

**RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.**

**Indianola, Iowa**

**FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA**

**(OMB Circular A-133, Single Audit Report)**

**September 30, 2007 and 2006**

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

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Indianola, Iowa

**Table of Contents**

	<u>Pages</u>
Board of Directors and Officers	1
Independent Auditor's Report	2
Statements of Financial Position	3
Statements of Activities and Changes in Net Assets	4
Statements of Cash Flows	5
Notes to Financial Statements	6-12
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	13-14
Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133	15-16
Schedule of Findings and Questioned Costs	17
Schedule of Expenditures of Federal Awards	18-19
Notes to Schedule of Expenditures of Federal Awards	20
Combining Statement of Financial Position	21-24
Combining Statement of Activities	25-30
Schedules of Expenses Compared to Budget	
Community Services Block Grant 07-12-CU	31
Community Services Block Grant 06-12-CU	32
Low Income Home Energy Assistance Program	33
HEAP Weatherization Assistance	34
Weatherization Assistance Programs	35-38
I Care Fund	39
Hometown Care Fund	40
Aquila Cares Fund	41
Transportation Program Services - Warren County	42-43
Emergency Food and Shelter National Board Program	44
Chore Service Program	45
Homeless Shelter Operations Grants Program	46
Low Income Housing - Greene Apartments	47
Transitional Housing	47
Earned Income Tax Credit	48
Schedule of Changes in Fund Balances - Local Funds	49

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Board of Directors and Officers****Officers**

Dave Discher  
 Dave Reed  
 Beverly Dickerson

President  
 Vice-President  
 Secretary-Treasurer

**Board Members**

<u>County</u>	<u>Representing Private</u>	<u>Representing Government</u>	<u>Representing Low-Income</u>
Boone	Pat Triska	Dave Reed	Daryl Boelman
Jasper	Jody Elscott	John Parsons	Jerry Sawin
Marion	Vacant	Sam Nichols	John Leeper
Polk	Eva Howe	Dave Discher	Vacant
Warren	Dixie Downey	Marvin Grace	Beverly Dickerson

**Management**

## Central Administrative Office

Bill Peppmeier  
 Laura Hudson

Richard Oosterhuis  
 Laverta Foust  
 Bryan Downey

Mindi Lane

Boone County Center  
 Joyce O'Tool

Jasper County Center  
 Sue Eldred

Marion County Center  
 Nancy Hulgan

Polk County Center  
 Sharon Brooks

Warren County Center  
 Laurel Cogswell

Executive Director  
 Weatherization  
 Coordinator/Operations  
 Manager/Program Planner  
 Fiscal Manager  
 Energy Manager  
 Weatherization  
 Evaluator/Inspector  
 Outreach Specialist

County Coordinator

County Coordinator

County Coordinator

County Coordinator

County Coordinator

**MERIWETHER, WILSON AND COMPANY, P.L.C.**  
CERTIFIED PUBLIC ACCOUNTANTS

CRAIG A. DITSWORTH, CPA  
WILLIAM H. BOORN, CPA  
DENNIS L. MUELLER, CPA  
DENNIS J. WAGNER, CPA  
STEPHEN L. KOEHN, CPA  
SUSAN K. CHANTLAND, CPA  
C. MARK LINCOLN, CPA  
JOHN E. ORTHAUS, CPA  
SCOTT W. MILLER, CPA  
WILLIAM J. BAUER, CPA  
WENDY G. WIEDNER, CPA  
JON J. PAULSEN, CPA  
MICHAEL T. BURTON, CPA

OFFICES AT

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

TELEPHONE

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

FAX

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

INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Red Rock Area Community Action Program, Inc.  
Indianola, Iowa

We have audited the accompanying Statements of Financial Position of Red Rock Area Community Action Program, Inc. (a nonprofit organization) as of September 30, 2007 and 2006, and the related Statements of Activities and Changes in Net Assets 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 audit.

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 Red Rock 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.

In accordance with Government Auditing Standards, we have also issued a report dated January 3, 2008, on our consideration of Red Rock Area Community Action Program, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audits were performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations, and is not a required part of the basic financial statements. The additional supporting schedules that follow are presented for purposes of further analysis and also are not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

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

January 3, 2008  
West Des Moines, Iowa

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Statements of Financial Position

September 30,

	<u>2007</u>	<u>2006</u>
<b>Assets</b>		
<b>Current Assets</b>		
Cash	\$ 226,517	153,528
Receivables	121,506	198,345
Prepaid Expenses	5,998	15,812
Total Current Assets	<u>354,021</u>	<u>367,685</u>
<b>Tenants' Security Deposits Held in Trust - Cash</b>	<u>3,620</u>	<u>2,896</u>
<b>Property and Equipment</b>		
Land	19,200	19,200
Buildings and Improvements	441,080	437,455
Vehicles	50,412	50,412
Furnishings and Equipment	288,848	266,820
	<u>799,540</u>	<u>773,887</u>
Accumulated Depreciation	475,233	430,277
Net Property and Equipment	<u>324,307</u>	<u>343,610</u>
<b>Total Assets</b>	<u><u>\$ 681,948</u></u>	<u><u>714,191</u></u>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 39,345	26,179
Mortgages Payable - Current Portion	2,467	26,254
Accrued Expenses	47,745	45,600
Deferred Revenue	19,352	117,414
Total Current Liabilities	<u>108,909</u>	<u>215,447</u>
<b>Deposit Liabilities - Tenants' Security Deposits</b>	<u>3,620</u>	<u>2,896</u>
<b>Long-Term Debt</b>		
Mortgages Payable, Net of Current Portion	<u>124,242</u>	<u>126,708</u>
<b>Total Liabilities</b>	<u>236,771</u>	<u>345,051</u>
<b>Net Assets</b>		
Unrestricted		
Designated for Programs and Counties	390,534	325,170
Undesignated	54,643	43,970
Total Net Assets	<u>445,177</u>	<u>369,140</u>
<b>Total Liabilities and Net Assets</b>	<u><u>\$ 681,948</u></u>	<u><u>714,191</u></u>

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

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Statements of Activities and Changes in Net Assets

Years Ended September 30,

	Unrestricted	
	2007	2006
<b>Support and Revenue</b>		
Government Grants and Contract Revenue	\$ 3,285,850	4,077,735
Project Income	73,426	77,904
Local Public Support	73,734	82,209
Contributions and Other Income	19,580	20,301
Interest	8,094	13,270
Total Support and Revenue	<u>3,460,684</u>	<u>4,271,419</u>
<b>Expenses</b>		
Low Income Home Energy Assistance Program	1,894,545	2,783,979
Weatherization Programs	472,894	309,320
Community Services Block Grant	304,939	324,782
Transportation Program Services	266,401	250,687
I Care Fund	123,346	256,327
County Funds	82,458	120,356
Hometown Care	52,918	97,089
Earned Income Tax Credit	50,000	--
Emergency Food and Shelter National Board Program	41,237	47,339
Housing Programs	37,516	37,684
Homeless Shelter Operations Grants Program	22,505	21,445
Emergency Shelter Grants Program	19,130	14,595
Embrace Iowa	9,444	10,667
Chore Service Program	7,765	10,110
Other Programs	9,578	13,012
Undesignated Fund	10,654	11,209
Total Expenses	<u>3,405,330</u>	<u>4,308,601</u>
<b>Change in Net Assets Before Capital Additions</b>	55,354	(37,182)
<b>Capital Additions - Grant Funds Provided for Acquisitions of Capital Assets</b>	<u>20,683</u>	<u>22,066</u>
<b>Change in Net Assets</b>	76,037	(15,116)
<b>Net Assets at Beginning of Year</b>	<u>369,140</u>	<u>384,256</u>
<b>Net Assets at End of Year</b>	<u>\$ 445,177</u>	<u>369,140</u>

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

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Statements of Cash Flows**

Years Ended September 30,

	<u>2007</u>	<u>2006</u>
<b>Cash Flows from Operating Activities</b>		
Change in Net Assets	\$ 76,037	(15,116)
Adjustments to Reconcile Change in Net Assets to Net Cash Flows from Operating Activities - Depreciation	44,957	42,313
(Increase) Decrease in		
Receivables	76,839	(98,364)
Prepaid Expenses	9,814	(8,423)
Deposits Held in Trust	(724)	333
Increase (Decrease) in		
Accounts Payable	13,166	1,638
Accrued Expenses	2,145	17,936
Deferred Revenue	(98,062)	115,694
Tenants' Security Deposits	724	(333)
Net Cash Flows from Operating Activities	<u>124,896</u>	<u>55,678</u>
<b>Cash Flows from Investing Activities</b>		
Purchase of Property and Equipment	<u>(25,654)</u>	<u>(47,860)</u>
<b>Cash Flows from Financing Activities</b>		
Repayments on Mortgages	<u>(26,253)</u>	<u>(12,954)</u>
<b>Change in Cash</b>	72,989	(5,136)
<b>Cash Balances - Beginning of Year</b>	<u>153,528</u>	<u>158,664</u>
<b>Cash Balances - End of Year</b>	<u>\$ 226,517</u>	<u>153,528</u>
<b>Supplemental Disclosure of Cash Flow Data</b>		
Cash Paid During the Years for		
Interest	<u>\$ 4,604</u>	<u>5,764</u>
Income Taxes	<u>\$ --</u>	<u>--</u>

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

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Notes to Financial Statements**

September 30, 2007 and 2006

**1. Nature of Activities****Reporting Entity**

Red Rock Area Community Action Program, Inc. (RRACAP) is a private nonprofit corporation organized and incorporated in 1976 under Chapter 504A of the Code of Iowa. RRACAP is a community action agency as defined in state law, and the mission of the Organization is to provide advocacy, coordination of services, access to other programs and direct services when necessary to meet the basic needs of the economically disadvantaged and others. RRACAP administers programs funded by federal, state, and local agencies for the benefit of eligible participants. The Organization serves five central Iowa counties and its main office is located in Indianola, Iowa. This report includes the financial statements of all programs (including general funds) administered by RRACAP.

**2. Summary of Significant Accounting Policies**

The accompanying financial statements have been prepared in accordance with guidelines established for nonprofit organizations by the American Institute of Certified Public Accountants. The following describes the significant accounting policies.

**Basis of Accounting**

The accompanying financial statements have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

**Income Taxes**

RRACAP is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Chapter 504A of the Code of Iowa. RRACAP has been determined not to be a "private foundation" within the meaning of Section 509A of the Internal Revenue Code.

**Financial Statement Presentation and Contributions**

The Organization reports financial information in accordance with Statements of Financial Accounting Standards (SFAS) Nos. 117 and 116. SFAS No. 117 requires the Organization to report information regarding its financial position and activities according to three classes of net assets, while SFAS No. 116 requires classification of contributions received as unrestricted, temporarily restricted, or permanently restricted depending on donor restrictions.

**Cash**

For purposes of the Statement of Cash Flows, the Organization considers all highly liquid debt instruments purchased with maturity of three months or less to be cash equivalents.

**Receivables**

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

**Property and Equipment**

Use of unrestricted funds for property and equipment acquisitions are accounted for as transfers to the property and equipment fund. Proceeds from the sale of property and equipment assets, if unrestricted, are transferred to unrestricted net assets, or, if restricted, to restricted or temporarily restricted net assets for property and equipment acquisition.

Property and equipment are recorded at cost if purchased or at fair value if contributed. Expenses for maintenance, repair, and minor replacements are charged to the current period, while the cost of major replacements, betterments, and acquisitions is capitalized. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets. Property and equipment acquired with grantor funds is expensed to the appropriate program and capitalized through a direct charge to net assets.

Long-lived assets to be held and used are tested for recoverability whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. When required, impairment losses on assets would be recognized based upon the fair value of the asset. During the years ended September 30, 2007 and 2006, no events or changes in circumstances indicated that the carrying values of long-lived assets might not be recoverable, and no impairment losses were recognized.

### **Revenue Recognition**

Revenue from grant awards, contracts, and other services are recognized when earned. Revenue from grants and contracts is recognized only to the extent that they are expended in accordance with grantor designation. Any designated revenues which have been received but not expended, are classified as deferred revenue in the liability section of the accompanying Statement of Financial Position. Revenue from other support and donations is recognized when received.

### **Contributed Services**

RRACAP receives a significant amount of services donated from unpaid volunteers assisting with various programs. No amounts have been recognized in the statement of activities because the criteria for recognition under SFAS No.116 have not been satisfied.

### **Allocation of Expenses**

The Organization generally allocates building rent, telephones and utilities to program activities based on estimates of usage. Wage and benefit costs are allocated directly to programs benefited on the basis of time sheets. Other costs of operations are allocated based on estimates of usage or direct charges incurred.

### **Financial Instruments**

The carrying amounts of current assets and liabilities approximate their fair values due to the short-term maturities of these financial instruments. The carrying amounts of mortgages payable and debt issued pursuant to the Company's bank credit agreements approximate fair value because the interest rates on these financial instruments approximate a market rate.

### **Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates.

### **Reclassifications**

Certain reclassifications to the 2006 financial statements have been made to conform to the 2007 presentation.

## **3. Principal Programs**

The following is a summary description of the principal programs administered by the Organization:

### **Housing Programs**

The Organization has established a program to provide housing for low-income families. To fund this program, the Organization has received loans, grants and donations to purchase and maintain facilities for low-income housing.

### **Community Services Block Grant (CSBG)**

Funded by the U.S. Department of Health and Human Services through the Iowa Department of Human Rights. The Organization used these funds primarily to cover operating and administrative expenses.

### **Low Income Home Energy Assistance Program (LIHEAP)**

Funded by the U.S. Department of Health and Human Services through the Iowa Department of Human Rights. The program is established to aid low-income families and individuals in paying their household heating costs.

### **Transportation Program Services**

Aging Resources administers Federal Title IIIB Funds. The Heart of Iowa Regional Transit Agency (HIRTA) administers State Transit Assistance Funds, FTA Operating Funds, and FTA Capital Funds. HIRTA has contracted Red Rock Area Community Action Program, Inc. to provide public transit services, which are open to the public without discrimination in Warren County. Other contracted funding includes Warren County Area Empowerment Board and Warren County Mental Health.

### **Weatherization Programs**

Weatherization assistance programs are funded through grants from the U.S. Department of Energy and the U.S. Department of Health and Human Services through the Iowa Department of Human Rights. Area utility companies also provide funding through the Iowa Department of Human Rights. These programs provide resources to increase the energy efficiency of homes of qualifying low-income households.

### **I Care and Hometown Care**

I Care and Hometown Care are funded by customer contributions to local utility companies. These companies provide funds to the Organization to help provide assistance to low-income utility customers in local communities.

**Earned Income Tax Credit**

The Earned Income Tax Credit program is funded directly through the U.S. Department of Health and Human Services. This program helps low and moderate income families become more knowledgeable about money management by providing and disseminating information on earned income tax credits.

**Other Programs**

A summary of expenses of other programs administered by the Organization not specifically set forth on the Statement of Activities is as follows:

Program Title	2007	2006
I.E. Counsel	\$3,367	4,703
Aquila Cares	2,865	--
Hunger Hike	1,474	2,546
Warm Holidays	1,000	--
Recare Midland	642	1,122
Indianola Share	230	--
Project H.E.L.P.E.R.	--	3,300
Operation Roundup	--	1,341
	\$9,578	13,012

**4. Cash in Banks**

The Organization maintains bank accounts in several local banks and these balances may sometimes exceed the maximum amount insured by the Federal Deposit Insurance Corporation (\$100,000). At September 30, 2007, the Organization had deposits in excess of insured limits totaling \$132,919 (\$35,556 in 2006), which were held in a corporate cash management sweep account. Funds in this account are collateralized by U.S. Treasury Notes pledged by the bank.

**5. Concentration of Support**

In the year ended September 30, 2007, the Organization received approximately 81% (83% in 2006) of its support and revenue from governmental grants. A significant reduction in the level of government funding would have a major effect on the Organization's program activities.

**6. Receivables**

Receivables are summarized as follows:

Due From	Program Activity	2007	2006
<b>Grant or Program Funds</b>			
Heart of Iowa Regional Transit Agency	Warren Transportation	\$ 27,600	14,894
Iowa Department of Human Rights	CSBG	8,427	35,776
Iowa Department of Human Rights	DOE Weatherization	7,551	18,794
Iowa Department of Human Rights	Weatherization - Utility Cos.	7,022	45,470
Iowa Department of Human Rights	LIHEAP	7,019	2,133
Iowa Department of Human Rights	HEAP Weatherization	6,058	19,178
City of Des Moines	Emergency Shelter Grant	3,598	6,102
U.S. Department of HHS	Earned Income Tax Credit	3,182	--
Iowa Institute for Community Alliances	Homeless Shelter Operations	1,422	6,718
<b>Other Receivables by Program Activity</b>			
<b>Undesignated Fund</b>			
Marion County		15,084	20,331
Boone Co. Opportunity Programs, Inc.		--	1,120
Other		1,588	2,119
Warren Transportation		25,640	16,659
LIHEAP		2,910	2,907
I Care		30	2,266
County Funds		1,706	1,706
Chore		2,669	1,638
Emergency Food and Shelter		--	531
CSBG		--	3
		\$ 121,506	198,345

## 7. Property and Equipment

Property and equipment are summarized as follows:

2007				
Type of Equipment	Cost	Depreciation Expense	Accumulated Depreciation	Undepreciated Cost
<b>Program Equipment</b>				
CSBG				
Office Equipment	\$ 45,575	3,806	19,956	25,619
LIHEAP				
Office Equipment	82,157	1,599	78,690	3,467
Weatherization				
WX Equipment	20,317	3,801	7,705	12,612
Transportation				
Vans and Related Equipment	54,549	50	54,377	172
Chore				
Yard Equipment	8,784	637	5,681	3,103
I Care				
Office Equipment	3,974	795	1,126	2,848
I.E. Counsel				
Office Equipment	2,655	483	523	2,132
Emergency Shelter				
Grants Program				
Office Equipment	2,668	--	2,668	--
Total Program Equipment	220,679	11,171	170,726	49,953
<b>Low Income Housing</b>				
Land	10,000	--	--	10,000
Buildings and Improvements	248,633	12,454	159,267	89,366
Furnishings	9,658	972	6,172	3,486
	268,291	13,426	165,439	102,852
<b>Transitional Housing</b>				
Land	2,000	--	--	2,000
Buildings and Improvements	27,317	1,173	22,604	4,713
Furnishings	939	33	67	872
	30,256	1,206	22,671	7,585
<b>General Agency and Counties</b>				
Land	7,200	--	--	7,200
Buildings and Improvements	165,130	10,217	29,696	135,434
Furnishings and Equipment	107,984	8,937	86,701	21,283
	280,314	19,154	116,397	163,917
Total Agency	\$ 799,540	44,957	475,233	324,307

2006

Type of Equipment	Cost	Depreciation Expense	Accumulated Depreciation	Undepreciated Cost
<b>Program Equipment</b>				
CSBG				
Office Equipment	\$ 26,956	2,832	16,150	10,806
LIHEAP				
Office Equipment	81,596	1,280	77,091	4,505
HEAP				
WX Equipment	18,814	3,629	3,904	14,910
Transportation				
Vans and Related Equipment	54,549	17	54,327	222
Chore				
Yard Equipment	8,784	291	5,044	3,740
I Care				
Office Equipment	3,974	331	331	3,643
I.E. Council				
Office Equipment	2,655	40	40	2,615
Emergency Shelter Grants Program				
Office Equipment	2,668	--	2,668	--
Total Program Equipment	199,996	8,420	159,555	40,441
<b>Low Income Housing</b>				
Land	10,000	--	--	10,000
Buildings and Improvements	245,008	12,046	146,813	98,195
Furnishings	8,849	837	5,200	3,649
	263,857	12,883	152,013	111,844
<b>Transitional Housing</b>				
Land	2,000	--	--	2,000
Buildings and Improvements	27,720	932	21,465	6,255
	29,720	932	21,465	8,255
<b>General Agency and Counties</b>				
Land	7,200	--	--	7,200
Building and Improvements	161,245	10,088	19,479	141,766
Furnishings and Equipment	111,869	9,990	77,765	34,104
	280,314	20,078	97,244	183,070
Total Agency	\$ 773,887	42,313	430,277	343,610

The program equipment and portions of the housing property were acquired with grant funds. Accordingly, the corresponding grantors retain a reversionary interest in such assets.

#### 8. Deferred Revenue

Amounts received and deferred to future periods are as follows:

Program Title	2007	2006
I Care Fund	\$ 15,226	108,743
I.E. Counsel	2,109	1,939
Aquila Cares	1,382	629
Hometown Care	590	5,058
Warm Holidays	45	1,045
	\$ 19,352	117,414

### 9. Accrued Expenses

Accrued expenses are summarized as follows:

	<u>2007</u>	<u>2006</u>
Compensated Absences	\$ 19,776	18,117
Accrued Wages	14,691	14,649
Accrued Audit	10,536	10,152
Payroll Taxes and Withholdings	1,312	1,155
Property Taxes	1,149	1,130
Interest	281	397
	<u>\$ 47,745</u>	<u>45,600</u>

### 10. Long-Term Debt

Notes and mortgages payable are summarized as follows:

Lender	Date		Balance, Sept. 30,		Interest Rate	Repayment Basis
	Made	Due	2007	2006		
Community Bank of Boone Boone, Iowa	06/18/04	07/01/24	\$ 65,109	67,458	5.25%	\$486 monthly applied first to interest then to principal.
Iowa Department of Economic Development Des Moines, Iowa	12/27/94	12/31/12	61,600	61,600	--%	\$61,600 balloon payment due 12/31/12.
Bank of the West, Boone, Iowa	03/15/95	06/06/07	--	23,904	7.25%	\$1,074 monthly applied first to interest then principal. \$16,322 balloon payment due on 6/6/07.
			<u>126,709</u>	<u>152,962</u>		
Less: Amount Classified as Current			<u>2,467</u>	<u>26,254</u>		
			<u>\$ 124,242</u>	<u>126,708</u>		

Assets mortgaged on the Bank of the West and Iowa Department of Economic Development loans are comprised of land and apartment buildings acquired in 1995 at a cost of \$190,900. Assets mortgaged on the Boone Community Bank loan consist of land and a building acquired in June 2004 at a cost of \$72,000.

Interest expense for the year ended September 30, 2007, totaled \$4,488 (\$5,707 in 2006).

Scheduled repayments on long-term debt as of the most recent year-end are as follows:

	Total	Community Bank of Boone	Iowa Department of Economic Development
2008	\$ 2,467	2,467	--
2009	2,609	2,609	--
2010	2,737	2,737	--
2011	2,884	2,884	--
2012	3,053	3,053	--
Thereafter	<u>112,959</u>	<u>51,359</u>	<u>61,600</u>
	<u>\$ 126,709</u>	<u>65,109</u>	<u>61,600</u>

**11. Lease Commitments**

The Organization leases administrative offices in several counties and office equipment. Most leases are written for one-year periods with options to renew. At September 30, 2007, the Organization had two leases with terms in excess on one year, including the following on its main office space:

	<u>Commencement</u>	<u>Term</u>
1009 South Jefferson, Indianola	10/01/04	10 Years

This lease was amended effective December 1, 2005 to add additional space and to allow termination of the lease upon written notice by the Organization should its main funding source be reduced. The lease requires monthly payments plus an additional amount for operating expenses, including common area maintenance, property taxes and insurance. If the actual cost of the operating expenses exceeds the original estimated amount, the lessor may increase the estimated operating expenses on an annual basis up to a maximum of 12.5% per year. At September 30, 2007 and 2006, the monthly adjusted payment on this lease including rent and operating expenses totaled \$2,025.

Future minimum annual lease payments for leases with terms in excess of one year are summarized as follows as of the most recent year-end:

2008	\$ 33,882
2009	34,140
2010	34,140
2011	34,140
2012	34,140
Thereafter	51,060
	<u>\$ 221,502</u>

Total rent and lease expense for the year ended September 30, 2007, amounted to \$31,544 (\$33,050 in 2006).

**12. Employee Tax Sheltered Annuity Policies**

The Organization has purchased annuity policies from National Western Life Insurance Company and Massachusetts Mutual Life Insurance Company, on behalf of its employees for retirement benefits.

The Organization's contributions totaled \$0 and employee contributions totaled \$450 during the year ended September 30, 2007 (\$0 and \$1,125, respectively, in 2006).

**13. Iowa Public Employees Retirement System**

The Organization 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 that are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information.

Plan members are required to contribute 3.90% (3.70% through June 2007) of their annual covered salary and the Organization is required to contribute 6.05% (5.75% through June 2007) of annual covered payroll. Contribution requirements are established by state statute. The Organization's contribution to IPERS for the year ended September 30, 2007, was \$35,777 (\$30,782 in 2006), equal to the required contribution for the year.

**14. Related Party Transactions**

The Red Rock Area Community Action Program, Inc. has certain mutual directors with local nonprofit corporations located in Jasper, Marion, Polk, and Warren counties and administers various programs for these corporations. The local corporations receive funding from their respective counties under service agreement contracts and reimburse Red Rock Area Community Action Program, Inc. for the administration of these agreements. These reimbursements totaled \$73,734 during the year ended September 30, 2007 (\$82,209 in 2006).

The Organization also has certain mutual directors with Boone County Opportunity Programs, Inc. (BCOP). BCOP and RRACAP have entered into a management agreement under which RRACAP receives a monthly management fee for accounting and other services. Fees earned by RRACAP under this agreement for the year ended September 30, 2007 totaled \$3,325 (\$3,024 in 2006). Amounts due RRACAP from BCOP for management fees and expense reimbursements totaled \$0 at September 30, 2007 (\$1,120 in 2006).

CRAIG A. DITSWORTH, CPA  
WILLIAM H. BOORN, CPA  
DENNIS L. MUELLER, CPA  
DENNIS J. WAGNER, CPA  
STEPHEN L. KOEHN, CPA  
SUSAN K. CHANTLAND, CPA  
C. MARK LINCOLN, CPA  
JOHN E. ORTHAUS, CPA  
SCOTT W. MILLER, CPA  
WILLIAM J. BAUER, CPA  
WENDY G. WIEDNER, CPA  
JON J. PAULSEN, CPA  
MICHAEL T. BURTON, CPA

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

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

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

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

Board of Directors  
Red Rock Area Community Action Program  
Indianola, Iowa

We have audited the financial statements of Red Rock Area Community Action Program (a nonprofit organization) as of and for the year ended September 30, 2007, and have issued our report thereon dated January 3, 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 Red Rock Area Community Action Program'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 Institute's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Institute's internal control over financial reporting.

Our consideration of the 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 deficiency in internal control over financial reporting that we consider to be a material weakness.

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.

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.

We consider the deficiency in internal control over financial reporting identified in the accompanying Schedule of Findings and Questioned Costs as no. 2007-1 to be a material weakness.

Page Two

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

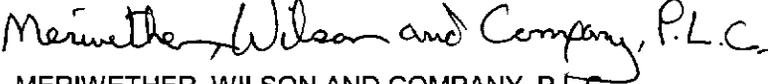
Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Red Rock Area Community Action Program'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.

We noted certain matters that we communicated to management of Red Rock Area Community Action Program, Inc. in a separate letter dated January 3, 2008.

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.

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

January 3, 2008  
West Des Moines, Iowa

CRAIG A. DITSWORTH, CPA  
WILLIAM H. BOORN, CPA  
DENNIS L. MUELLER, CPA  
DENNIS J. WAGNER, CPA  
STEPHEN L. KOEHN, CPA  
SUSAN K. CHANTLAND, CPA  
C. MARK LINCOLN, CPA  
JOHN E. ORTHAUS, CPA  
SCOTT W. MILLER, CPA  
WILLIAM J. BAUER, CPA  
WENDY G. WIEDNER, CPA  
JON J. PAULSEN, CPA  
MICHAEL T. BURTON, CPA

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

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

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

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

Board of Directors  
Red Rock Area Community Action Program  
Indianola, Iowa

**Compliance**

We have audited the compliance of Red Rock Area Community Action Program (a nonprofit organization) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended September 30, 2007. Red Rock Area Community Action Program's major federal program is identified in the Summary of Independent Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of Red Rock Area Community Action Program's management. Our responsibility is to express an opinion on Red Rock Area Community Action Program's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Red Rock Area Community Action Program'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 Red Rock Area Community Action Program's compliance with those requirements.

In our opinion, Red Rock Area Community Action Program complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended September 30, 2007.

**Internal Control over Compliance**

The management of Red Rock Area Community Action Program is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Red Rock Area Community Action Program's internal control over compliance with the 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 the Organization's internal control over compliance.

Page Two

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

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

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

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

This report is intended solely for the information 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 entities.

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

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

January 3, 2008  
West Des Moines, Iowa

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Schedule of Findings and Questioned Costs**

Year Ended September 30, 2007

Summary of Auditor's Results

1. We have issued an unqualified opinion in our report on the financial statements of Red Rock Area Community Action Program, Inc. as of and for the year ended September 30, 2007.
2. One material weakness (no. 2007-1) relating to the audit of the financial statements is reported in the auditor's report on internal control over financial reporting and on compliance.
3. The results of our audit disclosed no instances of noncompliance that were considered material to the financial statements and would require reporting in accordance with Government Auditing Standards.
4. No significant deficiencies relating to the audit of the major federal award program are reported in the auditor's report on compliance with requirements applicable to each major program and internal control over compliance in accordance with OMB Circular A-133.
5. We have issued an unqualified opinion in our report on compliance for major programs for the year ended September 30, 2007.
6. The results of our audit disclosed no audit findings which we are required to report under section 510(a) of OMB Circular A-133.
7. The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
8. Red Rock Area Community Action Program, Inc. received the following federal award that was audited as a major program in accordance with OMB Circular A-133 during the year ended September 30, 2007:

<u>Federal Grant</u>	<u>CFDA Number</u>	<u>Expenditures</u>
U.S. Department of Health and Human Services Low Income Home Energy Assistance Program and Home Energy Assistance Program	93.568	<u>\$ 2,064,699</u>

9. Red Rock Area Community Action Program, Inc. did qualify as a low-risk auditee.

Findings Related to the Financial Statements

**No. 2007-1:** One objective of internal control is the preparation of reliable financial statements that are fairly presented in conformity with generally accepted accounting principles. Those responsible for the accounting and reporting function within the Organization do not have the specific education and continuing training necessary to apply generally accepted accounting principles in recording the entity's financial activity and preparing its financial statements, including required disclosures. The effect of this condition is that the entity's internal control might not prevent or detect a material misstatement of the financial statements.

**Management's Response:** Management of the Organization was aware of the situation, agrees with the finding, and has taken steps to address this issue in the upcoming fiscal year. The Board of Directors has approved a plan to retain a competent consultant to help close the books and records, review financial statements prepared in conformity with generally accepted accounting principles, and provide other services as needed.

Findings and Questioned Costs Related to Federal Awards

None

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Schedule of Expenditures of Federal Awards

October 1, 2006 through September 30, 2007

Federal Grantor/ Pass-Through Grantor/ Program Title	Grant or Award Number
U.S. Department of Health and Human Services	
Direct	
Community Services Block Grant - Earned Income Tax Credit	90ET0343/01
Iowa Department of Human Rights	
Community Services Block Grant	CSBG-07-12-CU
Community Services Block Grant	CSBG-06-12-CU
Total CFDA #93.569	
Low Income Home Energy Assistance Program	LIHEAP-07-12-U
HEAP Weatherization Assistance	HEAP-07-12U
HEAP Weatherization Assistance	HEAP-06-12U
Total CFDA #93.568	
Aging Resources	
Transportation Program Title IIIB	N/A
Transportation Program Title IIIB	N/A
Total CFDA #93.044	
U.S. Department of Energy	
Iowa Department of Human Rights	
Weatherization Assistance Programs	DOE-07-12U
U.S. Department of Transportation	
Iowa Department of Transportation/Heart of Iowa Regional Transit Agency	
Federal Transit Non-Urban Operating Grant	N/A
Federal Transit Non-Urban Operating Grant	N/A
Total CFDA #20.509	
Department of Homeland Security	
United Way of America	
Emergency Food and Shelter National Board Program	
Boone County	25-2862-00
Jasper County	25-2948-00
Marion County	25-2978-00
Polk County	25-3006-00
Warren County	25-3040-00
Total CFDA #97.024	
U.S. Department of Housing and Urban Development	
Iowa Institute for Community Alliances	
Emergency Shelter Grant Program	07-ES-001
Emergency Shelter Grant Program	06-ES-001
Total CFDA #14.231	
Total Federal Expenditures	

\* Catalog of Federal Domestic Assistance

\*\* Audited as a Major Program

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Schedule of Expenditures of Federal Awards

October 1, 2006 through September 30, 2007

<u>Federal CFDA* Number</u>	<u>Period of Grant</u>	<u>Grant or Award Amount</u>	<u>Federal Expenditures</u>
93.569	10/01/06 - 9/30/06	\$ 50,000	\$ 50,000
93.569	10/01/06-12/31/07	373,802	255,919
93.569	10/01/05-12/31/06	373,802	49,020
			<u>354,939</u>
93.568	10/01/06-09/30/07	1,898,818	1,894,545
93.568	01/01/07-12/31/07	136,716	46,398
93.568	04/01/06-03/31/07	159,106	123,756
			<u>2,064,699 **</u>
93.044	07/01/07-06/30/08	33,600	10,267
93.044	07/01/06-06/30/07	28,000	21,000
			<u>31,267</u>
81.042	04/01/07-03/31/08	120,925	<u>114,386</u>
20.509	07/01/05-06/30/06	55,443	22,000
20.509	07/01/06-06/30/07	50,243	37,682
			<u>59,682</u>
97.024	10/01/06-09/30/07	7,318	7,318
97.024	10/01/06-09/30/07	5,075	5,075
97.024	10/01/06-09/30/07	8,318	8,318
97.024	10/01/06-09/30/07	14,386	14,386
97.024	10/01/06-09/30/07	6,140	6,140
			<u>41,237</u>
14.231	07/01/07-06/30/08	16,000	9,645
14.231	07/01/06-06/30/07	16,000	9,485
			<u>19,130</u>
			<u>\$ 2,685,340</u>

SEE INDEPENDENT AUDITOR'S REPORT

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

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

Year Ended September 30, 2007

**Note 1 – Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Red Rock Area Community Action Program, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations. Some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Financial Position

September 30, 2007

	Total	Total	Community Services Block Grant	Low Income Home Energy Assistance Program	HEAP WX	DOE WX
<b>Assets</b>						
Cash	\$ 230,137	77,791	35,020	(1,286)	(6,058)	(7,551)
Receivables	121,506	103,127	8,427	9,929	6,058	7,551
Prepaid Expenses	5,998	4,840	1,697	1,024	--	--
Property and Equipment	799,540	--	--	--	--	--
Accumulated Depreciation	(475,233)	--	--	--	--	--
<b>Total Assets</b>	<b>\$ 681,948</b>	<b>185,758</b>	<b>45,144</b>	<b>9,667</b>	<b>--</b>	<b>--</b>
<b>Liabilities and Net Assets</b>						
<b>Liabilities</b>						
Accounts Payable	\$ 42,965	35,724	19,025	--	--	--
Mortgages Payable	126,709	--	--	--	--	--
Accrued Expenses	47,745	42,040	26,119	9,667	--	--
Deferred Revenue	19,352	19,352	--	--	--	--
<b>Total Liabilities</b>	<b>236,771</b>	<b>97,116</b>	<b>45,144</b>	<b>9,667</b>	<b>--</b>	<b>--</b>
<b>Net Assets</b>	<b>445,177</b>	<b>88,642</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 681,948</b>	<b>185,758</b>	<b>45,144</b>	<b>9,667</b>	<b>--</b>	<b>--</b>

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Financial Position

September 30, 2007

## Designated Program Funds

WX Assistance Utility Companies	WX Cost Pool	Transportation Program Services	I Care Fund	Hometown Care	Aquila Cares	Chore Service Program	Emergency Shelter Grant
(7,022)	12,014	41,649	15,196	590	1,382	(5,285)	(3,421)
7,022	--	53,239	30	--	--	2,669	3,598
--	--	--	--	--	--	2,119	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	<u>12,014</u>	<u>94,888</u>	<u>15,226</u>	<u>590</u>	<u>1,382</u>	<u>(497)</u>	<u>177</u>
--	92	13,504	--	--	--	2,848	--
--	--	--	--	--	--	--	--
--	1,560	2,690	--	--	--	207	177
--	--	--	15,226	590	1,382	--	--
--	<u>1,652</u>	<u>16,194</u>	<u>15,226</u>	<u>590</u>	<u>1,382</u>	<u>3,055</u>	<u>177</u>
--	<u>10,362</u>	<u>78,694</u>	--	--	--	<u>(3,552)</u>	--
--	<u>12,014</u>	<u>94,888</u>	<u>15,226</u>	<u>590</u>	<u>1,382</u>	<u>(497)</u>	<u>177</u>

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Financial Position - Continued

September 30, 2007

	Designated Program Funds					
	Homeless Shelter Operations Grants Program	EITC	Warm Holidays	Operation Roundup	I.E. Counsel	Hunger Hike
<b>Assets</b>						
Cash	\$ (1,167)	(1,562)	45	1,190	2,109	1,948
Receivables	1,422	3,182	--	--	--	--
Prepaid Expenses	--	--	--	--	--	--
Property and Equipment	--	--	--	--	--	--
Accumulated Depreciation	--	--	--	--	--	--
<b>Total Assets</b>	<b>\$ 255</b>	<b>1,620</b>	<b>45</b>	<b>1,190</b>	<b>2,109</b>	<b>1,948</b>
<b>Liabilities and Net Assets</b>						
Liabilities						
Accounts Payable	\$ 255	--	--	--	--	--
Mortgage Payable	--	--	--	--	--	--
Accrued Expenses	--	1,620	--	--	--	--
Deferred Revenue	--	--	45	--	2,109	--
<b>Total Liabilities</b>	<b>255</b>	<b>1,620</b>	<b>45</b>	<b>--</b>	<b>2,109</b>	<b>--</b>
<b>Net Assets</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>1,190</b>	<b>--</b>	<b>1,948</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 255</b>	<b>1,620</b>	<b>45</b>	<b>1,190</b>	<b>2,109</b>	<b>1,948</b>

## RED ROCK AREA COMMUNITY ACTION PROGRAM INC.

## Combining Statement of Financial Position - Continued

September 30, 2007

Property and Equipment Funds					Local Funds		
Total	Housing Programs		Program	General Agency	Total	County Funds	Undesignated Fund
	Transitional Housing	Low Income Housing					
45,149	3,640	41,509	--	--	107,197	66,511	40,686
--	--	--	--	--	18,379	1,706	16,673
--	--	--	--	--	1,158	--	1,158
582,695	30,256	268,291	220,679	63,469	216,845	216,845	--
(421,506)	(22,671)	(165,439)	(170,727)	(62,669)	(53,727)	(53,727)	--
<u>206,338</u>	<u>11,225</u>	<u>144,361</u>	<u>49,952</u>	<u>800</u>	<u>289,852</u>	<u>231,335</u>	<u>58,517</u>
6,357	300	6,057	--	--	884	884	--
61,600	--	61,600	--	--	65,109	65,109	--
--	--	--	--	--	5,705	1,831	3,874
--	--	--	--	--	--	--	--
<u>67,957</u>	<u>300</u>	<u>67,657</u>	<u>--</u>	<u>--</u>	<u>71,698</u>	<u>67,824</u>	<u>3,874</u>
<u>138,381</u>	<u>10,925</u>	<u>76,704</u>	<u>49,952</u>	<u>800</u>	<u>218,154</u>	<u>163,511</u>	<u>54,643</u>
<u>206,338</u>	<u>11,225</u>	<u>144,361</u>	<u>49,952</u>	<u>800</u>	<u>289,852</u>	<u>231,335</u>	<u>58,517</u>

SEE INDEPENDENT AUDITOR'S REPORT

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Activities

Year Ended September 30, 2007

	Total	Total	CSBG	LIHEAP	HEAP WX
<b>Support and Revenue</b>					
Iowa Department of Human Rights	\$ 2,679,739	2,679,739	304,939	1,894,545	170,154
U.S. Department of Health & Human Services	50,000	50,000	--	--	--
Utility Companies	183,138	183,138	--	--	--
Heart of Iowa Regional Transit Agency	87,370	87,370	--	--	--
Job Access / Reverse Commute	25,293	25,293	--	--	--
County Funding	38,136	38,136	--	--	--
Winifred Law Opportunity Center, Inc.	90,173	90,173	--	--	--
Aging Resources	31,267	31,267	--	--	--
Department of Homeland Security	41,237	41,237	--	--	--
Iowa Institute for Community Alliances	41,635	41,635	--	--	--
Other Agencies	9,674	9,674	--	--	--
Iowa Department of Public Health	8,188	8,188	--	--	--
Project Income	73,426	30,954	--	--	--
Interest	8,094	60	--	--	--
Local Public Support	73,734	--	--	--	--
Donations and Other	19,580	11,669	--	--	--
<b>Total Support and Revenue</b>	<b>3,460,684</b>	<b>3,328,533</b>	<b>304,939</b>	<b>1,894,545</b>	<b>170,154</b>
<b>Expenses</b>	<b>3,405,330</b>	<b>3,274,702</b>	<b>304,939</b>	<b>1,894,545</b>	<b>170,154</b>
<b>Excess (Deficiency) of Support and Revenue over Expenses Before Capital Additions</b>	<b>55,354</b>	<b>53,831</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Capital Additions - Grant Funds Provided for Acquisition of Capital Assets</b>	<b>20,683</b>	<b>20,683</b>	<b>18,619</b>	<b>561</b>	<b>--</b>
<b>Transfers</b>					
Property and Equipment Acquisitions Paid from Current Funds	--	(20,683)	(18,619)	(561)	--
<b>Net Assets - Beginning of Year</b>	<b>369,140</b>	<b>34,811</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Net Assets - End of Year</b>	<b>\$ 445,177</b>	<b>88,642</b>	<b>--</b>	<b>--</b>	<b>--</b>

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Activities

Year Ended September 30, 2007

Designated Program Funds							
DOE WX	WX Assistance Utility Companies	WX Cost Pool	Transpor- tation Program Services	I Care Fund	Embrace Iowa	Hometown Care	Aquila Cares
114,386	195,715	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	123,346	--	52,918	2,865
--	--	--	87,370	--	--	--	--
--	--	--	25,293	--	--	--	--
--	--	--	38,136	--	--	--	--
--	--	--	90,173	--	--	--	--
--	--	--	31,267	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	9,444	--	--
--	--	--	--	--	--	--	--
--	--	3,022	26,801	--	--	--	--
--	--	--	60	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	8,466	--	--	--	--
<u>114,386</u>	<u>195,715</u>	<u>3,022</u>	<u>307,566</u>	<u>123,346</u>	<u>9,444</u>	<u>52,918</u>	<u>2,865</u>
<u>114,386</u>	<u>195,715</u>	<u>(7,361)</u>	<u>266,401</u>	<u>123,346</u>	<u>9,444</u>	<u>52,918</u>	<u>2,865</u>
--	--	10,383	41,165	--	--	--	--
--	--	1,503	--	--	--	--	--
--	--	(1,503)	--	--	--	--	--
--	--	(21)	37,529	--	--	--	--
<u>--</u>	<u>--</u>	<u>10,362</u>	<u>78,694</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Activities - Continued

Year Ended September 30, 2007

	Emergency Food and Shelter National Board Program	Chore Service Program
<b>Support and Revenue</b>		
Iowa Department of Human Rights	\$ --	--
U.S. Department of Health & Human Services	--	--
Utility Companies	--	--
Heart of Iowa Regional Transit Agency	--	--
Job Access / Reverse Commute	--	--
County Funding	--	--
Winifred Law Opportunity Center, Inc.	--	--
Aging Resources	--	--
Department of Homeland Security	41,237	--
Iowa Institute for Community Alliances	--	--
Other Agencies	--	--
Iowa Department of Public Health	--	8,188
Project Income	--	1,131
Interest	--	--
Local Public Support	--	--
Donations and Other	--	--
<b>Total Support and Revenue</b>	<u>41,237</u>	<u>9,319</u>
<b>Expenses</b>	<u>41,237</u>	<u>7,765</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses Before Capital Additions</b>	--	1,554
<b>Capital Additions - Grant Funds Provided for Acquisition of Capital Assets</b>	--	--
<b>Transfers</b>		
Property and Equipment Acquisitions Paid from Current Funds	--	--
<b>Net Assets - Beginning of Year</b>	<u>--</u>	<u>(5,106)</u>
<b>Net Assets - End of Year</b>	<u>\$ --</u>	<u>(3,552)</u>

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities - Continued

Year Ended September 30, 2007

<u>Emergency Shelter Grant</u>	<u>Homeless Shelter Operations Grants Program</u>	<u>EITC</u>	<u>I.E. Counsel</u>	<u>Warm Holidays</u>	<u>Operation Roundup</u>	<u>Hunger Hike</u>	<u>Recare Midland</u>	<u>Indianola Share</u>
--	--	--	--	--	--	--	--	--
--	--	50,000	--	--	--	--	--	--
--	--	--	3,367	--	--	--	642	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
19,130	22,505	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	230
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	1,000	--	2,203	--	--
<u>19,130</u>	<u>22,505</u>	<u>50,000</u>	<u>3,367</u>	<u>1,000</u>	<u>--</u>	<u>2,203</u>	<u>642</u>	<u>230</u>
<u>19,130</u>	<u>22,505</u>	<u>50,000</u>	<u>3,367</u>	<u>1,000</u>	<u>--</u>	<u>1,474</u>	<u>642</u>	<u>230</u>
--	--	--	--	--	--	729	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	1,190	1,219	--	--
--	--	--	--	--	1,190	1,948	--	--

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Activities - Continued

Year Ended September 30, 2007

	Property		
	Total	Housing Programs	
		Transitional Housing	Low Income Housing
<b>Support and Revenue</b>			
Iowa Department of Human Rights	\$ --	--	--
Iowa Department of Economic Development	--	--	--
U.S. Department of Health & Human Services	--	--	--
Utility Companies	--	--	--
Heart of Iowa Regional Transit Agency	--	--	--
Job Access / Reverse Commute	--	--	--
County Funding	--	--	--
Winifred Law Opportunity Center, Inc.	--	--	--
Aging Resources	--	--	--
Department of Homeland Security	--	--	--
Iowa Institute for Community Alliances	--	--	--
Other Agencies	--	--	--
Iowa Department of Public Health	--	--	--
Project Income	35,253	3,140	32,113
Interest	1,327	--	1,327
Local Public Support	--	--	--
Donations and Other	--	--	--
<b>Total Support and Revenue</b>	<u>36,580</u>	<u>3,140</u>	<u>33,440</u>
<b>Expenses</b>	<u>49,510</u>	<u>4,880</u>	<u>32,636</u>
<b>Excess (Deficiency) of Support and Revenue over Expenses Before Capital Additions</b>	(12,930)	(1,740)	804
<b>Capital Additions - Grant Funds Provided for Acquisition of Capital Assets</b>	--	--	--
<b>Transfers</b>			
Property and Equipment Acquisitions Paid from Current Funds	20,683	--	--
<b>Net Assets - Beginning of Year</b>	<u>130,628</u>	<u>12,665</u>	<u>75,900</u>
<b>Net Assets - End of Year</b>	<u>\$ 138,381</u>	<u>10,925</u>	<u>76,704</u>

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Activities - Continued

Year Ended September 30, 2007

and Equipment Funds

<u>Program</u>	<u>General Agency</u>	<u>Total</u>	<u>Local Funds</u>	
			<u>County Funds</u>	<u>Undesignated Fund</u>
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	7,219	7,219	--
--	--	6,707	--	6,707
--	--	73,734	73,734	--
--	--	7,911	5,285	2,626
--	--	<u>95,571</u>	<u>86,238</u>	<u>9,333</u>
<u>11,172</u>	<u>822</u>	<u>81,118</u>	<u>82,458</u>	<u>(1,340)</u>
(11,172)	(822)	14,453	3,780	10,673
--	--	--	--	--
20,683	--	--	--	--
<u>40,441</u>	<u>1,622</u>	<u>203,701</u>	<u>159,731</u>	<u>43,970</u>
<u>49,952</u>	<u>800</u>	<u>218,154</u>	<u>163,511</u>	<u>54,643</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Community Services Block Grant**

Contract No. CSBG-07-12-CU

(Contract Period 10/1/06 - 12/31/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 10/1/06 - 9/30/07</u>
Personnel		
Salaries and Wages	\$ 204,833	103,972
Fringe Benefits	85,619	72,205
	<u>290,452</u>	<u>176,177</u>
Travel		
Staff	<u>5,000</u>	<u>5,500</u>
Space Costs		
Rental	5,000	3,659
Utilities	2,700	3,617
Insurance	2,000	2,318
Other	--	712
	<u>9,700</u>	<u>10,306</u>
Equipment Costs		
Purchase, Rental, and Maintenance	<u>26,600</u>	<u>23,541</u>
Co-Funded Programs	<u>6,000</u>	<u>6,000</u>
Other Costs		
Telephone	9,000	8,255
Printing and Postage	6,000	7,053
Publications and Dues	6,000	5,456
Registration Fees	4,000	3,310
Bonding	500	237
Audit	6,000	6,000
Consumable Supplies	2,800	2,918
Other	1,750	1,166
	<u>36,050</u>	<u>34,395</u>
	<u>\$ 373,802</u>	<u>255,919</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Community Services Block Grant**

Contract No. CSBG-06-12-CU

(Contract Period 10/1/05 - 12/31/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/01/06 - 12/31/06</u>	<u>10/01/05 - 09/30/06</u>
<b>Personnel</b>				
Salaries and Wages	\$ 217,504	216,795	37,707	179,088
Fringe Benefits	99,212	98,145	10,805	87,340
	<u>316,716</u>	<u>314,940</u>	<u>48,512</u>	<u>266,428</u>
<b>Travel</b>				
Staff	3,000	3,009	--	3,009
<b>Space Costs</b>				
Rental	4,000	3,510	--	3,510
Utilities	2,700	3,543	--	3,543
Insurance	2,000	2,241	--	2,241
Other	--	274	--	274
	<u>8,700</u>	<u>9,568</u>	<u>--</u>	<u>9,568</u>
<b>Equipment Costs</b>				
Purchase, Rental, and Maintenance	10,440	11,034	--	11,034
<b>Co-Funded Programs</b>	6,000	6,000	--	6,000
<b>Other Costs</b>				
Telephone	7,296	7,862	8	7,854
Printing and Postage	5,400	5,550	--	5,550
Publications and Dues	5,000	5,561	--	5,561
Registration Fees	2,000	1,855	--	1,855
Bonding	500	237	--	237
Audit	5,000	5,000	500	4,500
Consumable Supplies	2,000	2,782	--	2,782
Other	1,750	404	--	404
	<u>28,946</u>	<u>29,251</u>	<u>508</u>	<u>28,743</u>
	<u>\$ 373,802</u>	<u>373,802</u>	<u>49,020</u>	<u>324,782</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Low Income Home Energy Assistance Program**

Contract No. LIHEAP-07-12-U  
(Contract Period 10/1/06 - 9/30/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 10/1/06 - 9/30/07</u>
Assistance		
Regular Assistance	\$1,520,072	1,518,399
Energy Crisis Intervention	101,464	101,464
Summer Deliverable Fuel	59,041	59,041
Client Services	45,233	45,233
Developmental Assessment and Resolution	26,800	24,200
Total Assistance	<u>1,752,610</u>	<u>1,748,337</u>
Administration		
Staff Salaries	68,219	68,219
Fringe Benefits	39,953	39,953
Building Space, Rental and Storage	5,353	5,353
Utilities	2,300	2,300
Material and Supplies	1,578	1,578
Telephone	3,772	3,772
Travel	264	264
Postage	3,533	3,533
Printing and Copying	925	925
Contracted Services	6,000	6,000
Audit	6,000	6,000
Office Equipment	561	561
Other Costs	7,750	7,750
Total Administration	<u>146,208</u>	<u>146,208</u>
Total	<u>\$ 1,898,818</u>	<u>1,894,545</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. HEAP-07-12U

(Contract Period 1/01/07 - 12/31/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/07 - 9/30/07</u>
Administration	\$ 6,978	560
Health and Safety	22,916	23,005
Support	29,706	11,261
Labor	30,979	5,080
Materials	30,979	4,192
Equipment/Training	13,208	2,300
Pollution Occurrence Insurance	<u>1,950</u>	<u>--</u>
Total	<u>\$ 136,716</u>	<u>46,398</u>

Contract No. HEAP-06-12U  
(Contract Period 4/01/06 - 3/31/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/01/06 - 03/31/07</u>	<u>04/01/06 - 09/30/06</u>
Administration	\$ 8,258	8,029	7,068	961
Health and Safety	27,780	45,888	36,134	9,754
Support	36,010	58,792	45,397	13,395
Labor	37,554	18,551	16,914	1,637
Materials	37,554	21,390	18,243	3,147
Equipment/Training	10,000	1,298	--	1,298
Pollution Occurrence Insurance	<u>1,950</u>	<u>1,950</u>	<u>--</u>	<u>1,950</u>
Total	<u>\$ 159,106</u>	<u>155,898</u>	<u>123,756</u>	<u>32,142</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. DOE-07-12U  
(Contract Period 4/01/07 - 3/31/08)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 4/01/07 - 9/30/07</u>
Administration	\$ 14,980	13,691
Health and Safety	22,389	21,278
Support	23,023	36,936
Labor	30,266	20,877
Materials	<u>30,267</u>	<u>21,604</u>
Total	<u>\$ 120,925</u>	<u>114,386</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. IPL-07-12U  
(Contract Period 1/01/07 - 12/31/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/07 - 9/30/07</u>
Administration	\$ 5,196	3,393
Support	10,392	5,515
Labor	44,165	33,390
Materials	44,165	43,648
Total	<u>\$ 103,918</u>	<u>85,946</u>

Contract No. IPL-06-12U  
(Contract Period 1/01/06 - 12/31/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Total</u>	<u>Actual Expenses</u>	
			<u>10/01/06 - 12/31/06</u>	<u>01/01/06 - 09/30/06</u>
Administration	\$ 6,078	5,076	1,959	3,117
Support	12,156	11,074	3,633	7,441
Labor	51,665	42,122	15,053	27,069
Materials	51,665	62,316	21,285	41,031
Total	<u>\$ 121,564</u>	<u>120,588</u>	<u>41,930</u>	<u>78,658</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. MEC-07-12U

(Contract Period 1/01/07 - 12/31/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/07 - 9/30/07</u>
Administration	\$ 2,018	1,610
Support	4,036	2,326
Labor	17,150	15,816
Materials	<u>17,149</u>	<u>20,523</u>
Total	<u>\$ 40,353</u>	<u>40,275</u>

Contract No. MEC-06-12U

(Contract Period 1/01/06 - 12/31/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/01/06 - 12/31/06</u>	<u>01/01/06 - 09/30/06</u>
Administration	\$ 3,493	3,233	1,035	2,198
Support	6,986	5,861	1,728	4,133
Labor	29,687	25,532	8,451	17,081
Materials	<u>29,687</u>	<u>35,227</u>	<u>11,329</u>	<u>23,898</u>
Total	<u>\$ 69,853</u>	<u>69,853</u>	<u>22,543</u>	<u>47,310</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Department of Human Rights

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. AQU-07-12U

(Contract Period 1/01/07 - 12/31/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/07 - 9/30/07</u>
Administration	\$ 375	237
Support	748	431
Labor	3,180	1,822
Materials	<u>3,180</u>	<u>2,483</u>
Total	<u>\$ 7,483</u>	<u>4,973</u>

Contract No. AQU-06-12U  
(Contract Period 1/01/06 - 12/31/06)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/01/06 - 12/31/06</u>	<u>01/01/06 - 09/30/06</u>
Administration	\$ 366	346	--	346
Support	732	630	--	630
Labor	3,112	2,999	--	2,999
Materials	<u>3,112</u>	<u>3,347</u>	<u>48</u>	<u>3,299</u>
Total	<u>\$ 7,322</u>	<u>7,322</u>	<u>48</u>	<u>7,274</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
MidAmerican Energy Company

**Schedule of Expenses**

**I Care Fund**

October 1, 2006 through September 30, 2007

<u>Cost Category</u>	<u>Actual Expenses 10/1/06 to 9/30/07</u>
I Care Utility Assistance	<u>\$ 122,394</u>
Administration	
Salaries	884
Payroll Taxes	<u>68</u>
Total Administration	<u>952</u>
Total	<u><u>\$ 123,346</u></u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Alliant Energy

**Schedule of Expenses**

**Hometown Care Fund**

October 1, 2006 through September 30, 2007

<u>Cost Category</u>	<u>Actual Expenses 10/1/06 to 9/30/07</u>
Hometown Care Utility Assistance	<u>\$ 51,357</u>
Administration	
Salaries	1,450
Payroll Taxes	<u>111</u>
Total Administration	<u>1,561</u>
Total	<u><u>\$ 52,918</u></u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Aquila, Inc.

**Schedule of Expenses**

**Aquila Cares**  
October 1, 2006 through September 30, 2007

<u>Cost Category</u>	<u>Amount</u>
Aquila Cares Utility Assistance	<u>\$2,865</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Heart of Iowa Regional Transit Agency

**Schedule of Expenses Compared to Budget**

**Transportation Program Services - Warren County**  
(Contract Period 7/1/07 - 6/30/08)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 7/1/07 - 9/30/07</u>
Salaries and Wages	\$ 156,980	35,722
Fringe Benefits	32,350	7,622
Fuel	55,000	13,894
Maintenance and Repair	33,070	16,130
Radio Maintenance	850	923
Vehicle Insurance	23,000	2,661
Audit	750	--
Travel, Training, and Supplies	500	197
Telephone	1,200	271
Drug Testing and Physicals	1,200	--
Capital Replacement	3,500	--
Marketing	1,000	--
Miscellaneous	600	188
Total	<u>\$ 310,000</u>	<u>77,608</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Heart of Iowa Regional Transit Agency

**Schedule of Expenses Compared to Budget**

**Transportation Program Services - Warren County**  
(Contract Period 7/1/06 - 6/30/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/1/06 - 6/30/07</u>	<u>7/1/06 - 9/30/06</u>
Salaries and Wages	\$ 142,650	127,116	96,511	30,605
Fringe Benefits	30,771	27,193	20,679	6,514
Fuel	55,455	44,416	31,601	12,815
Maintenance and Repair	34,747	37,083	24,012	13,071
Radio Maintenance	910	(63)	--	(63)
Vehicle Insurance	24,445	16,823	14,058	2,765
Audit	818	650	650	--
Travel, Training, and Supplies	484	217	170	47
Telephone	1,090	1,158	810	348
Drug Testing and Physicals	1,210	193	--	193
Capital Replacement	5,004	200	--	200
Marketing	1,200	578	128	450
Miscellaneous	605	5,101	174	4,927
Total	<u>\$ 299,389</u>	<u>260,665</u>	<u>188,793</u>	<u>71,872</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
United Way of America

**Schedule of Expenses**

**Emergency Food and Shelter National Board Program**  
(Contract Period 10/1/06 - 9/30/07)

	<u>Food</u>	<u>Shelter</u>	<u>Utilities</u>	<u>Administrative</u>	<u>Total</u>
Warren County RRACAP	\$ --	3,024	2,993	123	6,140
Polk County RRACAP	--	6,229	8,157	--	14,386
Marion County RRACAP	2,807	3,023	2,322	166	8,318
Boone County RRACAP	--	2,478	4,694	146	7,318
Jasper County RRACAP	--	--	4,974	101	5,075
Total	<u>\$ 2,807</u>	<u>14,754</u>	<u>23,140</u>	<u>536</u>	<u>41,237</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Department of Public Health  
Warren County Board of Supervisors

**Schedule of Expenses Compared to Budget**

**Chore Service Program**

(Contract Period 7/1/07 - 6/30/08)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 7/1/07 - 9/30/08</u>
Salaries	\$ 7,420	2,388
Fringe and Taxes	1,040	349
Mileage	1,500	610
Office Supplies, Postage and Miscellaneous	125	19
Fuel Supplies	450	168
Equipment Purchase/Rental/ Repair/Maintenance	<u>1,465</u>	<u>718</u>
	<u>\$ 12,000</u>	<u>4,252</u>

(Contract Period 7/1/06 - 6/30/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/1/06 - 6/30/07</u>	<u>7/1/06 - 9/30/06</u>
Salaries	\$ 8,005	5,803	3,783	2,020
Fringe and Taxes	1,480	852	565	287
Mileage	1,100	1,272	802	470
Office Supplies, Postage and Miscellaneous	125	1,121	2	1,119
Fuel Supplies	250	339	199	140
Equipment Purchase/Rental/ Repair/Maintenance	<u>900</u>	<u>1,128</u>	<u>(1,838)</u>	<u>2,966</u>
	<u>\$ 11,860</u>	<u>10,515</u>	<u>3,513</u>	<u>7,002</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Iowa Institute for Community Alliances

**Schedule of Expenses Compared to Budget**

**Homeless Shelter Operations Grants Program**

Contract No. 08-II-91001  
(Contract Period 7/1/07 - 6/30/08)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 7/1/07 - 9/30/07</u>
Operations	\$ 3,500	794
Homeless Prevention	<u>20,000</u>	<u>19,528</u>
Total	<u>\$ 23,500</u>	<u>20,322</u>

Contract No. 07-II-91001  
(Contract Period 7/1/06 - 6/30/07)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/1/06 - 6/30/07</u>	<u>7/1/06 - 9/30/06</u>
Operations	\$ 1,000	1,000	1,000	--
Homeless Prevention	<u>20,000</u>	<u>20,000</u>	<u>1,183</u>	<u>18,817</u>
Total	<u>\$ 21,000</u>	<u>21,000</u>	<u>2,183</u>	<u>18,817</u>

SEE INDEPENDENT AUDITOR'S REPORT.

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Schedule of Expenses**

October 1, 2006 through September 30, 2007

**Low Income Housing - Greene Apartments**

<u>Expense Classification</u>	<u>Amount</u>
Depreciation	\$ 13,426
Building Maintenance	8,105
Utilities	7,223
Insurance	2,142
Interest	928
Building Supplies	337
Telephone	285
Advertising	97
Other	93
Total	<u>\$32,636</u>

**Transitional Housing**

<u>Expense Classification</u>	<u>Amount</u>
Utilities	\$ 2,775
Depreciation	1,206
Insurance	709
Building Maintenance	190
Total	<u>\$ 4,880</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
U.S. Department of Health & Human Services

**Schedule of Expenses**

**Earned Income Tax Credit**  
Contract No. 90ET0343/01  
(Contract Period 10/01/2006 - 9/30/2007)

<u>Cost Category</u>	<u>Budget</u>	<u>Actual Expenses</u> <u>10/1/06 to 9/30/07</u>
Personnel	\$ 18,855	15,706
Fringe Benefits	6,222	9,394
Contractual	<u>24,923</u>	<u>24,900</u>
Total	<u>\$ 50,000</u>	<u>50,000</u>

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.  
Local Funds

**Schedule of Changes in Fund Balances**

October 1, 2006 through September 30, 2007

Description	Total	Discretionary	County				
			Warren	Marion	Polk	Jasper	Boone
Net Assets - Beginning of Year	\$ 203,701	43,970	92,479	6,705	9,659	5,767	45,121
Support and Revenue							
Local Public Support	73,734	--	31,926	531	10,564	3,744	26,969
Project Income	7,219	--	--	--	--	--	7,219
Interest	6,707	6,707	--	--	--	--	--
Other	7,911	2,626	--	--	--	--	5,285
Total Revenue	95,571	9,333	31,926	531	10,564	3,744	39,473
Expenses							
Salaries	18,729	(4,284)	7,688	--	443	--	14,882
Fringe Benefits	10,582	278	588	--	34	--	9,682
Depreciation	18,331	--	9,096	1,622	280	565	6,768
Rent	9,470	--	9,470	--	--	--	--
Direct Assistance - Polk	7,839	--	--	--	7,839	--	--
Interest	3,465	--	--	--	--	--	3,465
Utilities	2,387	--	--	--	--	--	2,387
Insurance	2,289	900	--	--	--	--	1,389
Our Lady Church	1,836	--	--	--	1,836	--	--
Property Taxes	1,538	--	--	--	--	--	1,538
Moose Lodge	1,415	--	--	--	--	1,415	--
Audit	774	774	--	--	--	--	--
Food Vouchers	644	--	--	644	--	--	--
Other Expense	1,819	992	2	--	496	--	329
Total Expenses	81,118	(1,340)	26,844	2,266	10,928	1,980	40,440
Excess (Deficiency) of Support and Revenue over Expenses	14,453	10,673	5,082	(1,735)	(364)	1,764	(967)
Net Assets - End of Year	\$ 218,154	54,643	97,561	4,970	9,295	7,531	44,154

SEE INDEPENDENT AUDITOR'S REPORT