

**COMMUNITY ACTION OF SOUTHEAST IOWA**

**Burlington, Iowa**

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

**September 30, 2006**

**(With Independent Auditor's Reports Thereon)**

COMMUNITY ACTION OF SOUTHEAST IOWA

Burlington, Iowa

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COMMUNITY ACTION OF SOUTHEAST IOWA  
**Board of Directors and Organization Officials**

**Executive Board of Directors**

Linda Mullen	President
Frank Silici	Vice-President
Ken Purdy	Secretary
Mary Boysen	Treasurer

**Board Members**

<u>County</u>	<u>Representing Government</u>	<u>Program Participant</u>	<u>Representing Private</u>
Henry	Glenwood Tolson	John Hileman	Lorene Anderson
Louisa	Ken Purdy	Nina Bishop	Mary Boysen
Des Moines	Edgar Blow Marian Brunken	Mary Jo McCampbell Jazzmend Martin	Frank Silici
Lee	Rick Larkin	Susie Sherrill	Linda Mullen Rev. Brenda Goodall
Ad Hoc Policy Council		Melody Crow	

**Organization Officials**

Sharon Ford	Executive Director
Sandra Gerst	Fiscal Officer
Sheri Lewis	Executive Assistant
Lyn Stinson	Neighborhood Center Director/Equal Opportunity Officer
Marcia Munford	Head Start Director
Cheryl Flaatten	Family Day Care/Resource and Referral Director
Christine O'Brien	WIC Director
Jane Wilson	LIHEAP Director
Tom Richert	Weatherization Director
Martin Distlehorst	Community Resource Director

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WILLIAM H. BOORN, CPA  
DENNIS L. MUELLER, CPA  
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STEPHEN L. KOEHN, CPA  
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INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Community Action of Southeast Iowa  
Burlington, Iowa

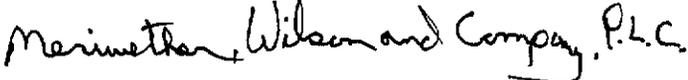
We have audited the accompanying Statement of Financial Position of Community Action of Southeast Iowa (a nonprofit organization) as of September 30, 2006, and the related Statements of Activities and Cash Flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Organization's 2005 financial statements and, in our report dated November 10, 2005 we expressed an unqualified opinion on those financial statements.

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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Community Action of Southeast Iowa as of September 30, 2006, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 9, 2006, on our consideration of Community Action of Southeast Iowa's internal control over financial reporting and 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 the purpose 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

November 9, 2006  
West Des Moines, Iowa

## COMMUNITY ACTION OF SOUTHEAST IOWA

**Statement of Financial Position**

Year Ended September 30, 2006  
(With Comparative Totals for 2005)

	<u>2006</u>	<u>2005</u>
<b>Assets</b>		
<b>Current Assets</b>		
Cash	\$ 553,442	582,235
Certificates of Deposit	30,501	--
Receivables	621,350	544,253
Prepaid Expenses and Deposits	61,610	73,439
Inventories	24,412	20,767
Total Current Assets	<u>1,291,315</u>	<u>1,220,694</u>
<b>Noncurrent Asset</b>		
Certificates of Deposit	<u>--</u>	<u>29,706</u>
<b>Property and Equipment</b>		
Land	7,550	7,550
Building and Leasehold Improvements	1,533,830	1,469,064
Vehicles and Equipment	1,088,352	1,110,162
	<u>2,629,732</u>	<u>2,586,776</u>
Less Accumulated Depreciation	1,185,337	1,017,260
Net Property and Equipment	<u>1,444,395</u>	<u>1,569,516</u>
Total Assets	<u>\$ 2,735,710</u>	<u>2,819,916</u>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Accounts Payable and Accrued Expenses	\$ 520,183	547,515
Notes Payable - Current Portion	26,228	26,774
Owed to Grantor Agencies	111,502	95,127
Deferred Revenue	133,812	91,323
Other Current Liabilities	800	1,100
Total Current Liabilities	<u>792,525</u>	<u>761,839</u>
<b>Mortgage Notes Payable (Net of Current Portion)</b>	<u>179,154</u>	<u>205,382</u>
Total Liabilities	<u>971,679</u>	<u>967,221</u>
<b>Net Assets</b>		
Unrestricted		
Designated for Program Purposes	14,127	(36,637)
Invested in Property and Equipment	1,257,756	1,375,687
Undesignated	462,464	495,280
Total Unrestricted	<u>1,734,347</u>	<u>1,834,330</u>
Temporarily Restricted	29,684	18,365
Total Net Assets	<u>1,764,031</u>	<u>1,852,695</u>
Total Liabilities and Net Assets	<u>\$ 2,735,710</u>	<u>2,819,916</u>

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

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Statement of Activities

Year Ended September 30, 2006  
(With Comparative Totals for 2005)

	2006		2005	
	Unrestricted	Temporarily Restricted	Total All Funds	Total All Funds
<b>Support and Revenue</b>				
Government Awards and Contract Revenue	\$ 11,717,368	--	11,717,368	10,607,209
Services and Project Revenue	290,742	--	290,742	59,651
Interest Income	6,809	--	6,809	4,862
In Kind Donations	794,998	--	794,998	706,675
Other Support and Revenue	74,138	38,753	112,891	86,492
	<u>12,884,055</u>	<u>38,753</u>	<u>12,922,808</u>	<u>11,464,889</u>
Net Assets Released from Restriction	27,434	(27,434)	--	--
Total Support and Revenue	<u>12,911,489</u>	<u>11,319</u>	<u>12,922,808</u>	<u>11,464,889</u>
<b>Expenses</b>				
Head Start and Early Head Start	4,042,801	--	4,042,801	4,191,270
Shared Visions/At Risk Child Development	430,628	--	430,628	197,809
Child and Adult Care Food Program	303,684	--	303,684	305,165
Low Income Home Energy Assistance Program	2,665,857	--	2,665,857	1,716,317
Weatherization Assistance	570,356	--	570,356	481,218
Weatherization Assistance - Utility	323,598	--	323,598	305,936
Women, Infants, and Children	3,074,896	--	3,074,896	3,064,694
Family Development - FaDSS	271,754	--	271,754	273,620
Temporary Assistance for Needy Families	221,255	--	221,255	144,032
Community Services Block Grants	267,356	--	267,356	292,215
Project Share	177,561	--	177,561	5,577
Other Programs	540,935	--	540,935	447,064
Cost Pools - Net of Reimbursements				
Weatherization Inventory/WIP	(41,727)	--	(41,727)	22,986
Indirect Costs	35,149	--	35,149	3,603
Other Administrative Costs	2,248	--	2,248	11,960
Depreciation and Loss on Disposed Assets	214,809	--	214,809	198,946
Total Expenses	<u>13,101,160</u>	<u>--</u>	<u>13,101,160</u>	<u>11,662,412</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses Before Capital Additions</b>	(189,671)	11,319	(178,352)	(197,523)
<b>Capital Additions - Awards Received for Capital Expenditures</b>	<u>89,688</u>	<u>--</u>	<u>89,688</u>	<u>330,350</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses After Capital Additions</b>	(99,983)	11,319	(88,664)	132,827
<b>Net Assets - Beginning of Year</b>	<u>1,834,330</u>	<u>18,365</u>	<u>1,852,695</u>	<u>1,719,868</u>
<b>Net Assets - End of Year</b>	<u>\$ 1,734,347</u>	<u>29,684</u>	<u>1,764,031</u>	<u>1,852,695</u>

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

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Statement of Cash Flows

Year Ended September 30, 2006  
(With Comparative Totals for 2005)

	Total All Funds	
	2006	2005
<b>Cash Flows from Operating Activities</b>		
Excess of Support and Revenue over Expenses After Capital Additions	\$ (88,664)	132,827
Adjustment to Reconcile Excess of Support and Revenue over Expenses to Net Cash Provided by Operating Activities		
Expenses Not Requiring Expenditure of Cash		
Depreciation and Book Value of Disposed Assets	214,809	198,946
Changes in Asset and Liability Accounts Affecting Cash		
Receivables	(77,097)	205,543
Prepaid Expenses and Deposits	11,829	(3,960)
Inventories	(3,645)	2,730
Accounts Payable and Accrued Expenses	(27,332)	(59,363)
Owed to Grantor Agencies	16,375	4,140
Deferred Revenue	42,489	(5,389)
Other Current Liabilities	(300)	(210)
Net Cash Flows from Operating Activities	<u>88,464</u>	<u>475,264</u>
<b>Cash Flows from Investing Activities</b>		
Purchases of Property and Equipment	(89,688)	(337,870)
Interest Income Reinvested in Cash Investments	(795)	(775)
Net Cash Flows from Investing Activities	<u>(90,483)</u>	<u>(338,645)</u>
<b>Cash Flows from Financing Activities</b>		
Borrowings on Term Notes Payable	--	40,000
Repayments on Term Notes Payable	(26,774)	(8,340)
Net Cash Flows from Financing Activities	<u>(26,774)</u>	<u>31,660</u>
<b>Net Increase (Decrease) in Cash</b>	(28,793)	168,279
<b>Cash Balances - Beginning of Year</b>	<u>582,235</u>	<u>413,956</u>
<b>Cash Balances - End of Year</b>	<u>\$ 553,442</u>	<u>582,235</u>

**Supplemental Cash Flow Disclosures**

The Organization is exempt from income taxes and, accordingly, no cash payments for income taxes were made.

The Organization paid \$7,523 of interest in cash during the year (\$6,542 in 2005).

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

## COMMUNITY ACTION OF SOUTHEAST IOWA

**Notes to Financial Statements**

September 30, 2006

**1. Nature of Business and Organization**

Community Action of Southeast Iowa 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. The Organization is not considered a private foundation for income tax reporting purposes.

Community Action of Southeast Iowa serves the Iowa counties of Des Moines, Henry, Lee, and Louisa.

Community Action of Southeast Iowa's purpose is to serve as an advocate of the poor and elderly on matters of public policy and to provide a broadened resource base of programs directed to the elimination of poverty.

Community Action of Southeast Iowa administers programs funded or supported by federal, state, and local government agencies. These programs are operated for the benefit of eligible participants as defined under guidelines issued by the respective granting agencies. The Organization's goal is to provide quality programming for families and individuals in need, assisting them in achieving self-sufficiency, in strengthening families, and in improving their quality of life.

**2. Summary of Significant Accounting Policies**

The accounting and reporting policies of Community Action of Southeast Iowa conform to accounting principles generally accepted in the United States of America. The following describes the more significant of those policies.

**Basis of Presentation**

The accompanying financial statements have been prepared on the accrual basis of accounting.

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 as net assets released from restriction.

**Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Reclassifications and Prior Year Summarized Financial Information**

Certain reclassifications to the 2005 financial statements have been made to conform to the 2006 presentation. 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 accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended September 30, 2005, from which the summarized information was derived.

### **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.

The carrying amounts of notes payable and debt issued pursuant to the Organization's bank credit agreements approximate fair value because the interest rates on these financial instruments change with market rates.

### **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 comprised primarily of reimbursements from grant award activities are reported at net realizable value. All amounts are considered collectible and accordingly, no provision for bad debts has been recorded.

### **Inventories**

Weatherization inventories are valued at the lower of cost or market. Cost is determined primarily on the first-in, first-out basis or on the average cost basis.

### **Property and Equipment**

Property and equipment is recorded at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets, which range as follows:

Buildings	20 to 30 Years
Building Improvements	5 to 15 Years
Equipment and Vehicles	5 Years

Property acquired with grant funds are charged to program expenses in accordance with grant budget guidelines and are then capitalized to the property and equipment accounts as capital additions on the Statement of Activities. The Organization follows the policy of capitalizing equipment costing over \$2,500 with a useful life expectancy of over one year.

### **Long-Lived Assets**

Long-lived assets to be held and used are tested for recoverability whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. When required, impairment losses on assets are recognized based upon the fair value of the asset.

### **Advertising and Promotion Activities**

Advertising and promotion costs are expensed as incurred on the Statement of Activities. Advertising expense totaled \$11,742 for the year ended September 30, 2006.

### **Revenue Recognition**

Revenue from grant awards or reimbursement type contracts is recorded when expenses are incurred in conducting activities specified in those agreements. Award or contract funds received in excess of program expenses are recorded as deferred revenue. Since grant award revenues are earned when allowable expenses are incurred, the revenue is considered unrestricted.

### **In Kind Donations**

Supplies and services received as donations to programs are recorded at their fair value at the time they are received. Certain programs require local match that is met with in kind donations. Amounts are recorded to reflect program compliance and are valued at rates estimated to be their cost if such services had to be purchased by the Organization.

### **Cost Allocations**

The Agency charges indirect costs to an indirect cost pool, which is distributed to individual programs on the basis of an indirect cost rate approved by the U.S. Department of Health and Human Services. The rate is applied to each program's direct wages and benefits as a basis for distribution.

Other common costs are allocated to programs on the basis of usage or occupancy records or other methods, which represent the estimation of benefits received.

### **Functional Allocation of Expenses**

The costs of providing various programs and activities have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

### **3. Principal Programs**

The following is a summary description of the principal programs administered by Community Action of Southeast Iowa:

Head Start is a comprehensive development program for preschool children, primarily all of whom come from low-income families. The program's goal is to provide activities designed to assist those children with their education and training and to improve their health and well being.

Early Head Start Program provides physical, cognitive, social, and emotional growth of infants and toddlers and strengthens family and community support for children and families.

Shared Vision/At Risk Child Development provides assistance to families with children for day care in each of the counties served. Families of children who are determined to be at risk are eligible through state sponsored programs and are referred by the Iowa Department of Human Services.

The Child and Adult Care Food Program provides assistance for food and nutritional needs of low income families' children enrolled in head start centers and family day care homes and centers.

Low Income Home Energy Assistance Program (LIHEAP) provides assistance to low-income households in paying their heating costs.

Weatherization Assistance programs provide resources to use in weatherizing homes of qualifying low-income households. Weatherization includes the insulation of homes and minor structural repairs to result in more comfortable living conditions for eligible families.

Weatherization Utility Contracts provide funding from area utility companies for weatherization services to low-income households.

Special Supplemental Food Program for Women, Infants, and Children (WIC) provides nutritional assistance to low income women who are pregnant or have an infant or young child.

Family Development Program provides family development services to families currently enrolled in the state's Family Investment Program and are determined to be at risk of long-term welfare dependency.

Temporary Assistance for Needy Families (TANF) passes through Empowerment Areas to provide assistance to children 0-5 and their families, as well as providing child care services and training for child care providers.

Community Services Block Grant (CSBG) provides support for outreach and general administrative expenses incurred in carrying out program activities not funded by specific awards or contracts.

Project Share is a voluntary contribution program sponsored by various utility companies. These funds are used to assist low-income households with payment of their heating bills.

Other programs, not individually identified on the Statement of Activities, are summarized as follows:

Program Title	Program Expenses
Iowa Electric - LIHEAP	\$ 14,097
Parents as Teachers	90,471
Homeless Assistance Grant	17,231
Child Care Resource and Referral	95,229
Home Consultant	48,203
Senior Employment	18,437
Eldercare Home Repair	71,170
Embrace Iowa	10,737
FEMA	43,318
Medical Assistance Program	19,895
6-Plex	24,466
Consultec CMPFE Title XIX	69,282
Other	18,399
	<u>\$ 540,935</u>

4. **Concentration of Credit Risks**

Community Action of Southeast Iowa received approximately 91% of its support and revenue from governmental grants and contracts. A significant reduction in the level of government participation would have a major effect on Community Action of Southeast Iowa's program activities.

Deposits in bank accounts in excess of federally insured limits (FDIC) at the year-end date totaled \$586,500. The Organization's Bank, however, has been designated a "Pledging Bank" for the deposit of public funds. Pursuant to this, the Bank is required to pledge collateral to further secure excess public funds on deposit.

5. **Receivables**

Receivables, primarily representing funding under various grants or contracts for program expenditure reimbursements, are summarized as follows:

Due From	For	Amount
U.S. Department of Health and Human Services	Head Start and Early Head Start	\$ 181,369
Iowa Department of Education	CACFP	52,145
Iowa Department of Human Rights	Weatherization Assistance	46,238
Iowa Department of Public Health	WIC	117,131
Iowa Department of Human Rights	Family Development - FaDSS	71,256
Community Action of Eastern Iowa	Child Care Home Consultant & R&R	26,813
Local Empowerment Areas	Temporary Assistance for Needy Families	28,137
Children First Executive Board	Parents as Teachers	18,271
SE Iowa Area Agency on Aging	Eldercare Assistance	25,681
Various Utility Providers	LIHEAP Vendor Refunds	24,559
Other	Contracted Services, etc.	29,750
		<u>\$ 621,350</u>

6. **Prepaid Expenses and Deposits**

Prepaid expenses and deposits are summarized as follows:

Prepaid Insurance	\$ 2,611
Security Deposits	400
Weatherization Costs on Homes in Progress	<u>58,599</u>
	<u>\$ 61,610</u>

7. **Property and Equipment**

Property and equipment is summarized as follows:

	<u>Cost</u>	<u>Current Depreciation</u>	<u>Accumulated Depreciation</u>	<u>Depreciated Cost</u>
Land	\$ 7,550	--	--	7,550
Building and Leasehold Improvements	1,533,830	72,505	466,341	1,067,489
Furniture and Equipment	429,594	36,726	314,438	115,156
Vehicles	658,758	105,578	404,558	254,200
	<u>\$ 2,629,732</u>	<u>214,809</u>	<u>1,185,337</u>	<u>1,444,395</u>

Property and equipment costing \$1,745,123 has been acquired with funds received under various grant award agreements. These grants generally contain conditions that require the property be used in activities sponsored by the grant. At the conclusion of the grant activity, the grantors may reclaim the equipment.

8. **Accounts Payable and Accrued Expenses**

Accounts payable and accrued expenses are summarized as follows:

	<u>Amount</u>
Trade Accounts Payable	\$ 101,812
Accrued Wages	105,642
Payroll Taxes, Fringes, and Withholdings	238,013
Accrued Vacation Benefits	71,671
Property Taxes	3,045
	<u>\$ 520,183</u>

9. **Owed to Grantor Agency**

The amount owed to grantors is summarized as follows:

<u>Program</u>	<u>For</u>	<u>Amount</u>
WIC	Advance on Claim for Reimbursement	\$ 48,193
LIHEAP	Energy Refunds Payable	20,515
Weatherization	Inventory Advance	42,794
		<u>\$ 111,502</u>

10. **Deferred Revenue**

Deferred revenue is summarized as follows:

<u>Grantor</u>	<u>Program</u>	<u>Amount</u>
Iowa Department of Human Rights	Weatherization Assistance	\$ 74,366
Iowa Department of Human Rights	Community Services Block Grant	5,938
Iowa Department of Education	Shared Visions/At Risk Child Development	40,400
Department of National Security	FEMA	13,108
		<u>\$ 133,812</u>

### 11. Mortgages Payable

Mortgages and notes payable are summarized as follows at September 30, 2006:

Payable To	Secured Asset	Commitment or Original Note Amount	Balance 9-30-06	Interest Rate	Maturity Date
Midwest Federal Savings and Loan Association of Eastern Iowa	6-Plex 413 Franklin St. Keokuk, Iowa	\$ 91,959	\$ 69,325	7.0%	9-01-18
Iowa Department of Economic Development	6-Plex 413 Franklin St. Keokuk, Iowa	120,486	109,718	1.0%	3-31-20
Iowa Finance Authority	6-Plex 413 Franklin St. Keokuk, Iowa	15,000	7,596	1.0%	7-11-11
F & M Bank and Trust	Unsecured	40,000	<u>18,743</u>	4.5%	8-15-07
			<u>\$ 205,382</u>		

The mortgage payable to Midwest Federal is to be repaid in monthly installments of \$713, including interest, with final payment due September 1, 2018.

The mortgage payable to Iowa Department of Economic Development is payable in annual installments beginning on March 31, 2001. The installments, including interest and principal, begin at \$2,500 and increase to \$5,000 through March 31, 2019. The final payment on the balance of the mortgage then becomes due March 31, 2020.

The Iowa Finance Authority note is payable in ten annual installments of \$1,584, including interest, with a final payment of all unpaid principal and interest due on July 1, 2011.

The F & M Bank and Trust note is payable in monthly installments of \$1,742, including interest, with final payment due August 15, 2007.

The repayment schedule for the above loans over the next five years is as follows:

Year Ended	Amount
September 30, 2007	\$ 26,228
September 30, 2008	8,048
September 30, 2009	8,383
September 30, 2010	8,991
September 30, 2011	9,280
Thereafter	<u>144,452</u>
	<u>\$ 205,382</u>

Interest expense on all mortgages for the year ended September 30, 2006, totaled \$7,523.

### 12. Temporarily Restricted Net Assets

Restrictions on net assets relate to funds received from private or public sources, where the use of such funds has been restricted for a specified purpose. The following summarizes the temporarily restricted resources of the organization by fund.

Program	Funding Source	Amount
Medical Assistance Program	Great River Medical Center and Local	\$ 18,416
United Way	United Way - Ft. Madison and Henry Co.	<u>11,268</u>
		<u>\$ 29,684</u>

13. **Operating Leases**

Community Action of Southeast Iowa leases various offices and facilities for administrative and program usage. These leases expire at various dates through July 2012. Lease expense for the year ended September 30, 2006, totaled \$75,560.

The annual minimum lease obligations on existing noncancellable leases through their remaining years are summarized as follows:

<u>Year Ended</u>	<u>Amount</u>
September 30, 2007	\$ 6,600
September 30, 2008	6,600
September 30, 2009	6,600
September 30, 2010	6,600
September 30, 2011	6,600
Thereafter	5,500
	<u>\$ 38,500</u>

14. **Retirement Plan**

Community Action of Southeast Iowa contributes to a tax sheltered annuity 403(b) plan on behalf of its employees. The maximum contributed on behalf of each employee is 5.75% of gross wages, which is based on a match of the employee's contribution. The total contributed by the Organization during the fiscal year amounted to \$82,748. The employee contributions totaled \$95,279.

The Organization contributes to the Iowa Public Employees Retirement System (IPERS) for certain employees, which 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.

Plan members are required to contribute 3.70% of their annual covered salary and Community Action of Southeast Iowa 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, 2006, was \$104,873, equal to the required contribution for the year, while the employees contributed \$67,484.

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OFFICES AT

REGENCY WEST 5  
4500 WESTOWN PARKWAY, SUITE 140  
WEST DES MOINES, IOWA 50266-6717  
  
1307 2ND STREET, PERRY, IOWA 50220

TELEPHONE

WEST DES MOINES ..... 515/223-0002  
PERRY ..... 515/465-3591

FAX

WEST DES MOINES ..... 515/223-0430  
PERRY ..... 515/465-3593

**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  
Community Action of Southeast Iowa  
Burlington, Iowa

We have audited the financial statements of Community Action of Southeast Iowa (a nonprofit organization) as of and for the year ended September 30, 2006, and have issued our report thereon dated November 9, 2006. 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 Community Action of Southeast Iowa'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 Community Action of Southeast Iowa's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended solely for the information 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

November 9, 2006  
West Des Moines, Iowa

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

CERTIFIED PUBLIC ACCOUNTANTS

CRAIG A. DITSWORTH, CPA  
 WILLIAM H. BOORN, CPA  
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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  
 Community Action of Southeast Iowa  
 Burlington, Iowa

Compliance

We have audited the compliance of Community Action of Southeast Iowa (a nonprofit organization) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended September 30, 2006. The major federal programs of Community Action of Southeast Iowa 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 Community Action of Southeast Iowa. Our responsibility is to express an opinion on the compliance of Community Action of Southeast Iowa 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 the compliance of Community Action of Southeast Iowa 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 compliance of Community Action of Southeast Iowa with those requirements.

In our opinion, Community Action of Southeast Iowa complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended September 30, 2006.

Internal Control over Compliance

The management of Community Action of Southeast Iowa 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 the internal controls of Community Action of Southeast Iowa 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.

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 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 operation that we consider to be material weaknesses.

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

November 9, 2006  
West Des Moines, Iowa

## COMMUNITY ACTION OF SOUTHEAST IOWA

**Schedule of Findings and Questioned Costs**

Year Ended September 30, 2006

Summary of Auditor's Results

1. We have issued an unqualified opinion in our report on the basic financial statements of Community Action of Southeast Iowa as of and for the year ended September 30, 2006.
2. No reportable conditions relating to the audit of the financial statements are reported in the auditor's report on internal control over financial reporting and on compliance and other matters.
3. The results of our audit disclosed no instances of noncompliance that were considered material to the basic financial statements and would be required to be reported 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. The auditor's report on compliance for the major federal award programs for Community Action of Southeast Iowa expresses an unqualified opinion on all major federal programs.
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 \$320,517.
8. Community Action of Southeast Iowa received the following federal awards that were audited as major programs during the year ended September 30, 2006:

<u>Federal Grant</u>	<u>CFDA No.</u>	<u>Expenditures</u>
Supplemental Food Program for Women, Infants, and Children	10.557	\$ 3,076,171
HOME Investment Partnership	14.239	122,936
Head Start	93.600	3,065,350
Child and Adult Care Food Program	10.558	484,600
		<u>\$ 6,749,057</u>

9. Community Action of Southeast Iowa qualified as a low-risk auditee.

Findings Related to the Financial Statements

None

Findings and Questioned Costs Related to Federal Awards

None

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Schedule of Expenditures of Federal Awards

October 1, 2005 through September 30, 2006

Federal Grantor/Pass-Through Grantor/ Program Title	Grant or Award Number
<b>U.S. Department of Health and Human Services</b>	
Direct Awards	
Head Start	07CH6220/40
Head Start	07CH6220/41
Total CFDA #93.600	
Indirect Awards	
Passed Through Iowa Department of Human Rights	
Low Income Home Energy Assistance Program	LIHEAP-06-14-N
Weatherization Assistance Program	HEAP-05-14N
Weatherization Assistance Program	HEAP-06-14N
Total CFDA #93.568	
Passed Through Iowa Department of Human Rights	
Community Services Block Grant	CSBG-06-14-CN
Family Development and Self-Sufficiency	FaDSS-07-14-FN
Family Development and Self-Sufficiency	FaDSS-06-14-FN
Family Development and Self-Sufficiency	FaDSS-05-14-FN
Passed Through Iowa Department of Human Services	
Children First Executive Board - Temporary Assistance for Needy Families	TANF07-06
Children First Executive Board - Temporary Assistance for Needy Families	TANF07-01
Children First Executive Board - Temporary Assistance for Needy Families	TANF06-05
Children First Executive Board - Temporary Assistance for Needy Families	TANF06-01
Children First Executive Board - Temporary Assistance for Needy Families	TANF06-06
Caring Community empowerment Board - Temporary Assistance for Needy Families	EC07CAHS
Caring Community empowerment Board - Temporary Assistance for Needy Families	ECS07VV
Caring Community empowerment Board - Temporary Assistance for Needy Families	ECS06VV
Total CFDA #93.558	
Community Action of Eastern Iowa - Parent Expense	N/A
Community Action of Eastern Iowa - Child Care Resource and Referral	N/A
Community Action of Eastern Iowa - Child Care Resource and Referral	N/A
Community Action of Eastern Iowa - Home Consultant	N/A
Community Action of Eastern Iowa - Home Consultant	N/A
Total CFDA #93.575	
Total U.S. Department of Health and Human Services	
<b>Department of National Security</b>	
Direct Awards	
Emergency Food and Shelter National Board Program	24-2904-00
Emergency Food and Shelter National Board Program	23-2904-00
Emergency Food and Shelter National Board Program	24-2962-00
Emergency Food and Shelter National Board Program	23-2962-00
Emergency Food and Shelter National Board Program	24-2936-00
Emergency Food and Shelter National Board Program	23-2936-00
Emergency Food and Shelter National Board Program	24-2968-00
Emergency Food and Shelter National Board Program	23-2968-00
Total Department of National Security and CFDA #97.024	

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Schedule of Expenditures of Federal Awards

October 1, 2005 through September 30, 2006

<u>Catalog of Federal Domestic Assistance Number</u>	<u>Period of Grant</u>	<u>Grant or Award Amount</u>	<u>Federal Expenditures</u>
93.600	09/01/05-08/31/06	\$ 3,097,307	\$ 2,830,730
93.600	09/01/06-08/31/07	1,494,610	234,619
			<u>3,065,349</u>
93.568	10/01/05-09/30/06	2,684,707	2,665,857
93.568	04/01/05-03/31/06	351,780	272,824
93.568	04/01/06-03/31/07	266,329	112,579
			<u>3,051,260</u>
93.569	10/01/05-12/31/06	261,537	<u>255,599</u>
93.558	07/01/06-06/30/07	284,917	53% Federal 37,766
93.558	07/01/05-06/30/06	270,427	53% Federal 106,765
93.558	07/01/04-06/30/05	270,427	53% Federal (530)
93.558	07/01/06-06/30/07	60,000	2,139
93.558	07/01/06-06/30/07	55,564	15,254
93.558	07/01/05-06/30/06	2,000	2,000
93.558	07/01/05-06/30/06	59,480	44,016
93.558	07/01/05-06/30/06	68,689	48,760
93.558	07/01/06-06/30/07	44,443	881
93.558	07/01/06-06/30/07	90,618	13,906
93.558	07/01/05-06/30/06	108,953	58,680
			<u>329,637</u>
93.575	07/01/06-06/30/07	20,000	40% Federal 1,472
93.575	07/01/05-06/30/06	70,143	40% Federal 22,796
93.575	07/01/06-06/30/07	50,143	40% Federal 4,448
93.575	07/01/05-06/30/06	50,000	40% Federal 14,475
93.575	07/01/06-06/30/07	50,000	40% Federal 4,806
			<u>47,997</u>
			<u>6,749,842</u>
97.024	01/01/06-12/31/06	27,251	18,067
97.024	01/01/05-12/31/05	25,899	8,085
97.024	01/01/06-12/31/06	7,334	4,416
97.024	01/01/05-12/31/05	7,488	1,813
97.024	01/01/06-09/30/06	5,958	5,958
97.024	01/01/05-12/31/05	5,800	2,233
97.024	01/01/06-12/31/06	3,731	2,725
97.024	01/01/05-12/31/05	3,334	21
			<u>43,318</u>

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Schedule of Expenditures of Federal Awards

October 1, 2005 through September 30, 2006

Federal Grantor/Pass-Through Grantor/ Program Title	Grant or Award Number
U.S. Department of Agriculture	
Indirect Awards	
Passed Through Iowa Department of Education	
Child and Adult Care Food Program - Day Care Homes	29-8012
Child and Adult Care Food Program - Day Care Centers	29-8010
Total CFDA #10.558	
Passed Through Iowa Department of Public Health	
Special Supplemental Food Program for Women, Infants, and Children - Cash	5886A045
Special Supplemental Food Program for Women, Infants, and Children - Vouchers	5886A045
Breast Pumps	N/A
Passed Through Iowa Department of Agriculture	
Farmers Market	N/A
Total CFDA #10.557	
Total U.S. Department of Agriculture	
U.S. Department of Energy	
Indirect Awards	
Passed Through Iowa Department of Human Rights Weatherization Assistance Program	DOE-06-14N
U.S. Department of Housing and Urban Development	
Indirect Awards	
Passed Through Iowa Department of Economic Development	
HOME Investment Partnership Program - Loan	98-HM-202-21
HOME Investment Partnership Program - Rent Subsidy	98-HM-202-21
Total U.S. Department of Housing and Urban Development and CFDA #14.239	
Federal Older Americans Act (OAA) Title III	
Indirect Award	
Passed Through Southeast Iowa Area Agency on Aging, Inc.	ES/IIIB/Home Repair
Passed Through Southeast Iowa Area Agency on Aging, Inc.	ES/IIIB/Home Repair
Total Federal Older Americans Act (OAA) Title III and CFDA #93.044	
Federal Older Americans Act (OAA) Title V	
Indirect Award	
Passed Through Generations Area Agency on Aging	N/A
Passed Through Generations Area Agency on Aging	N/A
Total Federal Older Americans Act (OAA) Title V and CFDA #17.235	
Total Federal Awards	

N/A - Not Available

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Schedule of Expenditures of Federal Awards

October 1, 2005 through September 30, 2006

<u>Catalog of Federal Domestic Assistance Number</u>	<u>Period of Grant</u>	<u>Grant or Award Amount</u>	<u>Federal Expenditures</u>
10.558	10/01/05-09/30/06	N/A	304,420
10.558	10/01/05-09/30/06	N/A	180,180
			<u>484,600</u>
10.557	10/01/05-09/30/06	582,559	577,353
10.557	10/01/05-09/30/06	N/A	2,488,959
10.557	10/01/05-09/30/06	N/A	8,363
10.557	10/01/05-09/30/06	N/A 70% Federal	1,496
			<u>3,076,171</u>
			<u>3,560,771</u>
81.042	04/01/06-03/31/07	184,953	<u>184,953</u>
14.239	03/31/00-03/31/20	120,486 Loan	111,849
14.239	03/31/00-03/31/20	N/A	11,087
			<u>122,936</u>
93.044	07/01/05-06/30/06	2,567	2,057
93.044	07/01/06-06/30/07	3,000	1,590
			<u>3,647</u>
17.235	07/01/05-06/30/06	N/A	11,944
17.235	07/01/06-06/30/07	N/A	6,493
			<u>18,437</u>
			<u>\$ 10,683,904</u>

SEE INDEPENDENT AUDITOR'S REPORT

## COMMUNITY ACTION OF SOUTHEAST IOWA

**Notes to Schedule of Expenditures of Federal Awards**

Year Ended September 30, 2006

**Note A – Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Community Action of Southeast Iowa 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.

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Financial Position

September 30, 2006

	<u>Total</u>	<u>Head Start and Early Head Start</u>	<u>Shared Visions/ At Risk Child Development</u>	<u>Child and Adult Care Food Program</u>
<b>Assets</b>				
<b>Current Assets</b>				
Cash and Cash Investments	\$ 553,442	(144,106)	37,879	(10,927)
Certificates of Deposit	30,501	--	--	--
Receivables	621,350	203,057	2,828	31,673
Prepaid Expenses and Deposits	61,610	1,583	--	--
Inventories	24,412	--	--	--
Total Current Assets	<u>1,291,315</u>	<u>60,534</u>	<u>40,707</u>	<u>20,746</u>
<b>Noncurrent Asset</b>				
Certificates of Deposit	--	--	--	--
<b>Property and Equipment</b>				
Land	7,550	--	--	--
Building and Leasehold Improvements	1,533,830	640,376	--	--
Vehicles and Equipment	1,088,352	765,541	14,451	--
	<u>2,629,732</u>	<u>1,405,917</u>	<u>14,451</u>	<u>--</u>
Less Accumulated Depreciation	1,185,337	634,785	10,708	--
Net Property and Equipment	<u>1,444,395</u>	<u>771,132</u>	<u>3,743</u>	<u>--</u>
 Total Assets	 <u>\$ 2,735,710</u>	 <u>831,666</u>	 <u>44,450</u>	 <u>20,746</u>
<b>Liabilities and Net Assets</b>				
<b>Liabilities</b>				
Accounts Payable and Accrued Expenses	\$ 520,183	37,417	310	20,628
Owed to Grantor Agencies	111,502	--	--	--
Deferred Revenue	133,812	--	40,401	--
Other Current Liabilities	800	--	--	--
Notes Payable	205,382	--	--	--
Total Liabilities	<u>971,679</u>	<u>37,417</u>	<u>40,711</u>	<u>20,628</u>
<b>Net Assets</b>				
Invested in Property and Equipment	1,257,756	771,132	3,743	--
Temporarily Restricted	29,684	--	--	--
Designated for Programs	14,127	23,117	(4)	118
Undesignated	462,464	--	--	--
Total Net Assets	<u>1,764,031</u>	<u>794,249</u>	<u>3,739</u>	<u>118</u>
 Total Liabilities and Net Assets	 <u>\$ 2,735,710</u>	 <u>831,666</u>	 <u>44,450</u>	 <u>20,746</u>

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Financial Position

September 30, 2006

LIHEAP	Weatherization Assistance	Weatherization Utility Contracts	Iowa Electric - LIHEAP	WIC	Family Development FaDSS	Des Moines/ Louisa TANF	Lee/ Van Buren TANF
(5,322)	32,711	(46,238)	(49,837)	(77,024)	(66,013)	(3,736)	(16,527)
--	--	--	--	--	--	--	--
24,559	--	46,238	--	117,327	71,424	9,444	19,380
--	--	--	--	400	--	--	--
--	--	--	--	--	--	--	--
<u>19,237</u>	<u>32,711</u>	<u>--</u>	<u>(49,837)</u>	<u>40,703</u>	<u>5,411</u>	<u>5,708</u>	<u>2,853</u>
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	48,919	--	--	--
<u>19,196</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>34,361</u>	<u>15,918</u>	<u>--</u>	<u>--</u>
<u>19,196</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>83,280</u>	<u>15,918</u>	<u>--</u>	<u>--</u>
<u>19,196</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>73,190</u>	<u>14,505</u>	<u>--</u>	<u>--</u>
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>10,090</u>	<u>1,413</u>	<u>--</u>	<u>--</u>
<u>19,237</u>	<u>32,711</u>	<u>--</u>	<u>(49,837)</u>	<u>50,793</u>	<u>6,824</u>	<u>5,708</u>	<u>2,853</u>
254	--	--	--	10,787	411	5,708	2,853
20,515	--	--	--	48,193	--	--	--
--	32,711	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>20,769</u>	<u>32,711</u>	<u>--</u>	<u>--</u>	<u>58,980</u>	<u>411</u>	<u>5,708</u>	<u>2,853</u>
--	--	--	--	10,090	1,413	--	--
--	--	--	--	--	--	--	--
(1,532)	--	--	(49,837)	(18,277)	5,000	--	--
--	--	--	--	--	--	--	--
<u>(1,532)</u>	<u>--</u>	<u>--</u>	<u>(49,837)</u>	<u>(8,187)</u>	<u>6,413</u>	<u>--</u>	<u>--</u>
<u>19,237</u>	<u>32,711</u>	<u>--</u>	<u>(49,837)</u>	<u>50,793</u>	<u>6,824</u>	<u>5,708</u>	<u>2,853</u>

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Financial Position - Continued

September 30, 2006

	Henry County Empowerment	Parents As Teachers	CSBG	Homeless Assistance	Child Care Resource and Referral
<b>Assets</b>					
<b>Current Assets</b>					
Cash and Cash Investments	\$ (264)	(18,177)	27,043	(4,981)	(3,349)
Certificates of Deposit	--	--	--	--	--
Receivables	264	18,271	75	5,231	14,873
Prepaid Expenses and Deposits	--	--	--	--	--
Inventories	--	--	--	--	--
Total Current Assets	--	94	27,118	250	11,524
<b>Noncurrent Asset</b>					
Certificates of Deposit	--	--	--	--	--
<b>Property and Equipment</b>					
Land	--	--	--	--	--
Building and Leasehold Improvements	--	521	7,079	--	475
Vehicles and Equipment	--	--	9,629	--	4,254
	--	521	16,708	--	4,729
Less Accumulated Depreciation	--	143	4,531	--	4,385
Net Property and Equipment	--	378	12,177	--	344
Total Assets	\$ --	472	39,295	250	11,868
<b>Liabilities and Net Assets</b>					
<b>Liabilities</b>					
Accounts Payable and Accrued Expenses	\$ --	94	886	250	370
Owed to Grantor Agencies	--	--	--	--	--
Deferred Revenue	--	--	5,938	--	--
Other Current Liabilities	--	--	--	--	--
Notes Payable	--	--	--	--	--
Total Liabilities	--	94	6,824	250	370
<b>Net Assets</b>					
Invested in Property and Equipment	--	378	12,177	--	344
Temporarily Restricted	--	--	--	--	--
Designated for Programs	--	--	20,294	--	11,154
Undesignated	--	--	--	--	--
Total Net Assets	--	378	32,471	--	11,498
Total Liabilities and Net Assets	\$ --	472	39,295	250	11,868

COMMUNITY ACTION OF SOUTHEAST IOWA

Combining Statement of Financial Position - Continued

September 30, 2006

Home Consultant	Day of the Child	The Sponsor Association	Senior Employment	Eldercare Home Repair	Project Share	FEMA	Medical Assistance Program	Fort Madison/ Henry Co. United Way
(11,966)	(198)	(4,185)	(6,493)	(22,868)	22,324	14,088	18,416	11,368
--	--	--	--	--	--	--	--	--
12,015	--	4,185	6,493	25,681	401	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
<u>49</u>	<u>(198)</u>	<u>--</u>	<u>--</u>	<u>2,813</u>	<u>22,725</u>	<u>14,088</u>	<u>18,416</u>	<u>11,368</u>
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
<u>49</u>	<u>(198)</u>	<u>--</u>	<u>--</u>	<u>2,813</u>	<u>22,725</u>	<u>14,088</u>	<u>18,416</u>	<u>11,368</u>
49	--	--	--	1,738	--	981	--	100
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	13,107	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
<u>49</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,738</u>	<u>--</u>	<u>14,088</u>	<u>--</u>	<u>100</u>
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	18,416	11,268
--	(198)	--	--	1,075	22,725	--	--	--
--	--	--	--	--	--	--	--	--
<u>--</u>	<u>(198)</u>	<u>--</u>	<u>--</u>	<u>1,075</u>	<u>22,725</u>	<u>--</u>	<u>18,416</u>	<u>11,268</u>
<u>49</u>	<u>(198)</u>	<u>--</u>	<u>--</u>	<u>2,813</u>	<u>22,725</u>	<u>14,088</u>	<u>18,416</u>	<u>11,368</u>

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Financial Position - Continued

September 30, 2006

	<u>Collaborator Project</u>	<u>Public Relations</u>	<u>Changing Families</u>	<u>6-Plex</u>	<u>Housing</u>
<b>Assets</b>					
<b>Current Assets</b>					
Cash and Cash Investments	\$ 2,271	5,581	519	(20,683)	(709)
Certificates of Deposit	--	--	--	--	5,000
Receivables	--	--	--	208	--
Prepaid Expenses and Deposits	--	--	--	--	--
Inventories	--	--	--	--	--
Total Current Assets	<u>2,271</u>	<u>5,581</u>	<u>519</u>	<u>(20,475)</u>	<u>4,291</u>
<b>Noncurrent Asset</b>					
Certificates of Deposit	--	--	--	--	--
<b>Property and Equipment</b>					
Land	--	--	--	--	7,550
Building and Leasehold Improvements	--	--	--	223,505	--
Vehicles and Equipment	--	--	--	--	--
	--	--	--	223,505	7,550
Less Accumulated Depreciation	--	--	--	64,723	--
Net Property and Equipment	<u>--</u>	<u>--</u>	<u>--</u>	<u>158,782</u>	<u>7,550</u>
Total Assets	<u>\$ 2,271</u>	<u>5,581</u>	<u>519</u>	<u>138,307</u>	<u>11,841</u>
<b>Liabilities and Net Assets</b>					
<b>Liabilities</b>					
Accounts Payable and Accrued Expenses	\$ --	200	--	3,565	--
Owed to Grantor Agencies	--	--	--	--	--
Deferred Revenue	--	--	--	--	--
Other Current Liabilities	--	--	--	800	--
Notes Payable	--	--	--	186,639	--
Total Liabilities	<u>--</u>	<u>200</u>	<u>--</u>	<u>191,004</u>	<u>--</u>
<b>Net Assets</b>					
Invested in Property and Equipment	--	--	--	(27,857)	7,550
Temporarily Restricted	--	--	--	--	--
Designated for Programs	2,271	--	519	(24,840)	4,291
Undesignated	--	5,381	--	--	--
Total Net Assets	<u>2,271</u>	<u>5,381</u>	<u>519</u>	<u>(52,697)</u>	<u>11,841</u>
Total Liabilities and Net Assets	<u>\$ 2,271</u>	<u>5,581</u>	<u>519</u>	<u>138,307</u>	<u>11,841</u>

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Financial Position - Continued

September 30, 2006

<u>Mobile Unit</u>	<u>SEIRPC</u>	<u>Consultec CMPFE Title XIX</u>	<u>Weatherization Inventory/WIP Cost Pools</u>	<u>Weatherization Proprietary</u>	<u>Payroll Clearing</u>	<u>Indirect and Administrative</u>
14,225	--	(6,285)	31,320	2,794	344,252	508,539
--	--	--	--	--	--	25,501
--	--	7,720	--	--	--	3
--	--	--	58,598	--	--	1,029
--	--	--	24,412	--	--	--
<u>14,225</u>	<u>--</u>	<u>1,435</u>	<u>114,330</u>	<u>2,794</u>	<u>344,252</u>	<u>535,072</u>
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	12,116	--	--	600,839
--	1,620	--	170,667	--	--	52,715
--	1,620	--	182,783	--	--	653,554
--	1,620	--	87,071	--	--	270,480
--	--	--	95,712	--	--	383,074
<u>14,225</u>	<u>--</u>	<u>1,435</u>	<u>210,042</u>	<u>2,794</u>	<u>344,252</u>	<u>918,146</u>
--	--	3,100	8,241	--	343,643	78,598
--	--	--	42,794	--	--	--
--	--	--	41,655	--	--	--
--	--	--	--	--	--	--
18,743	--	--	--	--	--	--
<u>18,743</u>	<u>--</u>	<u>3,100</u>	<u>92,690</u>	<u>--</u>	<u>343,643</u>	<u>78,598</u>
--	--	--	95,712	--	--	383,074
--	--	--	--	--	--	--
(4,518)	--	(1,665)	21,640	2,794	--	--
--	--	--	--	--	609	456,474
<u>(4,518)</u>	<u>--</u>	<u>(1,665)</u>	<u>117,352</u>	<u>2,794</u>	<u>609</u>	<u>839,548</u>
<u>14,225</u>	<u>--</u>	<u>1,435</u>	<u>210,042</u>	<u>2,794</u>	<u>344,252</u>	<u>918,146</u>

SEE INDEPENDENT AUDITOR'S REPORT

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Activities

Year Ended September 30, 2006

	<u>Total</u>	<u>Elimination of Internal Program Support and Reimbursement</u>	<u>Total Before Eliminations</u>
<b>Support and Revenue</b>			
Government Awards and Contract Revenue			
Iowa Department of Human Rights	\$ 4,031,716	--	4,031,716
U.S. Department of Health and Human Services	3,065,349	--	3,065,349
Iowa Department of Education	915,228	--	915,228
Iowa Department of Public Health	585,716	--	585,716
IDPH - Non-Cash Food Vouchers	2,488,959	--	2,488,959
Iowa Department of Economic Development	11,087	--	11,087
Iowa Department of Agriculture	2,137	--	2,137
Emergency Food and Shelter Program	43,318	--	43,318
Area Agency on Aging	88,987	--	88,987
Iowa Institute for Community Alliances	17,231	--	17,231
Utility Companies	35,810	--	35,810
Community Action of Eastern Iowa	119,990	--	119,990
Empowerment Areas	311,840	--	311,840
Services and Project Revenue	290,742	--	290,742
Interest Income	6,809	--	6,809
Internal Program Support and Cost Pool Reimbursement	--	(553,913)	553,913
In Kind Donations	794,998	--	794,998
Other Revenue	112,891	--	112,891
Total Support and Revenue	<u>12,922,808</u>	<u>(553,913)</u>	<u>13,476,721</u>
<b>Expenses</b>	<u>13,101,160</u>	<u>(553,913)</u>	<u>13,655,073</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses Before Capital Additions</b>	(178,352)	--	(178,352)
<b>Capital Additions - Awards Received for Capital Expenditures</b>	<u>89,688</u>	<u>--</u>	<u>89,688</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses After Capital Additions</b>	(88,664)	--	(88,664)
<b>Transfers</b>	--	--	--
<b>Net Assets - Beginning of Year</b>	<u>1,852,695</u>	<u>--</u>	<u>1,852,695</u>
<b>Net Assets - End of Year</b>	<u><u>\$ 1,764,031</u></u>	<u><u>--</u></u>	<u><u>1,764,031</u></u>

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Activities

Year Ended September 30, 2006

Head Start and Early Head Start	Shared Visions/ At Risk Child Development	Child and Adult Care Food Program	LIHEAP	Weatherization Assistance	Weatherization Utility Contracts	Iowa Electric - LIHEAP	WIC
--	--	--	2,665,857	570,356	299,398	--	--
3,065,349	--	--	--	--	--	--	--
180,180	430,628	304,420	--	--	--	--	--
--	--	--	--	--	--	--	585,716
--	--	--	--	--	--	--	2,488,959
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	2,137
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	24,200	11,610	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
794,998	--	--	--	--	--	--	--
2,056	--	--	--	--	--	248	241
4,042,583	430,628	304,420	2,665,857	570,356	323,598	11,858	3,077,053
4,042,801	430,628	303,684	2,665,857	570,356	323,598	14,097	3,074,896
(218)	--	736	--	--	--	(2,239)	2,157
56,776	--	--	--	25,890	--	--	--
56,558	--	736	--	25,890	--	(2,239)	2,157
(56,776)	--	--	--	(25,890)	--	--	--
23,335	(4)	(618)	(1,532)	--	--	(47,598)	(20,434)
23,117	(4)	118	(1,532)	--	--	(49,837)	(18,277)

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Activities - Continued

Year Ended September 30, 2006

	Family Development FaDSS	Des Moines/ Louisa TANF	Lee/ Van Buren TANF
<b>Support and Revenue</b>			
Government Awards and Contract Revenue			
Iowa Department of Human Rights	\$ 271,699	--	--
U.S. Department of Health and Human Services	--	--	--
Iowa Department of Education	--	--	--
Iowa Department of Public Health	--	--	--
IDPH - Non-Cash Food Vouchers	--	--	--
Iowa Department of Economic Development	--	--	--
Iowa Department of Agriculture	--	--	--
Emergency Food and Shelter Program	--	--	--
Area Agency on Aging	--	--	--
Iowa Institute for Community Alliances	--	--	--
Utility Companies	--	--	--
Community Action of Eastern Iowa	--	--	--
Empowerment Areas	--	73,467	147,638
Services and Project Revenue	--	--	--
Interest Income	--	--	--
Internal Program Support and Cost Pool Reimbursement	--	--	--
In Kind Donations	--	--	--
Other Revenue	5,098	--	--
Total Support and Revenue	<u>276,797</u>	<u>73,467</u>	<u>147,638</u>
<b>Expenses</b>	<u>271,754</u>	<u>73,467</u>	<u>147,788</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses Before Capital Additions</b>	5,043	--	(150)
<b>Capital Additions - Awards Received for Capital Expenditures</b>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses After Capital Additions</b>	5,043	--	(150)
<b>Transfers</b>	--	--	--
<b>Net Assets - Beginning of Year</b>	<u>(43)</u>	<u>--</u>	<u>150</u>
<b>Net Assets - End of Year</b>	<u>\$ 5,000</u>	<u>--</u>	<u>--</u>

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Activities - Continued

Year Ended September 30, 2006

<u>Henry County Empowerment</u>	<u>Parents As Teachers</u>	<u>CSBG</u>	<u>Homeless Assistance Grant</u>	<u>Child Care Resource and Referral</u>	<u>Home Consultant</u>	<u>Day of the Child</u>	<u>The Sponsor Association</u>
--	--	255,599	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	17,231	--	--	--	--
--	--	--	--	--	--	--	--
264	90,471	--	--	71,787	48,203	--	--
--	--	--	--	--	--	608	4,185
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	31,590	--	24,829	--	--	--
<u>264</u>	<u>90,471</u>	<u>287,189</u>	<u>17,231</u>	<u>96,616</u>	<u>48,203</u>	<u>608</u>	<u>4,185</u>
<u>264</u>	<u>90,471</u>	<u>267,356</u>	<u>17,231</u>	<u>95,229</u>	<u>48,203</u>	<u>708</u>	<u>4,185</u>
--	--	19,833	--	1,387	--	(100)	--
--	--	7,022	--	--	--	--	--
--	--	26,855	--	1,387	--	(100)	--
--	--	(7,022)	--	--	--	--	--
--	--	461	--	9,767	--	(98)	--
<u>--</u>	<u>--</u>	<u>20,294</u>	<u>--</u>	<u>11,154</u>	<u>--</u>	<u>(198)</u>	<u>--</u>

COMMUNITY ACTION OF SOUTHEAST IOWA  
**Combining Statement of Activities - Continued**  
 Year Ended September 30, 2006

	Senior Employment	Eldercare Home Repair	Embrace Iowa	Project Share
<b>Support and Revenue</b>				
Government Awards and Contract Revenue				
Iowa Department of Human Rights	\$ --	--	--	--
U.S. Department of Health and Human Services	--	--	--	--
Iowa Department of Education	--	--	--	--
Iowa Department of Public Health	--	--	--	--
IDPH - Non-Cash Food Vouchers	--	--	--	--
Iowa Department of Economic Development	--	--	--	--
Iowa Department of Agriculture	--	--	--	--
Emergency Food and Shelter Program	--	--	--	--
Area Agency on Aging	18,437	70,550	--	--
Iowa Institute for Community Alliances	--	--	--	--
Utility Companies	--	--	--	--
Community Action of Eastern Iowa	--	--	--	--
Empowerment Areas	--	--	--	--
Services and Project Revenue	--	--	10,667	197,754
Interest Income	--	--	--	--
Internal Program Support and Cost Pool Reimbursement	--	--	--	--
In Kind Donations	--	--	--	--
Other Revenue	--	1,640	--	--
Total Support and Revenue	<u>18,437</u>	<u>72,190</u>	<u>10,667</u>	<u>197,754</u>
<b>Expenses</b>	<u>18,437</u>	<u>71,170</u>	<u>10,737</u>	<u>177,561</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses Before Capital Additions</b>	--	1,020	(70)	20,193
<b>Capital Additions - Awards Received for Capital Expenditures</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses After Capital Additions</b>	--	1,020	(70)	20,193
<b>Transfers</b>	--	--	--	--
<b>Net Assets - Beginning of Year</b>	<u>--</u>	<u>55</u>	<u>70</u>	<u>2,532</u>
<b>Net Assets - End of Year</b>	<u>\$ --</u>	<u>1,075</u>	<u>--</u>	<u>22,725</u>

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Combining Statement of Activities - Continued

Year Ended September 30, 2006

<u>FEMA</u>	<u>Medical Assistance Program</u>	<u>Fort Madison/ Henry Co. United Way</u>	<u>Collaborator Project</u>	<u>Public Relations</u>	<u>Changing Families</u>	<u>6-Plex</u>	<u>Housing</u>	<u>Mobile Unit</u>
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	11,087	--	--
--	--	--	--	--	--	--	--	--
43,318	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	15	--	11,172	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	20,908
--	--	--	--	--	--	--	--	--
--	23,753	15,000	--	4,545	--	629	--	--
43,318	23,753	15,000	--	4,560	--	22,888	--	20,908
43,318	19,895	7,539	--	7,026	--	35,641	6	19,579
--	3,858	7,461	--	(2,466)	--	(12,753)	(6)	1,329
--	--	--	--	--	--	--	--	--
--	3,858	7,461	--	(2,466)	--	(12,753)	(6)	1,329
--	--	--	--	--	--	--	--	--
--	14,558	3,807	2,271	7,847	519	(39,944)	11,847	(5,847)
--	18,416	11,268	2,271	5,381	519	(52,697)	11,841	(4,518)

COMMUNITY ACTION OF SOUTHEAST IOWA  
**Combining Statement of Activities - Continued**  
 Year Ended September 30, 2006

	<u>Consultec CMPFE Title XIX</u>	<u>Weatherization Inventory/WIP Cost Pools</u>
<b>Support and Revenue</b>		
Government Awards and Contract Revenue		
Iowa Department of Human Rights	\$ --	(31,193)
U.S. Department of Health and Human Services	--	--
Iowa Department of Education	--	--
Iowa Department of Public Health	--	--
IDPH - Non-Cash Food Vouchers	--	--
Iowa Department of Economic Development	--	--
Iowa Department of Agriculture	--	--
Emergency Food and Shelter Program	--	--
Area Agency on Aging	--	--
Iowa Institute for Community Alliances	--	--
Utility Companies	--	--
Community Action of Eastern Iowa	--	--
Empowerment Areas	--	--
Services and Project Revenue	66,341	--
Interest Income	--	--
Internal Program Support and Cost Pool Reimbursement	--	--
In Kind Donations	--	--
Other Revenue	1,159	--
Total Support and Revenue	<u>67,500</u>	<u>(31,193)</u>
<b>Expenses</b>	<u>69,282</u>	<u>(42,803)</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses Before Capital Additions</b>	(1,782)	11,610
<b>Capital Additions - Awards Received for Capital Expenditures</b>	<u>--</u>	<u>--</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses After Capital Additions</b>	(1,782)	11,610
<b>Transfers</b>	--	--
<b>Net Assets - Beginning of Year</b>	<u>117</u>	<u>10,030</u>
<b>Net Assets - End of Year</b>	<u>\$ (1,665)</u>	<u>21,640</u>

COMMUNITY ACTION OF SOUTHEAST IOWA  
**Combining Statement of Activities - Continued**  
 Year Ended September 30, 2006

<u>Weatherization Proprietary</u>	<u>Payroll Clearing</u>	<u>Indirect and Administrative</u>	<u>Property and Equipment</u>
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	11	6,798	--
--	--	533,005	--
--	--	--	--
1,865	--	238	--
<u>1,865</u>	<u>11</u>	<u>540,041</u>	<u>--</u>
1,076	21	570,381	203,634
789	(10)	(30,340)	(203,634)
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
789	(10)	(30,340)	(203,634)
--	--	--	89,688
<u>2,005</u>	<u>619</u>	<u>486,814</u>	<u>1,392,009</u>
<u>2,794</u>	<u>609</u>	<u>456,474</u>	<u>1,278,063</u>

SEE INDEPENDENT AUDITOR'S REPORT

COMMUNITY ACTION OF SOUTHEAST IOWA  
U.S. Department of Health and Human Services

**Schedule of Revenue and Expenses Compared to Budget**

**Head Start Grant No. 07CH6220/40**

(Contract Period 9/1/05 - 8/31/06)

	Approved Budget	Actual Revenue/Expenses		
		Total	10/01/05 - 08/31/06	9/01/05 - 9/30/05
<b>Revenue</b>				
U.S. Department of Health and Human Services	\$ 3,097,307	3,097,307	2,830,730	266,577
USDA/Iowa Department of Education - Food Reimbursement	--	173,357	162,833	10,524
Grantee's Share - In Kind	771,327	771,327	734,265	37,062
Other Non-Federal Revenue	--	2,056	2,056	--
<b>Total Revenue</b>	<b>\$ 3,868,634</b>	<b>4,044,047</b>	<b>3,729,884</b>	<b>314,163</b>
<b>Expenses</b>				
<b>Grantor's Share</b>				
Personnel	\$ 1,779,173	1,720,441	1,578,762	141,679
Fringe Benefits	688,764	641,642	591,121	50,521
Travel	8,810	10,828	9,198	1,630
Supplies	45,948	133,424	122,284	11,140
Contractual	43,018	41,871	33,521	8,350
Other	228,783	264,639	236,017	28,622
Indirect	302,811	284,462	259,827	24,635
<b>Total Grantor's Share</b>	<b>3,097,307</b>	<b>3,097,307</b>	<b>2,830,730</b>	<b>266,577</b>
Program Expenses Not Charged to Grant	--	2,274	2,274	--
Food Expenses - Child and Adult Care Food Program	--	173,357	162,833	10,524
Grantee's Share - In Kind Donations	771,327	771,327	734,265	37,062
<b>Total Expenses</b>	<b>\$ 3,868,634</b>	<b>4,044,265</b>	<b>3,730,102</b>	<b>314,163</b>

SEE INDEPENDENT AUDITOR'S REPORT

COMMUNITY ACTION OF SOUTHEAST IOWA  
U.S. Department of Health and Human Services

**Schedule of Revenue and Expenses Compared to Budget**

**Head Start Grant No. 07CH6220/41**  
(Contract Period 9/1/06 - 8/31/07)

	Approved Budget	Actual Revenue/Expenses 9/01/06 - 9/30/06
<b>Revenue</b>		
U.S. Department of Health and Human Services	\$ 1,494,610	234,619
USDA/Iowa Department of Education - Food Reimbursement	--	17,347
Grantee's Contribution - In Kind	373,653	60,733
Total Revenue	\$ 1,868,263	312,699
<b>Expenses</b>		
<b>Grantor's Share</b>		
Personnel	\$ 750,846	143,397
Fringe Benefits	319,853	30,699
Travel	9,439	487
Supplies	42,470	6,921
Other	243,519	32,186
Indirect	128,483	20,929
Total Grantor's Share	1,494,610	234,619
Food Expenses - Child and Adult Care Food Program	--	17,347
Grantee's Share - In Kind Donations	373,653	60,733
Total Expenses	\$ 1,868,263	312,699

SEE INDEPENDENT AUDITOR'S REPORT

COMMUNITY ACTION OF SOUTHEAST IOWA  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Low Income Home Energy Assistance Program**

Contract No. LIHEAP-06-14-N  
(Contract Period 10/1/05 - 9/30/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 10/01/05 - 9/30/06</u>
Assistance Awards		
Regular Assistance	\$ 2,302,237	2,283,387
Energy Crisis Intervention	98,139	98,139
Client Services	40,495	40,495
Summer Deliverable Fuel	101,037	101,037
Administration	<u>142,799</u>	<u>142,799</u>
 Total	 <u>\$ 2,684,707</u>	 <u>2,665,857</u>

SEE INDEPENDENT AUDITOR'S REPORT

COMMUNITY ACTION OF SOUTHEAST IOWA  
Iowa Department of Public Health

**Schedule of Expenses Compared to Budget**

**Special Supplemental Food Program for Women, Infants, and Children**

Contract No. 5886AO45

(Contract Period 10/1/05 - 9/30/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 10/01/05 - 9/30/06</u>
Salaries	\$ 431,000	420,543
Other	99,839	106,139
Indirect	<u>51,720</u>	<u>50,465</u>
Total Cash Expenses	<u>\$ 582,559</u>	577,147
Non-Cash Food Vouchers		<u>2,488,959</u>
Total Federal Cost		3,066,106
Breast Pump Expenses		7,141
Non-Grant Expenses		<u>1,649</u>
Total Program Expenses		<u>3,074,896</u>

SEE INDEPENDENT AUDITOR'S REPORT

COMMUNITY ACTION OF SOUTHEAST IOWA  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Family Development and Self-Sufficiency  
Demonstration Grants**

Contract No. FaDSS 07-14-FN  
(Contract Period 7/1/06 - 6/30/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 7/01/06 - 9/30/06</u>
Administrative	\$ 26,347	6,418
Salaries	147,341	36,736
Benefits	72,217	16,746
Travel	16,902	4,396
Space/Utilities	5,600	1,591
Other	11,510	2,896
3rd Party Payments	<u>5,000</u>	<u>2,473</u>
Total Grant Expenses	284,917	71,256
Non-Grant Third Party Expense	<u>5,000</u>	<u>--</u>
Total	<u>\$ 289,917</u>	<u>71,256</u>

Contract No. FaDSS 06-14-FN  
(Contract Period 7/1/05 - 6/30/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Total</u>	<u>Actual Expenses</u>	
			<u>10/01/05 - 06/30/06</u>	<u>07/01/05 - 09/30/05</u>
Administrative	\$ 25,785	25,054	18,840	6,214
Salaries	140,878	142,489	107,186	35,303
Benefits	65,605	64,223	49,810	14,413
Travel	14,500	15,767	10,958	4,809
Space/Utilities	5,000	4,882	3,677	1,205
Other	13,659	13,018	8,199	4,819
3rd Party Payments	<u>5,000</u>	<u>4,994</u>	<u>2,774</u>	<u>2,220</u>
Total Grant Expenses	270,427	270,427	201,444	68,983
Non-Grant Third Party Expense	<u>5,000</u>	<u>98</u>	<u>55</u>	<u>43</u>
Total	<u>\$ 275,427</u>	<u>270,525</u>	<u>201,499</u>	<u>69,026</u>

SEE INDEPENDENT AUDITOR'S REPORT

COMMUNITY ACTION OF SOUTHEAST IOWA  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. DOE-06-14N  
(Contract Period 4/1/06 - 3/31/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 4/01/06 - 9/30/06</u>
Administration	\$ 21,401	21,401
Health and Safety	32,710	15,285
Support	42,402	22,174
Labor	44,220	100,653
Materials	44,220	25,440
Total	<u>\$ 184,953</u>	<u>184,953</u>

Contract No. DOE-05-14N  
(Contract Period 4/1/05 - 3/31/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Total</u>	<u>Actual Expenses</u>	
			<u>10/01/05 - 03/31/06</u>	<u>04/01/05 - 09/30/05</u>
Administration	\$ 20,025	20,025	--	20,025
Health and Safety	32,020	19,679	--	19,679
Support	41,507	54,931	--	54,931
Labor	43,286	69,418	--	69,418
Materials	43,286	16,071	--	16,071
Total	<u>\$ 180,124</u>	<u>180,124</u>	<u>--</u>	<u>180,124</u>

SEE INDEPENDENT AUDITOR'S REPORT

COMMUNITY ACTION OF SOUTHEAST IOWA  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. HEAP 06-14N  
(Contract Period 4/1/06 - 3/31/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 4/01/06 - 9/30/06</u>
Administration	\$ 13,226	5,985
Health and Safety	45,694	1,433
Support	59,233	83,379
Labor	61,771	17,731
Materials	61,771	827
Equipment/Training	21,409	--
Pollution Occurance Insurance	3,225	3,225
 Total	 <u>\$ 266,329</u>	 <u>112,580</u>

Contract No. HEAP 05-14N  
(Contract Period 4/1/05 - 3/31/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/01/05 - 03/31/06</u>	<u>04/01/05 - 09/30/05</u>
Administration	\$ 16,779	16,779	15,158	1,621
Health and Safety	57,238	27,555	17,430	10,125
Support	74,932	135,082	92,879	42,203
Labor	82,181	108,281	98,606	9,675
Materials	82,183	24,546	21,692	2,854
Liability Insurance	1,909	1,910	1,910	--
Equipment/Training	36,558	25,149	25,149	--
 Total	 <u>\$ 351,780</u>	 <u>339,302</u>	 <u>272,824</u>	 <u>66,478</u>

SEE INDEPENDENT AUDITOR'S REPORT

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Schedule of Revenue and Expenses Compared to Budget

## Weatherization Assistance

Contract No. MEC-06-14N  
(Contract Period 1/1/06 - 12/31/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/06 - 9/30/06</u>
Administration	\$ 1,363	1,148
Support	2,728	2,293
Labor	11,595	11,088
Materials	11,595	8,411
Total	<u>\$ 27,281</u>	<u>22,940</u>

Contract No. MEC-05-14N  
(Contract Period 1/1/05 - 12/31/05)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Total</u>	<u>Actual Expenditures</u>	
			<u>10/01/05 - 12/31/05</u>	<u>01/01/05 - 09/30/05</u>
Administration	\$ 1,365	1,365	397	968
Support	2,728	2,726	789	1,937
Labor	11,594	13,796	3,471	10,325
Materials	11,594	9,394	3,256	6,138
Total	<u>\$ 27,281</u>	<u>27,281</u>	<u>7,913</u>	<u>19,368</u>

SEE INDEPENDENT AUDITOR'S REPORT

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Schedule of Revenue and Expenses Compared to Budget

## Weatherization Assistance

Contract No. IPL-06-14N  
(Contract Period 1/1/06 - 12/31/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/06 - 9/30/06</u>
Administration	\$ 16,487	11,206
Support	32,975	14,735
Labor	140,143	82,114
Materials	140,143	64,884
Total	<u>\$ 329,748</u>	<u>172,939</u>

Contract No. IPL-05-14N  
(Contract Period 1/1/05 - 12/31/05)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenditures</u>		
		<u>Total</u>	<u>10/01/05 - 12/31/05</u>	<u>1/01/05 - 9/30/05</u>
Administration	\$ 14,487	14,487	5,237	9,250
Support	28,975	24,144	8,169	15,975
Labor	123,143	130,077	44,191	85,886
Materials	123,143	109,515	38,009	71,506
Total	<u>\$ 289,748</u>	<u>278,223</u>	<u>95,606</u>	<u>182,617</u>

SEE INDEPENDENT AUDITOR'S REPORT

COMMUNITY ACTION OF SOUTHEAST IOWA  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Community Services Block Grant**

Contract No. CSBG-06-14-CN  
(Contract Period 10/1/05 - 12/31/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 10/01/05 - 9/30/06</u>
Grant Expenses		
Personnel	\$ 201,607	196,168
Travel	5,000	4,151
Space	16,000	14,561
Other Costs	14,737	17,215
Indirect Costs	<u>24,193</u>	<u>23,504</u>
Total Grant Expenses	<u>\$ 261,537</u>	255,599
Other Expenses Not Reimbursed by Grant		<u>11,431</u>
Total		<u>267,030</u>

Contract No. CSBG-05-14-CN  
(Contract Period 10/1/04 - 12/31/05)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenditures</u>		
		<u>Total</u>	<u>10/01/05 - 12/31/05</u>	<u>10/01/04 - 9/30/05</u>
Grant Expenses				
Personnel	\$ 198,836	204,491	(313)	204,804
Travel	6,000	5,951	75	5,876
Space	17,300	15,058	131	14,927
Equipment	2,000	1,257	--	1,257
Other Costs	15,300	14,005	146	13,859
Indirect Costs	<u>26,887</u>	<u>25,561</u>	<u>(39)</u>	<u>25,600</u>
Total Grant Expenses	<u>\$ 266,323</u>	266,323	--	266,323
Other Expenses Not Reimbursed by Grant		<u>21,557</u>	--	<u>21,557</u>
Total		<u>287,880</u>	--	<u>287,880</u>

SEE INDEPENDENT AUDITOR'S REPORT

## COMMUNITY ACTION OF SOUTHEAST IOWA

## Schedule of Activities

## Indirect Cost Pool and Other Administrative

October 1, 2005 through September 30, 2006

	<u>Total</u>	<u>Indirect Cost Pool</u>	<u>Other Administrative</u>
Revenue			
Reimbursements from Programs	\$ 521,728	521,728	--
Interest Income	6,798	--	6,798
Property Use Charges	11,277	--	11,277
Other	238	--	238
Total Revenue	<u>540,041</u>	<u>521,728</u>	<u>18,313</u>
Expenses			
Salaries and Wages	348,901	348,901	--
Benefits and Payroll Taxes	118,072	118,072	--
Workmen's Compensation	2,609	2,609	--
Audit	24,052	24,052	--
Training and Meetings	8,303	8,303	--
Travel and Per Diem	9,541	9,541	--
Space and Utilities	12,411	12,411	--
Pest Control	116	116	--
Telephone	6,701	6,701	--
Office Supplies	15,700	15,700	--
Postage	5,465	5,465	--
Equipment	1,226	1,226	--
Printing/Copies	(7,975)	(7,975)	--
Advertising	3,172	3,172	--
Professional/Technical	4,603	4,603	--
Liability Insurance and Bonding	8,326	8,326	--
Membership/Subscriptions/Publications	2,449	2,449	--
Miscellaneous	6,709	4,482	2,227
Total Expenses	<u>570,381</u>	<u>568,154</u>	<u>2,227</u>
Excess (Deficit) of Revenue over Expenses	(30,340)	(46,426)	16,086
Net Assets - Beginning of Year	<u>486,814</u>	<u>297,439</u>	<u>189,375</u>
Net Assets - End of Year	<u>\$ 456,474</u>	<u>251,013</u>	<u>205,461</u>

SEE INDEPENDENT AUDITOR'S REPORT