



HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
Hiawatha, Iowa

FINANCIAL STATEMENTS
September 30, 2007 and 2006



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Independent Auditor's Report

Board of Directors
Hawkeye Area Community Action Program, Inc.
Hiawatha, Iowa

We have audited the accompanying statements of financial position of Hawkeye Area Community Action Program, Inc. as of September 30, 2007 and 2006, and the related statements of activities, functional expenses, and cash flows for the years 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 audits.

We conducted our audits 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 audits provide 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 Hawkeye Area Community Action Program, Inc. as of September 30, 2007 and 2006, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplemental information, 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 presented fairly, in all material respects, in relation to the basic financial statements taken as a whole.

Clifton Gunderson LLP

Cedar Rapids, Iowa
March 27, 2008

FINANCIAL STATEMENTS

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
STATEMENTS OF FINANCIAL POSITION
September 30, 2007 and 2006

ASSETS

	<u>2007</u>	<u>2006</u>
CURRENT ASSETS		
Cash	\$ 2,145,252	\$ 3,122,808
Certificates of deposit, short-term	512,493	350,000
Receivables:		
Grant or contract	988,969	905,896
Other	135,148	92,542
Prepaid expenses	130,770	161,018
Inventories	<u>453,362</u>	<u>54,713</u>
Total current assets	<u>4,365,994</u>	<u>4,686,977</u>
 INVESTMENTS		
Certificates of deposit, long-term	267,337	-
Other investments	<u>3,122</u>	<u>3,197</u>
Total investments	<u>270,459</u>	<u>3,197</u>
 PROPERTY AND EQUIPMENT		
Land and buildings	9,860,538	9,526,212
Equipment	<u>1,046,491</u>	<u>1,099,439</u>
Total	10,907,029	10,625,651
Less accumulated depreciation	<u>5,220,552</u>	<u>4,874,309</u>
Net property and equipment	<u>5,686,477</u>	<u>5,751,342</u>
 TOTAL ASSETS	 <u>\$ 10,322,930</u>	 <u>\$ 10,441,516</u>

LIABILITIES AND NET ASSETS

	<u>2007</u>	<u>2006</u>
CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 1,396,015	\$ 1,229,821
Due to funding sources	61,635	96,391
Deferred revenue	181,846	416,172
Other liabilities	51,852	44,381
Notes payable, current maturities	<u>115,702</u>	<u>119,280</u>
Total current liabilities	1,807,050	1,906,045
NOTES PAYABLE, less current maturities above	<u>2,616,628</u>	<u>2,721,711</u>
Total liabilities	<u>4,423,678</u>	<u>4,627,756</u>
NET ASSETS		
Unrestricted	3,480,616	3,451,991
Temporarily restricted	<u>2,418,636</u>	<u>2,361,769</u>
Total net assets	<u>5,899,252</u>	<u>5,813,760</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 10,322,930</u>	<u>\$ 10,441,516</u>

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

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
STATEMENTS OF ACTIVITIES
Years Ended September 30, 2007 and 2006

	2007			Total
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	
REVENUE AND SUPPORT				
Government grants, fees and support	\$ 16,467,717	\$ 8,000	\$ -	\$ 16,475,717
United Way	363,513	309,341	-	672,854
Contributions and public support	393,891	34,603	-	428,494
Program income	708,065	-	-	708,065
Sales to public	25,177	-	-	25,177
Investment income	149,091	-	-	149,091
In-kind contributions	4,561,554	-	-	4,561,554
Net assets released from restrictions	690,625	(690,625)	-	-
 Total revenue and support	 <u>23,359,633</u>	 <u>(338,681)</u>	 <u>-</u>	 <u>23,020,952</u>
EXPENSES				
Program services:				
Health and nutrition	7,014,302	-	-	7,014,302
Safe and affordable housing/energy	7,142,820	-	-	7,142,820
Early childhood	6,949,732	-	-	6,949,732
Employment and family preservation	450,067	-	-	450,067
Advocacy/information exchange	320,047	-	-	320,047
 Total program services	 <u>21,876,968</u>	 <u>-</u>	 <u>-</u>	 <u>21,876,968</u>
Supporting activities:				
Management and general	1,238,215	-	-	1,238,215
Fundraising	218,509	-	-	218,509
 Total supporting activities	 <u>1,456,724</u>	 <u>-</u>	 <u>-</u>	 <u>1,456,724</u>
 Total expenses	 <u>23,333,692</u>	 <u>-</u>	 <u>-</u>	 <u>23,333,692</u>
CHANGE IN NET ASSETS, BEFORE CHANGE OF INVENTORY VALUATION METHOD	25,941	(338,681)	-	(312,740)
 Change of inventory valuation basis	 <u>2,684</u>	 <u>395,548</u>	 <u>-</u>	 <u>398,232</u>
 CHANGE IN NET ASSETS	 <u>28,625</u>	 <u>56,867</u>	 <u>-</u>	 <u>85,492</u>
NET ASSETS, BEGINNING OF YEAR, AS PREVIOUSLY REPORTED	3,451,991	2,361,769	-	5,813,760
Prior period adjustments	-	-	-	-
 NET ASSETS, BEGINNING OF YEAR, AS RESTATED	 <u>3,451,991</u>	 <u>2,361,769</u>	 <u>-</u>	 <u>5,813,760</u>
 NET ASSETS, END OF YEAR	 <u>\$ 3,480,616</u>	 <u>\$ 2,418,636</u>	 <u>\$ -</u>	 <u>\$ 5,899,252</u>

2006

<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
\$ 17,915,289	\$ 29,722	\$ -	\$ 17,945,011
365,592	285,974	-	651,566
733,103	1,002,868	-	1,735,971
681,952	-	-	681,952
24,144	-	-	24,144
71,957	-	-	71,957
4,121,886	-	-	4,121,886
348,180	(348,180)	-	-
<u>24,262,103</u>	<u>970,384</u>	<u>-</u>	<u>25,232,487</u>
6,299,976	-	-	6,299,976
8,567,305	-	-	8,567,305
7,087,543	-	-	7,087,543
453,858	-	-	453,858
251,949	-	-	251,949
<u>22,660,631</u>	<u>-</u>	<u>-</u>	<u>22,660,631</u>
1,267,880	-	-	1,267,880
223,745	-	-	223,745
<u>1,491,625</u>	<u>-</u>	<u>-</u>	<u>1,491,625</u>
<u>24,152,256</u>	<u>-</u>	<u>-</u>	<u>24,152,256</u>
109,847	970,384	-	1,080,231
-	-	-	-
<u>109,847</u>	<u>970,384</u>	<u>-</u>	<u>1,080,231</u>
3,453,691	300,791	57,436	3,811,918
(111,547)	1,090,594	(57,436)	921,611
<u>3,342,144</u>	<u>1,391,385</u>	<u>-</u>	<u>4,733,529</u>
<u>\$ 3,451,991</u>	<u>\$ 2,361,769</u>	<u>\$ -</u>	<u>\$ 5,813,760</u>

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

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended September 30, 2007

	<u>Program Services</u>			
	<u>Health and Nutrition</u>	<u>Safe and Affordable Housing/ Energy</u>	<u>Early Childhood</u>	<u>Employment and Family Preservation</u>
Salaries and wages	\$ 1,078,553	\$ 1,394,144	\$ 3,804,670	\$ 305,455
Employee fringes	268,853	347,522	948,399	76,141
Payroll taxes	90,552	117,049	319,430	25,645
 Total salaries, wages and related expenses	 1,437,958	 1,858,715	 5,072,499	 407,241
Contract services and fees	478,999	1,454,034	658,913	453
Training	10,438	7,402	48,188	-
Travel	44,914	49,074	46,184	8,466
Supplies and materials	82,606	90,870	89,456	5,165
Assistance to individuals	511,175	2,840,269	45,379	938
Occupancy	248,121	272,942	268,696	15,513
Printing	241	993	3,660	-
Equipment and repairs	31,776	77,520	46,174	3,301
Memberships	3,351	60	2,682	-
Telephone	4,910	18,784	39,013	4,472
Depreciation	33,715	350,005	5,164	-
Postage	3,377	36,082	5,525	-
Insurance	32,427	21,275	24,249	835
Other direct costs	58,903	64,795	63,787	3,683
In-kind services and supplies	4,031,391	-	530,163	-
 TOTAL EXPENSES	 \$ 7,014,302	 \$ 7,142,820	 \$ 6,949,732	 \$ 450,067

<u>Supporting Activities</u>					
<u>Advocacy/ Information Exchange</u>	<u>Total Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total Supporting Activities</u>	<u>Total Expenses</u>
\$ 175,027	\$ 6,757,849	\$ 638,241	\$ 112,631	\$ 750,872	\$ 7,508,721
43,630	1,684,545	159,096	28,076	187,172	1,871,717
14,695	567,371	53,585	9,456	63,041	630,412
233,352	9,009,765	850,922	150,163	1,001,085	10,010,850
29,793	2,622,192	93,571	16,513	110,084	2,732,276
706	66,734	2,364	417	2,781	69,515
1,328	149,966	5,311	937	6,248	156,214
3,727	271,824	9,627	1,699	11,326	283,150
28,095	3,425,856	-	-	-	3,425,856
11,185	816,457	42,453	7,492	49,945	866,402
-	4,894	1,274	225	1,499	6,393
5,034	163,805	5,801	1,024	6,825	170,630
-	6,093	10,932	1,929	12,861	18,954
365	67,544	19,137	3,377	22,514	90,058
-	388,884	82,638	14,583	97,221	486,105
-	44,984	1,593	281	1,874	46,858
3,808	82,594	105,161	18,558	123,719	206,313
2,654	193,822	7,431	1,311	8,742	202,564
-	4,561,554	-	-	-	4,561,554
<u>\$ 320,047</u>	<u>\$ 21,876,968</u>	<u>\$ 1,238,215</u>	<u>\$ 218,509</u>	<u>\$ 1,456,724</u>	<u>\$ 23,333,692</u>

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

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended September 30, 2006

	<u>Program Services</u>			
	<u>Health and Nutrition</u>	<u>Safe and Affordable Housing/ Energy</u>	<u>Early Childhood</u>	<u>Employment and Family Preservation</u>
Salaries and wages	\$ 887,046	\$ 1,439,501	\$ 3,777,818	\$ 357,820
Employee fringes	227,376	369,150	968,728	45,021
Payroll taxes	79,194	126,948	345,373	29,149
 Total salaries, wages and related expenses	 1,193,616	 1,935,599	 5,091,919	 431,990
Contract services and fees	506,980	1,340,634	727,983	5,200
Training	3,724	1,864	32,769	-
Travel	25,296	75,578	51,270	4,575
Supplies and materials	182,073	9,343	137,218	4,410
Assistance to individuals	458,061	4,313,401	64,073	4,591
Occupancy	86,413	432,705	368,525	-
Printing	251	1,172	4,356	-
Equipment and repairs	6,018	27,464	86,729	1,754
Memberships	3,269	60	1,492	-
Telephone	5,983	16,882	43,552	1,028
Depreciation	12,372	370,658	65,491	-
Postage	12,766	10,228	10,914	177
Other direct costs	9,918	31,717	67,202	133
In-kind services and supplies	3,793,236	-	334,050	-
 TOTAL EXPENSES	 \$ 6,299,976	 \$ 8,567,305	 \$ 7,087,543	 \$ 453,858

Supporting Activities

<u>Advocacy/ Information Exchange</u>	<u>Total Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total Supporting Activities</u>	<u>Total Expenses</u>
\$ 160,607	\$ 6,622,792	\$ 623,954	\$ 110,110	\$ 734,064	\$ 7,356,856
41,275	1,651,550	159,864	28,211	188,075	1,839,625
14,687	595,351	56,090	9,898	65,988	661,339
216,569	8,869,693	839,908	148,219	988,127	9,857,820
-	2,580,797	78,107	13,784	91,891	2,672,688
366	38,723	7,945	1,402	9,347	48,070
616	157,335	11,081	1,955	13,036	170,371
567	333,611	9,269	1,636	10,905	344,516
28,572	4,868,698	-	-	-	4,868,698
2,969	890,612	46,896	8,276	55,172	945,784
-	5,779	1,046	185	1,231	7,010
897	122,862	25,814	4,555	30,369	153,231
-	4,821	10,810	1,908	12,718	17,539
172	67,617	20,746	3,661	24,407	92,024
-	448,521	93,331	16,470	109,801	558,322
1,045	35,130	6,979	1,232	8,211	43,341
176	109,146	115,949	20,462	136,410	245,556
-	4,127,286	-	-	-	4,127,286
<u>\$ 251,949</u>	<u>\$ 22,660,631</u>	<u>\$ 1,267,880</u>	<u>\$ 223,745</u>	<u>\$ 1,491,625</u>	<u>\$ 24,152,256</u>

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

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
STATEMENTS OF CASH FLOWS
Years Ended September 30, 2007 and 2006

	<u>2007</u>	<u>2006</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 85,492	\$ 1,080,231
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	486,105	558,322
Discount on below market interest rate loans	12,903	13,087
Unrealized (gain) loss on investments	75	(1,167)
Reinvested interest earnings	(29,830)	-
Change in inventory valuation basis	(398,232)	-
Effects of changes in operating assets and liabilities:		
Receivables	(125,679)	(7,884)
Prepaid expenses	30,248	(112,088)
Inventories	(417)	3,061
Accounts payable and accrued expenses	166,194	145,106
Due to funding sources	(34,756)	23,124
Deferred revenue	(234,326)	199,767
Other liabilities	7,471	1,651
	<u>(34,752)</u>	<u>1,903,210</u>
Net cash provided by (used in) operating activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(421,240)	(270,511)
Purchases of certificates of deposit	(400,000)	(250,000)
Proceeds from sale or maturity of certificates of deposit	-	30,972
	<u>(821,240)</u>	<u>(489,539)</u>
Net cash used in investing activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on notes payable	(121,564)	(115,315)
	<u>(121,564)</u>	<u>(115,315)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(977,556)	1,298,356
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>3,122,808</u>	<u>1,824,452</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 2,145,252</u>	<u>\$ 3,122,808</u>

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

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Hawkeye Area Community Action Program, Inc. (HACAP) was incorporated in 1965 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.

HACAP serves the Iowa counties of Benton, Iowa, Johnson, Jones, Linn and Washington.

HACAP's purpose is to promote economic and emotional strength toward a goal of self-sufficiency for people living in poverty.

HACAP operates programs, which administer and deliver social services for needy citizens in east central Iowa. Funding and support is generally provided through contracts with federal, state and local government agencies and through additional local community support. These programs are operated for the benefit of eligible participants as defined under guidelines issued by the respective granting agencies.

HACAP's fiscal year ends on September 30. Significant accounting policies followed by HACAP are presented below:

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles 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, expenses, gains, losses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

Net Assets

Net assets are based on the existence or absence of donor-imposed restrictions. The following is a description of each class:

Unrestricted net assets includes all net assets which are neither temporarily or permanently restricted.

Temporarily restricted net assets includes contributed net assets for which donor imposed time and purpose restrictions have not been met and the ultimate purpose of the contribution is not permanently restricted.

Permanently restricted net assets include contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the Organization.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Description of Programs

The Organization operates the following programs:

Health and Nutrition

Services include:

- Channeling donated food to various community outlets that feed the needy
- Reimbursing registered home family day care providers for providing USDA approved meals and snacks to children in their care
- Providing prenatal and nutritional education and social assessment for pregnant women
- Providing assessment and outreach for low-cost or no-cost health insurance
- Providing well child care for children from birth through 21 years of age
- Administering the USDA funded Supplemental Nutrition Program for Women, Infants, and Children (WIC)
- Providing oral health education and screening for children from birth up to age 21
- Providing nutritious meals and snacks that meet daily nutritional requirements for children and seniors

Safe and Affordable Housing/Energy

Services include:

- Providing energy efficiency education, budget counseling and incentives for qualified households
- Providing energy crisis and bill payment assistance to elderly, disabled and low-income households
- Managing a number of apartments and single-family dwellings for low-income families with children that provide them with safe and stable housing
- Stabilizing the chronically homeless through safe housing, needs assessment, and creating action plans for returning to society
- Providing transitional housing for the homeless in four counties
- Weatherization assistance program to reduce personal utility costs by improving the housing stock of low-income individuals and families

Early Childhood

Services include:

- Connecting parents in need of child care with local providers and assistance to those providers
- Providing safe shelter for children during times of family crisis
- Head Start and Early Head Start programs to provide comprehensive child development for children from birth to age five, pregnant women, and their families
- Strengthening the quality and expanding the availability of child care for families with infants and toddlers
- Providing opportunities for parents to strengthen parenting skills

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Description of Programs (continued)

Employment and Family Preservation

Services include:

- Working with seniors interested in retooling their job skills and training in order to foster their economic self-sufficiency
- Healthy marriage initiative

Advocacy/Information Exchange

Services include:

- Temporary assistance to homeless children by providing funds for emergency childcare, health care, protective clothing, and educational supplies or special events
- Providing meals, medical information, medical equipment loans and some property maintenance services for the elderly
- Operating the United Way of East Central Iowa "First Call For Help" call center to direct those in need to available community resources

Support and Revenue

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor or by law. Amounts received which are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Organization reports the support as unrestricted. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Unconditional promises to give are recorded as receivables and as support when received. Conditional contributions are not recorded until all conditions have been satisfied, at which time they are recognized as support. Advances received on conditional contributions are recorded as refundable advances (in deferred revenue) until all conditions have been satisfied.

Fees received in advance of services performed are recorded as deferred revenue.

The Organization receives contributions of donated services from unpaid volunteers. No amounts have been recognized in the statement of activities because the criteria for revenue recognition under Statement of Financial Accounting Standards (SFAS) No. 116 have not been satisfied.

Contributed goods, and contributed property and equipment, are recorded at estimated fair value at the date of gift. If donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of goods and property and equipment are recorded as unrestricted support.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Support and Revenue (continued)

Food donations and WIC food vouchers are received primarily from the U.S. Department of Agriculture, America's Second Harvest (a national food bank network), national donors, local food processors, retailers, and wholesalers and are in turn distributed to local organizations such as food pantries or other food distribution sites. These food distributions are recorded at estimated fair values and are reflected in applicable programs as revenue and expense.

Program service revenues are generally recorded when earned; however, under certain activities, amounts billed are not recorded until funds are received.

The Organization accounts for grants as exchange transactions and recognizes grant revenue upon fulfillment of requirements detailed in the grant documents.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Organization includes all cash accounts, which are not subject to withdrawal restrictions or penalties, and all highly liquid debt instruments purchased with an original maturity of three months or less as cash and cash equivalents.

Receivables

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

The Organization considers all amounts collectible and, accordingly, no provision for bad debts has been recorded. Receivables billed for services under certain programs are not recognized until the funds are collected.

Inventories

Inventories consist of weatherization items, donated food, purchased food, and United States Department of Agriculture (USDA) commodities received from the government. Donated food inventories, other than inventories received from the USDA, are valued using a price per pound based on an annual product valuation survey conducted for America's Second Harvest. Donated food from the USDA is valued using a price per pound based on published USDA fair market values. Weatherization inventories are valued at the lower of cost or market. Cost is determined on the first-in, first-out basis.

Investments

Investments are carried at fair value, determined by quoted market prices, and the net appreciation or depreciation in fair value of investments is reported as an increase or decrease in unrestricted net assets. Interest and dividends are recorded as income when earned. Investment income is also reported in the statement of activities as unrestricted revenue.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Property and equipment is recorded at cost. Property donated to the Organization is recorded at estimated fair market value on the date received. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets, which range from three to forty years. The Organization has adopted a policy to capitalize property and equipment acquisitions of items costing greater than \$5,000, with an expected useful life of two or more years.

Impairment of Long-Lived Assets

The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of carrying amount or the fair value less costs to sell.

Advertising and Promotion Activities

Advertising and promotion costs are expensed as incurred.

Cost Allocations

The Organization charges indirect costs to an indirect cost pool within its undesignated fund accounts. These costs are 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 as a basis for allocation. Employee fringe benefit and vacation (paid release) expenses are also allocated to programs based upon predetermined rates established from approved cost allocation plans.

The Organization allocated other expenses on a functional basis among its various programs and support activities. Expenses that can be identified with a specific program and support activity are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated on the basis of usage or occupancy records or other methods that represent the estimation of benefits received.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and similar sections of State income tax law, which provides income tax exemption for corporations organized and operated exclusively for religious, charitable, or educational purposes. The Organization is not classified as a private foundation for income tax reporting purposes.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 2 - PRIOR PERIOD ADJUSTMENTS

Misstatements of previously reported receivables from United Way, Greater Cedar Rapids Community Foundation (GCRCF) donor-designated funds, below-market interest rate loans, forgivable loans, and restrictions on contributions of long-lived assets were discovered during the year ended September 30, 2006. Correction of these misstatements resulted in a net increase of previously reported net assets at September 30, 2005 of \$921,611. The 2006 beginning net assets have been restated to reflect the following corrections:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Net assets, September 30, 2005, as previously stated	<u>\$3,453,691</u>	<u>\$ 300,791</u>	<u>\$ 57,436</u>	<u>\$3,811,918</u>
Prior period adjustments:				
United Way promises to give, for period October 1, 2005 - December 31, 2005, not recognized as receivable at September 30, 2005	-	222,426	-	222,426
GCRCF donor-designated funds, recorded as an asset at September 30, 2005, but not an asset of HACAP	-	(21,763)	(57,436)	(79,199)
Below-market rate interest loans not recorded at fair value and contribution element not recognized at September 30, 2005	-	253,378	-	253,378
Forgivable loans (considered to be contingent liabilities with likelihood of loss not probable) not recognized as contributions	26,477	498,529	-	525,006
Contributions of long-lived assets with liens attached, not recognized as temporarily restricted support	<u>(138,024)</u>	<u>138,024</u>	<u>-</u>	<u>-</u>
Total prior period adjustments	<u>(111,547)</u>	<u>1,090,594</u>	<u>(57,436)</u>	<u>921,611</u>
Net assets, September 30, 2005, as restated	<u>\$3,342,144</u>	<u>\$1,391,385</u>	<u>\$ -</u>	<u>\$4,733,529</u>

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 3 - CHANGE IN INVENTORY VALUATION BASIS

The Organization receives a significant amount of donated food, which it values at fair market value. Much of this donated food is received from America's Second Harvest (a national food bank network) and is then further distributed to local organizations, such as food pantries or other food distribution sites. Beginning with the year ended September 30, 2007, the Organization changed the basis it uses to determine the valuation of these inventories. Previously, the Organization used a value of \$.18 per pound to value its donated food inventories, which is the allowable fee that America's Second Harvest permits the Organization to charge to local organizations when the food is further distributed to them. Beginning with the year ended September 30, 2007, the Organization changed its basis for valuation of these inventories from \$.18 per pound to \$1.50 per pound, which is the average wholesale value of one pound of product donated, based on an annual product valuation survey conducted by America's Second Harvest. The new basis is believed to more accurately reflect the fair market value of inventories because, upon further analysis of the nature of the food distribution transactions, it is felt that the previous basis of \$.18 per pound is really more of a handling fee than a fair market value. In addition, the new valuation basis more closely conforms to the prevalent industry practice. The effect of the change was to increase the balance of inventories and the change in net assets for the year ended September 30, 2007 by \$398,232.

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment is summarized as follows:

	<u>2007</u>	<u>2006</u>
Land, buildings, and rehabilitation	\$ 5,848,086	\$ 5,831,290
Transitional housing properties	4,012,452	3,694,922
Furnishings and office equipment	672,550	654,484
Grantor's program equipment	<u>373,941</u>	<u>444,955</u>
	10,907,029	10,625,651
Less accumulated depreciation	<u>5,220,552</u>	<u>4,874,309</u>
Net property and equipment	<u>\$ 5,686,477</u>	<u>\$ 5,751,342</u>

The grantor's program equipment acquired primarily under various grants with federal, state, or local governmental entities may revert back to these funding sources in the event such programs terminate or the use of the property changes from its original purpose.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 4 - PROPERTY AND EQUIPMENT (CONTINUED)

Transitional housing projects receiving assistance under U.S. Department of Housing and Urban Development (HUD) grants for the purchase, lease, or renovation of the property must be operated to assist the homeless for predetermined affordability period. HACAP would be required to repay all or a portion of such assistance if the projects are used for a period less than that prescribed. If the project were used to assist the homeless for more than the prescribed affordability period, HACAP would not be required to repay any part of the grants. In addition, any proceeds from disposal of such properties must be expended with grantor approval.

Depreciation expense for the years ended September 30, 2007 and 2006 totaled \$486,105 and \$558,322, respectively.

NOTE 5 - ACCOUNTS PAYABLE AND ACCRUED EXPENSES

Accounts payable and accrued expenses are summarized as follows:

	<u>2007</u>	<u>2006</u>
Accounts payable	\$ 359,018	\$ 312,856
Accrued wages	412,357	338,570
Payroll taxes and fringes	174,204	119,136
Accrued paid release (compensated absences)	<u>450,436</u>	<u>459,259</u>
Total accounts payable and accrued expenses	<u>\$ 1,396,015</u>	<u>\$ 1,229,821</u>

NOTE 6 - DUE TO FUNDING SOURCES

Amounts due to funding sources represent funds or advances to be returned to the grantors upon close out of the respective grants.

<u>Due To</u>	<u>Program</u>	<u>2007</u>	<u>2006</u>
Iowa Department of Public Health	WIC	\$ 57,433	\$ 57,433
Other	Various	<u>4,202</u>	<u>38,958</u>
Total due to funding sources		<u>\$ 61,635</u>	<u>\$ 96,391</u>

NOTE 7 - OTHER LIABILITIES

Other liabilities are summarized as follows:

Residents' security deposits	<u>\$ 51,852</u>	<u>\$ 44,381</u>
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HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 8 - NOTES PAYABLE

Notes payable consist of the following:

	<u>2007</u>	<u>2006</u>
Revenue bond issued by City of Hiawatha, Iowa, payable to U.S. Bank, requiring monthly installments of \$15,186, including interest at 5.75%. The interest rate is fixed until July 2010, at which time it will change to a new rate for the final 10 years. Final payment is due in June 2020, and the note is secured by the Cedar Rapids corporate office building and land and all business assets.	\$ 1,598,778	\$ 1,685,101
Revenue bond issued by City of Coralville, Iowa, payable to U.S. Bank, requiring monthly installments of \$3,825, including interest at 5.5%. The interest rate is fixed until April 2011, at which time it will change to a new rate for the final 10 years. Final payment is due in April 2021, secured by the 10 th Street, Coralville building and land.	431,022	452,251
Note payable to City of Iowa City, requiring monthly installments of \$356, including interest at 0%. Final payment is due in January 2034, secured by two Iowa City residential properties. The note is recorded net of imputed interest calculated using an interest rate of 5%. At September 30, 2007, the principal balance of this note, net of imputed interest, was \$62,303. The discount for imputed interest is being amortized based on the maturity date of the note in 2034. The unamortized discount totals \$49,697 at September 30, 2007.	62,303	63,424
Note payable to City of Iowa City, requiring monthly installments of \$411, including interest at 0%. Final payment is due in June 2035, secured by two Iowa City residential properties. The note is recorded net of imputed interest calculated using an interest rate of 5%. At September 30, 2007, the principal balance of this note, net of imputed interest, was \$73,959. The discount for imputed interest is being amortized based on the maturity date of the note in 2035. The unamortized discount totals \$62,941 at September 30, 2007.	73,959	75,161

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 8 - NOTES PAYABLE (CONTINUED)

	<u>2007</u>	<u>2006</u>
<p>Note payable to City of Iowa City, requiring monthly installments of \$635, including interest at 0%. Final payment is due in June 2036, secured by one Iowa City residential property. The note is recorded net of imputed interest calculated using an interest rate of 6%. At September 30, 2007, the principal balance of this note, net of imputed interest, was \$113,750. The discount for imputed interest is being amortized based on the maturity date of the note in 2036. The unamortized discount totals \$114,750 at September 30, 2007.</p>	113,750	107,724
<p>Note payable to City of Iowa City, requiring monthly installments of \$2,431, including interest at 5.5%. Final balloon payment is due in October 2008, secured by two Iowa City residential properties.</p>	451,484	455,706
<p>Note payable to City of Cedar Rapids, requiring monthly installments of \$49, including interest at 0%. Final payment is due in June 2009, secured by one Cedar Rapids residential property.</p>	<u>1,034</u>	<u>1,624</u>
<p>Total</p>	2,732,330	2,840,991
<p>Less current portion</p>	<u>115,702</u>	<u>119,280</u>
<p>Long-term portion</p>	<u>\$ 2,616,628</u>	<u>\$ 2,721,711</u>
<p>Future maturities of long-term debt are as follows:</p>		
<p>2008</p>	\$ 115,702	
<p>2009</p>	572,895	
<p>2010</p>	132,825	
<p>2011</p>	140,604	
<p>2012</p>	148,789	
<p>Later years</p>	<u>1,621,515</u>	
<p>Total</p>	<u>\$ 2,732,330</u>	

The mortgage notes payable contain various affirmative and negative covenants, including specific requirements as follows: maintain clear title free of all liens; payment of real estate taxes; maintain adequate insurance coverage; and submission of periodic financial statements.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 9 - NATURE AND AMOUNTS OF TEMPORARY RESTRICTIONS

Temporarily restricted net assets are available for the following purposes or time periods:

	<u>2007</u>	<u>2006</u>
Local child care operations - parent fund and site reserves	\$ 30,810	\$ 22,468
Weatherization - inventory/working capital reserve	41,533	44,265
Homeless child trust fund	25,965	25,326
Emergency childcare	1,653	-
Food reservoir - inventory/special use reserves	445,249	49,701
Food reservoir - back pack project	8,000	-
Head Start - empowerment	13,867	-
Financial assistance network	45,326	36,929
Benton County local operations	6,040	6,500
Inn Circle local operations	11,539	11,703
Johnson County local operations	650	800
Washington County local operations	-	7,121
GCRCF - Affordable housing	4,119	1,370
Johnson County emergency management/consumer education	743	2,304
Quality childcare initiative	694	12,611
Chronically homeless	-	1,713
Alliant home town care	299,168	353,488
MidAmerican assistance	379,521	641,322
Child, Maternal, Dental health	-	13,095
United Way allocations - for future periods	303,346	285,974
Subsequent years facility usage, below-market interest rate loans	227,389	240,291
Subsequent years facility usage, forgivable loan properties	459,355	478,942
Subsequent years facility usage, other properties with liens	<u>113,669</u>	<u>125,846</u>
Total	<u>\$ 2,418,636</u>	<u>\$ 2,361,769</u>

NOTE 10 - CASH FLOW DISCLOSURES

Cash paid for interest for the years ended September 30, 2007 and 2006 totaled \$145,535 and \$146,214, respectively.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 11 - CONDITIONAL PROMISES TO GIVE

The following conditional promises to give were not recognized as assets in the statement of financial position:

The Organization has been awarded various cost reimbursement grants totaling \$13,820,432. The budget periods for the grants run throughout 2008. Grant funds are not recognized as revenue until the reimbursements become due. The remaining balance of available grant funds at September 30, 2007 is \$5,344,093.

The Organization has been awarded a promise to give from United Way, conditioned upon attainment of United Way's campaign goal. The monthly allocations conditionally promised for January 2007 to June 2008 totaled \$197,802.

NOTE 12 - BENEFICIARY OF DESIGNATED FUNDS AT COMMUNITY FOUNDATION

Designated funds for the benefit of HACAP have been established by donors with The Greater Cedar Rapids Community Foundation. In establishing a designated fund, donors select a specific nonprofit institution as the recipient, and grants are made to it annually as long as the named institution remains in existence and continues to fulfill its intended purpose. The balance of these designated funds at September 30, 2007 and 2006 was approximately \$92,000 and \$80,000, respectively. For the years ended September 30, 2007 and 2006, the Organization received \$4,119 and \$5,566, respectively, in distributions from these funds. Only the distributions received by the Organization from these designated funds at The Greater Cedar Rapids Community Foundation are included in the accompanying financial statements.

NOTE 13 - OBLIGATIONS UNDER OPERATING LEASES

At September 30, 2007, the Organization leased various field offices, warehouse and storage facilities, community centers, vehicles, and office equipment. These leases generally are written over a one-year to five-year period and the Organization expects to renew or replace most leases at their expiration. Lease expense for the years ended September 30, 2007 and 2006 totaled \$277,400 and \$279,759, respectively.

The following is a summary of minimum lease payments required under these agreements:

2008	\$ 223,918
2009	109,824
2010	101,468
2011	<u>10,200</u>
Total	<u>\$ 445,410</u>

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 14 - COMMITMENTS AND CONTINGENCIES

The Organization has contracted with various contractors for projects in the weatherization program. As of September 30, 2007, the contracts totaled \$17,875 and costs incurred under these contracts totaled \$14,393, leaving remaining contractual obligations of \$3,482.

The Organization has also entered into a contract with a construction company for a renovation project. At September 30, 2007, the contract totaled \$302,572 and cost incurred under the contract totaled, \$172,096, leaving remaining contractual obligations of \$130,476.

In consideration of various grant funds or forgivable loans received from the Cities of Iowa City and Cedar Rapids for property improvements, liens in the amount of \$670,510 have been established in favor of the Cities as lien holder upon various properties. Repayment of all or a pro-rated portion of the lien amount is required if the Organization does not continue to own and operate the properties to provide low-income housing at the property enhanced with the funding. The liens expire at various times through November 2060.

The Organization is involved in various legal proceedings arising in the normal course of business. In the opinion of management, any liability resulting from such proceedings would not have a material adverse effect on the Organization's financial statements.

NOTE 15 - RETIREMENT PLANS

The Organization participates in defined contribution retirement plans, which cover all permanent employees.

The Organization contributes to tax deferred annuity 403(b) plans. The plans purchased annuity contracts from Variable Annuity Life Insurance Company (VALIC) and Equitable Life Insurance Company on behalf of its participating employees. During the years ended September 30, 2007 and 2006, the Organization contributed \$198,853 and \$201,642, respectively, and its employees contributed \$177,948 and \$180,706, respectively, to the 403(b) plans.

The Organization also contributes to the Iowa Public Employees Retirement System (IPERS) 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.

Participating employees are required to contribute 3.70% of their annual covered salary and HACAP is required to contribute 5.75% of annual covered payroll. Contribution requirements to IPERS are established by state statute. The Organization's contribution to IPERS for the years ended September 30, 2007 and 2006, totaled \$151,289 and \$144,396, respectively, and its employees contributed \$97,658 and \$94,084, respectively.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2007 and 2006

NOTE 16 - CONCENTRATIONS OF RISK

Bank Balances

The Organization maintains bank accounts in several local banks; however, frequently the balances in certain banks exceed the maximum amount insured by the Federal Deposit Insurance Corporation of \$100,000. At September 30, 2007, the Organization had \$2,847,247 of cash deposited in excess of the insured limits. The Organization's bank, however, has eligible collateral and securities available to pledge for excess deposits. In addition, the bank also participates in the State of Iowa sinking fund for losses that exceed insured limits, if those losses are incurred due to a closure of the bank by its respective regulatory agency.

Support from Government Agencies

The Organization receives a substantial portion of its revenue from federal and state grants. A significant reduction in the level of government funding would have a major effect on the Organization's programs and activities.

NOTE 17 - SIGNIFICANT ESTIMATE

Because obtaining a detailed measurement of the fair value of contributed food can be difficult, the Organization estimates fair value based on approximations, such as the average value per pound. Management believes the valuation of in-kind food donations is adequate based on information currently known. However, further information impacting these estimates could be available which might significantly change the valuation of the contributed inventory.

This information is an integral part of the accompanying financial statements.

SUPPLEMENTAL INFORMATION

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF FINANCIAL POSITION
September 30, 2007

ASSETS	Total All Funds	Corporate Operations Unallocable	Corporate Operations Property	Corporate Operation Allocable	GAAP Differences Account	Total Restricted or Designated Funds
Cash	\$ 2,145,252	\$ (361,599)	\$ 117,614	\$ 17,495	\$ -	\$ 2,371,744
Certificates of deposit	779,830	779,830	-	-	-	-
Receivables:						
Grant or contract	988,969	-	-	-	-	988,969
Other	135,148	-	-	32,708	-	102,440
Prepaid expenses	130,770	1,050	497	-	-	129,223
Inventories	453,362	-	-	-	-	453,362
Investments	3,122	3,122	-	-	-	-
Property and Equipment:						
Land and buildings	9,860,538	-	3,443,473	-	2,870,358	3,546,706
Equipment	1,046,491	-	518,372	-	371,048	157,071
Accumulated depreciation	(5,220,552)	-	(1,897,621)	-	(1,338,139)	(1,984,793)
TOTAL ASSETS	\$ 10,322,930	\$ 422,403	\$ 2,182,335	\$ 50,203	\$ 1,903,267	\$ 5,764,722
LIABILITIES & NET ASSETS						
LIABILITIES						
Accounts payable and accrued expenses	\$ 1,396,015	\$ 1,124	\$ 17,267	\$ 36,495	\$ -	\$ 1,341,129
Due to funding sources	61,635	-	-	-	-	61,635
Deferred revenue	181,846	-	-	-	-	181,846
Other liabilities	51,852	-	4,800	-	-	47,052
Notes payable	2,732,330	-	1,804,034	-	(227,387)	1,155,683
Total Liabilities	4,423,678	1,124	1,826,101	36,495	(227,387)	2,787,345
NET ASSETS						
Unrestricted	3,480,616	421,279	356,234	13,708	1,330,241	1,359,154
Temporarily restricted	2,418,636	-	-	-	800,413	1,618,223
Total Net Assets	5,899,252	421,279	356,234	13,708	2,130,654	2,977,377
TOTAL LIABILITIES AND NET ASSETS	\$ 10,322,930	\$ 422,403	\$ 2,182,335	\$ 50,203	\$ 1,903,267	\$ 5,764,722

Benefit Allocation Pool	Residential Environmental Division Pool	Weatherization Inventory	Quality Child Care Initiative	Head Start	CCF Healthy Marriage Initiative	Johnson County FEMA	C.R. HUD Combined Transitional Housing	Transitional Housing V
\$ 655,308	\$ 32,241	\$ 20,243	\$ 12,276	\$ 61,937	\$ (976)	\$ 1,681	\$ 23,822	\$ 18,930
-	-	-	-	-	-	-	-	-
-	-	-	-	116,184	3,425	-	8,939	3,961
53,774	3,354	13,222	-	-	-	-	-	-
127,507	-	-	-	1,161	-	-	400	-
-	-	10,635	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	22,059	-	-	-	-	-	-	-
-	(22,059)	-	-	-	-	-	-	-
<u>\$ 836,589</u>	<u>\$ 35,595</u>	<u>\$ 44,100</u>	<u>\$ 12,276</u>	<u>\$ 179,282</u>	<u>\$ 2,449</u>	<u>\$ 1,681</u>	<u>\$ 33,161</u>	<u>\$ 22,891</u>
\$ 786,233	\$ -	\$ 2,567	\$ 2,637	\$ 179,282	\$ 2,449	\$ 313	\$ 14,787	\$ 14,290
-	-	-	-	-	-	-	-	-
-	-	-	8,945	-	-	1,368	-	-
-	-	-	-	-	-	-	18,374	8,601
-	-	-	-	-	-	-	-	-
<u>786,233</u>	<u>-</u>	<u>2,567</u>	<u>11,582</u>	<u>179,282</u>	<u>2,449</u>	<u>1,681</u>	<u>33,161</u>	<u>22,891</u>
50,356	35,595	-	-	-	-	-	-	-
-	-	41,533	694	-	-	-	-	-
<u>50,356</u>	<u>35,595</u>	<u>41,533</u>	<u>694</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 836,589</u>	<u>\$ 35,595</u>	<u>\$ 44,100</u>	<u>\$ 12,276</u>	<u>\$ 179,282</u>	<u>\$ 2,449</u>	<u>\$ 1,681</u>	<u>\$ 33,161</u>	<u>\$ 22,891</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF FINANCIAL POSITION
September 30, 2007

ASSETS	Chronically Homeless SHIP	Chronically Homeless	CSBG	LIHEAP	HEAP	DOE 02C
Cash	\$ 772	\$ (181,832)	\$ 16,692	\$ (812)	\$ 116,776	\$ 14,867
Certificates of deposit	-	-	-	-	-	-
Receivables:						
Grant or contract	-	190,374	-	9,724	-	-
Other	-	-	-	-	-	-
Prepaid expenses	-	108	-	-	-	-
Inventories	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Property and Equipment:						
Land and buildings	-	-	-	-	-	-
Equipment	-	-	-	-	-	2,893
Accumulated depreciation	-	-	-	-	-	(2,893)
TOTAL ASSETS	\$ 772	\$ 8,650	\$ 16,692	\$ 8,912	\$ 116,776	\$ 14,867
LIABILITIES & NET ASSETS						
LIABILITIES						
Accounts payable and accrued expenses	\$ 772	\$ 8,650	\$ 1,294	\$ 7,901	\$ 45,569	\$ -
Due to funding sources	-	-	-	945	-	-
Deferred revenue	-	-	15,398	-	71,207	14,867
Other liabilities	-	-	-	66	-	-
Notes payable	-	-	-	-	-	-
Total Liabilities	772	8,650	16,692	8,912	116,776	14,867
NET ASSETS						
Unrestricted	-	-	-	-	-	-
Temporarily restricted	-	-	-	-	-	-
Total Net Assets	-	-	-	-	-	-
TOTAL LIABILITIES AND NET ASSETS	\$ 772	\$ 8,650	\$ 16,692	\$ 8,912	\$ 116,776	\$ 14,867

IP & L Utilities	Aquilla	ESGP IA Institute for Community Alliance	H SOG IA Institute for Community Alliance	CACFP Centers	CACFP Home Providers	Shared Visions	Child Care Resource & Referral	Child Care Block Grant Wrap Around
\$ 26,410	\$ 4,000	\$ (2,878)	\$ (4,566)	\$ (10,661)	\$ (3,240)	\$ 24,082	\$ (17,438)	\$ 2,995
-	-	-	-	-	-	-	-	-
-	-	5,772	5,211	33,486	45,140	-	20,371	14,701
-	-	-	-	43	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$ 26,410</u>	<u>\$ 4,000</u>	<u>\$ 2,894</u>	<u>\$ 645</u>	<u>\$ 22,868</u>	<u>\$ 41,900</u>	<u>\$ 24,082</u>	<u>\$ 2,933</u>	<u>\$ 17,696</u>
\$ -	\$ -	\$ 2,894	\$ 645	\$ 22,868	\$ 41,900	\$ 9,716	\$ 2,933	\$ 17,696
-	-	-	-	-	-	-	-	-
26,410	4,000	-	-	-	-	14,366	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>26,410</u>	<u>4,000</u>	<u>2,894</u>	<u>645</u>	<u>22,868</u>	<u>41,900</u>	<u>24,082</u>	<u>2,933</u>	<u>17,696</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$ 26,410</u>	<u>\$ 4,000</u>	<u>\$ 2,894</u>	<u>\$ 645</u>	<u>\$ 22,868</u>	<u>\$ 41,900</u>	<u>\$ 24,082</u>	<u>\$ 2,933</u>	<u>\$ 17,696</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF FINANCIAL POSITION
September 30, 2007

ASSETS	Crisis Child Care	Food Reservoir Back Pack Project	Food Reservoir Bulk Buy	Food Reservoir	WIC Alliance	Alliance Child & Maternal Health
Cash	\$ 2,973	\$ 8,000	\$ 9,316	\$ 30,828	\$ (28,103)	\$ (21,632)
Certificates of deposit	-	-	-	-	-	-
Receivables:						
Grant or contract	-	-	-	3,584	100,970	56,744
Other	-	-	7,261	16,126	-	(3,824)
Prepaid expenses	-	-	-	-	-	-
Inventories	-	-	4,978	437,749	-	-
Investments	-	-	-	-	-	-
Property and Equipment:						
Land and buildings	-	-	-	-	-	-
Equipment	-	-	-	16,326	-	-
Accumulated depreciation	-	-	-	(13,061)	-	-
TOTAL ASSETS	\$ 2,973	\$ 8,000	\$ 21,555	\$ 491,552	\$ 72,867	\$ 31,288
LIABILITIES & NET ASSETS						
LIABILITIES						
Accounts payable and accrued expenses	\$ 1,320	\$ -	\$ -	\$ 7,115	\$ 15,434	\$ 18,193
Due to funding sources	-	-	-	-	57,433	-
Deferred revenue	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
Total Liabilities	1,320	-	-	7,115	72,867	18,193
NET ASSETS						
Unrestricted	-	-	21,555	39,188	-	13,095
Temporarily restricted	1,653	8,000	-	445,249	-	-
Total Net Assets	1,653	8,000	21,555	484,437	-	13,095
TOTAL LIABILITIES AND NET ASSETS	\$ 2,973	\$ 8,000	\$ 21,555	\$ 491,552	\$ 72,867	\$ 31,288

WIC Immunization Project	Farmers Market	Johnson County Empowerment	Benton County Emp Child Care	Non-traditional Child Care	Child Health	Head Start Wrap Around	Jones County Empowerment	HAAA Senior Services
\$ (847)	\$ (607)	\$ (16,548)	\$ (4,083)	\$ 11,407	\$ 53,272	\$ 9,198	\$ (396)	\$ 3,257
-	-	-	-	-	-	-	-	-
978	607	17,990	5,427	-	17,318	9,648	2,515	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$ 131</u>	<u>\$ -</u>	<u>\$ 1,442</u>	<u>\$ 1,344</u>	<u>\$ 11,407</u>	<u>\$ 70,590</u>	<u>\$ 18,846</u>	<u>\$ 2,119</u>	<u>\$ 3,257</u>
\$ 131	\$ -	\$ 1,442	\$ 1,344	\$ 4,161	\$ 52,551	\$ 4,979	\$ 2,119	\$ -
-	-	-	-	-	-	-	-	3,257
-	-	-	-	7,246	18,039	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>131</u>	<u>-</u>	<u>1,442</u>	<u>1,344</u>	<u>11,407</u>	<u>70,590</u>	<u>4,979</u>	<u>2,119</u>	<u>3,257</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	13,867	-	-
-	-	-	-	-	-	13,867	-	-
<u>\$ 131</u>	<u>\$ -</u>	<u>\$ 1,442</u>	<u>\$ 1,344</u>	<u>\$ 11,407</u>	<u>\$ 70,590</u>	<u>\$ 18,846</u>	<u>\$ 2,119</u>	<u>\$ 3,257</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF FINANCIAL POSITION
September 30, 2007

ASSETS	Dept of Elders Senior Services	United Way of ECI	First Call For Help "211"	Johnson Co UW Consumer Ed	Local Head Start Operations	Local Head Start Parent Committee
Cash	\$ 15,333	\$ -	\$ 27,098	\$ 742	\$ 66,169	\$ 22,509
Certificates of deposit	-	-	-	-	-	-
Receivables:						
Grant or contract	-	280,662	-	-	-	-
Other	3,869	-	-	-	-	-
Prepaid expenses	47	-	-	-	-	-
Inventories	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Property and Equipment:						
Land and buildings	-	-	-	-	-	-
Equipment	-	-	-	-	-	-
Accumulated depreciation	-	-	-	-	-	-
TOTAL ASSETS	\$ 19,249	\$ 280,662	\$ 27,098	\$ 742	\$ 66,169	\$ 22,509
LIABILITIES & NET ASSETS						
LIABILITIES						
Accounts payable and accrued expenses	\$ 6,581	\$ -	\$ 4,414	\$ -	\$ 138	\$ -
Due to funding sources	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
Total Liabilities	6,581	-	4,414	-	138	-
NET ASSETS						
Unrestricted	12,668	-	-	-	59,830	(2,100)
Temporarily restricted	-	280,662	22,684	742	6,201	24,609
Total Net Assets	12,668	280,662	22,684	742	66,031	22,509
TOTAL LIABILITIES AND NET ASSETS	\$ 19,249	\$ 280,662	\$ 27,098	\$ 742	\$ 66,169	\$ 22,509

Alliant Home Town Care Supplemental	Alliant Home Town Care	Mid American Assistance Operations Supplement	Mid American Assistance Operations	Maquoketa Valley Assistance	Amana Assistance	East Central Assistance	Farmers Electric Assistance	Linn Co REC Assistance
\$ 225,764	\$ 81,708	\$ 259,846	\$ 141,370	\$ 339	\$ 1,059	\$ 1,435	\$ 373	\$ 7,517
-	-	-	-	-	-	-	-	-
-	810	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	51,843	-	-	-	-	-	-	-
-	(51,843)	-	-	-	-	-	-	-
<u>\$ 225,764</u>	<u>\$ 82,518</u>	<u>\$ 259,846</u>	<u>\$ 141,370</u>	<u>\$ 339</u>	<u>\$ 1,059</u>	<u>\$ 1,435</u>	<u>\$ 373</u>	<u>\$ 7,517</u>
\$ 9,114	\$ -	\$ 21,694	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 50
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>9,114</u>	<u>-</u>	<u>21,694</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50</u>
-	-	-	-	-	-	-	-	-
<u>216,650</u>	<u>82,518</u>	<u>238,152</u>	<u>141,370</u>	<u>339</u>	<u>1,059</u>	<u>1,435</u>	<u>373</u>	<u>7,467</u>
<u>216,650</u>	<u>82,518</u>	<u>238,152</u>	<u>141,370</u>	<u>339</u>	<u>1,059</u>	<u>1,435</u>	<u>373</u>	<u>7,467</u>
<u>\$ 225,764</u>	<u>\$ 82,518</u>	<u>\$ 259,846</u>	<u>\$ 141,370</u>	<u>\$ 339</u>	<u>\$ 1,059</u>	<u>\$ 1,435</u>	<u>\$ 373</u>	<u>\$ 7,517</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF FINANCIAL POSITION
September 30, 2007

ASSETS	TIP REC Assistance	Coggon Municipal	Aquilla Assistance	Local Assistance Operations	Washington County Local Assistance	Homeless Children Trust
Cash	\$ 2,433	\$ 1,455	\$ 1,529	\$ 22,640	\$ 6,833	\$ 25,965
Certificates of deposit	-	-	-	-	-	-
Receivables:						
Grant or contract	-	-	-	-	-	-
Other	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Property and Equipment:						
Land and buildings	-	-	-	-	-	-
Equipment	-	-	-	-	-	-
Accumulated depreciation	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 2,433</u>	<u>\$ 1,455</u>	<u>\$ 1,529</u>	<u>\$ 22,640</u>	<u>\$ 6,833</u>	<u>\$ 25,965</u>
 LIABILITIES & NET ASSETS						
LIABILITIES						
Accounts payable and accrued expenses	\$ -	\$ -	\$ 50	\$ 187	\$ -	\$ -
Due to funding sources	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>50</u>	<u>187</u>	<u>-</u>	<u>-</u>
 NET ASSETS						
Unrestricted	-	-	-	-	-	-
Temporarily restricted	<u>2,433</u>	<u>1,455</u>	<u>1,479</u>	<u>22,453</u>	<u>6,833</u>	<u>25,965</u>
Total Net Assets	<u>2,433</u>	<u>1,455</u>	<u>1,479</u>	<u>22,453</u>	<u>6,833</u>	<u>25,965</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 2,433</u>	<u>\$ 1,455</u>	<u>\$ 1,529</u>	<u>\$ 22,640</u>	<u>\$ 6,833</u>	<u>\$ 25,965</u>

City of C.R. Lead Grant	Cedar Rapids							
	Benton County Local Operations	Benton County Local Senior Services	Home Investment Programs	Linn County Permanent Housing	Inn Circle Local Operations	Johnson County Local Operations	Old Main Local Operations	ASA Case Management
\$ (16,359)	\$ 50,468	\$ 24,538	\$ (3,179)	\$ 277,682	\$ 137,943	\$ 91,071	\$ 28,408	\$ 202
-	-	-	-	-	-	-	-	-
16,359	-	13,950	3,179	-	-	-	-	1,750
-	-	4,804	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	258,160	-	-	358,643	1,525,934	1,403,969	-	-
-	-	6,085	-	17,818	17,654	22,393	-	-
-	(136,951)	(3,752)	-	(97,480)	(1,098,984)	(557,770)	-	-
<u>\$ -</u>	<u>\$ 171,677</u>	<u>\$ 45,625</u>	<u>\$ -</u>	<u>\$ 556,663</u>	<u>\$ 582,547</u>	<u>\$ 959,663</u>	<u>\$ 28,408</u>	<u>\$ 1,952</u>
\$ -	\$ 1,587	\$ 11,959	\$ -	\$ 2,354	\$ -	\$ 4,218	\$ 1,814	\$ 1,952
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	2,081	-	-	2,174	-	12,381	3,375	-
-	-	-	-	-	226,799	928,884	-	-
-	3,668	11,959	-	4,528	226,799	945,483	5,189	1,952
-	168,009	27,626	-	552,135	344,209	13,530	23,219	-
-	-	6,040	-	-	11,539	650	-	-
-	168,009	33,666	-	552,135	355,748	14,180	23,219	-
<u>\$ -</u>	<u>\$ 171,677</u>	<u>\$ 45,625</u>	<u>\$ -</u>	<u>\$ 556,663</u>	<u>\$ 582,547</u>	<u>\$ 959,663</u>	<u>\$ 28,408</u>	<u>\$ 1,952</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF FINANCIAL POSITION
September 30, 2007

ASSETS	IA Respite Mini Grant	Greater C.R. Community Foundation
Cash	\$ (1,930)	\$ 4,119
Certificates of deposit	-	-
Receivables:		
Grant or contract	-	-
Other	3,001	-
Prepaid expenses	-	-
Inventories	-	-
Investments	-	-
Property and Equipment:		
Land and buildings	-	-
Equipment	-	-
Accumulated depreciation	-	-
TOTAL ASSETS	<u>\$ 1,071</u>	<u>\$ 4,119</u>
LIABILITIES & NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	\$ 832	\$ -
Due to funding sources	-	-
Deferred revenue	-	-
Other liabilities	-	-
Notes payable	-	-
Total Liabilities	<u>832</u>	<u>-</u>
NET ASSETS		
Unrestricted	239	-
Temporarily restricted	-	4,119
Total Net Assets	<u>239</u>	<u>4,119</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,071</u>	<u>\$ 4,119</u>

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended September 30, 2007

	Total	Elimination of	Corporate	Corporate	Corporate	Total
	All Funds	Internal	Corporate	Operations	Operations	Restricted or
		Services	Operations	Property	Unallocable	Designated
						Funds
REVENUE AND SUPPORT						
Government grants, fees and support	\$ 16,475,717	\$ -	\$ -	\$ -	\$ -	\$ 16,475,717
United Way	672,854	-	-	-	7,502	685,352
Contributions and public support	428,494	-	-	-	2,868	425,626
Program income	708,065	-	-	23,040	1,711	683,314
Sales to public	25,177	-	-	-	892	24,285
Investment income	149,091	-	-	-	149,091	-
CSBG transferred	-	-	-	-	-	-
Unrestricted revenue transferred	-	7,721	-	-	-	(7,721)
Internal service fee	-	(5,743,058)	1,510,950	835,430	-	3,396,678
In-kind contributions	4,561,554	-	-	-	-	4,561,554
	<u>23,020,952</u>	<u>(5,735,337)</u>	<u>1,510,950</u>	<u>858,470</u>	<u>162,064</u>	<u>26,224,805</u>
Total revenue and support						
EXPENSES						
Salaries and wages	7,281,426	-	623,983	68,618	11,500	6,577,325
Paid release	44,336	-	-	-	-	44,336
Employee fringes and payroll taxes	2,436,507	(2,683,466)	342,168	28,222	1,298	4,748,285
Enrollee wages	227,295	-	-	-	-	227,295
Enrollee fringes and payroll taxes	21,286	-	-	-	-	21,286
Contract services and fees	2,732,276	(653,139)	115,708	129,836	1,120	3,138,751
Training	69,515	-	10,639	-	-	58,876
Travel	156,214	-	9,380	1,166	-	145,668
Supplies and materials	283,150	(60,073)	28,085	30,532	3,211	281,395
Assistance to individuals	3,425,856	-	-	-	-	3,425,856
Occupancy	866,402	(835,430)	251,543	303,822	107,043	1,039,424
Printing	6,393	-	1,499	-	-	4,894
Equipment and repairs	170,630	-	6,717	42,137	-	121,776
Memberships	18,954	-	890	-	11,971	6,093
Telephone	90,058	-	6,359	52,569	-	31,130
Depreciation	486,105	-	-	144,654	-	341,451
Postage	46,858	-	11,636	-	2	35,220
Insurance	206,313	-	102,623	21,096	-	82,594
Other direct costs	202,564	7,721	9,809	32,856	18,688	133,490
In-kind services and supplies	4,561,554	-	-	-	-	4,561,554
	<u>23,333,692</u>	<u>(4,224,387)</u>	<u>1,521,039</u>	<u>855,508</u>	<u>154,833</u>	<u>25,026,699</u>
Indirect costs	-	(1,510,950)	-	16,053	2,685	1,492,212
Total expenses	<u>23,333,692</u>	<u>(5,735,337)</u>	<u>1,521,039</u>	<u>871,561</u>	<u>157,518</u>	<u>26,518,911</u>
CHANGE IN NET ASSETS, BEFORE CHANGE OF INVENTORY VALUATION METHOD AND TRANSFERS						
	(312,740)	-	(10,089)	(13,091)	4,546	(294,106)
Change of inventory valuation basis adjustment	398,232	-	-	-	-	398,232
Interfund transfers	-	-	-	-	101	(101)
CHANGE IN NET ASSETS	85,492	-	(10,089)	(13,091)	4,647	104,025
NET ASSETS, BEGINNING OF YEAR	<u>5,813,760</u>	<u>-</u>	<u>23,797</u>	<u>369,325</u>	<u>416,632</u>	<u>5,004,006</u>
NET ASSETS, END OF YEAR	<u>\$ 5,899,252</u>	<u>\$ -</u>	<u>\$ 13,708</u>	<u>\$ 356,234</u>	<u>\$ 421,279</u>	<u>\$ 5,108,031</u>

Fringe Benefits 2006	Fringe Benefits 2007	GAAP Differences Account	Residential Environmental Division Pool	Weatheri- zation Inventory	Quality Childcare Initiative '08	Quality Childcare Initiative '07	Head Start '06	Head Start '07	CCF Healthy Marriage Initiative
\$ -	\$ -	\$ -	\$ 3,995	\$ -	\$ 27,892	\$ 89,585	\$ 1,118,835	\$ 4,033,908	\$ 46,991
-	-	-	-	-	-	20,385	-	-	-
-	-	10,925	-	-	-	-	-	-	-
-	-	-	16,094	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	1,036	-	1,500	3,960	-	-	-
634,010	2,049,456	-	-	60,073	-	-	-	-	-
-	-	-	-	-	-	-	213,448	316,715	-
634,010	2,049,456	10,925	21,125	60,073	29,392	113,930	1,332,283	4,350,623	46,991
193,559	592,725	-	1,920	-	12,865	37,605	432,988	1,622,485	19,428
45,167	(831)	-	-	-	-	-	-	-	-
421,453	1,327,722	-	1,143	-	7,170	21,143	248,265	870,199	10,399
-	-	-	-	-	-	-	-	-	-
-	-	(42,750)	15,344	-	-	14,935	172,013	574,494	550
-	-	-	-	-	3,300	8,167	3,501	15,623	-
-	-	-	1,765	-	500	1,794	5,071	29,049	4,810
-	-	-	-	62,804	1,585	2,118	16,218	109,829	3,332
-	-	-	-	-	-	1,050	112	245	938
-	-	(157,800)	-	-	-	-	125,505	403,465	-
-	-	-	-	-	-	300	220	2,903	-
-	-	(32,528)	-	-	-	21,432	4,569	14,913	3,110
-	-	-	-	-	-	-	-	2,682	-
-	-	-	-	-	-	-	4,530	12,813	-
-	-	140,062	-	-	-	-	-	-	-
-	-	-	-	-	133	256	1,455	4,651	-
-	-	-	-	-	-	-	271	5,254	-
1,689	3,837	-	50	-	-	8,866	3,041	5,303	-
-	-	-	-	-	-	-	213,448	316,715	-
661,868	1,923,453	(93,016)	20,222	62,804	25,553	117,666	1,231,207	3,990,623	42,567
45,500	136,603	-	368	-	3,145	8,875	101,076	360,000	4,424
707,368	2,060,056	(93,016)	20,590	62,804	28,698	126,541	1,332,283	4,350,623	46,991
(73,358)	(10,600)	103,941	535	(2,731)	694	(12,611)	-	-	-
(60,956)	60,956	(10,924)	-	-	-	-	-	-	-
(134,314)	50,356	93,017	535	(2,731)	694	(12,611)	-	-	-
134,314	-	2,037,639	35,060	44,264	-	12,611	-	-	-
\$ -	\$ 50,356	\$ 2,130,656	\$ 35,595	\$ 41,533	\$ 694	\$ -	\$ -	\$ -	\$ -

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended September 30, 2007

	FEMA '07	FEMA '06	Cedar Rapids Hud II 07	Cedar Rapids Hud II 08	Iowa City Hud V07	Iowa City Hud V 08
REVENUE AND SUPPORT						
Government grants, fees and support	\$ 2,902	\$ -	\$ 361,512	\$ 100,490	\$ 168,432	\$ 66,605
United Way	-	-	-	-	-	-
Contributions and public support	-	-	-	-	-	-
Program income	-	-	74,198	27,138	40,034	12,097
Sales to public	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
CSBG transferred	-	-	-	-	-	-
Unrestricted revenue transferred	-	-	-	-	-	-
Internal service fee	-	-	-	-	-	-
In-kind contributions	-	-	-	-	-	-
Total revenue and support	<u>2,902</u>	<u>-</u>	<u>435,710</u>	<u>127,628</u>	<u>208,466</u>	<u>78,702</u>
EXPENSES						
Salaries and wages	-	-	194,677	66,976	92,281	33,200
Paid release	-	-	-	-	-	-
Employee fringes and payroll taxes	-	-	102,241	34,594	45,941	15,511
Enrollee wages	-	-	-	-	1,208	1,898
Enrollee fringes and payroll taxes	-	-	-	-	-	-
Contract services and fees	-	-	29,793	6,758	32,967	12,599
Training	-	-	-	-	-	-
Travel	-	-	3,147	905	2,576	1,139
Supplies and materials	-	-	8,576	1,468	4,320	2,790
Assistance to individuals	2,902	2,304	371	125	4,347	-
Occupancy	-	-	56,407	9,794	11,257	7,931
Printing	-	-	-	-	-	-
Equipment and repairs	-	-	6,150	65	685	220
Memberships	-	-	-	-	-	-
Telephone	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Postage	-	-	-	-	-	-
Insurance	-	-	14,044	1,277	4,313	392
Other direct costs	-	-	3,656	117	935	476
In-kind services and supplies	-	-	-	-	-	-
Indirect costs	<u>2,902</u>	<u>2,304</u>	<u>419,062</u>	<u>122,079</u>	<u>200,830</u>	<u>76,156</u>
Total expenses	<u>2,902</u>	<u>2,304</u>	<u>435,710</u>	<u>127,628</u>	<u>208,466</u>	<u>78,702</u>
CHANGE IN NET ASSETS, BEFORE CHANGE OF INVENTORY VALUATION METHOD AND TRANSFERS						
	-	(2,304)	-	-	-	-
Change of inventory valuation basis adjustment	-	-	-	-	-	-
Interfund transfers	-	-	-	-	-	-
CHANGE IN NET ASSETS	-	(2,304)	-	-	-	-
NET ASSETS, BEGINNING OF YEAR	-	2,304	-	-	-	-
NET ASSETS, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Chronically Homeless	Chronically Homeless SHIP '07	Chronically Homeless SHIP '08	CSBG '07	CSBG '06	LIHEAP	DOE 06-02C	DOE 07-02C	HEAP '07-02C	HEAP '07
\$ 271,530	\$ 14,500	\$ 3,801	\$ 562,107	\$ 189,340	\$ 2,507,485	\$ 166,793	\$ 440,368	\$ 250,254	\$ 224,364
-	-	-	-	-	-	-	-	-	-
595	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	4,518	2,917	(512,635)	(153,307)	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	425,670	221,204
-	-	-	-	-	-	-	-	-	-
<u>272,125</u>	<u>19,018</u>	<u>6,718</u>	<u>49,472</u>	<u>36,033</u>	<u>2,507,485</u>	<u>166,793</u>	<u>440,368</u>	<u>675,924</u>	<u>445,568</u>
26,225	14,361	4,711	20,394	6,526	177,306	-	-	245,350	199,520
-	-	-	-	-	-	-	-	-	-
12,120	2,428	807	11,510	3,774	86,774	-	-	137,351	113,911
-	-	-	-	-	-	-	-	-	-
43,280	-	-	12,148	24,000	2,310	166,793	440,368	184,628	(7,253)
-	-	-	80	-	320	-	-	2,551	1,950
137	366	127	822	193	4,739	-	-	12,670	10,182
222	-	-	24	-	3,611	-	-	2,731	2,625
4,588	-	20	-	-	2,184,633	-	-	-	-
178,234	-	-	-	-	-	-	-	7,710	7,956
-	-	-	-	-	993	-	-	-	-
-	-	-	-	-	-	-	-	1,656	53,205
-	-	-	-	-	-	-	-	-	60
-	187	65	-	-	-	-	-	1,945	1,372
-	-	-	-	-	-	-	-	-	-
10	-	-	-	-	6,338	-	-	747	591
953	-	-	-	-	-	-	-	25,605	14,152
380	-	-	-	-	495	-	-	448	210
-	-	-	-	-	-	-	-	-	-
<u>266,149</u>	<u>17,342</u>	<u>5,730</u>	<u>44,978</u>	<u>34,493</u>	<u>2,467,519</u>	<u>166,793</u>	<u>440,368</u>	<u>623,392</u>	<u>398,481</u>
<u>5,976</u>	<u>3,389</u>	<u>988</u>	<u>4,494</u>	<u>1,540</u>	<u>39,966</u>	<u>-</u>	<u>-</u>	<u>52,532</u>	<u>47,087</u>
<u>272,125</u>	<u>20,731</u>	<u>6,718</u>	<u>49,472</u>	<u>36,033</u>	<u>2,507,485</u>	<u>166,793</u>	<u>440,368</u>	<u>675,924</u>	<u>445,568</u>
-	(1,713)	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	(1,713)	-	-	-	-	-	-	-	-
-	1,713	-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended September 30, 2007

	Aquila 07-02	IP & L Utilities '07	IP & L Utilities '06	MEC 07-02C	Homeless Shelter HSOG '08	ESGP IA Institute for Community Alliance 08
REVENUE AND SUPPORT						
Government grants, fees and support	\$ 9,796	\$ 208,218	\$ 81,688	\$ 220,031	\$ 5,211	\$ 17,606
United Way	-	-	-	-	-	-
Contributions and public support	-	-	-	-	-	-
Program income	-	-	-	-	-	-
Sales to public	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
CSBG transferred	-	-	-	-	-	-
Unrestricted revenue transferred	-	-	-	-	-	-
Internal service fee	-	-	-	-	-	-
In-kind contributions	-	-	-	-	-	-
Total revenue and support	<u>9,796</u>	<u>208,218</u>	<u>81,688</u>	<u>220,031</u>	<u>5,211</u>	<u>17,606</u>
EXPENSES						
Salaries and wages	-	-	-	-	-	-
Paid release	-	-	-	-	-	-
Employee fringes and payroll taxes	-	-	-	-	-	-
Enrollee wages	-	-	-	-	-	-
Enrollee fringes and payroll taxes	-	-	-	-	-	-
Contract services and fees	9,796	208,218	81,688	220,031	-	-
Training	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Supplies and materials	-	-	-	-	-	-
Assistance to individuals	-	-	-	-	-	-
Occupancy	-	-	-	-	5,211	18,073
Printing	-	-	-	-	-	-
Equipment and repairs	-	-	-	-	-	-
Memberships	-	-	-	-	-	-
Telephone	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Postage	-	-	-	-	-	-
Insurance	-	-	-	-	-	-
Other direct costs	-	-	-	-	-	-
In-kind services and supplies	-	-	-	-	-	-
Indirect costs	<u>9,796</u>	<u>208,218</u>	<u>81,688</u>	<u>220,031</u>	<u>5,211</u>	<u>18,073</u>
Total expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(467)</u>
Total expenses	<u>9,796</u>	<u>208,218</u>	<u>81,688</u>	<u>220,031</u>	<u>5,211</u>	<u>17,606</u>
CHANGE IN NET ASSETS, BEFORE CHANGE OF INVENTORY VALUATION METHOD AND TRANSFERS	-	-	-	-	-	-
Change of inventory valuation basis adjustment	-	-	-	-	-	-
Interfund transfers	-	-	-	-	-	-
CHANGE IN NET ASSETS	-	-	-	-	-	-
NET ASSETS, BEGINNING OF YEAR	-	-	-	-	-	-
NET ASSETS, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

ESGP IA Institute for Community Alliance 07									
	CACFP Centers	CACFP Home Providers	Shared Visions '08	Shared Visions '07	Resource & Referral '08	Resource & Referral '07	CCBG Wrap Around '07	CCBG Wrap Around '08	Emergency Child Care '08
\$ 59,622	\$ 385,593	\$ 616,686	\$ 102,552	\$ 316,622	\$ 20,372	\$ 75,227	\$ 625,304	\$ 14,701	\$ -
-	-	-	23,300	55,440	-	4,400	-	-	9,764
-	-	-	-	-	20	-	-	-	-
-	-	-	-	-	1,865	13,890	-	-	-
-	-	-	-	-	-	-	-	-	-
684	-	30,766	-	-	1,500	4,783	196,399	50,000	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	6,265	-	-	-
-	-	-	-	-	-	-	-	-	-
<u>60,306</u>	<u>385,593</u>	<u>647,452</u>	<u>125,852</u>	<u>372,062</u>	<u>23,757</u>	<u>104,565</u>	<u>821,703</u>	<u>64,701</u>	<u>9,764</u>
2,899	173,919	78,018	75,489	210,569	14,608	36,981	472,119	40,335	6,916
-	-	-	-	-	-	-	-	-	-
1,699	64,154	42,915	35,382	107,152	7,309	20,120	238,841	19,434	3,858
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	140,830	38	-	-	882	14,644	-	-	750
-	303	238	-	-	619	849	-	-	-
-	851	3,881	-	-	268	335	-	-	-
-	(34,165)	3,212	-	300	266	394	-	-	-
-	-	495,441	-	-	-	-	-	-	1,401
55,024	-	-	-	-	-	-	-	-	-
-	10	81	-	-	-	45	-	-	-
-	-	2,129	-	-	60	239	-	-	-
-	-	-	-	-	-	-	-	-	-
-	289	171	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	10	3,464	-	-	808	1,979	-	-	18
-	-	-	-	-	-	-	-	-	-
-	173	383	525	4,400	275	16,025	-	-	-
-	-	-	-	-	-	-	-	-	-
<u>59,622</u>	<u>346,374</u>	<u>629,971</u>	<u>111,396</u>	<u>322,421</u>	<u>25,095</u>	<u>91,611</u>	<u>710,960</u>	<u>59,769</u>	<u>12,943</u>
<u>684</u>	<u>39,219</u>	<u>17,481</u>	<u>14,456</u>	<u>49,642</u>	<u>2,890</u>	<u>8,726</u>	<u>110,743</u>	<u>4,932</u>	<u>1,269</u>
<u>60,306</u>	<u>385,593</u>	<u>647,452</u>	<u>125,852</u>	<u>372,063</u>	<u>27,985</u>	<u>100,337</u>	<u>821,703</u>	<u>64,701</u>	<u>14,212</u>
-	-	-	-	-	(4,228)	4,228	-	-	(4,448)
-	-	-	-	(18,367)	4,228	(4,228)	-	-	6,101
-	-	-	-	(18,367)	-	-	-	-	1,653
-	-	-	-	18,367	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,653</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended September 30, 2007

	Food Reservoir Food Reservoir					WIC Alliance
	Emergency Child Care '07	Iowa Respite Mini Grant	Back Pack Project	Bulk Program '07	Food Reservoir '07	
REVENUE AND SUPPORT						
Government grants, fees and support	\$ 28,347	\$ 17,095	\$ 8,000	\$ 10,000	\$ 42,295	\$556,645
United Way	28,581	-	-	-	73,359	-
Contributions and public support	-	-	-	-	24,662	-
Program income	-	-	-	19,814	98,900	-
Sales to public	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
CSBG transferred	-	-	-	-	29,672	-
Unrestricted revenue transferred	-	-	-	-	-	-
Internal service fee	-	-	-	-	-	-
In-kind contributions	-	-	-	-	1,901,813	2,124,752
Total revenue and support	<u>56,928</u>	<u>17,095</u>	<u>8,000</u>	<u>29,814</u>	<u>2,170,701</u>	<u>2,681,397</u>
EXPENSES						
Salaries and wages	23,505	3,191	-	-	120,168	255,266
Paid release	-	-	-	-	-	-
Employee fringes and payroll taxes	13,189	1,768	-	-	60,232	118,378
Enrollee wages	-	-	-	-	-	-
Enrollee fringes and payroll taxes	-	-	-	-	-	-
Contract services and fees	2,500	-	-	-	320	38,475
Training	-	5	-	-	125	7,164
Travel	325	1,207	-	-	14,230	2,265
Supplies and materials	-	291	-	21,585	13,923	26,535
Assistance to individuals	5,251	9,112	-	-	-	-
Occupancy	-	-	-	-	-	46,740
Printing	-	-	-	-	-	150
Equipment and repairs	246	-	-	-	4,502	-
Memberships	-	-	-	-	3,351	-
Telephone	-	499	-	-	-	1,803
Depreciation	-	-	-	-	3,266	-
Postage	176	-	-	-	1,381	1,292
Insurance	-	-	-	-	2,326	-
Other direct costs	88	40	-	-	6,953	936
In-kind services and supplies	-	-	-	-	1,901,813	2,124,752
	45,280	16,113	-	21,585	2,132,590	2,623,756
Indirect costs	5,547	743	-	-	26,948	57,641
Total expenses	<u>50,827</u>	<u>16,856</u>	<u>-</u>	<u>21,585</u>	<u>2,159,538</u>	<u>2,681,397</u>
CHANGE IN NET ASSETS, BEFORE CHANGE OF INVENTORY VALUATION METHOD AND TRANSFERS	6,101	239	8,000	8,229	11,163	0
Change of inventory valuation basis adjustment	-	-	-	2,684	395,548	-
Interfund transfers	(15,581)	-	-	-	(18,016)	-
CHANGE IN NET ASSETS	(9,480)	239	8,000	10,913	388,695	0
NET ASSETS, BEGINNING OF YEAR	9,480	-	-	10,642	95,742	-
NET ASSETS, END OF YEAR	<u>\$ -</u>	<u>\$ 239</u>	<u>\$ 8,000</u>	<u>\$ 21,555</u>	<u>\$ 484,437</u>	<u>\$ 0</u>

Alliance Child Health	Alliance Maternal Health	Hawk - I	Dental	ABC Dental	I Smile	Immunization Project07	Immunization Project WIC08	Farmers Market	Benton Co Emp Child Care 08
\$ 271,217	\$ 67,420	\$ 16,048	\$ 10,779	\$ 2,330	\$ 49,228	\$ 4,204	\$ 2,425	\$ 1,774	\$ 8,191
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	683	-	-	-	-	-	2,200	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
271,217	67,420	16,731	10,779	2,330	49,228	4,204	2,425	3,974	8,191
149,819	36,333	10,255	-	-	-	3,015	1,498	2,237	3,809
-	-	-	-	-	-	-	-	-	-
76,021	20,514	5,765	-	-	-	510	256	1,231	2,168
-	-	-	-	-	-	-	-	-	-
-	1,600	-	10,779	1,987	22,751	-	318	-	-
479	210	35	-	-	-	-	-	-	1,157
1,792	166	139	-	-	-	-	-	-	223
1,634	522	425	-	-	-	-	(1)	-	13
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
6,599	163	112	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	343	26,477	-	-	-	-
-	-	-	-	-	-	-	-	-	-
236,344	59,508	16,731	10,779	2,330	49,228	3,525	2,071	3,468	7,370
34,873	7,912	-	-	-	-	679	354	506	821
271,217	67,420	16,731	10,779	2,330	49,228	4,204	2,425	3,974	8,191
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
9,827	3,268	-	-	-	-	-	-	-	-
\$ 9,827	\$ 3,268	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended September 30, 2007

	Benton Co Emp Child Care '07	Johnson County Empowerment Parent Education '08	Johnson County Empowerment Parent Education '07	Empowerment Child Care Nurse Consultant	Empowerment Nontraditional Child Care '08	Empowerment Nontraditional Child Care '07
REVENUE AND SUPPORT						
Government grants, fees and support	\$ 28,005	\$ 17,990	\$ 28,304	\$ 5,600	\$ 49,273	\$ 159,874
United Way	-	-	-	-	-	-
Contributions and public support	-	-	-	-	-	-
Program income	-	-	-	3,275	-	-
Sales to public	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
CSBG transferred	-	-	1,162	777	4,500	11,115
Unrestricted revenue transferred	-	-	-	-	-	-
Internal service fee	-	-	-	-	-	-
In-kind contributions	-	-	-	-	-	-
Total revenue and support	<u>28,005</u>	<u>17,990</u>	<u>29,466</u>	<u>9,652</u>	<u>53,773</u>	<u>170,989</u>
EXPENSES						
Salaries and wages	9,052	10,346	11,616	4,571	26,616	79,894
Paid release	-	-	-	-	-	-
Employee fringes and payroll taxes	5,157	4,279	4,354	2,595	14,757	42,286
Enrollee wages	-	-	-	-	-	-
Enrollee fringes and payroll taxes	-	-	-	-	-	-
Contract services and fees	-	529	6,156	-	1,000	1,664
Training	8,899	-	-	495	66	328
Travel	1,091	-	-	289	1,343	3,531
Supplies and materials	114	446	4,706	610	3,525	12,102
Assistance to individuals	-	-	-	-	640	9,703
Occupancy	-	-	-	-	-	-
Printing	-	-	-	-	-	192
Equipment and repairs	1,434	-	-	-	-	603
Memberships	-	-	-	-	-	-
Telephone	-	-	-	-	34	104
Depreciation	-	-	-	-	-	-
Postage	121	-	-	13	109	634
Insurance	-	-	-	-	-	-
Other direct costs	-	-	-	-	705	985
In-kind services and supplies	-	-	-	-	-	-
Indirect costs	<u>25,868</u>	<u>15,600</u>	<u>26,832</u>	<u>8,573</u>	<u>48,795</u>	<u>152,026</u>
Total expenses	<u>2,137</u>	<u>2,390</u>	<u>2,634</u>	<u>1,079</u>	<u>4,978</u>	<u>18,963</u>
Total expenses	<u>28,005</u>	<u>17,990</u>	<u>29,466</u>	<u>9,652</u>	<u>53,773</u>	<u>170,989</u>
CHANGE IN NET ASSETS, BEFORE CHANGE OF INVENTORY VALUATION METHOD AND TRANSFERS						
Change of inventory valuation basis adjustment	-	-	-	-	-	-
Interfund transfers	-	-	-	-	-	-
CHANGE IN NET ASSETS						
NET ASSETS, BEGINNING OF YEAR	-	-	-	-	-	-
NET ASSETS, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Empowerment Child Health '08	Empowerment Child Health '07	Linn County Empowerment Wrap Around '08	Linn County Empowerment Wrap Around '07	Jones County Empowerment Transportation '08	Jones County Empowerment Transportation '07	HAAA Nutrition '07	Benton '07	Senior Employment 08	HAAA Employment '07	Case Management/ Intervention
\$ 83,496	\$ 253,722	\$ 52,372	\$ 127,598	\$ 3,965	\$ 20,845	\$ 78,441	\$ 79,189	\$ 223,966	\$ 21,000	
-	-	20,470	45,223	-	-	-	-	-	-	-
-	-	-	-	-	-	-	17,088	48,476	-	-
-	-	-	-	-	-	-	-	-	-	-
1,004	-	-	-	-	-	-	-	-	-	27,694
-	-	-	-	-	-	-	-	-	-	-
-	4,826	-	-	-	-	-	-	-	-	-
<u>84,500</u>	<u>258,548</u>	<u>72,842</u>	<u>172,821</u>	<u>3,965</u>	<u>20,845</u>	<u>78,441</u>	<u>96,277</u>	<u>272,442</u>	<u>48,694</u>	
15,502	44,572	35,746	97,715	-	54	-	16,370	44,157	25,562	
7,001	24,545	16,460	52,045	-	15	-	9,026	24,482	14,437	
-	-	-	-	-	-	-	55,238	168,175	-	
-	-	-	-	-	-	-	5,223	16,063	-	
54,726	140,835	-	-	1,988	6,736	78,441	-	-	-	
-	130	-	-	-	-	-	-	-	-	
-	398	-	-	-	-	-	569	1,175	1,669	
423	7,015	-	-	125	385	-	-	325	27	
3,550	3,104	-	-	1,845	13,650	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	
-	22,145	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	232	990	840	
-	459	-	-	-	-	-	15	62	280	
-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	
-	4,826	-	-	-	-	-	-	-	-	
<u>81,202</u>	<u>248,029</u>	<u>52,206</u>	<u>149,760</u>	<u>3,958</u>	<u>20,840</u>	<u>78,441</u>	<u>86,673</u>	<u>255,429</u>	<u>42,815</u>	
<u>3,298</u>	<u>10,519</u>	<u>6,769</u>	<u>23,061</u>	<u>7</u>	<u>5</u>	<u>-</u>	<u>3,527</u>	<u>10,422</u>	<u>5,879</u>	
<u>84,500</u>	<u>258,548</u>	<u>58,975</u>	<u>172,821</u>	<u>3,965</u>	<u>20,845</u>	<u>78,441</u>	<u>90,200</u>	<u>265,851</u>	<u>48,694</u>	
-	-	13,867	-	-	-	-	6,077	6,591	-	
-	-	-	(19,520)	-	-	-	6,591	(6,591)	-	
-	-	13,867	(19,520)	-	-	-	12,668	-	-	
-	-	-	19,520	-	-	-	-	-	-	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,867</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,668</u>	<u>\$ -</u>	<u>\$ -</u>	

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended September 30, 2007

	WIC/Alliance Local	First Call for Help '08	First Call for Help '07	United Way 08	Johnson Co United Way Consumer Ed	Local Child Care Operations '08
REVENUE AND SUPPORT						
Government grants, fees and support	\$ 84,775	\$ -	\$ -	\$ -	\$ -	\$ 6,726
United Way	-	60,587	179,687	4,955	3,949	887
Contributions and public support	-	-	-	-	-	1,150
Program income	-	-	-	-	-	-
Sales to public	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
CSBG transferred	3,860	-	-	-	-	-
Unrestricted revenue transferred	-	-	-	-	-	-
Internal service fee	-	-	-	-	-	-
In-kind contributions	-	-	-	-	-	-
Total revenue and support	<u>88,635</u>	<u>60,587</u>	<u>179,687</u>	<u>4,955</u>	<u>3,949</u>	<u>8,763</u>
EXPENSES						
Salaries and wages	-	32,686	90,078	-	497	3,817
Paid release	-	-	-	-	-	-
Employee fringes and payroll taxes	-	18,373	50,570	-	128	2,172
Enrollee wages	-	-	-	-	-	-
Enrollee fringes and payroll taxes	-	-	-	-	-	-
Contract services and fees	84,504	-	-	-	1,224	-
Training	-	63	480	-	1,244	-
Travel	122	169	106	-	-	-
Supplies and materials	335	15	1,265	-	-	-
Assistance to individuals	-	-	-	-	-	-
Occupancy	-	-	-	-	-	-
Printing	-	-	-	-	-	-
Equipment and repairs	-	-	4,741	-	-	-
Memberships	-	-	-	-	-	-
Telephone	-	-	168	-	-	-
Depreciation	-	-	-	-	-	-
Postage	-	278	991	-	-	-
Insurance	-	-	-	-	-	-
Other direct costs	1,701	152	263	-	-	3,119
In-kind services and supplies	-	-	-	-	-	-
Indirect costs	<u>86,662</u>	<u>51,736</u>	<u>148,662</u>	<u>-</u>	<u>3,093</u>	<u>9,108</u>
Total expenses	<u>1,973</u>	<u>6,199</u>	<u>21,259</u>	<u>-</u>	<u>114</u>	<u>7,252</u>
Total expenses	<u>88,635</u>	<u>57,935</u>	<u>169,921</u>	<u>-</u>	<u>3,207</u>	<u>16,360</u>
CHANGE IN NET ASSETS, BEFORE CHANGE OF INVENTORY VALUATION METHOD AND TRANSFERS						
	-	2,652	9,766	4,955	742	(7,597)
Change of inventory valuation basis adjustment	-	-	-	-	-	-
Interfund transfers	-	20,032	(199,720)	275,707	-	73,628
CHANGE IN NET ASSETS	<u>-</u>	<u>22,684</u>	<u>(189,954)</u>	<u>280,662</u>	<u>742</u>	<u>66,031</u>
NET ASSETS, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>189,954</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET ASSETS, END OF YEAR	<u>\$ -</u>	<u>\$ 22,684</u>	<u>\$ -</u>	<u>\$ 280,662</u>	<u>\$ 742</u>	<u>\$ 66,031</u>

Local Child Care Operations '07	Parent Committee 08	Parent Committee 07	College Community Schools '08	College Community Schools '07	Maquoketa Valley Assistance 07	Amana Assistance 07	East Central Assistance 07	Farmers Electric Assistance 07	Linn Co REC Assistance 07
\$ 21,144	\$ -	\$ -	\$ 4,050	\$ 13,057	\$ -	\$ -	\$ -	\$ -	\$ -
30,059	-	-	-	-	-	-	-	-	-
12,102	45	10,164	-	-	403	-	1,871	-	4,797
148	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	1,646	2,958	-	-	-	-	-
(5,908)	-	(1,345)	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
<u>57,545</u>	<u>45</u>	<u>8,819</u>	<u>5,696</u>	<u>16,015</u>	<u>403</u>	<u>-</u>	<u>1,871</u>	<u>-</u>	<u>4,797</u>
55,979	-	-	2,965	7,107	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
15,572	-	-	356	1,075	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	643	524	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
123	-	-	-	-	-	-	-	-	-
9,337	-	-	-	701	-	-	-	-	-
20,368	-	-	977	4,282	1,259	300	1,812	728	4,673
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
4,887	904	11,510	185	649	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
106,266	904	11,510	5,126	14,338	1,259	300	1,812	728	4,673
24,799	-	-	570	1,677	-	-	-	-	-
<u>131,065</u>	<u>904</u>	<u>11,510</u>	<u>5,696</u>	<u>16,015</u>	<u>1,259</u>	<u>300</u>	<u>1,812</u>	<u>728</u>	<u>4,673</u>
(73,520)	(859)	(2,691)	-	-	(856)	(300)	59	(728)	124
-	-	-	-	-	-	-	-	-	-
(98,575)	23,368	2,691	-	-	1,195	1,359	1,376	1,101	7,343
(172,095)	22,509	-	-	-	339	1,059	1,435	373	7,467
172,095	-	-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 22,509</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 339</u>	<u>\$ 1,059</u>	<u>\$ 1,435</u>	<u>\$ 373</u>	<u>\$ 7,467</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended September 30, 2007

	TIP REC Assistance 07	Coggon Municipal 07	Aquila 07	Alliant Home Town Care Supplemental	Alliant Home Town Care	Mid American Assistance Supplemental
REVENUE AND SUPPORT						
Government grants, fees and support	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
United Way	-	-	-	-	-	-
Contributions and public support	1,382	-	2,885	165,181	59,267	17,819
Program income	-	-	-	-	810	-
Sales to public	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
CSBG transferred	-	-	-	-	-	-
Unrestricted revenue transferred	-	-	-	-	-	-
Internal service fee	-	-	-	-	-	-
In-kind contributions	-	-	-	-	-	-
Total revenue and support	1,382	-	2,885	165,181	60,097	17,819
EXPENSES						
Salaries and wages	-	-	-	54	2,877	2
Paid release	-	-	-	-	-	-
Employee fringes and payroll taxes	-	-	-	(22)	1,630	2
Enrollee wages	-	-	-	-	-	-
Enrollee fringes and payroll taxes	-	-	-	-	-	-
Contract services and fees	-	-	-	-	-	-
Training	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Supplies and materials	-	-	-	-	-	-
Assistance to individuals	595	300	1,398	189,786	84,676	334,983
Occupancy	-	-	-	-	-	-
Printing	-	-	-	-	-	-
Equipment and repairs	-	-	-	-	-	-
Memberships	-	-	-	-	-	-
Telephone	-	-	-	-	-	-
Depreciation	-	-	-	-	2,480	-
Postage	-	-	-	-	-	-
Insurance	-	-	-	-	-	-
Other direct costs	-	-	-	-	-	-
In-kind services and supplies	-	-	-	-	-	-
Indirect costs	595	300	1,398	189,818	91,663	334,987
	-	-	-	(86)	662	(83)
Total expenses	595	300	1,398	189,752	92,325	334,904
CHANGE IN NET ASSETS, BEFORE CHANGE OF INVENTORY VALUATION METHOD AND TRANSFERS	787	(300)	1,487	(24,571)	(32,228)	(317,085)
Change of inventory valuation basis adjustment	-	-	-	-	-	-
Interfund transfers	1,646	1,755	(8)	(114,747)	114,746	(86,085)
CHANGE IN NET ASSETS	2,433	1,455	1,479	(139,318)	82,518	(403,170)
NET ASSETS, BEGINNING OF YEAR	-	-	-	355,968	-	641,322
NET ASSETS, END OF YEAR	\$ 2,433	\$ 1,455	\$ 1,479	\$ 216,650	\$ 82,518	\$ 238,152

Mid American Assistance Operations	Local Assistance Operations	Washington Co Local Assistance	Homeless Children Trust	Benton Local '08	Benton Local '07	CDBG Cedar Rapids '08	CDBG Cedar Rapids '07	City of C.R. Lead Grant	Benton Co Local Housing
\$ -	\$ -	\$ -	\$ -	\$ 35,374	\$ 92,672	\$ 10,807	\$ 35,220	\$ 269,663	\$ 4,678
-	-	-	-	11,152	32,646	-	-	-	-
56,372	15,217	5,174	29,089	117	956	-	-	-	-
-	10,300	-	-	20,146	9,392	-	-	-	3,041
-	-	-	-	-	-	-	-	-	-
-	61,203	-	-	15,540	23,111	-	525	-	7,200
-	-	-	-	-	(455)	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
<u>56,372</u>	<u>86,720</u>	<u>5,174</u>	<u>29,089</u>	<u>82,329</u>	<u>158,322</u>	<u>10,807</u>	<u>35,745</u>	<u>269,663</u>	<u>14,919</u>
21	34,192	-	-	19,859	61,841	7,116	24,662	-	3,704
-	-	-	-	-	-	-	-	-	-
12	19,585	-	-	9,550	32,126	3,660	9,400	-	1,668
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	5,565	-	-	269,663	3,749
-	-	-	-	30	-	-	-	-	-
-	274	-	-	4,659	14,835	-	-	-	-
-	-	-	-	6,359	(44,323)	-	-	-	688
1,050	13,914	5,466	28,095	4,528	4,552	31	8	-	-
-	5,862	-	-	9,883	43,609	-	-	-	3,576
-	-	-	-	-	-	-	-	-	-
-	3,227	-	-	562	595	-	-	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	10
-	-	-	-	(203)	30,652	-	-	-	3,680
-	112	-	355	146	189	-	-	-	-
-	-	-	-	-	1,051	-	-	-	96
-	552	-	-	190	435	-	-	-	98
-	-	-	-	-	-	-	-	-	-
<u>1,083</u>	<u>77,718</u>	<u>5,466</u>	<u>28,450</u>	<u>55,563</u>	<u>151,127</u>	<u>10,807</u>	<u>34,070</u>	<u>269,663</u>	<u>17,269</u>
5	7,712	-	-	3,100	14,599	-	1,675	-	780
<u>1,088</u>	<u>85,430</u>	<u>5,466</u>	<u>28,450</u>	<u>58,663</u>	<u>165,726</u>	<u>10,807</u>	<u>35,745</u>	<u>269,663</u>	<u>18,049</u>
55,284	1,290	(292)	639	23,666	(7,404)	-	-	-	(3,130)
-	-	-	-	-	-	-	-	-	-
<u>86,086</u>	<u>(15,766)</u>	<u>7,125</u>	<u>-</u>	<u>10,000</u>	<u>(191,511)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>171,139</u>
141,370	(14,476)	6,833	639	33,666	(198,915)	-	-	-	168,009
-	36,929	-	25,326	-	198,915	-	-	-	-
<u>\$ 141,370</u>	<u>\$ 22,453</u>	<u>\$ 6,833</u>	<u>\$ 25,965</u>	<u>\$ 33,666</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168,009</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
COMBINING STATEMENT OF ACTIVITIES
Year Ended September 30, 2007

	Transitional Housing Local '08	Transitional Housing Local '07	Inn Circle Local Operations '08	Inn Circle Local Operations '07	Johnson Local Operations '08	Johnson Local Operations '07
REVENUE AND SUPPORT						
Government grants, fees and support	\$ -	\$ 5,113	\$ 6,908	\$ 24,974	\$ -	\$ -
United Way	-	-	14,771	43,237	-	2,500
Contributions and public support	75	-	-	375	-	(2,100)
Program income	25,077	59,541	-	-	51,666	92,526
Sales to public	-	-	612	2,185	-	-
Investment income	-	-	-	-	-	-
CSBG transferred	8,001	12,464	19,500	24,402	16,000	70,541
Unrestricted revenue transferred	-	-	-	(163)	-	150
Internal service fee	-	-	-	-	-	-
In-kind contributions	-	-	-	-	-	-
Total revenue and support	<u>33,153</u>	<u>77,118</u>	<u>41,791</u>	<u>95,010</u>	<u>67,666</u>	<u>163,617</u>
EXPENSES						
Salaries and wages	9,078	24,211	-	-	7,258	18,787
Paid release	-	-	-	-	-	-
Employee fringes and payroll taxes	4,490	10,287	-	-	3,779	9,657
Enrollee wages	-	-	-	-	474	302
Enrollee fringes and payroll taxes	-	-	-	-	-	-
Contract services and fees	1,725	8,087	-	-	4,062	28,002
Training	-	-	-	305	-	160
Travel	1,038	1,472	361	2,208	755	2,773
Supplies and materials	940	8,053	166	222	1,757	6,343
Assistance to individuals	-	-	-	-	-	-
Occupancy	1,932	7,222	4,865	16,851	11,467	32,090
Printing	-	-	-	-	-	-
Equipment and repairs	-	-	-	5,230	168	654
Memberships	-	-	-	-	-	-
Telephone	254	938	658	1,924	329	975
Depreciation	4,796	8,750	21,090	43,978	17,550	65,350
Postage	3	43	237	679	30	162
Insurance	360	2,382	158	1,742	685	7,533
Other direct costs	63	322	350	867	5,185	384
In-kind services and supplies	-	-	-	-	-	-
Indirect costs	<u>24,679</u>	<u>71,767</u>	<u>27,885</u>	<u>74,006</u>	<u>53,499</u>	<u>173,172</u>
Total expenses	<u>1,884</u>	<u>5,714</u>	<u>4,483</u>	<u>32,956</u>	<u>(650)</u>	<u>18,602</u>
Total expenses	<u>26,563</u>	<u>77,481</u>	<u>32,368</u>	<u>106,962</u>	<u>52,849</u>	<u>191,774</u>
CHANGE IN NET ASSETS, BEFORE CHANGE OF INVENTORY VALUATION METHOD AND TRANSFERS						
	6,590	(363)	9,423	(11,952)	14,817	(28,157)
Change of inventory valuation basis adjustment	-	-	-	-	-	-
Interfund transfers	545,545	(545,545)	346,325	(360,503)	(637)	4,256
CHANGE IN NET ASSETS	<u>552,135</u>	<u>(545,908)</u>	<u>355,748</u>	<u>(372,455)</u>	<u>14,180</u>	<u>(23,901)</u>
NET ASSETS, BEGINNING OF YEAR	<u>-</u>	<u>545,908</u>	<u>-</u>	<u>372,455</u>	<u>-</u>	<u>23,901</u>
NET ASSETS, END OF YEAR	<u>\$ 552,135</u>	<u>\$ -</u>	<u>\$ 355,748</u>	<u>\$ -</u>	<u>\$ 14,180</u>	<u>\$ -</u>

Washington Local Operations '08	Washington Local Operations '07	Greater C.R. Community Foundation '07	Greater C.R. Community Foundation '06
\$ 30,000	\$ 90,000	\$ -	\$ -
-	-	-	-
250	7,014	7,200	4,119
11,888	30,484	-	-
1,220	4,174	-	-
-	-	-	-
13,200	8,921	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>56,558</u>	<u>140,593</u>	<u>7,200</u>	<u>4,119</u>
11,356	21,354	-	-
-	-	-	-
5,889	11,535	-	-
-	-	-	-
-	344	-	-
-	-	-	-
87	947	-	-
1,004	1,543	-	-
-	-	2,370	-
11,455	89,478	-	-
-	-	-	-
50	1,714	-	-
-	-	-	-
-	-	-	-
-	119	-	-
-	-	-	-
1,151	6,512	6,200	-
-	-	-	-
<u>30,992</u>	<u>133,546</u>	<u>8,570</u>	<u>-</u>
<u>2,347</u>	<u>5,040</u>	<u>-</u>	<u>-</u>
<u>33,339</u>	<u>138,586</u>	<u>8,570</u>	<u>-</u>
23,219	2,007	(1,370)	4,119
-	-	-	-
-	(7,120)	-	-
23,219	(5,113)	(1,370)	4,119
-	5,113	1,370	-
<u>\$ 23,219</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,119</u>

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Head Start 07CCCH 6114-42
Contract Period 1/1/07 - 12/31/07

	Approved Budget	Actual 1/1/07 - 9/30/07
REVENUE		
U.S. Department of Health and Human Services	\$ 5,356,212	\$ 4,033,908
Program income and other support		
In-kind contributions	420,222	316,715
Sub-total	5,776,434	4,350,623
Other program cash match support	918,806	691,519
TOTAL PROGRAM REVENUE	\$ 6,695,240	\$ 5,042,142
EXPENSE		
Cash:		
Personnel	\$ 2,495,229	\$ 1,622,485
Fringe benefits	1,117,811	870,199
Travel	1,921	44,673
Equipment	6,000	14,913
Supplies	83,250	109,828
Contractual	420,442	574,494
Facilities/construction	12,000	7,139
Other	627,552	430,177
Indirect costs	592,007	360,000
Total cash expense	5,356,212	4,033,908
Non-cash:		
Donated services and activities	54,060	33,304
Donated salaries	173,912	139,852
Donated space	192,250	143,559
Total non-cash expense	420,222	316,715
Other program cash match expense	918,806	691,519
TOTAL PROGRAM EXPENSE	\$ 6,695,240	\$ 5,042,142

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Head Start 07CH 6114-41
Contract Period 1/1/06 - 12/31/06

	<u>Approved Budget</u>	<u>Total</u>	<u>Actual 10/1/06-12/31/06</u>	<u>Actual 1/1/06-9/30/06</u>
REVENUE				
U.S. Department of Health and Human Services	\$ 5,278,022	\$ 5,252,410	\$ 1,118,835	\$ 4,159,187
In-kind contributions	<u>400,700</u>	<u>378,928</u>	<u>213,448</u>	<u>173,612</u>
Sub-total	5,678,722	5,665,082	1,332,283	4,332,799
Other program cash match support	<u>918,806</u>	<u>932,446</u>	<u>348,910</u>	<u>583,536</u>
TOTAL PROGRAM REVENUE	<u>\$ 6,597,528</u>	<u>\$ 6,597,528</u>	<u>\$ 1,681,193</u>	<u>\$ 4,916,335</u>
EXPENSE				
Cash:				
Personnel	\$ 2,434,543	\$ 2,202,929	\$ 432,988	\$ 1,769,941
Fringe benefits	1,224,566	1,195,779	249,544	946,235
Travel	7,320	62,599	27,794	34,805
Equipment	6,501	13,874	4,569	9,305
Supplies	43,804	79,484	11,377	68,107
Contractual	462,640	624,251	310,608	313,643
Facilities/construction	5,000	7,139	-	7,139
Other	517,294	573,000	(19,121)	592,121
Indirect costs	<u>576,354</u>	<u>518,967</u>	<u>101,076</u>	<u>417,891</u>
Sub-total	5,278,022	5,278,022	1,118,835	4,159,187
Total cash expense	<u>5,278,022</u>	<u>5,278,022</u>	<u>1,118,835</u>	<u>4,159,187</u>
Non-cash and program match:				
Donated services and activities	168,200	50,673	30,099	20,574
Donated partnership	100,000	125,624	56,345	69,279
Donated space	<u>132,500</u>	<u>210,763</u>	<u>127,004</u>	<u>83,759</u>
Sub-total	400,700	387,060	213,448	173,612
Other program cash match expense	<u>918,806</u>	<u>932,446</u>	<u>348,910</u>	<u>583,536</u>
Total in-kind contributions	<u>1,319,506</u>	<u>1,319,506</u>	<u>562,358</u>	<u>757,148</u>
Total contract expense	6,597,528	6,597,528	1,681,193	4,916,335
Depreciation	<u>-</u>	<u>5,164</u>	<u>5,164</u>	<u>-</u>
TOTAL PROGRAM EXPENSE	<u>\$ 6,597,528</u>	<u>\$ 6,602,692</u>	<u>\$ 1,686,357</u>	<u>\$ 4,916,335</u>

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
 SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
 Transitional Housing HUD V Iowa City
 Project Number IA26B601009
 Contract Period 7/1/07 - 6/30/08

	<u>Approved Budget</u>	<u>Actual 7/1/07 - 9/30/07</u>
REVENUE		
Federal HUD revenue:		
U.S. Department of Housing and Urban Development	\$ 213,828	\$ 66,605
Match requirement participants fees	<u>60,512</u>	<u>12,097</u>
TOTAL PROGRAM REVENUE	<u>\$ 274,340</u>	<u>\$ 78,702</u>
EXPENSE		
Federal HUD expense:		
Operating	\$ 115,201	\$ 52,803
Supportive Services	88,445	23,353
Administrative	<u>10,182</u>	<u>2,546</u>
Total HUD expense	213,828	78,702
Match requirement expense	<u>60,512</u>	<u>11,679</u>
TOTAL PROGRAM EXPENSE	<u>\$ 274,340</u>	<u>\$ 90,381</u>

Transitional Housing HUD V Iowa City
 Project Number IA26B501010
 Contract Period 7/1/06 - 6/30/07

	<u>Approved Budget</u>	<u>Total</u>	<u>Actual 10/1/06-6/30/07</u>	<u>Actual 7/1/06-9/30/06</u>
REVENUE				
Federal HUD revenue:				
U.S. Department of Housing and Urban Development	\$ 213,828	\$ 213,827	\$ 168,431	\$ 45,396
Match requirement participants fees	<u>60,512</u>	<u>51,374</u>	<u>40,035</u>	<u>11,339</u>
TOTAL PROGRAM REVENUE	<u>\$ 274,340</u>	<u>\$ 265,201</u>	<u>\$ 208,466</u>	<u>\$ 56,735</u>
EXPENSE				
Federal HUD expense:				
Operating	\$ 115,201	\$ 115,201	\$ 93,860	\$ 21,341
Supportive services	88,445	88,445	66,936	21,509
Administrative	<u>10,182</u>	<u>10,182</u>	<u>7,636</u>	<u>2,546</u>
Total HUD expense	213,828	213,828	168,432	45,396
Match requirement expense	<u>60,512</u>	<u>51,373</u>	<u>40,034</u>	<u>11,339</u>
TOTAL PROGRAM EXPENSE	<u>\$ 274,340</u>	<u>\$ 265,201</u>	<u>\$ 208,466</u>	<u>\$ 56,735</u>

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Transitional Housing HUD II Cedar Rapids
Project Number IA26B601001
Contract Period 7/1/07 - 6/30/08

	Approved Budget	Actual 7/1/07 - 9/30/07
REVENUE		
Federal HUD revenue:		
U.S. Department of Housing and Urban Development	\$ 466,173	\$ 100,490
Match requirement participants fees	136,668	27,138
TOTAL PROGRAM REVENUE	\$ 602,841	\$ 127,628
EXPENSE		
Federal HUD expense:		
Operating	\$ 308,078	\$ 78,850
Supportive Services	135,898	43,229
Administrative	22,197	5,549
Total HUD expense	466,173	127,628
Match requirement expense	136,668	46,425
TOTAL PROGRAM EXPENSE	\$ 602,841	\$ 174,053

Transitional Housing HUD II Cedar Rapids
Project Number IA26B501012
Contract Period 7/1/06 - 6/30/07

	Approved Budget	Total	Actual 10/1/06-6/30/07	Actual 7/1/06-9/30/06
REVENUE				
Federal HUD revenue:				
U.S. Department of Housing and Urban Development	\$ 466,173	\$ 455,371	\$ 361,512	\$ 93,859
Match requirement participants fees	136,668	101,610	74,198	27,412
TOTAL PROGRAM REVENUE	\$ 602,841	\$ 556,981	\$ 435,710	\$ 121,271
EXPENSE				
Federal HUD expense:				
Operating	\$ 308,078	\$ 297,277	\$ 214,962	\$ 82,315
Supportive services	135,898	138,416	105,008	33,408
Administrative	22,197	22,197	16,648	5,549
Total HUD expense	466,173	457,890	336,618	121,272
Match requirement expense	136,668	135,354	99,092	36,262
TOTAL PROGRAM EXPENSE	\$ 602,841	\$ 593,244	\$ 435,710	\$ 157,534

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Transitional Housing HUD Chronically Homeless
Project Number IA26B501025
Contract Period 7/1/06 - 6/30/07

	Approved Budget	Actual 07/107-6/30/08
REVENUE		
Federal HUD revenue:		
U.S. Department of Housing and Urban Development	\$ 26,750	\$ 3,801
Match requirement CSBG	6,369	2,917
TOTAL PROGRAM REVENUE	\$ 33,119	\$ 6,718
EXPENSE		
Federal HUD expense:		
Supportive Services	\$ 25,476	\$ 5,730
Administrative	1,274	988
Total HUD expense	26,750	6,718
Match requirement expense	6,369	87
TOTAL PROGRAM EXPENSE	\$ 33,119	\$ 6,805

Transitional Housing HUD Chronically Homeless
Project Number IA26B501025
Contract Period 7/1/06 - 6/30/07

	Approved Budget	Total	Actual 10/1/06-6/30/07	Actual 7/1/06-9/30/06
REVENUE				
Federal HUD revenue:				
U.S. Department of Housing and Urban Development	\$ 26,750	\$ 16,648	\$ 14,500	\$ 2,148
Match requirement CSBG Income	6,369	6,318	4,518	1,800
TOTAL PROGRAM REVENUE	\$ 33,119	\$ 22,966	\$ 19,018	\$ 3,948
EXPENSE				
Federal HUD expense:				
Supportive services	\$ 25,476	\$ 19,218	\$ 17,429	\$ 1,789
Administrative	1,274	3,748	3,389	359
Total HUD expense	26,750	22,966	20,818	2,148
Match requirement expense	6,369	4,605	4,518	87
TOTAL PROGRAM EXPENSE	\$ 33,119	\$ 27,571	\$ 25,336	\$ 2,235

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Community Services Block Grant (CSBG 07-02CC)
Contract Period 10/1/06 - 12/31/07

	Approved Budget	Actual 10/1/06-9/30/07
REVENUE		
Iowa Department of Human Rights	\$ 782,851	\$ 562,107
Transferred revenue:		
Benton Co Operations	-	-
Trans Hsg CR	87,000	37,674
Trans Hsg IC	88,390	59,248
Trans Hsg Washington	5,000	22,121
Linn Perm Housing Homeless	10,000	16,408
Support Chronically Homeless	8,971	11,950
Counseling/Homeless Prevention	8,500	291
Maternal-Child Health Hawki	6,000	6,292
Rural Sr. Services/Vinton FRC	73,800	47,045
Head Start/Early Head Start	200,000	246,399
Second Harvest Food Res	58,600	-
Child Adult Food Program Homes	32,000	17,199
Liheap/A&R Utility Assist	83,340	24,718
Residential Env Services	5,550	-
Daycare Home Prov Dev	18,800	11,615
CCR&R	5,500	1,500
College Comm School Age	13,800	3,942
QCCI	7,000	6,234
Total transferred revenue	712,251	512,635
NET REVENUE	\$ 70,600	\$ 49,472
EXPENSE		
Personnel costs	\$ 45,246	\$ 31,904
Travel	800	902
Consultants	18,370	12,148
Other costs	322	24
Indirect costs	5,862	4,494
TOTAL EXPENSE	\$ 70,600	\$ 49,472

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Community Services Block Grant (CSBG 06-02CC)
Contract Period 10/1/05 - 12/31/06

	<u>Approved Budget</u>	<u>Total</u>	<u>Actual 10/1/06-12/31/06</u>	<u>Actual 10/1/05-9/30/06</u>
REVENUE				
Iowa Department of Human Rights	\$ 782,851	\$ 782,851	\$ 189,340	\$ 593,511
Transferred revenue:				
Benton Co Operations	7,000	-	-	-
Trans Hsg CR	122,715	108,000	6,285	101,715
Trans Hsg IC	71,950	101,690	27,273	74,397
Trans Hsg Washington	57,600	57,600	-	57,600
Linn Perm Housing Homeless	41,000	41,000	-	41,000
Support Chronically Homeless	4,485	4,485	2,685	1,800
Counseling/Homeless Prevention	7,900	7,899	918	6,981
Maternal-Child Health Hawki	6,000	3,000	1,455	1,545
Rural Sr. Services/Vinton FRC	40,300	47,300	23,300	24,000
Head Start/Early Head Start	135,842	135,842	-	135,842
Second Harvest Food Res	49,000	36,000	29,672	6,328
Child Adult Food Program Homes	36,000	36,000	13,568	22,432
Liheap/A&R Utility Assist	69,974	69,974	36,485	33,489
Residential Env Services	6,600	6,599	1,035	5,564
Daycare Home Prov Dev	18,800	18,800	4,000	14,800
CCR&R	26,750	26,750	4,783	21,967
College Comm School Age	10,000	10,000	662	9,338
QCCI	1,335	2,500	1,165	1,335
Total transferred revenue	<u>713,251</u>	<u>713,441</u>	<u>153,306</u>	<u>560,135</u>
NET REVENUE	<u>\$ 69,600</u>	<u>\$ 69,410</u>	<u>\$ 36,034</u>	<u>\$ 33,376</u>
EXPENSE				
Personnel costs	\$ 38,616	\$ 39,078	\$ 10,300	\$ 28,778
Travel	1,052	391	194	198
Consultants	24,000	24,000	24,000	-
Other costs	70	-	-	-
Indirect costs	5,862	5,941	1,540	4,400
TOTAL EXPENSE	<u>\$ 69,600</u>	<u>\$ 69,410</u>	<u>\$ 36,034</u>	<u>\$ 33,376</u>

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Low Income Home Energy Assistance Program
Contract Number LIHEAP 07-02C
Contract Period 10/1/06 - 9/30/07

	Approved Budget	Actual
REVENUE		
Iowa Department of Human Rights	\$ 2,509,714	\$ 2,507,485
 EXPENSE		
Regular assistance	\$ 1,970,578	\$ 1,968,566
Energy crisis intervention payments	150,232	150,015
Client services	106,373	106,373
Summer deliverable fuel payments	66,052	66,052
Administration costs	216,479	216,479
TOTAL EXPENSE	\$ 2,509,714	\$ 2,507,485

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Weatherization Assistance Programs
Contract Number DOE 07-02C
Contract Period 4/1/07 - 3/31/08

	Approved Budget	Actual 4/1/07-9/30/07
REVENUE		
Iowa Department of Human Rights	\$ 455,235	\$ 440,368
EXPENSE		
Administration	\$ 26,471	\$ 25,639
Support	111,161	136,375
Health and safety	85,753	83,636
Labor	115,925	117,461
Materials	115,925	77,257
TOTAL EXPENSE	\$ 455,235	\$ 440,368

Contract Number DOE 06-02C
Contract Period 4/1/06 - 3/31/07

	Approved Budget	Total	Actual 10/1/06-3/31/07	Actual 4/1/06-9/30/06
REVENUE				
Iowa Department of Human Rights	\$ 546,571	\$ 546,571	\$ 166,793	\$ 379,778
EXPENSE				
Administration	\$ 31,231	\$ 31,230	\$ 9,534	\$ 21,696
Support	133,607	46,006	3,172	42,834
Health and safety	103,068	104,766	30,576	74,190
Labor	139,332	220,259	70,207	150,052
Materials	139,333	144,310	53,304	91,006
TOTAL EXPENSE	\$ 546,571	\$ 546,571	\$ 166,793	\$ 379,778

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET

Weatherization Assistance Programs

Contract Number HEAP 07A-02C

Contract Period 1/1/07 - 12/31/2007

	Approved Budget	Actual 1/1/07-9/30/07
REVENUE		
Iowa Department of Human Rights	\$ 637,160	\$ 250,254
EXPENSE		
Administration	\$ 32,714	\$ 1,261
Support	148,718	39,382
Labor	155,091	52,510
Materials	155,091	58,116
Insurance	20,821	20,821
Health and safety	114,725	75,927
Training and equipment	10,000	2,237
Other	-	-
	637,160	250,254
Total federal expense	637,160	250,254
Depreciation - temp restricted	-	-
	-	-
TOTAL EXPENSE	\$ 637,160	\$ 250,254

Contract Number HEAP 06-02C

Contract Period 4/1/06 - 3/31/07

	Approved Budget	Total	Actual 10/1/06-3/31/07	Actual 4/1/06-9/30/06
REVENUE				
Iowa Department of Human Rights	\$ 867,820	\$ 867,820	\$ 224,364	\$ 643,456
EXPENSE				
Administration	\$ 44,241	\$ 44,241	\$ 30,794	\$ 13,447
Support	205,364	367,195	200,835	166,360
Health and safety	158,836	264,908	147,295	117,613
Labor	214,217	116,625	(40,835)	157,460
Materials	214,217	43,907	(117,746)	161,653
Insurance	20,944	20,944	-	20,944
Training and equipment	10,000	10,000	4,021	5,979
	867,820	867,820	224,364	643,456
Total federal expense	867,820	867,820	224,364	643,456
Depreciation - temp restricted	-	913	(8,296)	9,209
	-	913	(8,296)	9,209
TOTAL EXPENSE	\$ 867,820	\$ 868,733	\$ 216,068	\$ 652,665

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Weatherization Assistance Programs
IES Utilities, Inc.
Contract Number IP&L 07-02C
Contract Period 1/1/07 - 9/30/07

	Approved Budget	Actual 1/1/07-9/30/07
REVENUE		
Iowa Department of Human Rights	\$ 262,670	\$ 208,218
EXPENSE		
Administration	\$ 13,133	\$ 10,410
Support	26,267	20,814
Labor	111,635	91,466
Materials	111,635	85,528
TOTAL EXPENSE	\$ 262,670	\$ 208,218

Contract Number IP&L 06-02C
Contract Period 1/1/06 - 12/31/06

	Approved Budget	Total	Actual 10/1/06-12/31/06	Actual 1/1/06-9/30/06
REVENUE				
Iowa Department of Human Rights	\$ 284,670	\$ 259,163	\$ 81,686	\$ 177,477
EXPENSE				
Administration	\$ 14,233	\$ 12,071	\$ 4,309	\$ 7,762
Support	28,467	26,803	7,940	18,863
Labor	120,985	104,069	36,275	67,794
Materials	120,985	116,220	33,162	83,058
TOTAL EXPENSE	\$ 284,670	\$ 259,163	\$ 81,686	\$ 177,477

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Weatherization Assistance Programs
Mid American Energy Company
Contract Number MEC 07-02C
Contract Period 1/1/07 - 12/31/07

	Approved Budget	Actual 1/1/07-9/30/07
REVENUE		
Iowa Department of Human Rights	\$ 220,031	\$ 220,031
EXPENSE		
Administration	\$ 11,002	\$ 11,002
Support	22,003	22,003
Labor	93,513	117,467
Materials	93,513	69,559
TOTAL EXPENSE	\$ 220,031	\$ 220,031

Contract Number MEC 06-02C
Contract Period 1/1/06 - 12/31/06

	Approved Budget	Total	Actual 10/1/06-12/31/06	Actual 1/1/06-9/30/06
REVENUE				
Iowa Department of Human Rights	\$ 220,031	\$ 220,031	\$ -	\$ 220,031
EXPENSE				
Administration	\$ 11,002	\$ 12,970	\$ -	\$ 12,970
Support	22,003	20,035	-	20,035
Labor	93,513	108,811	-	108,811
Materials	93,513	78,215	-	78,215
TOTAL EXPENSE	\$ 220,031	\$ 220,031	\$ -	\$ 220,031

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Weatherization Assistance Programs
Aquila Natural Gas
Contract Number AQU-07-02C
Contract Period 1/1/07 - 12/31/07

	Approved Budget	Actual 1/1/07-9/30/07
REVENUE		
Iowa Department of Human Rights	\$ 23,521	\$ 9,796
 EXPENSE		
Administration	\$ 1,176	\$ 490
Support	2,353	980
Labor	9,996	4,387
Materials	9,996	3,939
TOTAL EXPENSE	\$ 23,521	\$ 9,796

Contract Number AQU-06-02C
Contract Period 1/1/06 - 12/31/06

	Approved Budget	Total	Actual 10/1/06-	Actual 1/1/06-9/30/06
REVENUE				
Iowa Department of Human Rights	\$ 9,585	\$ 9,585	\$ -	\$ 9,585
 EXPENSE				
Administration	\$ 479	\$ 441	\$ -	\$ 441
Support	958	996	-	996
Labor	4,074	5,113	-	5,113
Materials	4,074	3,035	-	3,035
TOTAL EXPENSE	\$ 9,585	\$ 9,585	\$ -	\$ 9,585

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Child and Adult Care Food Program (CACFP) - Centers
Agreement Number 57-8013
Contract Period 10/1/06 - 9/30/07

	Approved Budget	Actual
REVENUE		
Iowa Department of Education	\$ 428,306	\$ 385,593
EXPENSE		
Operating disbursements	\$ 349,106	\$ 310,053
Administrative disbursements	79,200	75,540
TOTAL EXPENSE	\$ 428,306	\$ 385,593

Child and Adult Care Food Program (CACFP) - Home Providers
Agreement Number 57-8028
Contract Period 10/1/06 - 9/30/07

	Approved Budget	Actual 10/1/06-9/30/07
REVENUE		
Iowa Department of Education	\$ 522,493	\$ 616,686
CSBG	44,160	30,766
TOTAL REVENUE	\$ 566,653	\$ 647,452
EXPENSE		
Administration:		
Labor and benefits	\$ 129,715	\$ 120,933
Travel and transportation	3,642	3,881
Office supplies	7,457	8,806
Contracted services	-	38
Communications	530	635
Training	192	238
Indirect costs	18,717	17,481
Total administration expense	160,253	152,012
Home providers - reimbursement of meals served	406,400	495,440
TOTAL EXPENSE	\$ 566,653	\$ 647,452

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Shared Vision Child Development
Contract Period 7/1/06 - 6/30/07

	Approved Budget	Actual 7/1/06-9/30/06
REVENUE		
Iowa Department of Education	\$ 467,670	\$ 102,552
United Way of East Central Iowa	93,200	23,300
TOTAL REVENUE	\$ 560,870	\$ 125,852
EXPENSE		
Inn Circle Classroom	\$ 72,491	15,106
Project Success Classroom	72,775	17,144
Friendship Classroom	74,288	17,951
Benton County Classroom	71,050	15,225
First Christian	50,100	8,989
Coralville County Classroom	72,875	16,781
Waterfront Classroom	72,875	18,918
Washington Classroom	74,416	15,738
TOTAL EXPENSE	\$ 560,870	\$ 125,852

Contract Period 7/1/05 - 6/30/06

	Approved Budget	Total	Actual 10/1/06-6/30/07	Actual 7/1/06-9/30/06
REVENUE				
Iowa Department of Human Rights	\$ 418,099	\$ 417,157	\$ 316,622	\$ 100,535
United Way of East Central Iowa	77,031	74,641	51,790	22,851
TOTAL REVENUE	\$ 495,130	\$ 491,798	\$ 368,412	\$ 123,386
EXPENSE				
Inn Circle Classroom	\$ 66,500	\$ 69,160	\$ 48,368	\$ 20,792
Project Success Classroom	65,700	64,919	51,120	13,799
Friendship Classroom	65,700	69,210	50,848	18,362
Benton County Classroom	66,200	59,292	45,388	13,904
First Christian	32,600	36,329	30,325	6,004
Coralville County Classroom	66,500	64,490	48,033	16,457
Waterfront Classroom	66,500	65,691	50,211	15,480
Washington Classroom	65,700	62,707	47,770	14,937
TOTAL EXPENSE	\$ 495,400	\$ 491,798	\$ 372,063	\$ 119,735

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Special Supplemental Food Program for Women, Infants, and Children (WIC)
Contract Number 5886AO34
Contract Period 10/1/06 - 9/30/07

	Approved Budget	Actual
REVENUE		
Cash:		
Iowa Department of Public Health	\$ 577,965	\$ 556,645
Department of Agriculture	-	-
Total cash	577,965	556,645
Non cash:		
Food coupons - Iowa Department of Public Health	2,000,000	2,124,752
TOTAL REVENUE	\$ 2,577,965	\$ 2,681,397
 EXPENSE		
Cash contract expense:		
Personnel costs	\$ 375,781	\$ 373,644
Contracted	46,836	38,475
Equipment	-	-
Other	95,170	86,885
Indirect	60,178	57,641
Total cash contract expense	577,965	556,645
Non cash:		
Food coupons distributed	2,000,000	2,124,752
TOTAL EXPENSE	\$ 2,577,965	\$ 2,681,397

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Alliance Child Health
Contract Number 5886AO34
Contract Period 10/1/06 - 9/30/07

	Approved Budget	Actual
REVENUE		
Department of Public Health	\$ 75,163	\$ 75,163
Other	229,217	196,054
TOTAL REVENUE	\$ 304,380	\$ 271,217
EXPENSE		
Personnel costs	\$ 252,256	\$ 225,840
Equipment	-	-
Other	13,300	10,505
Indirect	38,824	34,872
TOTAL EXPENSE	\$ 304,380	\$ 271,217

Alliance Maternal Health

REVENUE		
Department of Public Health	\$ 46,489	\$ 46,489
Enhanced services	13,200	20,931
TOTAL REVENUE	\$ 59,689	\$ 67,420
EXPENSE		
Personnel costs	\$ 48,130	\$ 56,847
Contracted providers	3,000	1,600
Other	1,398	1,060
Indirect	7,161	7,913
TOTAL EXPENSE	\$ 59,689	\$ 67,420

Alliance Dental

REVENUE		
Department of Public Health	\$ 10,963	\$ 10,779
EXPENSE		
Contracted providers	\$ 10,963	\$ 10,779

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Alliance Child Health
Contract Number 5886AO34
Contract Period 10/1/06 - 9/30/07

Alliance Hawki

	Approved Budget	Actual
REVENUE		
Department of Public Health	\$ 16,731	\$ 16,048
CSBG	-	683
	\$ 16,731	\$ 16,731
EXPENSE		
Personnel costs	\$ 16,011	\$ 16,020
Other	720	711
	\$ 16,731	\$ 16,731

Alliance I Smile

REVENUE		
Department of Public Health	\$ 50,646	\$ 49,228
EXPENSE		
Contracted providers	\$ 24,064	\$ 22,751
Other	26,582	26,477
	\$ 50,646	\$ 49,228

Alliance ABCD

REVENUE		
Department of Public Health	\$ 3,107	\$ 2,330
EXPENSE		
Contracted providers	\$ 1,987	\$ 1,987
Other	1,120	343
	\$ 3,107	\$ 2,330

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Emergency Shelter Grant Program (ESGP)
Contract Number 06-ES-001
Contract Period 7/1/07 - 6/30/08

	Approved Budget	Total
REVENUE		
HUD=ESGP - Iowa Institute	\$ 79,000	\$ 17,606
CSBG income	2,318	-
TOTAL REVENUE	\$ 81,318	\$ 17,606
EXPENSE		
Administrative:		
Indirect	\$ 2,318	\$ (467)
Homeless prevention:		
Salaries	10,209	-
Fringe	5,791	-
Total homeless prevention	16,000	-
Transitional housing - Linn:		
Utilities	16,000	10,780
Transitional housing - Johnson:		
Utilities	23,500	1,419
Transitional housing - Inn Circle:		
Utilities	23,500	5,874
TOTAL EXPENSE	\$ 81,318	\$ 17,606

Emergency Shelter Grant Program (ESGP)
Contract Number 06-ES-001
Contract Period 7/1/06 - 6/30/07

	Approved Budget	Total Actual	Actual 10/1/06-6/30/07	Actual 7/1/06-9/30/06
REVENUE				
HUD+ ESGP-Ia Institute	\$ 96,000	\$ 96,000	\$ 59,622	\$ 36,378
CSBG Income	3,125	3,416	685	2,731
TOTAL REVENUE	\$ 99,125	\$ 99,416	\$ 60,307	\$ 39,109
EXPENSE				
Administrative:				
Indirect	\$ 3,125	\$ 3,416	\$ 685	\$ 2,731
Homeless Prevention:				
Salaries	13,242	13,258	2,899	10,359
Fringe benefits	7,758	7,742	1,699	6,043
Total Homeless Prevention	21,000	21,000	4,598	16,402
Transitional housing - Linn:				
Utilities	25,000	25,000	17,477	7,523
Transitional housing - Johnson	25,000	25,000	18,796	6,204
Inn Circle:				
Utilities	25,000	25,000	18,751	6,249
TOTAL EXPENSE	\$ 99,125	\$ 99,416	\$ 60,307	\$ 39,109

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Homeless Shelter Operations
Contract Number 08-II-92001
Contract Period 7/1/07 - 6/30/08

	<u>Approved Budget</u>	<u>Actual 7/1/07-9/30/07</u>
REVENUE		
Iowa Department of Economic Development	\$ 13,000	\$ 5,211
 EXPENSE		
Washington: Utilities	<u>13,000</u>	<u>5,211</u>
TOTAL EXPENSE	<u>\$ 13,000</u>	<u>\$ 5,211</u>

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
 SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
 Community Development Block Grant
 City of Cedar Rapids
 Contract Period 7/1/06 - 6/30/07

	<u>Approved Budget</u>	<u>Total Actual</u>	<u>Actual 10/1/06-6/30/07</u>	<u>Actual 7/1/06-9/30/06</u>
REVENUE				
City of Cedar Rapids	\$ 45,997	\$ 45,997	\$ 35,220	\$ 10,777
CSBG	<u>7,317</u>	<u>2,525</u>	<u>525</u>	<u>2,000</u>
TOTAL REVENUE	<u>\$ 53,314</u>	<u>\$ 48,522</u>	<u>\$ 35,745</u>	<u>\$ 12,777</u>
EXPENSE				
Linn County support services:				
Salaries	\$ 29,516	\$ 30,375	\$ 24,662	\$ 5,713
Benefits	12,527	12,035	9,400	2,635
Client assistance	102	12	8	4
Administrative	<u>7,317</u>	<u>2,248</u>	<u>1,675</u>	<u>573</u>
Total Linn County Support Services	<u>49,462</u>	<u>44,670</u>	<u>35,745</u>	<u>8,925</u>
Homeless Prevention:				
Salaries	2,429	2,429	-	2,429
Fringe benefits	<u>1,423</u>	<u>1,423</u>	<u>-</u>	<u>1,423</u>
Total Homeless Prevention	<u>3,852</u>	<u>3,852</u>	<u>-</u>	<u>3,852</u>
TOTAL EXPENSE	<u>\$ 53,314</u>	<u>\$ 48,522</u>	<u>\$ 35,745</u>	<u>\$ 12,777</u>

City of Cedar Rapids
 Contract Period 7/1/07 - 6/30/08

	<u>Approved Budget</u>	<u>Actual 7/1/07-9/30/07</u>
REVENUE		
City of Cedar Rapids	\$ 48,104	\$ 10,807
CSBG	<u>711</u>	<u>-</u>
TOTAL REVENUE	<u>\$ 48,815</u>	<u>\$ 10,807</u>
EXPENSE		
Linn County support services:		
Salaries	\$ 25,367	\$ 7,116
Benefits	17,729	3,660
Client assistance	103	31
Administrative	<u>710</u>	<u>-</u>
Total Linn County Support Services	<u>43,909</u>	<u>10,807</u>
Homeless Prevention:		
Salaries	3,130	-
Fringe benefits	<u>1,776</u>	<u>-</u>
Total Homeless Prevention	<u>4,906</u>	<u>-</u>
TOTAL EXPENSE	<u>\$ 48,815</u>	<u>\$ 10,807</u>

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF REVENUE AND EXPENSES COMPARED WITH BUDGET
Community Development Block Grant
Home Invest Funds - City of Cedar Rapids
Contract Period 6/1/2006 - 5/31/2009

	<u>Approved Budget</u>	<u>Total Actual</u>	<u>Actual 10/1/06-9/30/07</u>	<u>Actual 7/1/06-9/30/06</u>
REVENUE				
City of Cedar Rapids	\$ 500,000	\$ 427,094	\$ 271,530	\$ 155,564
Participant Fees	<u>78,000</u>	<u>4,176</u>	<u>595</u>	<u>3,581</u>
Sub-total	578,000	431,270	272,125	159,145
Other program cash match support	<u>125,000</u>	<u>36,704</u>	<u>34,468</u>	<u>2,235</u>
TOTAL PROGRAM REVENUE	<u>\$ 703,000</u>	<u>\$ 467,973</u>	<u>\$ 306,593</u>	<u>\$ 161,380</u>
EXPENSE				
Administration	\$ 25,000	\$ 11,998	\$ 9,304	\$ 2,695
Operations	111,000	23,283	19,552	3,732
Acquisition/Rehab/Relocation	410,000	337,407	189,235	148,171
Design/Testing/Development	<u>32,000</u>	<u>58,581</u>	<u>54,034</u>	<u>4,547</u>
Total Linn County support services	578,000	431,270	272,125	159,145
Other program cash match expense	<u>125,000</u>	<u>36,703</u>	<u>34,468</u>	<u>2,235</u>
TOTAL PROGRAM EXPENSE	<u>\$ 703,000</u>	<u>\$ 467,973</u>	<u>\$ 306,593</u>	<u>\$ 161,380</u>



Board of Directors, Audit Committee,
and Management
Hawkeye Area Community Action Program, Inc.
Hiawatha, Iowa

We have completed our audit of the Hawkeye Area Community Action Program, Inc. financial statements as of and for the year ended September 30, 2007, and have issued our report dated March 27, 2008. In connection with our audit engagement, we noted the following matters which we would like to bring to your attention.

Inventory Valuation Basis

America's Second Harvest performs an annual study to determine the average wholesale value of one pound of donated product. HACAP uses this value in determining the fair value of donated food it receives and distributes. We recommend that those charged with governance have a discussion regarding at what point in the year it is appropriate to adopt the new average wholesale value each year so that the new valuation basis is consistently applied from year to year.

Land Costs

Previously, the land portion of most of HACAP's properties has not been listed separately on the depreciation schedules. This creates the potential for the over depreciation of the properties since generally accepted accounting principles do not allow for the depreciation of land costs. During this year's audit the land cost of each property was identified. We recommend that the depreciation schedules should now be adjusted going forward so that land costs are listed separately and not depreciated. The potential future misstatement from depreciating land costs that had not been previously identified was \$979,214.

Non-capitalized Equipment

Previously, the cost of non-capitalized equipment (\$890,234 at September 30, 2007) was included with the cost of equipment on the financial statements as well as an offsetting amount which was included in accumulated depreciation. The Organization keeps track of these amounts on the balance sheet for grant purposes. The presentation of these amounts was changed for this year's financial statements so that they are netted against each other. There is no change to the net property and equipment between the two presentations, but with the prior presentation both the gross equipment costs and the gross accumulated depreciation amounts were overstated.

Interfund Transfers

We recommend that in the future, revenue account # 3999 (deferred income/carryover), not be used to account for interfund transfers when a new grant year fund is set up. Interfund transfers should not affect either revenues or expenses.

New Auditing Standards

Over the past few years, because of the Enron scandal and other business failures, internal control over financial reporting has received increased attention. In our profession, newly released auditing standards will hold auditors to a higher level of performance regarding our evaluation of our clients' internal controls. These new requirements become effective for next year's audit.

Many of our clients have told us that they too have observed an increased level of interest in internal control and other corporate governance matters. We believe that the renewed emphasis on financial reporting controls is warranted and ultimately will be beneficial for the audit profession, the entities we serve, and financial statement users.

In general, audit clients should expect their auditors to:

- Perform more work to gather information and form an understanding of the business and its environment.
- Perform more extensive procedures to evaluate internal control design.
- In some cases, shift portions of the work relating to understanding the business, its environment, and its internal control to a period of time well in advance of the organization's year-end.
- Involve more experienced audit personnel in gathering information about the organization and its internal control.

The new standards are the most significant change to auditing in the last thirty years. As may be expected, these additional procedures will result in increased audit time and costs. Over the next year, as implementation takes place, we will work with you to make the transition as smooth as possible.

This letter is intended solely for the information and use of the board of directors, audit committee, management, and others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

Clifton Gunderson LLP

Cedar Rapids, Iowa
March 27, 2008



**Independent Auditor's 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,
Audit Committee, and
Management
Hawkeye Area Community Action Program, Inc.
Hiawatha, Iowa

We have audited the financial statements of Hawkeye Area Community Action Program, Inc. as of and for the year ended September 30, 2007, and have issued our report thereon dated March 27, 2008. 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 Hawkeye Area Community Action Program, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the entity's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be a significant deficiency.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiency described in the accompanying schedule of findings and responses (see reference number 07-II-1) to be a significant deficiency in internal control over financial reporting.

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that the significant deficiency described above is not a material weakness.

Compliance and Other Matters

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

Hawkeye Area Community Action Program, Inc.'s response to the finding identified in our audit is described in the accompanying schedule of findings and responses. We did not audit Hawkeye Area Community Action Program, Inc.'s response and, accordingly, we express no opinion on it.

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

Clifton Henderson LLP

Cedar Rapids, Iowa
March 27, 2008

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended September 30, 2007

PART I: SUMMARY OF INDEPENDENT AUDITOR'S RESULTS

1. An unqualified opinion was issued on the financial statements.
2. A significant deficiency in internal control over financial reporting was disclosed by the audit of the financial statements. The deficiency was not considered to be a material weakness.
3. The audit did not disclose any non-compliance that is material to the financial statements.

PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS

07-II-1: Audit Adjustments

Criteria: The Organization should have adequate procedures to provide for the accuracy and reliability of the trial balance given to the auditor.

Condition: During the course of the audit, misstatements that had a significant effect on the Organization's financial statement were brought to our attention. Adjusting journal entries were made to correct these misstatements.

Context: For many years the Organization has engaged independent public accountants to propose various adjusting journal entries. We will continue to perform these functions for you in the future if so directed by you, however, as independent auditors, we cannot be considered part of the Organization's internal control system for this area. Without our present level of assistance in this function, there may not be a high level of assurance that any potential omissions or other errors that are significant would be identified and corrected in the Organization's financial statements. We are now required to disclose these matters to you under new auditing standards which became effective for this year's audit. Management was aware of the necessary adjustments but waited for the auditor to help make the adjustments.

Effect: As a result of this condition, there is a higher risk that misstatements that are more than inconsequential to the financial statements could be reported.

Cause: The Organization has relied on the independent auditor to some degree to provide assurance that the financial statements are not materially misstated.

Recommendation:

We recommend that sufficient trial balance review procedures be performed by an individual possessing a thorough understanding of applicable generally accepted accounting principles and having knowledge of the Organization's activities and operations, so that all account balances are adjusted prior to the audit.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended September 30, 2007

PART II: FINDINGS RELATED TO THE FINANCIAL STATEMENTS (CONTINUED)

07-II-1: Audit adjustments (continued)

Management Response:

HACAP has not had an employee on staff who has possessed the detailed understanding of all applicable generally accepted accounting principles (GAAP) to the extent required to fully adjust the trial balance in accordance with GAAP as they are very extensive. We have relied upon our Independent Auditor to assist in identification of adjustments to the trial balance that fell beyond our scope of knowledge.

We have recently hired a Business Manager who possesses the skills necessary to maintain HACAP's financial systems in compliance with GAAP standards. Management believes this is the best approach to acquiring the required understanding of current generally accepted accounting principles as they apply to our operations.

In the meantime, current staff will prepare a limited adjusted trial balance based on recent year's audit results to ensure that adjustments previously identified have been addressed for current financial periods.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended September 30, 2007

PART III: OTHER FINDINGS RELATED TO STATUTORY REQUIREMENTS
AND OTHER MATTERS

No matters were reported.



HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
Hiawatha, Iowa

INDEPENDENT AUDITOR'S REPORTS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
September 30, 2007



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**Independent Auditor's 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
Hawkeye Area Community Action Program, Inc.
Hiawatha, Iowa

We have audited the financial statements of Hawkeye Area Community Action Program, Inc. as of and for the year ended September 30, 2007, and have issued our report thereon dated March 27, 2008. 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 Hawkeye Area Community Action Program, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing our opinion on the effectiveness of the organization's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the organization's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider to be a significant deficiency.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with U.S. generally accepted accounting principles, such that there is more than a remote likelihood a misstatement of the organization's financial statements that is more than inconsequential will not be prevented or detected by the organization's internal control. We consider item 07-II-1 described in the accompanying schedule of findings and questioned costs to be a significant deficiency in internal control over financial reporting.

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that the significant deficiency described above is not a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Hawkeye Area Community Action Program, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters, 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*.

Hawkeye Area Community Action Program's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Hawkeye Area Community Action Program's response and, accordingly, we express no opinion on it.

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

Clifton Gunderson LLP

Cedar Rapids, Iowa
March 27, 2008



**Independent Auditor's Report on Compliance with
Requirements Applicable to Major Programs and on Internal
Control Over Compliance and Schedule of Expenditures of Federal
Awards in Accordance with OMB Circular A-133**

Board of Directors
Hawkeye Area Community Action Program, Inc.
Hiawatha, Iowa

Compliance

We have audited the compliance of Hawkeye Area Community Action Program, Inc. 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, 2007. Hawkeye Area Community Action Program, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Hawkeye Area Community Action Program, Inc.'s management. Our responsibility is to express an opinion on the Hawkeye Area Community Action Program, Inc.'s compliance based on our audit.

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

In our opinion, Hawkeye Area Community Action Program, Inc. 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, 2007.

Internal Control Over Compliance

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

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

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

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

Hawkeye Area Community Action Program, Inc.'s responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Hawkeye Area Community Action Program, Inc.'s responses and, accordingly, we express no opinion on them.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of Hawkeye Area Community Action Program, Inc. as of and for the year ended September 30, 2007, and have issued our report thereon dated March 27, 2008. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 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.

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

Clifton Henderson LLP

Cedar Rapids, Iowa
March 27, 2008,
except for the portion of the report pertaining to the
Schedule of Expenditures of Federal Awards,
as to which the date is June 25, 2008

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended September 30, 2007

Federal Grantor/Pass-Through Grantor/Program Title	CFDA * Number	Budgeted/ Award Amount	Federal Expenditures
U.S. Department of Health and Human Services:			
Direct Awards:			
Head Start - 2006	93.600	\$ 5,356,212	\$ 4,033,908
Head Start - 2007	93.600	5,278,022	<u>1,118,835</u>
Total CFDA # 93.600			<u>5,152,743</u>
Passed Through Iowa Department of Human Rights:			
Community Services Block Grant 06-02-C	93.569	782,851	189,340
Community Services Block Grant 07-02-C	93.569	782,851	<u>562,107</u>
Total CFDA # 93.569			<u>751,447</u>
Low Income Home Energy Assistance Program			
HEAP - Weatherization - 06	93.568	2,509,714	2,507,485
HEAP - Weatherization - 07	93.568	867,820	224,364
	93.568	637,160	<u>250,254</u>
Total CFDA # 93.568			<u>2,982,103</u>
Passed Through Iowa Department of Human Services:			
Child Care Block Grant Wrap Around - 07	93.575	N/A	625,304
Child Care Block Grant Wrap Around - 08	93.575	N/A	14,701
Passed Through Iowa East Central T.R.A.I.N.:			
Child Care Resource & Referral and Provider Training - 07	93.596	N/A	75,227
Child Care Resource & Referral and Provider Training - 08	93.596	N/A	<u>20,372</u>
Total Cluster CFDA # 93.575 and # 93.596			<u>735,604</u>
Passed Through Heritage Area Agency on Aging:			
Nutrition and Outreach Program - 07	93.045	N/A	<u>78,441</u>
Passed Through Iowa Department of Public Health:			
Alliance Child Health	93.994	75,163	75,163
Alliance Maternal Health	93.994	46,489	<u>46,489</u>
Total CFDA # 93.994			<u>121,652</u>
Immunization Project - 06			
Immunization Project - 06	93.268	N/A	2,425
Immunization Project - 07	93.268	N/A	<u>4,204</u>
Total CFDA # 93.268			<u>6,629</u>
Total U.S. Department of Health and Human Services			<u>9,828,619</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended September 30, 2007

Federal Grantor/Pass-Through Grantor/Program Title	CFDA * Number	Budgeted/ Award Amount	Federal Expenditures
U.S. Department of Agriculture:			
Passed Through Iowa Department of Public Health:			
Special Supplemental Food Program for Women, Infants and Children (WIC):			
Cash	10.557	577,965	556,645
Noncash - Food Coupons	10.557	2,000,000	<u>2,124,752</u>
Total CFDA # 10.557			<u>2,681,397</u>
Passed Through Iowa Department of Education:			
Child and Adult Care Food Program - Centers	10.558	428,306	385,593
Child and Adult Care Food Program - Home Providers	10.558	522,493	<u>616,686</u>
Total CFDA # 10.558			<u>1,002,279</u>
Passed Through Iowa Department of Human Services:			
Emergency Food Assistance Program - Commodities	10.569		<u>150,089</u>
Total U.S. Department of Agriculture			<u>3,833,765</u>
U.S. Department of Housing and Urban Development:			
Direct Awards:			
Supportive Housing Program II - 18	14.235	466,173	361,512
Supportive Housing Program II - 19	14.235	466,173	100,490
HUD V - 07	14.235	213,828	168,431
HUD V - 08	14.235	213,828	66,605
Chronically Homeless	14.235	53,500	18,301
Total CFDA # 14.235			<u>715,339</u>
Passed Through City of Iowa City:			
HOME Investment Partnership - Loan	14.239		112,000
HOME Investment Partnership - Loan	14.239		136,900
HOME Investment Partnership - Loan	14.239		228,500
Passed Through City of Cedar Rapids:			
HOME Investment Partnership - Loan	14.239		1,034
HOME Investment Partnership	14.239	500,000	<u>271,530</u>
Total CFDA # 14.239			<u>749,964</u>

(continued)

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended September 30, 2007

Federal Grantor/Pass-Through Grantor/Program Title	CFDA * Number	Budgeted/ Award Amount	Federal Expenditures
U.S. Department of Housing and Urban Development: (continued)			
Passed Through the City of Cedar Rapids:			
Community Development Block Grant - 07	14.219	45,997	35,220
Community Development Block Grant - 08	14.219	48,104	<u>10,807</u>
Total CFDA # 14.219			<u>46,027</u>
 Cedar Rapids Lead Project	 14.900		 <u>374,441</u>
 Passed Through the Iowa Finance Authority:			
Emergency Shelter Grant Program - 07	14.231	96,000	59,622
Emergency Shelter Grant Program - 08	14.231	79,000	<u>17,606</u>
Total CFDA # 14.231			<u>77,228</u>
Total U.S. Department of Housing and Urban Development			<u>1,962,999</u>
 U.S. Department of Energy:			
Passed Through Iowa Department of Human Rights:			
Weatherization Assistance DOE - 06	81.042	546,571	166,793
Weatherization Assistance DOE - 07	81.042	455,235	<u>440,368</u>
Total U.S. Department of Energy and CFDA # 81.042			<u>607,161</u>
 U.S. Department of Labor:			
Passed Through Heritage Agency on Aging:			
Senior Community Services Employment Program - 07	17.235		223,966
Senior Community Services Employment Program - 08	17.235		<u>79,189</u>
Total U.S. Department of Labor and CFDA # 17.235			<u>303,155</u>
 U.S. Department of Homeland Security:			
Emergency Food and Shelter National Board Program - 07	97.024		<u>2,902</u>
Total Federal Awards			<u>\$ 16,538,601</u>

*Catalog of Federal Domestic Assistance Number

This information should be read only in connection with the
notes to schedule of expenditure of federal awards.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
September 30, 2007

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Hawkeye Area Community Action Plan, Inc. and is presented on the accrual basis of accounting. The information on 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 financial statements.

Nonmonetary Assistance

Nonmonetary assistance is reported in the schedule at the fair market value of the nonmonetary assistance received and disbursed.

NOTE 2 - LOAN GUARANTEES OUTSTANDING

The value of federal awards expended in the form of loan guarantees was \$478,434 which was the balance of the outstanding HOME Investment Partnership loans at September 30, 2007.

This information is an integral part of the accompanying
schedule of expenditures of federal awards.

**HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended September 30, 2007**

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Deficiencies identified that are not considered to be material weaknesses? X Yes _____ None Reported

Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes X No
- Deficiencies identified that are not considered to be material weaknesses? _____ Yes X None Reported

Type of auditor's report issued on compliance for major programs Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133? _____ Yes X No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
14.235	Supportive Housing Program
14.239	Home Investment Partnerships Program
81.042	Weatherization Assistance For Low-Income Persons
93.568	Low-Income Home Energy Assistance
93.569	Community Services Block Grant
93.600	Head Start

Dollar threshold used to distinguish between type A and type B programs: \$ 496,158

Auditee qualified as low-risk auditee? X Yes _____ No

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended September 30, 2007

SECTION II - FINANCIAL STATEMENT FINDINGS

07-II-1: Audit Adjustments

Criteria: The Organization should have adequate procedures to provide for the accuracy and reliability of the trial balance given to the auditor.

Condition: During the course of the audit, misstatements that had a significant effect on the Organization's financial statements were brought to our attention. Adjusting journal entries were made to correct these misstatements.

Context: For many years the Organization has engaged independent public accountants to propose various adjusting journal entries. We will continue to perform these functions for you in the future if so directed by you, however, as independent auditors, we cannot be considered part of the Organization's internal control system for this area. Without our present level of assistance in this function, there may not be a high level of assurance that any potential omissions or other errors that are significant would be identified and corrected in the Organization's financial statements. We are now required to disclose these matters to you under new auditing standards which became effective for this year's audit. Management was aware of the necessary adjustments but waited for the auditor to help make the adjustments.

Effect: As a result of this condition, there is a higher risk that misstatements that are more than inconsequential to the financial statements could be reported.

Cause: The Organization has relied on the independent auditor to some degree to provide assurance that the financial statements are not materially misstated.

Recommendation:

We recommend that sufficient trial balance review procedures be performed by an individual possessing a thorough understanding of applicable generally accepted accounting principles and having knowledge of the Organization's activities and operations, so that all account balances are adjusted prior to the audit.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended September 30, 2007

SECTION II: FINANCIAL STATEMENT FINDINGS (CONTINUED)

07-II-1: Audit adjustments (continued)

Management Response:

HACAP has not had an employee on staff who has possessed the detailed understanding of all applicable generally accepted accounting principles (GAAP) to the extent required to fully adjust the trial balance in accordance with GAAP as they are very extensive. We have relied upon our Independent Auditor to assist in identification of adjustments to the trial balance that fell beyond our scope of knowledge.

We have recently hired a Business Manager who possesses the skills necessary to maintain HACAP's financial systems in compliance with GAAP standards. Management believes this is the best approach to acquiring the required understanding of current generally accepted accounting principles as they apply to our operations.

In the meantime, current staff will prepare a limited adjusted trial balance based on recent year's audit results to ensure that adjustments previously identified have been addressed for current financial periods.

SECTION III - FEDERAL AWARD FINDINGS

None.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
CORRECTIVE ACTION PLAN
Year Ended September 30, 2007

07-II-1: Audit Adjustments

HACAP recently hired a Business Manager who possesses the skills necessary to maintain HACAP's financial systems in compliance with GAAP standards. Management believes this is the best approach to acquiring the required understanding of current generally accepted accounting principles as they apply to our operations.

In the meantime, current staff will prepare a limited adjusted trial balance based on recent year's audit results to ensure that adjustments previously identified have been addressed for current financial periods.

HAWKEYE AREA COMMUNITY ACTION PROGRAM, INC.
SCHEDULE OF STATUS OF PRIOR AUDIT FINDINGS
Year Ended September 30, 2007

There were no prior year audit findings.