Operating Activities	
Expenses Not Requiring Cash Expenditures - Depreciation	162,487
Changes in Asset and Liability Accounts Affecting Cash	
Receivables	152,485
Prepaid Expenses	(6,773)
Accounts Payable, Accrued Expenses	
and Liability to Funding Sources	(77,730)
Deferred Revenue	(186,317)
Net Cash Flows from Operating Activities	<u>607,812</u>
Cash Flows from Investing Activities	
Purchase of Property and Equipment	(740,399)
Cash Flows from Financing Activities	
Payments on Note Payable	(108,033)
Proceeds from Bank Iowa Note	228,645
Proceeds from USDA Note	101,473
Net Cash Flows from Financing Activity	<u>222,085</u>
Net Increase in Cash	89,498
Cash Balances - Beginning of Year	<u>997,723</u>
Cash Balances - End of Year	<u><u>1,087,221</u></u>
Cash	551,789
Short-Term Investments	535,432
	<u><u>\$ 1,087,221</u></u>

See Accompanying Notes to Financial Statements

WEST CENTRAL DEVELOPMENT CORPORATION
Notes to Financial Statements
September 30, 2005

Note 1 - Summary of Significant Accounting Policies

West Central Development Corporation (WCDC) is a private nonprofit corporation and is exempt from income tax under Section 501(c) (3) of the Internal Revenue Code. The Organization was incorporated in 1965 under the laws of the State of Iowa under Chapter 504 of the Code of Iowa. The Organization is not considered a private foundation for income tax reporting purposes.

WCDC serves the Iowa counties of Cass, Crawford, Fremont, Harrison, Mills, Monona, Montgomery, Page, Pottawattamie, and Shelby.

WCDC's primary purpose is to administer and deliver social services for needy citizens in western and southwest Iowa. Funding and support is generally provided through contracts with the federal, state, and local government agencies and through local community support. These programs are operated for the benefit of eligible participants as defined under guidelines issued by the respective granting agencies.

- A. **Basis of Accounting** – Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. These financial statements are prepared on the accrual basis of accounting in conformity with U.S. generally accepted accounting principles. Revenues are recognized when earned and expenses are recorded when the liability is incurred.
- B. **Basis of Presentation** – Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted Net Assets – Net assets that are not subject to donor-imposed stipulations.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law.

1. Current assets primarily represent resources provided through Federal and State grant awards or contract revenue and support from other organizations. These funds are used to finance operations of various programs in accordance with applicable grant or contract provisions. Other revenue such as donations and interest income are also used to finance program activities. The following is a description of the principal programs administered by the organization.
 - a. **Community Service Block Grant (CSBG)** is funded by the U.S. Department of Health and Human Services through the Iowa Department of Human Rights on an annual basis. The grant provides funding for the administration of human service programs or provides direct support to individual programs, which require co-funding to complete their activities.
 - b. **Low Income Home Energy Assistance Program (LIHEAP)** is funded by the U.S. Department of Health and Human Services through the Iowa Department of Human Rights.

WEST CENTRAL DEVELOPMENT CORPORATION
Notes to Financial Statements
September 30, 2005

Note 1 - **Summary of Significant Accounting Policies** – (Continued)

- c. **Head Start** is funded by the U.S. Department of Health and Human Services through an annual grant. Head Start provides a comprehensive developmental program for preschool children, primarily all of whom come from low income families.
- d. **Senior Service America, Inc.** funds the Senior Aides grant. The program provides employment activities for senior citizens.
- e. **Child and Adult Care Food Program** is funded by the U.S. Department of Agriculture through the Iowa Department of Education under annual contracts. The contracts provide assistance for food and nutritional needs of low-income children enrolled in head start centers and day care homes.
- f. **Special Supplemental Food Program for Women, Infants, and Children (WIC)** is funded by the U.S. Department of Agriculture through the Iowa Department of Public Health under an annual grant. The program provides nutritional assistance to low income woman who are pregnant or who have an infant child, and to children under the age of five years.
- g. **Child Care Resource and Referral** was funded through a grant from the Iowa Department of Human Services. The program provides for the development and operation of child care resource and referral services.
- h. **Family Development and Self-Sufficiency Grant** was funded by the Iowa Department of Human Rights. The program provides family development and self-sufficiency counseling assistance to low income households.
- i. **Weatherization Assistance** programs are funded through grants from both the U.S. Department of Energy and the U.S. Department of Health and Human Services through the Iowa Department of Human Rights. Additional funding is provided by area utility companies to supplement the grants. The programs provide resources to weatherize the homes of qualifying low-income households.
- j. Other programs administered by the Organization are as follows:

<u>Title</u>	<u>Expenses</u>
Wrap-Around Child Care Grant	\$ 200,313
Head Start Parent Fund	6,166
Project Helper	5,201
Embrace Iowa	9,070
Project Share	3,377
I Care	11,683
Harrison/Monona/Shelby Empowerment	37,367
Pottawattamie Empowerment	221,520
Cass/Mills/Montgomery Empowerment	93,087
Corner Counties Empowerment	31,619
Shelby County Early Childhood Center	20,076
Clarinda Early Childhood Center	13,421
Community Development Block Grant – Page County	506,154
Community Development Block Grant – Shelby County	209,582
Emergency Food and Shelter Program	\$ 34,183

WEST CENTRAL DEVELOPMENT CORPORATION
Notes to Financial Statements
September 30, 2005

Note 1 - **Summary of Significant Accounting Policies** – (Continued)

- C. **Contributions** – Contributions, including unconditional promises to give, are recognized as revenue in the period received. Conditional promises to give are not recognized until they become unconditional; that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All contributions of the Organization are recorded as unrestricted net assets for the year ended September 30, 2005.

- D. **Contributed Services** - During the year many non-professional individuals volunteer their time and perform a variety of tasks that assist the organization at various facilities for various programs including Outreach, Head Start and Child Care Resource and Referral. These services are not recorded on the basic financial statements but carry an estimated value of approximately \$706,249.

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

- F. **Property and Equipment** - Property and equipment purchased with grant funds are recorded as a program expense in the grant expending the funds and recorded in the plant accounts to allow for tracking the historical cost of acquired fixed assets and the related depreciation (recorded using the straight - line method). The net property and equipment is recorded as an unrestricted net asset in these financial statements.

- G. **Income Taxes** - The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

- H. **Cash and Cash Equivalents** - For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash and cash equivalents.

- I. **Investments** – Short term investments consist of Certificates of Deposit. The market value of these Certificate of Deposits are equal to the book value of the certificates.

- J. **Indirect Cost Plan** - The Agency charges indirect program costs to an indirect cost pool and distributes these costs to programs on the basis of an indirect cost rate approved by the Department of Health and Human Services. The Indirect rate is applied to the program's wages and fringe benefits in determining the amount of indirect cost charged to each program from the indirect cost pool. Other common costs are allocated to programs on the basis of usage logs, space utilized, or other methods determined from recorded activities.

WEST CENTRAL DEVELOPMENT CORPORATION
Notes to Financial Statements
September 30, 2005

Note 1 - **Summary of Significant Accounting Policies** – (Continued)

- K. **Financial Instruments** - Financial instruments, which potentially subject the Organization to concentration of credit risk, consist of cash and cash equivalents. The Organization maintains its cash balances in four local area banks. The accounts are insured up to \$100,000 per each banking institution. At the end of the year the Organization had \$1,187,070 of cash deposits in banks, of which \$840,460 was over the insured limits. However, the banks with deposits in excess of the insured amounts have pledged securities they were holding as collateral for the deposits.

- L. **Advertising Costs** - Advertising costs are expensed as incurred. Total advertising costs were \$17,115.

- M. **Receivables** - Receivables from Grantor Agencies – Reimbursement procedures used for grants and contracts may result in timing differences between program reimbursements and expenses as of the beginning and end of the year. Receivables from grantor agencies represent an excess of expenses over cash basis reimbursements at year-end.

Accounts Receivable/Other consists of amounts due from local non-federal grants and refunds from utility companies.

- N. **Deferred Revenue** – Deferred revenue represents an excess of cash advances by the funding source over accrued expenses at year end.

Note 2 - **Grant Receivable** - A summary of contract/grant receivables follows:

	<u>Receivable</u>
Low Income Home Energy Assistance	\$ 136,381
Head Start	197,120
Wrap Around Child Care Grant	15,237
Weatherization Assistance	19,753
Utility Weatherization Assistance	15,699
WIC	104,257
CACFP – Homes.....	58,451
CACFP – Centers	31,153
Family Development	92,332
Senior Service America, Inc.	10,954
Project Helper	1,054
I Care.....	1,448
Harrison/Monona/Shelby Empowerment	5,804
Pottawattamie County Empowerment	29,487
Cass/Mills/Montgomery Empowerment	11,125
Corner Counties Empowerment	<u>4,765</u>
 Total Grant Receivable	 \$ <u>735,020</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Notes to Financial Statements
September 30, 2005

Note 3 – **Deferred Revenues** – A summary of grant/contract advances follows:

	<u>Advances</u>
Community Service Block Grant	\$ 9,120
Child Care Resource and Referral	4,044
Emergency Food and Shelter Program	<u>4,961</u>
Total Deferred Revenues	<u>\$ 18,125</u>

Note 4 - **Property and Equipment** - Property and equipment are recorded at cost and consists of the following:

	<u>Balance</u> <u>October 1,</u> <u>2004</u>	<u>Additions</u>	<u>Deductions</u> <u>and</u> <u>Retirements</u>	<u>Balance</u> <u>September 30,</u> <u>2005</u>
Land.....	\$ 45,985	\$ 12,000		\$ 57,985
Construction in Progress	256,731		\$ 256,731	-
Buildings and Leasehold Improvements	1,476,248	755,234		2,231,482
Office Furnishings and Equipment	575,596	141,371	3,601	713,366
Vehicles	<u>588,525</u>	<u>88,526</u>	<u>19,352</u>	<u>657,699</u>
	2,943,085	997,131	279,684	3,660,532
Less: Accumulated Depreciation	<u>1,017,828</u>	<u>162,487</u>	<u>22,952</u>	<u>1,157,363</u>
Net	<u>\$ 1,925,257</u>	<u>\$ 834,644</u>	<u>\$ 256,732</u>	<u>\$ 2,503,169</u>

Note 5 - **Operating Leases** - The Organization leases administrative and program office space, vehicles, and various office equipment under operating leases expiring in 2006 through 2008.

Minimum future rental payments under existing leases for the next five years are as follows:

Year Ending	Amount
2006	\$ 30,476
2007	19,836
2008	4,959
2009	- 0 -
2010	- 0 -

All other rental expenses come from month-to-month lease agreements.

Note 6 - **403(B) Retirement Plan** - The Organization subscribes to a tax deferred annuity retirement plan covering substantially all employees who normally work more than 20 hours per week. The plan is administered by The Equitable Life Assurance Society of the United States. Employees are allowed to contribute a percentage of their wages and the Organization matches a portion of each employee's contribution. During the year ended September 30, 2005, the Organization contributed \$16,391.

WEST CENTRAL DEVELOPMENT CORPORATION
Notes to Financial Statements
September 30, 2005

Note 7 - **IPERS** – Starting in February 1999, employees were offered the option of switching from the 403(b) Plan to IPERS. The Organization will pay the employer share of 5.75% on either IPERS or the 403(b), but not both.

Iowa Public Employees Retirement System (IPERS) is a cost-sharing multiple-employer defined benefit pension 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. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa, 50306-9117.

Plan members are required to contribute 3.70% of their annual covered salary and the Organization is required to contribute 5.75% of annual covered payroll. Contribution requirements are established by state statute. The Organization's contribution to IPERS for the year ended September 30, 2005 was \$176,501, equal to the required contribution for this year.

Note 8 – **Note Payable Shelby County State Bank** – The Organization obtained a note payable from Shelby County State Bank on June 12, 2001 for \$125,000 to purchase a building to house Head Start in Council Bluffs. This note was refinanced in January 2003 with an interest rate of 6.95% and the maturity extended to 2018. At this time, an advance of \$21,000 was received to pay additional costs on the Council Bluffs project. The note matures January 14, 2018. The monthly payments are \$1,245. At September 30, 2005, the balance was \$123,210. The note is secured by a real estate mortgage on the commercial building in Council Bluffs and will be paid by rental payments from the Head Start program.

Note Payable Bank Iowa – The Organization entered into a loan agreement with Bank Iowa, Clarinda, Iowa for \$400,000 at an interest rate of 6.7% to be used for the construction project in Clarinda, Iowa. The terms of the loan agreement require a payment of \$150,000 on January 22, 2005 with the balance amortized over 15 years with a monthly payment of \$2,218. The terms of the note were fixed at March 31, 2005 with monthly payments of \$2,350 and the note maturing on January 1, 2020. At March 31, 2005 the amount of the note was \$318,576 and due to advanced payments, the outstanding balance at September 30, 2005 is \$249,943. The note is secured by a real estate mortgage on the property in Clarinda.

Note Payable United States Department of Agriculture - On September 25, 2003, the Organization entered into a Loan Resolution Security Agreement with the United States Department of Agriculture Rural Development for \$525,000, with an interest rate of 4.25%. The note matures September 2043. The monthly payment is \$2,300. At September 30, 2005, the balance was \$518,911

On September 25, 2003, the Organization also entered into a Loan Resolution Security Agreement with the United States Department of Agriculture Rural Development for \$85,000, with an interest rate of 4.25%. This note matures September 2043. The monthly payment is \$373. Both of the notes payable United States Department of Agriculture are secured by the real estate in Harlan and Clarinda.

WEST CENTRAL DEVELOPMENT CORPORATION
Notes to Financial Statements
September 30, 2005

Note 8 – Note Payable – (Cont.)

The following is a schedule of future principal payments for the long term debt:

Year Ending <u>June 30.</u>	<u>Amount</u>
2006	\$ 26,093
2007	27,714
2008	29,439
2009	31,278
2010	33,235
2011 to 2015	199,452
2016 to 2020	184,297
2021 to 2025	73,826
2026 to 2030	72,041
2031 to 2035	89,064
2036 to 2040	110,110
2041 to 2043	<u>73,331</u>
Total	\$ <u>949,880</u>

Note 9 – Capitalized Interest Cost – The Organization capitalizes interest cost incurred on funds used on construction projects. The capitalized interest is recorded as part of the asset to which it relates and is amortized over the asset's estimated useful life. Interest cost capitalized was \$7,348 for the year ended September 30, 2005.

WEST CENTRAL DEVELOPMENT CORPORATION

SUPPLEMENTAL INFORMATION

WEST CENTRAL DEVELOPMENT CORPORATION
Combining Statement of Financial Position
September 30, 2005

<u>Assets</u>	<u>Designated Funds</u>		
	<u>Total</u>	<u>CSBG</u>	<u>LIHEAP</u>
Current Assets			
Cash	\$ 551,789	\$ 9,120	\$ (45,008)
Short-Term Investments	535,432		
Receivables			
Grant Awards and Contracts	735,020		136,381
Other	1,581		
Prepaid Expenses	20,149		
Total Current Assets	<u>1,843,971</u>	<u>9,120</u>	<u>91,373</u>
Property and Equipment			
Land	57,985		
Building and Leasehold Improvements	2,231,482		
Vehicles and Equipment	1,371,065	76,085	138,327
	3,660,532	76,085	138,327
Accumulated Depreciation	1,157,363	75,605	121,664
Net Property and Equipment	<u>2,503,169</u>	<u>480</u>	<u>16,663</u>
Total Assets	<u>4,347,140</u>	<u>9,600</u>	<u>108,036</u>
Liabilities, Deferred Revenue and Net Assets			
Liabilities and Deferred Revenue			
Accounts Payable	501,474		91,373
Accrued Wages	108,187		
Payroll Taxes and Benefits Payable	96,598		
Accrued Vacation	256,252		
Owed to Funding Sources	39,730		
Note Payable Shelby County State Bank	123,210		
Note Payable Bank Iowa	249,943		
Note Payable USDA	576,726		
Deferred Revenue	18,125	9,120	
Total Liabilities and Deferred Revenue	<u>1,970,245</u>	<u>9,120</u>	<u>91,373</u>
Net Assets			
Invested in Property and Equipment	1,553,290	480	16,663
Unrestricted			
Designated for Programs	17,609		
Undesignated	805,996		
Total Net Assets	<u>2,376,895</u>	<u>480</u>	<u>16,663</u>
Total Liabilities, Deferred Revenue and Net Assets	<u>\$ 4,347,140</u>	<u>\$ 9,600</u>	<u>\$ 108,036</u>

Designated Funds

Head Start	Wrap-Around Child Care Grant	Head Start Parent Fund	Weatherization Assistance	Utility Weatherization Assistance	WIC
\$ (91,123)	\$ (15,019)	\$ 1,009	\$ (19,603)	\$ (15,699)	\$ (53,227)
197,120 26	15,237		19,753	\$ 15,699	104,257
<u>106,023</u>	<u>218</u>	<u>1,009</u>	<u>150</u>	<u>-</u>	<u>51,030</u>
801,541			106,412		29,433
801,541	-	-	106,412	-	29,433
584,263			78,272		27,189
217,278	-	-	28,140	-	2,244
<u>323,301</u>	<u>218</u>	<u>1,009</u>	<u>28,290</u>	<u>-</u>	<u>53,274</u>
106,023	218	315	150		11,300
					39,730
<u>106,023</u>	<u>218</u>	<u>315</u>	<u>150</u>	<u>-</u>	<u>51,030</u>
217,278			28,140		2,244
		694			
<u>217,278</u>	<u>-</u>	<u>694</u>	<u>28,140</u>	<u>-</u>	<u>2,244</u>
<u>\$ 323,301</u>	<u>\$ 218</u>	<u>\$ 1,009</u>	<u>\$ 28,290</u>	<u>-</u>	<u>\$ 53,274</u>

(Continued)

WEST CENTRAL DEVELOPMENT CORPORATION
Combining Statement of Financial Position (Continued)
September 30, 2005

<u>Assets</u>	Designated Funds			
	CACFP (Homes)	CACFP (Centers)	Child Care Resource and Referral	Family Development
Current Assets				
Cash	\$ (10,257)	\$ (1,870)	\$ 24,823	\$ (91,025)
Short-Term Investments				
Receivables				
Grant Awards and Contracts	58,451	31,153		92,332
Other				
Prepaid Expenses				
Total Current Assets	48,194	29,283	24,823	1,307
Property and Equipment				
Land				
Building and Leasehold Improvements				
Vehicles and Equipment			78,933	18,964
	-	-	78,933	18,964
Accumulated Depreciation			51,052	16,196
Net Property and Equipment	-	-	27,881	2,768
Total Assets	48,194	29,283	52,704	4,075
<u>Liabilities, Deferred Revenue and Net Assets</u>				
Liabilities and Deferred Revenue				
Accounts Payable	48,194	29,283	20,779	1,307
Accrued Wages				
Payroll Taxes and Benefits Payable				
Accrued Vacation				
Owed to Funding Sources				
Note Payable Shelby County State Bank				
Note Payable Bank Iowa				
Note Payable USDA				
Deferred Revenue			4,044	
Total Liabilities and Deferred Revenue	48,194	29,283	24,823	1,307
Net Assets				
Invested in Property and Equipment			27,881	2,768
Unrestricted				
Designated for Programs				
Undesignated				
Total Net Assets	-	-	27,881	2,768
Total Liabilities, Deferred Revenue and Net Assets	\$ 48,194	\$ 29,283	\$ 52,704	\$ 4,075

Designated Funds

Senior Service America, Inc.	Project Helper	Embrace Iowa	Project Share	I CARE
\$ (9,521)	\$ 43		\$ 10,406	\$ 3,893
10,954	1,054		81	1,448
<u>1,433</u>	<u>1,097</u>	<u>-</u>	<u>10,487</u>	<u>5,341</u>
5,255				
5,255	-	-	-	-
3,408				
<u>1,847</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,280</u>	<u>1,097</u>	<u>-</u>	<u>10,487</u>	<u>5,341</u>
1,433				10
<u>1,433</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10</u>
1,847				
	1,097		10,487	5,331
<u>1,847</u>	<u>1,097</u>	<u>-</u>	<u>10,487</u>	<u>5,331</u>
<u>\$ 3,280</u>	<u>\$ 1,097</u>	<u>-</u>	<u>\$ 10,487</u>	<u>\$ 5,341</u>

(Continued)

WEST CENTRAL DEVELOPMENT CORPORATION
Combining Statement of Financial Position (Continued)
September 30, 2005

	Designated Funds			
	H/M/S Empowerment	Pottawattamie Empowerment	C/M/M Empowerment	Corner Counties Empowerment
<u>Assets</u>				
Current Assets				
Cash	\$ (3,757)	\$ (25,304)	\$ (6,360)	\$ (4,653)
Short-Term Investments				
Receivables				
Grant Awards and Contracts	5,804	29,487	11,125	4,765
Other				
Prepaid Expenses				
Total Current Assets	<u>2,047</u>	<u>4,183</u>	<u>4,765</u>	<u>112</u>
Property and Equipment				
Land				
Building and Leasehold Improvements				
Vehicles and Equipment		8,021		
	-	8,021	-	-
Accumulated Depreciation		4,828		
Net Property and Equipment	<u>-</u>	<u>3,193</u>	<u>-</u>	<u>-</u>
Total Assets	<u>2,047</u>	<u>7,376</u>	<u>4,765</u>	<u>112</u>
<u>Liabilities, Deferred Revenue and Net Assets</u>				
Liabilities and Deferred Revenue				
Accounts Payable	2,047	4,183	4,765	112
Accrued Wages				
Payroll Taxes and Benefits Payable				
Accrued Vacation				
Owed to Funding Sources				
Note Payable Shelby County State Bank				
Note Payable Bank Iowa				
Note Payable USDA				
Deferred Revenue				
Total Liabilities and Deferred Revenue	<u>2,047</u>	<u>4,183</u>	<u>4,765</u>	<u>112</u>
Net Assets				
Invested in Property and Equipment		3,193		
Unrestricted				
Designated for Programs				
Undesignated				
Total Net Assets	<u>-</u>	<u>3,193</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Revenue and Net Assets	<u>\$ 2,047</u>	<u>\$ 7,376</u>	<u>\$ 4,765</u>	<u>\$ 112</u>

Shelby County Early Childhood Center	Clarinda Early Childhood Center	Emergency Food and Shelter Program
\$ (2,174) 20,624	\$ 7,139	\$ 4,972
<u>18,450</u>	<u>7,139</u>	<u>4,972</u>
15,000	12,000	
1,209,249	721,207	
42,862	31,786	
<u>1,267,111</u>	<u>764,993</u>	-
37,175	11,218	
<u>1,229,936</u>	<u>753,775</u>	-
<u>1,248,386</u>	<u>760,914</u>	<u>4,972</u>
232	1,039	11
576,726	249,943	
<u>576,958</u>	<u>250,982</u>	<u>4,961</u> <u>4,972</u>
653,210	503,832	
18,218	6,100	
<u>671,428</u>	<u>509,932</u>	-
<u>\$ 1,248,386</u>	<u>\$ 760,914</u>	<u>\$ 4,972</u>

(Continued)

WEST CENTRAL DEVELOPMENT CORPORATION
Combining Statement of Financial Position (Continued)
September 30, 2005

	Designated Funds			Undesignated
	Direct Cost Allocation Pools	Indirect Cost Allocation Pools	Property and Equipment	
<u>Assets</u>				
Current Assets				
Cash	\$ 34,584	\$ 26,994		\$ 823,406
Short-Term Investments		16,226		498,582
Receivables				
Grant Awards and Contracts				
Other	27	41		1,406
Prepaid Expenses				20,149
Total Current Assets	<u>34,611</u>	<u>43,261</u>	<u>-</u>	<u>1,343,543</u>
Property and Equipment				
Land			\$ 30,985	
Building and Leasehold Improvements			301,026	
Vehicles and Equipment			33,446	
	-	-	365,457	
Accumulated Depreciation			146,493	
Net Property and Equipment	-	-	<u>218,964</u>	
Total Assets	<u>34,611</u>	<u>43,261</u>	<u>218,964</u>	<u>1,343,543</u>
<u>Liabilities, Deferred Revenue and Net Assets</u>				
Liabilities and Deferred Revenue				
Accounts Payable	5,584	20,648		152,468
Accrued Wages				108,187
Payroll Taxes and Benefits Payable				96,598
Accrued Vacation				256,252
Owed to Funding Sources				
Note Payable Shelby County State Bank			123,210	
Note Payable Bank Iowa				
Note Payable USDA				
Deferred Revenue				
Total Liabilities and Deferred Revenue	<u>5,584</u>	<u>20,648</u>	<u>123,210</u>	<u>613,505</u>
Net Assets				
Invested in Property and Equipment			95,754	
Unrestricted				
Designated for Programs				
Undesignated	29,027	22,613		730,038
Total Net Assets	<u>29,027</u>	<u>22,613</u>	<u>95,754</u>	<u>730,038</u>
Total Liabilities, Deferred Revenue and Net Assets	<u>\$ 34,611</u>	<u>\$ 43,261</u>	<u>\$ 218,964</u>	<u>\$ 1,343,543</u>

WEST CENTRAL DEVELOPMENT CORPORATION

WEST CENTRAL DEVELOPMENT CORPORATION
Combining Statement of Activities
For the Year Ended September 30, 2005

	Total	Elimination of Internal Agency Amounts	Designated Funds	
			CSBG 04-17CP	CSBG 05-17CP
Support and Revenue				
Federal Grants and Contract Revenue	\$ 10,885,164		\$ 153,205	\$ 364,795
State and Local Grants and Contract Revenue	493,993			
Co-Funding Transfers	-		\$ (153,205)	(364,795)
County Support	41,980			
Program Income and Donations	21,121			
Interest Income	11,483			
Other Revenue	689,666	\$ (90,087)		
In Kind Contributions	41,044			
Internal Cost Allocations	-	(915,188)		
Total Support and Revenue	<u>12,184,451</u>	<u>(1,005,275)</u>	<u>-</u>	<u>-</u>
Expenses				
Personnel	3,942,242			
Fringe Benefits and Payroll Taxes	1,374,719			
Contract Labor	579,657	(250,845)		
Supplies	149,518	(2,012)		
Rent	211,912	(196,681)		
Equipment and Buildings	1,001,647	(18,019)		
Travel	127,973			
Telephone	90,406	(815)		
Utilities	76,883	(5,877)		
Assistance to Individuals	3,715,478			
Other Direct Expenses	646,854	(4,063)		
In Kind Professional Services	41,019			
Depreciation	162,487			
Indirect	-	(526,963)		
Total Expenses	<u>12,120,795</u>	<u>\$ (1,005,275)</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Support and Revenue Over Expenses Before Capital Additions	63,656	-	-	-
Capital Activity				
Capital Additions - Purchase of Capital Equipment and Buildings	740,399			600
Real Estate Mortgages - Borrowings	(240,395)			
Net Capital Activity	<u>500,004</u>			<u>600</u>
Excess (Deficiency) of Support and Revenue Over Capital Activity	563,660	-	-	600
Transfers				
Capital Activity Transferred to Property and Equipment Fund	-			\$ (600)
Principal and Interest Payments	-			
Net Assets - Beginning of Year	<u>1,813,235</u>			
Net Assets - End of Year	<u>\$ 2,376,895</u>	<u>-</u>	<u>-</u>	<u>-</u>

Designated Funds

LIHEAP 05-17P	Head Start		Wrap Around Child Care Grant		Head Start Parent Fund	
	07CH-6020 38	07CH-6020 39	04-05	05-06	04-05	05-06
\$ 2,571,500	\$ 1,346,292	\$ 2,159,202	\$ 185,076	\$ 15,237		
	49,257				\$ (425)	\$ 5,373
	19,504	2,177				
	18,252	22,767				
<u>2,571,500</u>	<u>1,433,305</u>	<u>2,184,146</u>	<u>185,076</u>	<u>15,237</u>	<u>(425)</u>	<u>5,373</u>
121,162	761,322	1,103,290	113,521	9,661		
37,111	234,826	455,547	43,772	2,614		
	4,651	3,031				
14,529	27,237	21,740	1,392	1,611		
29,317	50,756	101,498	3,116			
21,281	99,934	118,069				
3,553	9,391	17,383				
2,495	11,281	21,288	278			
	14,392	22,856				
2,319,864	3,278	2,064				
5,094	90,401	126,258	6,010	25	1,487	4,679
	18,252	22,767				
17,094	107,584	168,355	16,987	1,326		
<u>2,571,500</u>	<u>\$ 1,433,305</u>	<u>2,184,146</u>	<u>\$ 185,076</u>	<u>\$ 15,237</u>	<u>1,487</u>	<u>4,679</u>
-	-	-	-	-	(1,912)	694
15,965		172,219				
<u>15,965</u>	<u>-</u>	<u>172,219</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
15,965	-	172,219	-	-	(1,912)	694
\$ (15,965)		\$ (172,219)				
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 1,912</u>	<u>-</u>
						<u>\$ 694</u>

(Continued)

WEST CENTRAL DEVELOPMENT CORPORATION
Combining Statement of Activities (Continued)
For the Year Ended September 30, 2005

	Designated Funds			
	Weatherization Assistance Programs			
	DOE-04-17P	DOE-05-17P	HEAP-04-17P	HEAP-05-17P
Support and Revenue				
Federal Grants and Contract Revenue	\$ 52,793	\$ 277,479	\$ 341,806	\$ 99,149
State and Local Grants and Contract Revenue				
Co-Funding Transfers				
County Support				
Program Income and Donations				
Interest Income				
Other Revenue				
In Kind Contributions				
Internal Cost Allocations				
Total Support and Revenue	<u>52,793</u>	<u>277,479</u>	<u>341,806</u>	<u>99,149</u>
Expenses				
Personnel			89	66
Fringe Benefits and Payroll Taxes			28	14
Contract Labor	52,793	277,479	337,916	98,120
Supplies				
Rent				
Equipment and Buildings			2,500	
Travel				
Telephone				
Utilities				
Assistance to Individuals				
Other Direct Expenses			1,261	940
In Kind Professional Services				
Depreciation				
Indirect			12	9
Total Expenses	<u>\$ 52,793</u>	<u>\$ 277,479</u>	<u>341,806</u>	<u>\$ 99,149</u>
Excess (Deficiency) of Support and Revenue Over Expenses Before Capital Additions		-	-	-
Capital Activity				
Capital Additions - Purchase of Capital Equipment and Buildings			1,606	
Real Estate Mortgages - Borrowings				
Net Capital Activity	-	-	<u>1,606</u>	-
Excess (Deficiency) of Support and Revenue Over Capital Activity	-	-	1,606	-
Transfers				
Capital Activity Transferred to Property and Equipment Fund			\$ (1,606)	
Principal and Interest Payments				
Net Assets - Beginning of Year				
Net Assets - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Designated Funds

Utility Weatherization Assistance Programs					WIC	CACFP (Homes)
IPL-04-17P	IPL-05-17P	MEC-05-17P	AQU-04-17P	AQU-05-17P	5885A048	83-8011
					\$ 439,716	\$ 713,677
\$ 7,650	\$ 59,965	\$ 119,595	\$ 15,378	\$ 98,170	1,468	22,028
					1,280	
					3,754	
<u>7,650</u>	<u>59,965</u>	<u>119,595</u>	<u>15,378</u>	<u>98,170</u>	<u>446,218</u>	<u>735,705</u>
					224,715	82,002
					96,707	32,893
					17,092	419
					20,141	7,202
					22	78
					6,055	4,097
					2,968	659
7,650	59,965	119,595	15,378	98,170		18
					43,805	589,712
						6,217
<u>\$ 7,650</u>	<u>\$ 59,965</u>	<u>\$ 119,595</u>	<u>\$ 15,378</u>	<u>\$ 98,170</u>	<u>34,713</u>	<u>12,408</u>
					446,218	\$ 735,705
-	-	-	-	-	-	-
					1,299	
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,299</u>	<u>-</u>
-	-	-	-	-	1,299	-
					\$ (1,299)	
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(Continued)

WEST CENTRAL DEVELOPMENT CORPORATION
Combining Statement of Activities (Continued)
For the Year Ended September 30, 2005

	Designated Funds			
	CACFP (Centers)	Child Care Resource and Referral		Family Development
	83-8010	ACFS-02-042	ACFS-02-042	FADSS 05-17FP
Support and Revenue				
Federal Grants and Contract Revenue	\$ 252,981	\$ 451,300	\$ 62,660	\$ 136,148
State and Local Grants and Contract Revenue				120,736
Co-Funding Transfers				16,318
County Support				
Program Income and Donations				
Interest Income				
Other Revenue	36,580	103,854	92,289	
In Kind Contributions				
Internal Cost Allocations				
Total Support and Revenue	<u>289,561</u>	<u>555,154</u>	<u>154,949</u>	<u>273,202</u>
Expenses				
Personnel	10,054	145,367	56,348	155,199
Fringe Benefits and Payroll Taxes	5,594	44,705	16,521	56,000
Contract Labor		99,183	23,855	
Supplies		38,423	7,740	622
Rent	3,373	13,346	4,340	15,305
Equipment and Buildings		6,318	3,624	229
Travel		26,141	8,613	13,820
Telephone		8,367	2,699	3,167
Utilities		1,408	474	
Assistance to Individuals	268,850			
Other Direct Expenses		151,369	22,865	6,050
In Kind Professional Services				
Depreciation				
Indirect	1,690	20,527	7,870	22,810
Total Expenses	<u>\$ 289,561</u>	<u>555,154</u>	<u>\$ 154,949</u>	<u>\$ 273,202</u>
Excess (Deficiency) of Support and Revenue Over Expenses Before Capital Additions	-	-	-	-
Capital Activity				
Capital Additions - Purchase of Capital Equipment and Buildings		2,108		
Real Estate Mortgages - Borrowings				
Net Capital Activity	-	<u>2,108</u>	-	-
Excess (Deficiency) of Support and Revenue Over Capital Activity	-	2,108	-	-
Transfers				
Capital Activity Transferred to Property and Equipment Fund		\$ (2,108)		
Principal and Interest Payments				
Net Assets - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Assets - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Designated Funds

Family Development FADSS 06-17FP	Senior Service America, Inc.		Project Helper 04-05	Embrace Iowa 04-05	Project Share 04-05	I Care 04-05
	SAP 04-05	SAP 05-06				
\$ 48,936	\$ 317,293	\$ 104,768				
43,396			\$ 5,895	\$ 9,070		\$ 14,138
4,408	37,774	13,846				
					\$ 4,018	
		2,220			423	573
	25					
<u>96,740</u>	<u>355,092</u>	<u>120,834</u>	<u>5,895</u>	<u>9,070</u>	<u>4,441</u>	<u>14,711</u>
53,883	273,707	90,772				19
19,594	35,264	11,454				6
1,679	1,261	110				
5,334	1,704	2,576				
4,609	4,618	2,103				
785	739	191				4
					3,377	
			5,201	9,070		11,460
2,921	4,430	2,587				191
7,935	33,369	11,041				3
<u>\$ 96,740</u>	<u>\$ 355,092</u>	<u>\$ 120,834</u>	<u>5,201</u>	<u>\$ 9,070</u>	<u>3,377</u>	<u>11,683</u>
-	-	-	694	-	1,064	3,028
-	-	-	-	-	-	-
-	-	-	694	-	1,064	3,028
-	-	-	403	-	9,423	2,303
<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 1,097</u>	<u>-</u>	<u>\$ 10,487</u>	<u>\$ 5,331</u>

(Continued)

WEST CENTRAL DEVELOPMENT CORPORATION
Combining Statement of Activities (Continued)
For the Year Ended September 30, 2005

	H/M/S Empowerment		Pottawattamie Empowerment	
	04-05	05-06	04-05	05-06
Support and Revenue				
Federal Grants and Contract Revenue	\$ 31,587	\$ 5,780	\$ 177,748	\$ 43,772
State and Local Grants and Contract Revenue				
Co-Funding Transfers				
County Support				
Program Income and Donations				
Interest Income				
Other Revenue				
In Kind Contributions				
Internal Cost Allocations				
Total Support and Revenue	<u>31,587</u>	<u>5,780</u>	<u>177,748</u>	<u>43,772</u>
Expenses				
Personnel	6,762	1,665	52,147	17,872
Fringe Benefits and Payroll Taxes	1,447	407	20,488	8,101
Contract Labor				
Supplies	333	266	1,011	950
Rent	194	445	7,245	2,358
Equipment and Buildings	5		200	
Travel	722	817	3,918	930
Telephone	238	39	527	233
Utilities	45	10		
Assistance to Individuals	20,804	1,740	82,385	10,077
Other Direct Expenses	150	167	1,982	446
In Kind Professional Services				
Depreciation				
Indirect	887	224	7,845	2,805
Total Expenses	<u>\$ 31,587</u>	<u>\$ 5,780</u>	<u>\$ 177,748</u>	<u>\$ 43,772</u>
Excess (Deficiency) of Support and Revenue Over Expenses Before Capital Additions	-	-	-	-
Capital Activity				
Capital Additions - Purchase of Capital Equipment and Buildings				
Real Estate Mortgages - Borrowings				
Net Capital Activity	-	-	-	-
Excess (Deficiency) of Support and Revenue Over Capital Activity and Other Revenue	-	-	-	-
Transfers				
Capital Activity Transferred to Property and Equipment Fund				
Principal and Interest Payments				
Net Assets - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Assets - End of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Designated Funds

C/M/M Empowerment		Corner Counties Empowerment		Shelby County Early Childhood Center	Clarinda Early Childhood Center
04-05	05-06	04-05	05-06		
\$ 77,280	\$ 15,807	\$ 25,984	\$ 5,635		
				\$ 64,483	\$ 31,271
<u>77,280</u>	<u>15,807</u>	<u>25,984</u>	<u>5,635</u>	<u>64,483</u>	<u>31,271</u>
19,302	5,910	5,813	3,412	848	
4,183	1,373	1,025	594	219	
(25)	213	891	136	274	200
1,291	449	316	458		
140				6,486	4,552
2,451	535	902	422		
883	312	214	87		
				6,885	5,188
41,464	5,976	11,555			
5,055	253	4,529	93	5,249	3,481
2,536	786	739	433	115	
<u>\$ 77,280</u>	<u>\$ 15,807</u>	<u>\$ 25,984</u>	<u>\$ 5,635</u>	<u>20,076</u>	<u>13,421</u>
-	-	-	-	44,407	17,850
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	44,407	17,850
-	-	-	-	-	-
-	-	-	-	(32,076)	(11,750)
-	-	-	-	5,887	
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ 18,218</u>	<u>\$ 6,100</u>

(Continued)

WEST CENTRAL DEVELOPMENT CORPORATION
Combining Statement of Activities (Continued)
For the Year Ended September 30, 2005

	Designated Funds			
	Page County CDBG	Shelby County CDBG	Emergency Food and Shelter Program	
	OO-CF-030	02-CF-013	03-04	04-05
Support and Revenue				
Federal Grants and Contract Revenue	\$ 195,668	\$ 179,664	\$ 2,856	\$ 29,370
State and Local Grants and Contract Revenue				
Co-Funding Transfers			1,948	
County Support				
Program Income and Donations	12,000			
Interest Income			9	
Other Revenue	298,486	77,775		
In Kind Contributions				
Internal Cost Allocations				
Total Support and Revenue	<u>506,154</u>	<u>257,439</u>	<u>4,813</u>	<u>29,370</u>
Expenses				
Personnel			152	1,504
Fringe Benefits and Payroll Taxes			33	438
Contract Labor				
Supplies				
Rent				
Equipment and Buildings	506,154	209,582		
Travel				
Telephone			1	23
Utilities				
Assistance to Individuals			4,583	26,637
Other Direct Expenses			24	558
In Kind Professional Services				
Depreciation				
Indirect			20	210
Total Expenses	<u>506,154</u>	<u>209,582</u>	<u>\$ 4,813</u>	<u>\$ 29,370</u>
Excess (Deficiency) of Support and Revenue Over Expenses Before Capital Additions	-	47,857	-	-
Capital Activity				
Capital Additions - Purchase of Capital Equipment and Buildings	508,262	25,922		
Real Estate Mortgages - Borrowings	(163,166)	(77,229)		
Net Capital Activity	<u>345,096</u>	<u>(51,307)</u>	-	-
Excess (Deficiency) of Support and Revenue Over Capital Activity	345,096	(3,450)	-	-
Transfers				
Capital Activity Transferred to Property and Equipment Fund	\$ (345,096)	51,307		
Principal and Interest Payments				
Net Assets - Beginning of Year	<u> </u>	<u>\$ (47,857)</u>	<u> </u>	<u> </u>
Net Assets - End of Year	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Designated Funds				
Direct Cost Allocation Pools	Indirect Cost Allocation Pools	Property and Equipment		Undesignated
		Fiduciary Type	Local	
\$ 370,953				\$ 40,700
	\$ 874			155
				10,600
				46,364
<u>388,225</u>	<u>526,963</u>			
<u>759,178</u>	<u>527,837</u>	<u>-</u>	<u>-</u>	<u>97,819</u>
317,907	307,771			
113,853	129,908			
(66,526)				
5,559	7,867			
118,537	19,292			
37,903	2,589			
6,817	10,076			
29,331	4,412			
28,107				
31,212	59,898	\$ 31,642	\$ 8,817	20,771
		145,078	17,409	
<u>46,630</u>		<u>176,720</u>	<u>26,226</u>	<u>20,771</u>
<u>669,330</u>	<u>541,813</u>			
89,848	(13,976)	(176,720)	(26,226)	77,048
-			12,418	
<u>-</u>	<u>-</u>	<u>-</u>	<u>12,418</u>	<u>-</u>
89,848	(13,976)	(176,720)	(13,808)	77,048
-		487,586		
		43,826	14,943	(14,943)
<u>(60,821)</u>	<u>36,589</u>	<u>1,102,844</u>	<u>94,619</u>	<u>667,933</u>
<u>\$ 29,027</u>	<u>\$ 22,613</u>	<u>\$ 1,457,536</u>	<u>\$ 95,754</u>	<u>\$ 730,038</u>

West Central Development Corporation
 Schedule of Expenditures of Federal Awards
 For the Year Ended September 30, 2005

Federal Grantor / Pass-Through Grantor / Program Title	CFDA #	Grant Period	Federal Expenses
Direct Federal Awards			
U.S. Department of Health and Human Services			
Direct Program			
Head Start	93.600	2/1/04 - 1/31/05	\$ 1,346,292
Head Start	93.600	2/1/05 - 1/31/06	2,159,202
Indirect Federal Awards			
Passed Through Iowa Department of Human Services			
Wrap Around Grant in Denison	93.575	9/1/04 - 8/31/05	185,076
Wrap Around Grant in Onawa	93.575	9/1/04 - 8/31/05	15,237
Passed Through Iowa Department of Human Rights			
Community Service Block Grant	93.569	10/1/03 - 3/31/05	153,205
Community Service Block Grant	93.569	10/1/04 - 3/31/06	364,795
Low Income Home Energy Assistance Program	93.568	10/1/04 - 9/30/05	2,571,500
Low Income Home Energy Assistance Program	93.568	4/1/04 - 4/30/05	341,806
Low Income Home Energy Assistance Program	93.568	4/1/05 - 4/30/06	99,149
U.S. Department of Agriculture			
Passed Through Iowa Department of Public Health			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	10/1/04 - 9/30/05	438,491
Farmers Market	10.557	10/1/04 - 9/30/05	1,225
Passed Through Iowa Department of Education			
Child/Adult Care Food Program (Homes)	10.558	10/1/04 - 9/30/05	713,677
Child/Adult Care Food Program (Centers)	10.558	10/1/04 - 9/30/05	252,981
Passed Through USDA Rural Development			
USDA Construction Loan	10.766	9/25/04 - 12/31/05	69,205
U.S. Department of Labor			
Senior Service America, Inc.			
Senior Community Service Employment Program	17.235	7/1/04 - 6/30/05	317,293
Senior Community Service Employment Program	17.235	7/1/05 - 6/30/06	104,768
U.S. Department of Energy and Energy Conservation Trust Fund			
Passed Through Iowa Department of Human Rights			
Weatherization Assistance for Low-Income Persons	81.042	4/1/04 - 3/31/05	52,793
Weatherization Assistance for Low-Income Persons	81.042	4/1/05 - 3/31/06	277,479
U.S. Department of Health and Human Services			
Passed Through Iowa Department of Human Services			
Child Care Resource and Referral Grant	93.575	7/1/04 - 6/30/05	451,300
Child Care Resource and Referral Grant	93.575	7/1/05 - 6/30/06	62,660
Passed Through Iowa Department of Human Rights			
Family Development and Self-Sufficiency Program	93.561	7/1/04 - 6/30/05	136,148
Family Development and Self-Sufficiency Program	93.561	7/1/05 - 6/30/06	48,936
Passed Through Cass/Mills/Montgomery Empowerment Area			
Temporary Assistance for Needy Families	93.575	7/1/04 - 6/30/05	77,280
Temporary Assistance for Needy Families	93.575	7/1/05 - 6/30/06	15,807
Passed Through Pottawattamie Empowerment Area			
Temporary Assistance for Needy Families	93.575	7/1/04 - 6/30/05	177,748
Temporary Assistance for Needy Families	93.575	7/1/05 - 6/30/06	43,772
Passed Through Harrison/Monona/Shelby Empowerment Area			
Temporary Assistance for Needy Families	93.575	7/1/04 - 6/30/05	31,587
Temporary Assistance for Needy Families	93.575	7/1/05 - 6/30/06	5,780
Passed Through Corner Counties Empowerment Area			
Temporary Assistance for Needy Families	93.575	7/1/04 - 6/30/05	25,984
Temporary Assistance for Needy Families	93.575	7/1/05 - 6/30/06	5,635
Passed Through Iowa Department of Economic Development			
Community Development Block Grant Page County	14.228	7/1/03 - 4/30/06	195,668
Community Development Block Grant Shelby County	14.228	9/1/04 - 8/31/06	179,664
Federal Emergency Management Agency			
Emergency Food and Shelter National Board Program	83.523	1/1/04 - 12/31/04	2,856
Emergency Food and Shelter National Board Program	83.523	1/1/05 - 12/31/05	29,370
Total Expenditures of Federal Awards			<u>\$ 10,954,369</u>

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of West Central Development Corporation 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.

NON-GAAP SUPPLEMENTAL INFORMATION

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Rights

Community Service Block Grant No. 04-17CP

Schedule of Grant/Contract Activity

For the Period From October 1, 2003 to September 30, 2004 (Extended to March 31, 2005)

	<u>Budget</u>	<u>Actual</u>
Co-Funded Programs		
Child and Adult Care Food Program	\$ 15,241	\$ 22,844
Family Development and Self-Sufficiency	12,651	20,635
Emergency Food and Shelter Program	1,000	1,948
Head Start	50,000	1,000
Outreach	318,575	361,144
Senior Aides	81,204	31,787
Women, Infants, and Children	16,602	55,408
Weatherization Support		507
	<hr/>	<hr/>
Total Expenditures	<u>\$ 495,273</u>	<u>\$ 495,273</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Rights

Low Income Home Energy Assistance Program
Contract LIHEAP-05-17-P

Schedule of Grant/Contract Activity
For the Period From October 1, 2004 to September 30, 2005

Cost Category	<u>Budget</u>	<u>Actual</u>
Expenses:		
Regular Assistance	\$ 1,859,204	\$ 1,850,397
Furnace Repair	100,181	100,181
Emerg Del/Recon	39,953	39,953
Client Services	60,919	60,919
Summer Fuel Delivery	319,000	319,000
Emergency Cooling Assistance Program	13,050	13,050
Administration	<u>188,000</u>	<u>188,000</u>
Total Expenses	<u>\$ 2,580,307</u>	<u>\$ 2,571,500</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Rights

Head Start Grant No. 07CH 6020(38)
Schedule of Grant/Contract Activity
For the Period From February 1, 2004 to January 31, 2005

	Budget	Actual
Revenues		
Grant Revenue	\$ 3,415,047	\$ 3,415,047
Other Revenue	31,241	23,999
CSBG Support Revenue	75,000	49,256
Grantee's Contribution - In Kind	853,762	853,762
Total Revenue	4,375,050	4,342,064
Expenses		
Grantor's Share		
Personnel	1,710,210	1,720,610
Fringe Benefits	824,130	824,763
Travel - Out of Area	6,574	5,405
Insurance	28,720	26,298
Equipment	136,005	143,128
Vehicle Costs	13,566	4,404
Building Maintenance	30,836	32,608
Pupil Transportation	134,838	124,240
Rent	154,578	134,659
Supplies	45,025	56,118
Consultants	10,039	8,999
Utilities and Telephone	64,720	72,206
Other	85,804	58,415
Indirect	276,243	276,449
Total Grantor's Share	3,521,288	3,488,302
Grantee's Share		
In Kind Donations		
Professional Volunteers	48,707	36,535
Non-Professional Volunteers	599,540	570,961
Mileage	111,132	149,696
Materials	82,758	94,111
Donated Space	1,980	2,460
Training Consultants and Materials	9,645	
Total Grantee's Share	853,762	853,762
Total Expenses	4,375,050	4,342,064
Less In Kind	853,762	853,762
Other Revenue	31,241	23,999
CSBG Support Revenue	75,000	49,256
Net Grantor's Share	\$ 3,415,047	\$ 3,415,047

Summary by Functional Category

	Budget	Percentage of Actual	Actual
Administration	\$ 383,020	9.00%	\$ 390,752
P.A. 20	44,195	0.58%	24,997
P.A. 22-26	2,987,832	69.08%	2,999,298
CSBG	75,000	1.13%	49,256
Empowerment/Other	31,241	0.55%	23,999
In Kind	853,762	19.66%	853,762
Total Expenses	4,375,050	100.00%	4,342,064
Less In Kind	853,762		853,762
Other Revenue	31,241		23,999
CSBG Co Funding	75,000		49,256
Net Grantor's Expense	\$ 3,415,047		\$ 3,415,047

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Services

Wrap Around Child Care Grant
Denison I Grant #BDPS-CC-05012
Schedule of Grant/Contract Activity
For the Period From September 1, 2004 to August 31, 2005

	<u>Budget</u>	<u>Actual</u>
Expenses		
Wages and Benefits	\$ 38,230	\$ 40,400
Supplies	628	469
Facility Costs	90	
Transportation	250	18
Telephone	135	126
Contracted Providers	4,500	2,623
Indirect	<u>4,167</u>	<u>4,364</u>
Total Expenses	<u>\$ 48,000</u>	<u>\$ 48,000</u>

Wrap Around Child Care Grant
Onawa Grant #BDPS-CC-05011
Schedule of Grant/Contract Activity
For the Period From September 1, 2004 to August 31, 2005

	<u>Budget</u>	<u>Actual</u>
Expenses		
Wages and Benefits	\$ 40,883	\$ 41,183
Supplies	275	355
Facility Costs	100	
Transportation	150	
Telephone	120	
Contracted Providers	2,016	2,012
Indirect	<u>4,456</u>	<u>4,450</u>
Total Expenses	<u>\$ 48,000</u>	<u>\$ 48,000</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Services

Wrap Around Child Care Grant
Denison III Grant #BDPS-CC-05009
Schedule of Grant/Contract Activity
For the Period From September 1, 2004 to August 31, 2005

	<u>Budget</u>	<u>Actual</u>
Expenses		
Wages and Benefits	\$ 40,840	\$ 38,899
Supplies	593	343
Facility Costs	75	3,116
Transportation	150	18
Telephone	90	152
Contracted Providers	1,800	1,269
Indirect	<u>4,452</u>	<u>4,203</u>
Total Expenses	<u>\$ 48,000</u>	<u>\$ 48,000</u>

Wrap Around Child Care Grant
Atlantic Grant #BDPS-CC-05010
Schedule of Grant/Contract Activity
For the Period From September 1, 2004 to August 31, 2005

	<u>Budget</u>	<u>Actual</u>
Expenses		
Wages and Benefits	\$ 42,339	\$ 43,001
Supplies	261	283
Facility Costs	430	
Transportation	250	70
Telephone	105	
Indirect	<u>4,615</u>	<u>4,646</u>
Total Expenses	<u>\$ 48,000</u>	<u>\$ 48,000</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Rights

**Weatherization Assistance Programs
Contract DOE-04-17P**

Schedule of Grant/Contract Activity
For the Period From April 1, 2004 to March 31, 2005

	<u>Budget</u>	<u>Actual</u>
Expenses		
Administration	\$ 22,399	\$ 22,399
Health and Safety	56,888	56,560
Support	73,745	114,233
Labor	76,905	65,485
Materials	76,905	48,164
	<u>306,842</u>	<u>306,842</u>
Total Expenses	<u>\$ 306,842</u>	<u>\$ 306,842</u>

**Weatherization Assistance Programs
Contract HEAP-04-17P**

Schedule of Grant/Contract Activity
For the Period From April 1, 2004 to March 31, 2005

	<u>Budget</u>	<u>Actual</u>
Expenses		
Administration	\$ 20,200	\$ 9,718
Health and Safety	70,858	120,762
Support	91,853	41,519
Labor	95,790	104,503
Materials	95,790	87,507
Equipment	22,403	-
Support Assistance	300	225
Pollution Insurance	2,500	2,500
WAMS Tech Assistance	4,700	4,331
	<u>404,394</u>	<u>371,065</u>
Total Expenses	<u>\$ 404,394</u>	<u>\$ 371,065</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Rights

**Utility Weatherization Assistance Programs
Contract IPL-04-17P**

Schedule of Grant/Contract Activity
For the Period From January 1, 2004 to December 31, 2004

	Budget	Actual
Expenses		
Administration	\$ 5,769	\$ 5,769
Support	11,713	11,695
Labor	28,759	28,830
Materials	28,759	28,705
Total Expenses	\$ 75,000	\$ 74,999

**Utility Weatherization Assistance Programs
Contract MEC-04-17P**

Schedule of Grant/Contract Activity
For the Period From January 1, 2004 to December 31, 2004

	Budget	Actual
Expenses		
Administration	\$ 4,865	\$ 4,865
Support	9,730	9,727
Labor	41,353	33,331
Materials	41,352	49,377
Total Expenses	\$ 97,300	\$ 97,300

**Utility Weatherization Assistance Programs
Contract AQU-04-17P**

Schedule of Grant/Contract Activity
For the Period From January 1, 2004 to December 31, 2004

	Budget	Actual
Expenses		
Administration	\$ 1,102	\$ 2,329
Support	2,236	1,009
Labor	26,819	28,830
Materials	26,819	24,808
Total Expenses	\$ 56,976	\$ 56,975

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Public Health

Special Supplemental Food Program for Women, Infants, and Children
Schedule of Grant/Contract Activity
For the Period From October 1, 2004 to September 30, 2005

	Budget	Actual
Expenses		
Grantor's Share		
Salaries/Benefits	\$ 317,672	\$ 320,294
Contracted Services	15,111	15,002
Other	71,400	68,580
Indirect	34,308	34,615
Total Grantor's Share	438,491	438,491
Local Share		
Salaries/Benefits	1,226	1,127
Other	4,658	4,748
Indirect	107	98
Total Local Share	5,991	5,973
Total Expenses	\$ 444,482	\$ 444,464

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Education

Child and Adult Care Food Programs
Schedule of Expenses Compared to Budget
Day Care Homes - Contract No. 83-8011
For the Period From October 1, 2004 to September 30, 2005

Cost Category	Budget	Actual
Expenses		
Personnel	\$ 108,706	\$ 114,895
Supplies	3,441	2,911
Transportation	6,386	4,712
Rent/Utilities	6,143	7,220
Communications	4,281	3,768
Other	42	78
Indirect	11,740	12,409
	140,739	145,993
Food Costs - Home Providers	564,000	589,712
Total Expenses	\$ 704,739	735,705
Less: CSBG Co-Funded		22,028
Net Funded by Grant		\$ 713,677

Child Care Centers - Contract No. 83-8010
For the Period From October 1, 2004 to September 30, 2005

	Budget	Actual
Food Costs	\$ 212,455	\$ 259,496
Kitchen Supplies and Other Costs	8,280	12,727
Food Service Labor and Benefits	22,765	15,648
Indirect	2,481	1,690
	245,981	289,561
Total Expenses	\$ 245,981	289,561
Less: Other Funding		36,580
Net Funded by Grant		\$ 252,981

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Services

Child Care Resource and Referral Program
Schedule of Grant/Contract Activity
For the Period From July 1, 2004 to June 30, 2005

	Budget	Actual
Revenues		
Grants and Contracts	\$ 768,211	\$ 684,885
Inkind		137,923
Training		11,121
Regional Home Consultant		9,425
	768,211	843,354
Child Care Resource and Referral Expenses		
Salaries and Wages	171,199	148,340
Fringe Benefits	68,471	61,477
Office Supplies/Dues/Fees/Educational Materials	8,900	6,612
Printing/Photocopy/Postage/Telephone	12,650	9,869
Travel - In Area	4,300	4,612
Travel - Out Of Area	9,600	6,730
Equipment Purchase/Rental/Maintenance	9,750	3,697
Space/Utilities/Maintenance	16,155	14,786
Advertising	1,400	2,413
Staff and Provider Training	36,168	51,930
Subcontractor Expenses	119,585	119,763
Subcontractor Provider Training	66,190	66,012
Indirect - Agency	26,124	22,711
	550,492	518,952
Infant/Toddler Expenses		
Iowa PITC Training	31,680	19,059
Salaries and Wages	18,719	17,252
Fringe Benefits	9,203	8,316
Rent/Utilities/Maintenance	1,360	763
Dues/Fees/Registrations	2,000	594
Printing/Photocopy	1,500	1,140
Travel - In Area	1,400	1,188
Travel - Out Of Area	7,322	7,163
Equipment Purchase/Rental/Maintenance	2,150	159
Postage/Office Supplies/Advertising/Other	5,835	3,141
Telephone	700	240
Education Materials	2,505	2,170
Indirect - Agency	3,016	2,770
	\$ 87,390	\$ 63,955

(Continued)

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Services

(Continued)

Child Care Resource and Referral Program
Schedule of Grant/Contract Activity
For the Period From July 1, 2004 to June 30, 2005

	Budget	Actual
Regional Home Consultant		
Salaries and Wages	\$ 15,324	\$ 13,549
Fringe Benefits	4,432	4,113
Postage/Photocopy	710	225
Office Supplies	575	567
Dues/Fees	720	155
Travel - In Area	2,700	929
Travel - Out Of Area	400	883
Equipment Purchase/Rental/Maintenance	86	149
Space/Utilities/Maintenance	1,800	519
Telephone	1,000	639
Advertising	100	368
Home Consultant Subcontractor	20,000	20,000
Indirect - Agency	2,153	1,913
	<hr/>	<hr/>
Total Regional Home Consultant	50,000	44,009
Business Start-Up Kits	15,000	15,000
Parent Services	50,558	50,557
Welcome to School Age Series	5,271	4,226
Every Child Reads	8,500	7,732
Mad Feelings/Challenging Behavior	1,000	1,000
Inkind Contributions	137,623	137,923
	<hr/>	<hr/>
Total Expenses	<u>\$ 905,834</u>	<u>\$ 843,354</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Rights
Division of Community Action Agencies

Family Development and Self-Sufficiency Grant
Schedule of Grant/Contract Activity
For the Period From July 1, 2004 to June 30, 2005

	Budget	Actual
Expenses		
Indirect Costs - Administrative	\$ 29,915	\$ 30,088
Personnel Wages	187,715	188,710
Benefits	88,650	89,263
Travel	9,761	17,423
Space Costs/Utilities	7,948	20,031
Third-Party Payments	25	-
Other Costs	14,020	14,061
Total Expenses	\$ 338,034	359,576
Less Other Costs - Supported By CSBG Funds		21,541
Total Federal and State Expenditures		\$ 338,034

WEST CENTRAL DEVELOPMENT CORPORATION
U.S. Department of Labor

Senior Service America, Inc.
Senior Aides (Title V) Program
Schedule of Grant/Contract Activity
For the Period From July 1, 2004 to June 30, 2005

	Budget	Actual
Expenses		
Personnel		
Wages	\$ 332,980	\$ 327,321
Fringe Benefits		
FICA	25,473	25,041
Workers' Compensation	9,989	9,819
Physical Exams	500	160
Program - Other		
Sponsor Staff Cost	19,126	19,126
Transportation	4,435	4,435
Training	1,081	1,081
Incidentals	85	85
Project Administration		
Sponsor Staff Cost	30,422	30,422
Total Federal Share	424,091	417,490
Local Expenses		
In Kind Component	53,970	65,030
Total Local Share	53,970	65,030
 Total Expenses	 \$ 478,061	 \$ 482,520

Senior Service America, Inc.
Senior Aides (Title V) Program
Schedule of Grant/Contract Activity - Private Sector Initiative
For the Period From July 1, 2004 to June 30, 2005 (Extended to September 30, 2005)

	Budget	Actual
Expenses - Private Sector Initiative		
Personnel		
Wages	\$ 13,556	\$ 1,201
Fringe Benefits		
FICA	1,037	184
Workers' Compensation	408	35
Program - Other		
Transportation	200	
Training	883	
Project Administration		
Subgrantee Staff Cost	1,350	801
Total	\$ 17,434	\$ 2,221

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Services

Empowerment Programs
Pottawattamie Empowerment
Schedule of Grant/Contract Activity
For the Period From July 1, 2004 to June 30, 2005

	<u>Budget</u>	<u>Actual</u>
Empowerment Grant		
Personnel Wages	\$ 64,150	\$ 64,128
Benefits	27,588	30,896
Supplies	3,660	2,647
Rent	8,760	9,506
Equipment Purchase/Rental/Maintenance	480	200
Educational/Resource Materials	800	847
Travel	5,220	5,963
Telephone	1,500	1,008
Other Direct Expenses	2,298	790
Assistance	139,053	92,676
Indirect	9,999	10,285
	<u> </u>	<u> </u>
Total Pottawattamie Empowerment	<u>\$ 263,508</u>	<u>\$ 218,947</u>

Cass/Mills/Montgomery Empowerment
Schedule of Grant/Contract Activity
For the Period From July 1, 2004 to June 30, 2005

	<u>Budget</u>	<u>Actual</u>
Empowerment Grant		
Personnel Wages	\$ 24,399	\$ 25,607
Benefits	5,870	5,581
Supplies	360	371
Rent/Utilities/Maintenance	1,980	1,905
Equipment Purchase	155	140
Educational/Resource Materials	2,830	1,854
Travel	4,000	3,776
Telephone	1,200	1,159
Assistance	50,690	45,513
Other Direct Expenses	1,340	1,713
Indirect	3,299	3,376
	<u> </u>	<u> </u>
Total Cass/Mills/Montgomery Empowerment	<u>\$ 96,123</u>	<u>\$ 90,995</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Iowa Department of Human Services

Empowerment Programs
Corner Counties Empowerment
Schedule of Grant/Contract Activity
For the Period From July 1, 2004 to June 30, 2005

	<u>Budget</u>	<u>Actual</u>
Empowerment Grant		
Personnel Wages	\$ 7,416	\$ 7,638
Benefits	1,326	1,343
Supplies	300	297
Rent	900	560
Travel	1,140	1,155
Telephone	840	420
Educational/Resource Materials	855	668
Assistance	17,050	16,593
Other Direct Expenses	720	532
Indirect	<u>953</u>	<u>972</u>
Total Corner Counties Empowerment	<u>\$ 31,500</u>	<u>\$ 30,178</u>

Harrison, Monona & Shelby Empowerment
Schedule of Grant/Contract Activity
For the Period From July 1, 2004 to June 30, 2005

	<u>Budget</u>	<u>Actual</u>
Expenses		
Personnel Wages	\$ 8,582	\$ 8,901
Benefits	1,977	1,929
Supplies	360	224
Rent	215	321
Travel	600	912
Telephone	120	265
Assistance	25,142	20,804
Public Awareness Campaign	385	333
Indirect	<u>1,151</u>	<u>1,172</u>
Total Harrison, Monona & Shelby Empowerment	<u>\$ 38,532</u>	<u>\$ 34,861</u>

WEST CENTRAL DEVELOPMENT CORPORATION
 U.S. Department of Housing and Urban Development

Emergency Food And Shelter Program
 Schedule of Grant/Contract Activity
 For the Period From January 1, 2004 to December 31, 2004

	<u>Budget</u>	<u>Actual</u>
Revenue		
Grant Revenue	\$ 36,230	\$ 36,230
Interest Income		9
CSBG Co-Funding		1,948
	<u>36,230</u>	<u>38,187</u>
Expenses		
Administrative Costs	725	2,667
Cass County	6,600	6,603
Crawford County	5,585	5,585
Fremont County	1,960	1,961
Harrison County	3,301	3,300
Mills County	2,910	2,915
Monona County	2,734	2,734
Montgomery County	3,914	3,917
Page County	5,911	5,913
Shelby County	2,590	2,592
	<u>36,230</u>	<u>38,187</u>
Total Expenses	<u>\$ 36,230</u>	<u>\$ 38,187</u>

US DEPARTMENT OF AGRICULTURE

**Certification Regarding Debarment, Suspension, Ineligibility
And Voluntary Exclusion – Lower Tier Covered Transactions**

This certification is required by the regulations implementing Executive Order 12549, Debarment and Suspension, 7 CFR Part 3017, Section 3017.510, Participants' responsibilities. The regulations were published as Part IV of the January 30, 1989, Federal Register (pages 4722-4733). Copies of the regulations may be obtained by contacting the Department of Agriculture agency with which this transaction originated.

(BEFORE COMPLETING CERTIFICATION, READ INSTRUCTIONS ON REVERSE)

- 1) The prospective lower tier participant certifies, by submission of this proposal, that neither it nor its principals is presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this transaction by any Federal department or agency.

- 2) Where the prospective lower tier participant is unable to certify to any of the statements in this certification, such prospective participant shall attach an explanation to this proposal.

Williams & Company, P.C.
Organization Name

PR/Award Number or Project Name

David D. Radke, CPA
Name and Title of Authorized Representative

David Radke
Signature

2-16-06
Date

WEST CENTRAL DEVELOPMENT CORPORATION
Schedule of Revenue and Expenses
Direct Cost Allocation Pools
For the Year Ended September 30, 2005

	<u>Total</u>	<u>Weatherization</u>	<u>Central Space Costs</u>	<u>Photocopy Costs</u>	<u>Postage Allocation</u>	<u>Outreach Costs</u>
Revenue						
Reimbursed by Programs	\$ 388,225	\$ 250,845	\$ 39,132	\$ 9,696	\$ 1,794	\$ 86,758
Community Service Block Grant Support	370,953					370,953
In Kind Donations	578,299					578,299
Total Support and Revenue	<u>1,337,477</u>	<u>250,845</u>	<u>39,132</u>	<u>9,696</u>	<u>1,794</u>	<u>1,036,010</u>
Expenses						
Personnel	317,907	135,416				182,491
Fringe Benefits and Payroll Taxes	113,853	37,184				76,669
Contract Labor and Services	(66,526)	(66,526)				
Supplies	5,559	1,191	145	1,815	52	2,356
Rent	118,537	11,389	19,836			87,312
Building Maintenance	19,917		8,822			11,095
Equipment Purchase	3,499	2,824				675
Equipment Maintenance	4,488			3,993	468	27
Equipment Lease	9,999			3,888	848	5,263
Insurance	8,421		3,137			5,284
Advertising	371					371
Subscriptions/Publications	526					526
Travel and Vehicle Expense	6,817	3,241				3,576
Telephone	29,331	2,029	815			26,487
Utilities	28,107		5,877			22,230
Photocopy/Postage	2,674				426	2,248
Dues/Fees	543					543
Indirect	46,630	18,641				27,989
Other Direct Expenses	18,677	15,608	500			2,569
Total Expenses	<u>669,330</u>	<u>160,997</u>	<u>39,132</u>	<u>9,696</u>	<u>1,794</u>	<u>457,711</u>
In Kind						
Nonprofessional Volunteers	3,944					3,944
Clothing	327,875					327,875
Food	139,160					139,160
Christmas Adoption	107,320					107,320
Total In Kind	<u>578,299</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>578,299</u>
Total Expenses and In Kind	<u>1,247,629</u>	<u>160,997</u>	<u>\$ 39,132</u>	<u>\$ 9,696</u>	<u>\$ 1,794</u>	<u>\$ 1,036,010</u>
Excess Revenues Over Expenditures	<u>\$ 89,848</u>	<u>\$ 89,848</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Schedule of Revenue and Expenses
Indirect Cost Allocation Pool
For the Year Ended September 30, 2005

Revenue		
Interest Income		\$ 874
Indirect Cost Reimbursements from Programs		
Low Income Home Energy Assistance Program	\$ 17,094	
Head Start	275,939	
Wrap Around Child Care Grant	18,313	
Weatherization Assistance HEAP	21	
Women, Infants, and Children	34,713	
Child and Adult Care Food Program - Homes	12,408	
Child and Adult Care Food Program - Centers	1,690	
Child Care Resource and Referral	28,397	
Family Development and Self-Sufficiency	30,745	
Senior Service America, Inc.	44,410	
I Care	3	
H/M/S Empowerment	1,111	
Pottawattamie Empowerment	10,650	
C/MM Empowerment	3,322	
Corner Counties Empowerment	1,172	
Shelby County Early Childhood Center	115	
Emergency Food and Shelter	230	
Outreach Program	27,989	
Weatherization Assistance Cost Allocation Pool	<u>\$ 18,641</u>	
Total Indirect Cost Reimbursement From Programs		<u>526,963</u>
 Total Support and Revenue		 527,837
Expenses		
Salaries and Wages		307,771
Fringe Benefits and Payroll Taxes		129,908
Supplies		7,867
Rent		19,292
Equipment Maintenance/ Rental		2,589
Travel		10,076
Telephone		4,412
Photocopy		4,515
Postage		8,418
Subscriptions/Publications		753
Dues/Fees		3,587
Consultants		1,400
Computer Expenses		95
Registration Fee and Training		4,562
Audit		17,825
Insurance		8,483
Board Expenses		3,757
Miscellaneous		6,503
Total Expenses		<u>541,813</u>
 (Deficiency) of Revenues over Expenses		 (13,976)
 Net Assets - Beginning of Year		 <u>36,589</u>
 Net Assets - End of Year		 <u>\$ 22,613</u>

West Central Development Corporation
Schedule of Revenue and Expenses
Indirect Reimbursement from Programs
For the Year Ended September 30, 2005

Program	Wages and Fringe Benefits	Indirect Cost
Low Income Home Energy Assistance Program	\$ 158,273	\$ 17,094
Head Start	2,554,985	275,939
Wrap Around Child Care Grant	169,568	18,313
Weatherization Assistance HEAP	197	21
Women, Infants and Children	321,422	34,713
Child and Adult Care Food Program - Homes	114,895	12,408
Child and Adult Care Food Program - Centers	15,648	1,690
Child Care Resource and Referral	262,941	28,397
Family Development and Self-Sufficiency	284,676	30,745
Senior Service America, Inc.	411,197	44,410
I Care	25	3
H/M/S Empowerment	10,281	1,111
Pottawattamie Empowerment	98,608	10,650
C/M/M Empowerment	30,768	3,322
Corner Counties Empowerment	10,844	1,172
Shelby County Early Childhood Center	1,067	115
Emergency Food and Shelter	2,127	230
Outreach Program	259,160	27,989
Weatherization Assistance Cost Allocation Pool	172,603	18,641
Totals	<u>\$ 4,879,285</u>	<u>526,963</u>
Total Wages and Benefits		4,879,285
Indirect Cost Percentage		<u>10.8%</u>
Total Indirect Reimbursement Charged to Programs		<u>\$ 526,963</u>

WEST CENTRAL DEVELOPMENT CORPORATION
Schedule of Revenue, Expenses, and Changes in Net Assets
Undesignated Fund
For the Year Ended September 30, 2005

Support and Revenue			
County Support			
Cass	\$	6,000	
Crawford		5,000	
Fremont		6,000	
Harrison		8,700	
Mills		2,000	
Monona		2,000	
Montgomery		5,000	
Page		3,000	
Pottawattamie		3,000	\$ 40,700
Donations			155
Interest Income			10,600
Harlan United Way			1,304
Other			29,894
Food Pantry and Christmas Adoption Donations			15,166
Total Revenue			<u>97,819</u>
Expenses			
Other			11,725
Food Pantry and Christmas Adoption			9,046
Total Expenses			<u>20,771</u>
Excess of Support and Revenue Over Expenses Before Capital Additions			77,048
Transfers			
Principal and Interest Payments			<u>(14,943)</u>
Excess of Support and Revenue Over Expenses and Transfers			62,105
Net Assets - Beginning of Year			<u>667,933</u>
Net Assets - End of Year			<u><u>\$ 730,038</u></u>

OMB CIRCULAR A-133 COMPLIANCE SECTION

WEST CENTRAL DEVELOPMENT CORPORATION



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Onawa, IA 51040
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**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
West Central Development Corporation
Harlan, Iowa

Compliance:

We have audited the compliance of West Central Development Corporation 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, 2005. West Central Development Corporation's major federal programs are identified in the summary of auditors' 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 West Central Development Corporation's management. Our responsibility is to express an opinion on the Organizations' compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; 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 a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about West Central Development Corporation'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 the Organizations' compliance with those requirements.

In our opinion, West Central Development Corporation 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, 2005.

Internal Control Over Compliance:

The management of West Central Development Corporation 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 West Central Development Corporation'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 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 weakness. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants 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 operations that we consider to be material weaknesses.

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

Williams & Company P.C.
Certified Public Accountants

Onawa, Iowa
December 15, 2005



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

To the Board of Directors
West Central Development Corporation
Harlan, Iowa

We have audited the financial statements of West Central Development Corporation as of and for the year ended September 30, 2005, and have issued our report thereon dated December 15, 2005. We conducted our audit in accordance with U.S. generally accepted auditing standards, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance:

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

Internal Control Over Financial Reporting:

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

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

We would like to acknowledge the many courtesies and assistance extended to us by personnel of West Central Development Corporation during the course of our audit.

Should you have any questions concerning any of the above matters we shall be pleased to discuss them with you at your convenience.

Williams & Company P.C.
Certified Public Accountants

Onawa, Iowa
December 15, 2005

WEST CENTRAL DEVELOPMENT CORPORATION
Schedule of Findings and Questioned Costs
For the Year Ended September 30, 2005

Section I --- Summary of Auditors' Results

- (a) An unqualified opinion was issued on compliance with requirements applicable to each major program.
- (b) No reportable conditions or material weaknesses in internal control over major programs were disclosed by the audit of the financial statements.
- (c) The audit did not disclose any non-compliance which is material to the financial statements.
- (d) No reportable conditions or material weaknesses in internal control over financial reporting were identified.
- (e) The audit disclosed no audit findings which are required to be reported in accordance with Office of Management and Budget Circular A-133, Section .510(a).
- (f) Major programs were as follows:
CFDA Number 93.575 – Child Care Resource and Referral Grant
CFDA Number 93.600 – Head Start Program
- (g) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- (h) West Central Development Corporation qualified as a low-risk auditee.

Section II ---Financial Statement Findings

No matters were reported.

Section III – Federal Award Findings and Questioned Costs

No matters were reported.

WEST CENTRAL DEVELOPMENT CORPORATION
Schedule of Prior Year Audit Findings
For the Year Ended September 30, 2005

There were no audit findings in the prior year.