

**NORTHEAST IOWA COMMUNITY
ACTION CORPORATION**

FINANCIAL REPORT

JANUARY 31, 2011

TABLE OF CONTENTS

		<u>Page</u>
INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS		1
FINANCIAL STATEMENTS	<u>Exhibit</u>	
Statement of Financial Position	A	2
Statement of Activities	B	3
Statement of Functional Expenses	C	4
Statement of Cash Flows	D	5
Notes to Financial Statements		6-15
INDEPENDENT AUDITOR'S REPORT ON THE SUPPLEMENTARY INFORMATION		16
SUPPLEMENTARY INFORMATION	<u>Schedule</u>	
Combining Statement of Financial Position		
By Funding Source	1	17
Local Funds	2	18-19
Combining Statement of Revenues, Expenditures and Changes in Fund Balances		
By Funding Source	3	20
Local Funds	4	21-23
U.S. Department of Health and Human Services	5	24
Department of Homeland Security	6	25
State Department of Human Rights	7	26-27
State Department of Health	8	28
State Department of Economic Development	9	29
U.S. Department of Agriculture	10	30
U.S. Department of Justice	11	31
Other Sources	12	32
Schedule of Cumulative Revenues, Expenditures and Changes in Fund Balance on Completed Contracts		
Federal		
Department of Homeland Security	13	33-35
U.S. Department of Health and Human Services	14-17	36-39
State Department of Human Rights	18-22	40-44
State Department of Health	23	45
State - Department of Education	24	46-48
State - Department of Economic Development	25-26	49-50
State - Department of Human Services	27	51
Other Sources - Transit Program	28	52
Weatherization Assistance Program	29	53-54
Schedule of Findings and Questioned Costs	30	55
Schedule of Expenditures of Federal Awards	31	56-57
Notes to the Schedule of Expenditures of Federal Awards		58
REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>		59-60
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133		61-62
MANAGEMENT LETTER		63

123 West Water Street
P.O. Box 507
Decorah, Iowa 52101
Telephone 563 382-3637
Fax 563 382-5797

HACKER, NELSON & CO., P.C.
Certified Public Accountants
And Business Consultants

www.hackernelson.com

9 North Locust Avenue
P.O. Box 529
New Hampton, Iowa 50659
Telephone 641 394-2245
Fax 641 394-3138

**INDEPENDENT AUDITOR'S REPORT
ON THE FINANCIAL STATEMENTS**

**To the Board of Directors
Northeast Iowa Community Action Corporation
Decorah, Iowa**

We have audited the accompanying statement of financial position of Northeast Iowa Community Action Corporation (a nonprofit corporation) as of January 31, 2011, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Northeast Iowa Community Action Corporation as of January 31, 2011, and the changes in its net assets and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 18, 2011, on our consideration of Northeast Iowa Community Action Corporation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

Hacker, Nelson & Co., P.C.

Decorah, Iowa
May 18, 2011

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
STATEMENT OF FINANCIAL POSITION
January 31, 2011

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 3,520,172
Receivables	
Funding source	634,465
Other	766,917
	<u>4,921,554</u>

PROPERTY AND EQUIPMENT, net

1,783,227

OTHER ASSETS

Investment in affiliates	388,415
Due from affiliate	150,398
	<u>538,813</u>

Total assets

\$ 7,243,594

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	
General	\$ 405,211
Compensated absences	142,440
Current portion of long-term debt	25,309
Deferred revenue	981,546
	<u>1,554,506</u>

LONG-TERM DEBT

Notes payable, less current portion	<u>995,965</u>
-------------------------------------	----------------

NET ASSETS

Unrestricted	<u>4,693,123</u>
--------------	------------------

Total liabilities and net assets

\$ 7,243,594

See Notes to Financial Statements.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
STATEMENT OF ACTIVITIES
Year Ended January 31, 2011

	Unrestricted
REVENUES AND OTHER SUPPORT	
Federal and state grants	\$ 11,379,044
Local	2,769,129
Interest	48,466
Contributions	85,023
Total revenues and other support	14,281,662
EXPENSES	
Program services	13,347,102
Supporting services	
Management and general	665,632
Fundraising	72,598
Total expenses	14,085,332
Change in net assets from operations	196,330
OTHER CHANGES	
Equity in limited partnerships earnings	(7)
Gain on sale of fixed assets	5,822
Change in net assets	202,145
NET ASSETS, beginning of year	4,490,978
NET ASSETS, end of year	\$ 4,693,123

See Notes to Financial Statements.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended January 31, 2011

	Program Services	Supporting Services		Total
		Management and General	Fundraising	
Employee salaries	\$ 4,520,255	\$ 337,431	\$ 51,468	\$ 4,909,154
Employee fringe benefits	1,486,374	98,191	9,629	1,594,194
Contractual	327,993	95,533	4,777	428,303
Travel	113,592	46,532	2,327	162,451
Space costs	243,342	16,713	836	260,891
Consumable supplies	193,569	21,688	1,084	216,341
Equipment	569,968			569,968
Direct assistance	2,931,287			2,931,287
Depreciation	109,590			109,590
Food	759,669			759,669
Vehicle costs	164,166			164,166
Augmentation	319,721			319,721
Materials	921,584			921,584
Other	595,362	49,544	2,477	647,383
Contributed materials, facilities and services	85,023			85,023
Use of equipment and contributed materials and services	5,607			5,607
Total expenses	\$ 13,347,102	\$ 665,632	\$ 72,598	\$ 14,085,332

See Notes to Financial Statements.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
STATEMENT OF CASH FLOWS
Year Ended January 31, 2011

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 202,145
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation	109,590
Loss from limited partnerships	7
Gain on sale of assets	(5,822)
(Increase) decrease in:	
Receivables	
Funding source	1,200,577
Other	(196,160)
Increase (decrease) in:	
Payables	
General	(332,139)
Compensated absences	23,245
Deferred revenue	108,081
	<u>1,109,524</u>
Net cash provided by operating activities	<u>1,109,524</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of equipment	(62,610)
Proceeds from sale of equipment	176,725
	<u>114,115</u>
Net cash provided by investing activities	<u>114,115</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Principal payments on debt	(216,851)
	<u>1,006,788</u>
Net increase in cash	<u>1,006,788</u>
CASH AND CASH EQUIVALENTS	
Beginning of year	<u>2,513,384</u>
End of year	<u>\$ 3,520,172</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	
Noncash from investing and financing activities	
Property purchased with loans	
Cost	\$ 292,000
Loan proceeds	(292,000)
	<u>\$ None</u>
Cash payments for interest	<u>\$ 24,417</u>
Property sold or scrapped	
Cost	\$ 353,692
Less accumulated depreciation	182,789
	<u>\$ 170,903</u>

See Notes to Financial Statements.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

a. Background and Nature of Activities

Northeast Iowa Community Action Corporation is a non-profit corporation organized under the laws of the State of Iowa. The Corporation was created under the Economic Opportunity Act of 1964. The Community Services Act of 1974 continued the Community Action Program under the Community Services Administration. The Community Services Administration has been disbanded, and since July 1982, the Corporation's administrative costs have been funded by allocation of indirect costs to programs specifically benefited. Primary funding sources consist of federal, state and local agencies.

The Corporation operates programs in seven northeast Iowa counties and is governed by a twenty-one member Board of Directors, seven members representing low-income people, seven representing the public sector and seven representing private organizations.

The purpose of the Corporation is to stimulate a better focusing of all available resources upon the goal of enabling low-income families and individuals to gain the skills, knowledge and motivation needed for them to become self-sufficient.

The basic programs operated during the year by the Corporation include:

Outreach Program

Workers assisting low-income people in assessing their needs and assisting them in applying for available services.

Educational Related Programs

Operates a comprehensive early childhood development program for economically disadvantaged preschool children and their families.

Energy Related Programs

Works with low-income persons to provide assistance with heating and cooling payments.

Weatherization Programs

Assists low-income persons in weatherizing their homes and decreasing energy consumption.

Regional Transit System Program

Provides public transportation services in five northeast Iowa counties.

Family Planning Program

Provides subsidized family planning to persons in need of family planning, with priority given to low-income individuals and others without access to such services for reasons beyond their control.

Housing Programs

Provides affordable housing to low-income people.

Family Development and Self-Sufficiency

Provides training and assistance for parents receiving aid to dependent children to enable them to be self-sufficient.

1. Summary of Significant Accounting Policies (Continued)

b. Financial Statement Presentation

The accounts of Northeast Iowa Community Action Corporation are organized on the basis of grants received and are maintained in separate funds. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, net assets, revenues and expenses.

The Corporation reports information regarding its financial position and activities according to three classes of net assets: permanently restricted net assets, temporarily restricted net assets, and unrestricted net assets. As required by this statement, the Corporation has prepared its external financial statements to present the three classes of net assets required. The Corporation has no temporarily or permanently restricted net assets.

- Permanently restricted net assets are those that may never be spent by the Organization, including gifts of endowment, as well as the earnings on those assets when permanently restricted by the donor.
- Temporarily restricted net assets carry restrictions that expire upon the passage of a prescribed period or upon the occurrence of a stated event as specified by the donor. Included in this category are gifts held by the Corporation pending their use in accordance with donor stipulations.
- Unrestricted net assets are composed of all resources not included in the above categories. Included are expendable resources used to support the Corporation's core activities. Donor-restricted resources intended for capital projects are released and reclassified as unrestricted support when spent. All expenses are recorded as a reduction to unrestricted net assets.

However, in reality a substantial portion of these assets are not available for general organization purposes. Included in unrestricted net assets are significant resources subject to contractual agreements with external parties. In addition, a significant portion of these net assets as of January 31, 2011, is invested in the Organization's property and equipment. While FASB requires that all these resources be reported as unrestricted, the Corporation manages them in compliance with Board designations, legal requirements, and contractual obligations. Board designated net assets for fixed assets total \$798,955 at January 31, 2011.

Federal and state grants are recorded as revenue when earned. The financial statements present any funds received and not expended as deferred revenue. Expenses are recorded when the liability is incurred. Disbursements for the purchase of fixed assets providing future benefits whose title remains with the funding source are recorded as expenses in the program at the time of purchase.

Contributions received are recorded as unrestricted or temporarily restricted depending on the existence and/or nature of any donor restrictions. Contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized.

Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Corporation.

1. Summary of Significant Accounting Policies (Continued)

c. Investment in Affiliates

The financial statements include the investments of NEICAC in its affiliates, NEICAC Senior Housing Limited Partnership and Decorah Woolen Mill Limited Partnership (the Partnerships) under the equity method. The Corporation is the general partner in the Partnerships, owns a .01% interest, and the Corporation's Board of Directors serve as directors of both Partnerships. The Partnerships were formed to finance the construction and operation of housing complexes in Decorah utilizing low income housing credits. Both Partnerships have a fiscal year end of December 31. NEICAC Senior Housing Limited Partnership and Decorah Woolen Mill Limited Partnership were audited separately as of December 31, 2010 and received unqualified opinions dated February 17, 2011 and February 14, 2011, respectively. Management has determined that the limited partners of NEICAC Senior Housing Limited Partnership and Decorah Woolen Mill Limited Partnership do have rights that could overcome the presumption of control by the general partner. Because of these rights, generally accepted accounting principles do not require the partnerships to be consolidated with the Corporation.

d. Pooled Cash and Cash Equivalents

The Corporation uses one checking account for most program funds. Interest earned by this account is allocated to the various programs based upon the average balances quarterly. The Corporation includes certificates of deposit with cash equivalents since there is no penalty for early withdrawal. The Corporation maintains a separate bank account for Waukon-USDA program to set money aside to cover the annual loan payment.

e. Interfund Receivables/Payables

During the course of its operations, the Corporation has numerous transactions between funds. To the extent that certain transactions between funds had not been paid or received as of January 31, 2011, balances of interfund amounts receivable or payable have been recorded. For external reporting, interfund receivables and payables have been eliminated in the statement of financial position.

f. Fixed Assets

Fixed asset purchases funded by grants have been expensed in the grant period. Fixed assets with a cost of \$2,742,941 are not included in the statement of financial position since title remains with the funding sources. The grantor agencies reserve the right to have the assets be returned or sold if the Corporation discontinues their use. Equipment purchased with local funds is stated at cost. Depreciation is computed using the straight-line method over the estimated lives of the related assets, which range from 3-40 years. Depreciation expense totaled \$109,590 for the year ended January 31, 2011. Accumulated depreciation totaled \$989,263 as of January 31, 2011. Expenditures for maintenance repairs and minor replacements are charged to the current year, while major replacements and betterments costing over \$5,000 per item are capitalized. The cost of assets disposed of is deleted. Long-lived assets, such as property, plant, and equipment are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized for the amount by which the carrying value of the asset exceeds its fair value. The Corporation has not encountered any events in which impairment of fixed assets has occurred.

g. Income Taxes

Northeast Iowa Community Action Corporation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements. In addition, the Corporation has been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for fiscal 2011. The Organization adopted the provisions of *Accounting for Uncertainty in Income Taxes*, on February 1, 2009. Management of the Organization believes it has no material uncertain tax positions and, accordingly it will not recognize any liability for unrecognized tax benefits.

1. Summary of Significant Accounting Policies (Continued)

h. Annual Leave and Vacation Leave

The Corporation's employees accumulate sick leave and annual leave for subsequent use. The accumulation of annual leave is recognized when earned however the accumulation of sick leave is not funded and is not recognized as expense by the Corporation until used. Accumulated sick leave is not paid out at separation from the Corporation.

i. Annual Budget

Northeast Iowa Community Action Corporation does not prepare an agency wide annual budget. The Corporation does, however, prepare individual program budgets that contemplate revenues and expenses over the life of each program.

j. Concentrations of Credit Risk

Financial instruments that potentially subject the Corporation to significant concentrations of credit risk consists principally of accounts receivables and cash. Receivables are primarily from the U.S. Government, the State of Iowa and local governments in Iowa. These receivables are uncollateralized.

The Corporation's cash balances at two financial institutions fluctuate during the year and at various times exceed the Federal Deposit Insurance Corporation insurance limit. The Corporation's funds are considered public funds under state law and are thus secured by pledged investments of a multiple financial institution collateral pool.

k. Management Estimates

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

2. Deposits

At year end the carrying amount of the Corporation's deposits was \$3,520,172 and the bank balances totaled \$2,895,995. Of the bank balances, \$500,000 was covered by federal depository insurance. The balance was covered by a multiple financial institution collateral pool in accordance with Chapter 12C of the Code of Iowa. This Chapter provides for additional assessments against members of the pool to insure there will be no loss of public funds.

Included in the carrying amount of \$3,520,172 there is \$13,266 held at a broker, which is not collateralized.

3. Contributed Services

Contributed services, which require special skills that would be purchased if not donated, or create or enhance a nonfinancial asset are recognized in the statement of activities. This amount equaled \$None for the year ended January 31, 2011. Other donated services are from parents and others which do not meet the requirements to be recognized in the financial statements.

4. Contributed Facilities

The Corporation occupies without charge certain premises located in government owned buildings. The estimated fair rental value of the premises is reported as contributions and contributed facilities in the accompanying financial statements. The amount of contributed facilities for the year ended January 31, 2011 is \$85,023.

5. Support from Governmental Units

The Corporation receives substantially all of its support from federal, state and local governments. The federal government is the source for 72% of the Corporation's revenue and support. A significant reduction in the level of this support, if this were to occur, would have a significant effect on the Corporation's programs and activities.

NOTES TO FINANCIAL STATEMENTS

6. Indirect Costs

Indirect costs are certain administrative expenditures incurred for a common or joint purpose benefiting more than one program and not readily assignable to the programs specifically benefited. During fiscal 2011, the Corporation's indirect costs were allocated in accordance with its plan as submitted to its cognizant agency, the Department of Health and Human Services.

The indirect cost plan and rate was reviewed and approved by its cognizant agency for the year ending January 31, 2011. The Corporation's approved provisional rate for the year ended January 31, 2011 was 11.1%, the actual rate will be finalized at a later date by the Corporation's cognizant agency. For FY11, the indirect cost plan and rate was determined based on salary and benefits.

7. Equity in Affiliates

The Corporation has minority interests (.01 percent) in both NEICAC Senior Housing and Decorah Woolen Mill, limited partnerships, formed to construct and operate housing facilities in Decorah, Iowa. The partnerships are accounted for under the equity method of accounting. The Corporation's equity in Decorah Woolen Mill includes the rehabilitation credits, therefore their equity is greater than .01% but they receive only .01% of the net loss. Summary information on the partnerships as of December 31, 2010 follows:

	NEICAC Senior Housing	Decorah Woolen Mill
Assets	\$ 918,910	\$ 1,553,823
Less liabilities	670,186	496,430
Net assets	\$ 248,724	\$ 1,057,393
Operating revenues	\$ 61,961	\$ 60,708
Net loss	\$ (17,596)	\$ (35,878)
Corporation's interest		
Share of net loss	\$ (2)	\$ (5)
Equity in net assets	\$ 24	\$ 388,391

8. Property and Equipment

A summary of property and equipment, categorized by acquiring program/source, is as follows:

Acquiring Program/Source	Land	Buildings	Vehicles/ Equipment	Total
Contributions			\$ 139,625	\$ 139,625
Waukon USDA		\$ 455,194		455,194
Head Start Local		26,218		26,218
Transit			464,283	464,283
Ridgewood Duplex		131,024		131,024
Rent to Own		517,000		517,000
Calmar Apartments				
Phase I	\$ 9,975	477,568	11,983	499,526
Phase II	9,975	512,292	17,353	539,620
	19,950	2,119,296	633,244	2,772,490
Less accumulated depreciation	None	489,215	500,048	989,263
	\$ 19,950	\$ 1,630,081	\$ 133,196	\$ 1,783,227

NOTES TO FINANCIAL STATEMENTS

8. Property and Equipment (Continued)

The components of Northeast Iowa Community Action Corporation's accumulated depreciation at January 31, 2011 are as follows:

	Buildings	Vehicles	Equipment	Total
Balance, beginning of year	\$ 448,710	\$ 210,744	\$ 403,008	\$ 1,062,462
Current year depreciation	49,255	37,219	23,116	109,590
Current year disposals	(8,750)	(7,500)	(166,539)	(182,789)
Balance, end of year	\$ 489,215	\$ 240,463	\$ 259,585	\$ 989,263

9. Long-term Debt

Details of long-term debt as of January 31, 2011 are as follows:

	Balance Due	
	Total	Current
Calmar Apartments		
<i>Decorah Bank & Trust, Decorah</i>		
4.2% interest bearing note payable, due \$1,242 per month including interest through January 2018, with a balloon payment then due, collateralized by real estate.	\$ 132,187	\$ 9,548
<i>Iowa Finance Authority</i>		
1.0% interest bearing note payable, due \$1,082 annually through May 2011, collateralized by real estate.	935	935
1.0% interest bearing note payable, due \$1,309 annually through May 2013, collateralized by real estate.	3,753	1,272
The real estate has a carrying value of \$625,358.		
Waukon Head Start Building		
<i>United States Department of Agriculture</i>		
4.75% interest bearing note payable, due \$1,615 monthly including interest through November 2042, collateralized by real estate.	297,398	4,862
Rent to Own		
<i>Hawkeye Tri-County Electric</i>		
1.0% interest bearing note payable, due \$708 monthly through February 2013, collateralized by real estate with carrying value of \$106,474.	35,452	1,068
<i>Iowa Department of Economic Development</i>		
0.0% interest bearing note payable, forgivable in 2030.	100,000	
0.0% interest bearing note payable, forgivable in 2026.	180,000	
0.0% interest bearing note payable, forgivable in 2031.	112,000	
These notes are transferred with the related real estate as the homes are sold.		
<i>Iowa Finance Authority</i>		
3.0% interest bearing note payable, interest due quarterly, due June 2012.	60,000	

NOTES TO FINANCIAL STATEMENTS

9. Long-term Debt (Continued)

	Balance Due	
	Total	Current
Ridgewood Duplex Building		
<i>Habitat for Humanity</i>		
0.0% interest bearing note payable, due \$304 monthly through September 2032, collateralized by real estate with a carrying value of \$116,284.	\$ 76,087	\$ 3,652
0.0% interest bearing note payable, with 10% forgiven each year through November 2016.	23,462	3,972
	\$ 1,021,274	\$ 25,309

Maturities of long-term debt during the years following January 31, 2011 are as follows:

Long-term debt maturities	
2012	\$ 25,309
2013	118,068
2014	24,550
2015	24,057
2016	24,792
2017-2021	137,295
2022-2026	241,296
2027-2031	277,503
2032-2036	79,485
2037-2041	68,919
	\$ 1,021,274

Interest expense totaled \$24,417 for the year ending January 31, 2011. No interest cost was capitalized for the year ended January 31, 2011.

10. Pension and Retirement Benefits

The Corporation 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. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa 50306-9117.

Plan members are required to contribute 4.30% from February 1, 2010 through June 30, 2010 and 4.50% from July 1, 2010 through January 31, 2011, of their annual covered salary and the Corporation is required to contribute 6.65% from February 1, 2010 through June 30, 2010 and 6.95% from July 1, 2010 through January 31, 2011, of annual covered payroll. Contribution requirements are established by state statute. The Corporation's contribution to IPERS for the years ended January 31, 2011, 2010, and 2009 were \$319,280, \$283,591 and \$241,352 respectively, equal to the required contributions for each year.

NOTES TO FINANCIAL STATEMENTS

11. Deferred Revenue

Deferred revenue consists of the following as of January 31, 2011:

U.S. Department of Health and Human Services	
Wrap-around	\$ 174,676
State Department of Human Rights	
Weatherization Assistance for Low Income Persons	19,439
Low Income Heat Energy Assistance	480,005
HEAP Weatherization Assistance for Low Income Persons	23,992
Community Service Block Grant	50,316
FADSS	48,270
	622,022
State Department of Economic Development	
Homeless Prevention and Rapid Re-Housing	20,996
U.S. Department of Agriculture	
USDA	6,160
Other Sources	
Child Developments	39,870
Oelwein Child Developments	10,781
Unmet Disaster Needs	25,643
	76,294
Local Sources	
Contributions	81,398
	\$ 981,546

12. Leases

The Corporation leases office space from the following under the terms as described below:

- Winneshiek County for \$5,176 per month on a month to month basis. The Corporation is required to provide insurance and upkeep on the building.
- Fayette County for \$240 per month for Outreach on a month to month basis.
- Upper Explorerland Regional Planning Commission for \$30 per month. The lease expires on June 30, 2012.
- Gal Investments, Ltd for \$550 per month. The lease expires July 30, 2011.
- 414, LLC for \$500 per month. The lease expires June 30, 2011.
- City of Fayette for \$325 per month. The lease expires June 30, 2011.

The Transit Program leases garage, office, and vehicle parking space and wash bay from Kenneth Schatz for \$800 per month in West Union. The lease expires June 2011.

NOTES TO FINANCIAL STATEMENTS

12. Leases (Continued)

The Crossroads Housing Program rents nine transitional homes under various agreements with monthly rent payments ranging from \$400 to \$650. The lease agreements expire at various dates from February 2011 through November 2011.

The Head Start Program leases classroom space under various agreements as follows:

Center	Monthly Period of Lease	Rent
Monona HS	August 1, 2010 to July 30, 2011	\$ 750
Postville CD	July 1, 2010 to June 30, 2011	550
Postville	July 1, 2010 to June 30, 2011	650
Gunderson HS	March 1, 2010 to February 28, 2011	880

Head Start Program has space donated for several classrooms but the Corporation must pay a monthly amount to cover utilities. Each center must provide equipment required to operate and provide insurance for the equipment and employees. The following is a summary of the Head Start and child development leases:

Center	Period of Lease	Monthly Utility Payment
Howard-Winn CSD HS	July 1, 2010 to June 30, 2011	\$ 400
First United Church CD	July 1, 2010 to June 30, 2011	400
Guttenberg HS	July 1, 2010 to June 30, 2011	300
Decorah CSD	June 1, 2010 to May 31, 2011	400
Elkader	September 1, 2010 to August 31, 2011	714
Oelwein CSD	August 1, 2010 to July 31, 2011	500
North Fayette	August 1, 2010 to July 31, 2011	400
Civic Center	July 1, 2010 to June 30, 2011	500

The future minimum lease payments required under the operating leases that have initial or remaining non-cancelable lease terms are as follows:

2012	\$ 35,385
2013	4,150
	<u>\$ 39,535</u>

13. Contingent Liabilities

The Corporation participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants were subjected to local audit but still remain open to audit by the appropriate grantor government. If expenditures are disallowed by the grantor government due to noncompliance with grant program regulations, the Corporation may be required to reimburse the grantor government. As of January 31, 2011 significant amounts of grant expenditures have not been audited by granting authorities but the Corporation believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual funds or the overall financial position of the Corporation.

The Corporation built a duplex for handicapped persons in Winneshiek County with Winneshiek County Habitat for Humanity. Winneshiek County Habitat for Humanity loaned the Corporation \$39,720 to help build this duplex, in which 10% would be forgiven on an annual basis. The Corporation must own the building for 20 years. See Note 9.

13. Contingent Liabilities (Continued)

The Corporation built homes in the Cresco, Lawler, West Union, Tripoli, and Volga areas for low-income families to eventually own. Some of the funds were provided by a loan from the Iowa Department of Economic Development of \$392,000. Once the home is purchased by the family, the loan is forgiven over the next fifteen years. If the family sells the home, then the family is responsible for repaying the outstanding loan. The loans are reported on the Corporation's financials until the home is purchased by an eligible family.

The Corporation is the general partner in NEICAC Senior Housing Limited Partnership (the Partnership). The Partnership constructed a 16 unit senior housing complex in Decorah, Iowa at a total cost of \$980,520. The funds for the project were provided by loans from the Iowa Department of Economic Development of \$383,779 and the Iowa Finance Authority of \$21,658. Also, the construction was financed by the sale of \$466,000 of low income housing tax credits and thus will require compliance with various IRS regulations over a number of years. The Corporation loaned the project approximately \$4,654 for start up costs and operations and deferred its development fee of \$96,000. As of January 31, 2011, the balance of the loan from the Corporation to the project for its development fee was \$69,362.

The Corporation is the general partner in Decorah Woolen Mill Limited Partnership (the Partnership). The Partnership constructed a 15 unit housing complex in Decorah, Iowa at a total cost of \$1,740,245. The funds for the project were provided by loans from the Iowa Department of Economic Development of \$330,000. Also, the construction was financed by the sale of \$294,925 of federal historic rehabilitation tax credits and thus will require compliance with various IRS regulations over a number of years. The Corporation loaned the project its development fee of \$75,000.

The Partnership agreements include requirements of the Corporation to maintain insurance, retain reserves for replacements and operating deficits, and furnish information to limited partners and limits payments to the Corporation. The Corporation has materially complied with the partnership agreements during the year ended January 31, 2011.

14. Agency Risk Management

Northeast Iowa Community Action Corporation is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. The Corporation assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

15. Cafeteria Plan

The Corporation sponsors a Section 125 cafeteria plan. The benefits available under the plan are health insurance. Participants may elect salary reduction to cover family health insurance, disability insurance, non-covered medical and dental expenses and day care. There were 121 participants in the plan for the plan year ended January 31, 2011.

16. Subsequent Events

Subsequent events were evaluated through May 18, 2011 which is the date the financial statements were available to be issued.

123 West Water Street
P.O. Box 507
Decorah, Iowa 52101
Telephone 563 382-3637
Fax 563 382-5797

HACKER, NELSON & CO., P.C.
Certified Public Accountants
And Business Consultants

www.hackernelson.com

9 North Locust Avenue
P.O. Box 529
New Hampton, Iowa 50659
Telephone 641 394-2245
Fax 641 394-3138

**INDEPENDENT AUDITOR'S REPORT
ON THE SUPPLEMENTARY INFORMATION**

**To the Board of Directors
Northeast Iowa Community Action Corporation
Decorah, Iowa**

We have audited the financial statements of Northeast Iowa Community Action Corporation as of and for the year ended January 31, 2011, and have issued our report thereon dated May 18, 2011, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The supplemental information as of and for the year ended January 31, 2011 presented on Schedules 1 through 29 are presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, except for the effects on Schedules 3-29 of preparing this information under guidelines used to report to regulatory and funding agencies, as explained below, the information is fairly stated in all material respects in relation to the financial statements as a whole.

The information in Schedules 3-29 has been presented in a format which the Corporation uses for internal reporting and reporting to funding sources, and is not current U.S. generally accepted accounting principles. This information, shown on a fund basis, does not report changes in net assets, includes all contributed services in kind revenues and expenditures, includes capitalized equipment and contributed materials and services as expenditures and includes management and general expenses in fund expenditures.

We have also previously audited, in accordance with U.S. generally accepted auditing standards, the statement of financial position as of January 31, 2010, and the related statements of activities, functional expenses and cash flows for the year then ended (none of which is presented herein), and we expressed an unqualified opinion on those financial statements. We expressed a qualified opinion on the supplementary information for the year ended January 31, 2010 because the information was presented under the guidelines described in the preceding paragraph. In our opinion, except for the effects of preparing this information using guidelines as explained above, the supplementary information presented on Schedules 13 to 29 which relates to the year ended January 31, 2010, is fairly stated in all material respects in relation to the financial statements from which it has been derived.

Hacker, Nelson & Co., P.C.

Decorah, Iowa
May 18, 2011

This Page Intentionally Left Blank

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF FINANCIAL POSITION
 BY FUNDING SOURCE
 January 31, 2011

	U.S. Department of Health and Human Services	Department of Homeland Security	State Department of Human Rights	State Department of Health
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 176,208	\$ 71	\$ 480,328	\$ 100
Receivables				
Funding source	37,797		386,402	1,217
Other			286,604	56,782
Due from other funds	36,978		566,805	
Total assets	\$ 250,983	\$ 71	\$ 1,720,139	\$ 58,099
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts payable				
General	\$ 16,696	\$ 46	\$ 46,629	\$ 2,304
Due to other funds	59,611	25	1,051,488	6,414
Deferred revenue	174,676		622,022	
	250,983	71	1,720,139	8,718
NET ASSETS				
Unrestricted				49,381
Total liabilities and net assets	\$ 250,983	\$ 71	\$ 1,720,139	\$ 58,099

See Independent Auditor's Report on the Supplementary Information.

SCHEDULE 1

State Department of Economic Development	U.S. Department of Agriculture	U.S. Department of Justice	Other Sources	Total
\$ 24,910			\$ 111,366	\$ 792,983
5,000	\$ 82,346	\$ 23,371	39,815	575,948
	641		153	343,386
<u>29,910</u>	<u>82,987</u>	<u>23,371</u>	<u>151,334</u>	<u>604,577</u>
<u>\$ 29,910</u>	<u>\$ 82,987</u>	<u>\$ 23,371</u>	<u>\$ 151,334</u>	<u>\$ 2,316,894</u>
\$ 3,046	\$ 64,154	\$ 2,980	\$ 2,796	\$ 138,651
5,868	12,673	20,391	57,193	1,213,663
<u>20,996</u>	<u>6,160</u>		<u>76,294</u>	<u>900,148</u>
<u>29,910</u>	<u>82,987</u>	<u>23,371</u>	<u>136,283</u>	<u>2,252,462</u>
			<u>15,051</u>	<u>64,432</u>
<u>\$ 29,910</u>	<u>\$ 82,987</u>	<u>\$ 23,371</u>	<u>\$ 151,334</u>	<u>\$ 2,316,894</u>

This Page Intentionally Left Blank

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF FINANCIAL POSITION
 LOCAL FUNDS
 January 31, 2011

	Transit 2011	Local Weatherization 2011	Head Start Local	Calmar Apartments
ASSETS				
CURRENT ASSETS				
Cash	\$ 554,806	\$ 33,715	\$ 240,847	\$ 32,909
Receivables				
Funding source				
Other	407,336		1,880	
Due from other funds	<u>15,023</u>	<u>1,462</u>	<u>364</u>	
	<u>977,165</u>	<u>35,177</u>	<u>243,091</u>	<u>32,909</u>
PROPERTY AND EQUIPMENT, NET	<u>131,741</u>	<u>None</u>	<u>24,182</u>	<u>662,381</u>
OTHER ASSETS				
Due from affiliate				
Investment in affiliates				
	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>
Total assets	<u>\$ 1,108,906</u>	<u>\$ 35,177</u>	<u>\$ 267,273</u>	<u>\$ 695,290</u>
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts payable				
General	\$ 39,363		\$ 1,774	\$ 29,738
Due to other funds	29,524		3,927	6,111
Compensated absences				
Current portion of long-term debt				11,755
Deferred revenue				
Total current liabilities	<u>68,887</u>	<u>\$ None</u>	<u>5,701</u>	<u>47,604</u>
LONG-TERM DEBT				
Notes payable, less current portion				<u>125,120</u>
NET ASSETS				
Unrestricted				
Designated for fixed assets	131,741			522,566
Undesignated	<u>908,278</u>	<u>35,177</u>	<u>261,572</u>	
Total net assets	<u>1,040,019</u>	<u>35,177</u>	<u>261,572</u>	<u>522,566</u>
Total liabilities and net assets	<u>\$ 1,108,906</u>	<u>\$ 35,177</u>	<u>\$ 267,273</u>	<u>\$ 695,290</u>

See Independent Auditor's Report on the Supplementary Information.

<u>Weatherization Utilities</u>	<u>Contributions</u>	<u>General Relief</u>	<u>Low-Rent Housing</u>	<u>Rent to Own</u>	<u>Ridgewood Duplex</u>	<u>Waukon USDA</u>
	\$ 1,472,475			\$ 104,651	\$ 5,794	\$ 27,099
\$ 45,729	1,807		\$ 4,651	10,000		
	<u>703,212</u>		<u>23</u>			
<u>45,729</u>	<u>2,177,494</u>		<u>4,674</u>	<u>114,651</u>	<u>5,794</u>	<u>27,099</u>
None	1,564	\$ None	None	507,577	116,283	339,499
	150,398					
None	150,398	None	None	None	None	None
<u>\$ 45,729</u>	<u>\$ 2,329,456</u>	<u>\$ None</u>	<u>\$ 4,674</u>	<u>\$ 622,228</u>	<u>\$ 122,077</u>	<u>\$ 366,598</u>
	\$ 186,153			\$ 2,094	\$ 1,255	
\$ 45,729	10,849		\$ 4,674	31,699	24	
	142,440			1,068	7,624	\$ 4,862
	<u>81,398</u>					
<u>45,729</u>	<u>420,840</u>	<u>\$ None</u>	<u>4,674</u>	<u>34,861</u>	<u>8,903</u>	<u>4,862</u>
				486,384	91,925	292,536
	1,564			100,983		42,101
	<u>1,907,052</u>				<u>21,249</u>	<u>27,099</u>
None	1,908,616	None	None	100,983	21,249	69,200
<u>\$ 45,729</u>	<u>\$ 2,329,456</u>	<u>\$ None</u>	<u>\$ 4,674</u>	<u>\$ 622,228</u>	<u>\$ 122,077</u>	<u>\$ 366,598</u>

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
COMBINING STATEMENT OF FINANCIAL POSITION
LOCAL FUNDS
January 31, 2011

	Fayette General Relief	Family Planning	Long-term Recovery	Family Planning Initiative	Housing Local	Oelwein Housing	Total
ASSETS							
CURRENT ASSETS							
Cash		\$ 18,889	\$ 5,417	\$ 61,050	\$ 169,537		\$ 2,727,189
Receivables							
Funding source	\$ 6,528					\$ 1,609	58,517
Other		110		2,398			423,531
Due from other funds				462	31,691		752,237
	<u>6,528</u>	<u>18,999</u>	<u>5,417</u>	<u>63,910</u>	<u>201,228</u>	<u>1,609</u>	<u>3,961,474</u>
PROPERTY AND EQUIPMENT, NET	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>	<u>1,783,227</u>
OTHER ASSETS							
Due from affiliate							150,398
Investment in affiliates					388,415		388,415
	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>	<u>388,415</u>	<u>None</u>	<u>538,813</u>
Total assets	<u>\$ 6,528</u>	<u>\$ 18,999</u>	<u>\$ 5,417</u>	<u>\$ 63,910</u>	<u>\$ 589,643</u>	<u>\$ 1,609</u>	<u>\$ 6,283,514</u>
LIABILITIES AND NET ASSETS							
CURRENT LIABILITIES							
Accounts payable							
General	\$ 200	\$ 55		\$ 5,440	\$ 488		\$ 266,560
Due to other funds	6,328			2,090	587	\$ 1,609	143,151
Compensated absences							142,440
Current portion of long-term debt							25,309
Deferred revenue							81,398
Total current liabilities	<u>6,528</u>	<u>55</u>	<u>\$ None</u>	<u>7,530</u>	<u>1,075</u>	<u>1,609</u>	<u>658,858</u>
LONG-TERM DEBT							
Notes payable, less current portion							<u>995,965</u>
NET ASSETS							
Unrestricted							
Designated for fixed assets							798,955
Undesignated		18,944	5,417	56,380	588,568		3,829,736
Total net assets	<u>None</u>	<u>18,944</u>	<u>5,417</u>	<u>56,380</u>	<u>588,568</u>	<u>None</u>	<u>4,628,691</u>
Total liabilities and net assets	<u>\$ 6,528</u>	<u>\$ 18,999</u>	<u>\$ 5,417</u>	<u>\$ 63,910</u>	<u>\$ 589,643</u>	<u>\$ 1,609</u>	<u>\$ 6,283,514</u>

See Independent Auditor's Report on the Supplementary Information.

This Page Intentionally Left Blank

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BY FUNDING SOURCE
 Year Ended January 31, 2011

	U.S. Department of Health and Human Services	Department of Homeland Security	State Department of Human Rights	State Department of Health
REVENUES				
Federal grants	\$ 3,092,654	\$ 20,485	\$ 4,857,253	\$ 94,161
State grants			100,976	
Local			51,374	259,313
Inkind	617,687			5,928
Total revenues	3,710,341	20,485	5,009,603	359,402
EXPENDITURES				
Direct				
Employee salaries	1,825,327		983,444	183,270
Employee fringe benefits	617,069		331,937	51,344
Contractual			220,242	1,760
Travel	22,375		26,822	11,750
Space costs	135,382		19,354	13,721
Consumable supplies	51,518		42,160	
Equipment				62,793
Direct assistance		20,194	2,477,556	
Augmentation			92,761	
Food	48,878			
Other	122,333		636,839	8,505
Inkind	617,687			5,928
Total direct	3,440,569	20,194	4,831,115	339,071
Indirect	282,648	291	178,488	25,358
Total expenditures	3,723,217	20,485	5,009,603	364,429
Excess revenues over (under) expenditures	(12,876)	None	None	(5,027)
FUND BALANCE, beginning of year	None	None	None	54,408
TRANSFERS, NET	12,876	None	None	None
FUND BALANCE, end of year	\$ None	\$ None	\$ None	\$ 49,381

See Independent Auditor's Report on the Supplementary Information.

SCHEDULE 3

State Department of Economic Development	U.S. Department of Agriculture	U.S. Department of Justice	Other Sources	Total
\$ 347,591 5,000	\$ 856,464	\$ 118,008	\$ 338,907 52,258 3,531	\$ 9,386,616 444,883 362,945 627,146
<u>352,591</u>	<u>856,464</u>	<u>118,008</u>	<u>394,696</u>	<u>10,821,590</u>
73,810	76,487	31,803	163,033	3,337,174
29,710	20,602	11,637	62,881	1,125,180
6,167	4,849		39,141	272,159
	6,045	7,762	6,844	81,598
	1,045	620	2,024	172,146
	2,187		19,396	115,261
				62,793
234,598		65,621	63,771	2,861,740
			19,915	112,676
	710,791			759,669
9,935	23,636	565		801,813
			3,531	627,146
<u>354,220</u>	<u>845,642</u>	<u>118,008</u>	<u>380,536</u>	<u>10,329,355</u>
<u>(1,629)</u>	<u>10,499</u>		<u>25,673</u>	<u>521,328</u>
<u>352,591</u>	<u>856,141</u>	<u>118,008</u>	<u>406,209</u>	<u>10,850,683</u>
None	323	None	(11,513)	(29,093)
None	None	None	26,564	80,972
None	(323)	None	None	12,553
<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>	<u>\$ 15,051</u>	<u>\$ 64,432</u>

This Page Intentionally Left Blank

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 LOCAL FUNDS
 Year Ended January 31, 2011

	Transit		Local Weatherization		Head Start
	2010	2011	2010	2011	Local
REVENUES					
Federal grants	\$ 185,606	\$ 780,225			
State grants	108,907	205,489			
Local revenue	610,263	852,039		\$ 5	\$ 25,886
Equity in limited partnerships earnings					
Interest	3,779	4,038	\$ 254	301	188
Total revenues	908,555	1,841,791	254	306	26,074
EXPENDITURES					
Direct					
Employee salaries	438,906	593,702			
Employee fringe benefits	124,419	165,931			
Contractual	19,202	25,179			
Travel	13,245	10,952			
Space costs	9,586	15,302			
Consumable supplies	19,258	8,794			
Equipment	198,829	308,346			
Direct assistance					
Depreciation	33,570	24,309			1,745
Augmentation					
Other	263,380	268,394	348	27	5,983
Total direct	1,120,395	1,420,909	348	27	7,728
Indirect	55,621	84,319	1,994	1,754	
Total expenditures	1,176,016	1,505,228	2,342	1,781	7,728
Excess revenues over (under) expenditures	(267,461)	336,563	(2,088)	(1,475)	18,346
FUND BALANCE, beginning of year	970,917	None	38,740	None	256,102
TRANSFERS, NET	None	None	None	None	(12,876)
REPROGRAMMED FUNDS	(703,456)	703,456	(36,652)	36,652	None
FUND BALANCE, end of year	\$ None	\$ 1,040,019	\$ None	\$ 35,177	\$ 261,572

See Independent Auditor's Report on the Supplementary Information.

Calmar Apartments		Weatherization Utilities		Contributions	General Relief	
2010	2011	2010	2011		2010	2011
\$ 31,943	\$ 23,592	\$ 170,093	\$ 45,729	\$ 991,754	\$ 1,183	\$ 628
				37,430		
<u>31,943</u>	<u>23,592</u>	<u>170,093</u>	<u>45,729</u>	<u>1,029,184</u>	<u>1,183</u>	<u>628</u>
2,558	2,615			339,658	49	47
1,013	951			122,099	11	17
950	722			95,533		
				48,620	660	65
14,446	7,538			16,713	182	280
				26,770		
				69,547		
15,100	10,785			2,086		
		161,316	45,729			
<u>3,951</u>	<u>2,348</u>			<u>150,125</u>	<u>274</u>	<u>212</u>
38,018	24,959	161,316	45,729	871,151	1,176	621
<u>425</u>	<u>396</u>	<u>8,777</u>		<u>6,350</u>	<u>7</u>	<u>7</u>
<u>38,443</u>	<u>25,355</u>	<u>170,093</u>	<u>45,729</u>	<u>877,501</u>	<u>1,183</u>	<u>628</u>
(6,500)	(1,763)	None	None	151,683	None	None
530,829	None	None	None	1,756,610	None	None
None	None	None	None	323	None	None
<u>(524,329)</u>	<u>524,329</u>	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>
<u>\$ None</u>	<u>\$ 522,566</u>	<u>\$ None</u>	<u>\$ None</u>	<u>\$ 1,908,616</u>	<u>\$ None</u>	<u>\$ None</u>

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 LOCAL FUNDS
 Year Ended January 31, 2011

	Low-Rent Housing		Rent to Own	
	2010	2011	2010	2011
REVENUES				
Federal grants				
State grants	\$ 35,518	\$ 4,550	\$ 82,812	\$ 130,000
Local revenue			18,691	47,911
Equity in limited partnerships earnings				
Interest			9	35
Total revenues	<u>35,518</u>	<u>4,550</u>	<u>101,512</u>	<u>177,946</u>
EXPENDITURES				
Direct				
Employee salaries	22,523	3,036	1,248	3,696
Employee fringe benefits	9,449	1,080	378	1,317
Contractual				
Travel				
Space costs				
Consumable supplies				
Equipment				
Direct assistance				
Depreciation			1,223	6,116
Augmentation				
Other			73,620	58,688
Total direct	<u>31,972</u>	<u>4,116</u>	<u>76,469</u>	<u>69,817</u>
Indirect	<u>3,546</u>	<u>434</u>	<u>193</u>	<u>558</u>
Total expenditures	<u>35,518</u>	<u>4,550</u>	<u>76,662</u>	<u>70,375</u>
Excess revenues over (under) expenditures	None	None	24,850	107,571
FUND BALANCE, beginning of year	None	None	(44,525)	None
TRANSFERS, NET	None	None	9,997	3,090
REPROGRAMMED FUNDS	None	None	9,678	(9,678)
FUND BALANCE, end of year	<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>	<u>\$ 100,983</u>

See Independent Auditor's Report on the Supplementary Information.

SCHEDULE 4
(Continued)

Ridgewood Duplex		Waukon USDA	Fayette General Relief		Family Planning	
2010	2011		2010	2011	2010	2011
\$ 5,030	\$ 8,615	\$ 19,380	\$ 5,844	\$ 12,873	\$ 2,119	\$ 13,455
10	30	275				
5,040	8,645	19,655	5,844	12,873	2,119	13,455
	526		67	528		
	200		15	120		
				65	853	247
1,122	2,054				4,982	
1,638	1,638	11,380				
1,100		14,257	5,752	12,086	180	
3,860	4,418	25,637	5,834	12,799	6,015	247
	80		10	74		
3,860	4,498	25,637	5,844	12,873	6,015	247
1,180	4,147	(5,982)	None	None	(3,896)	13,208
15,922	None	75,182	None	None	13,013	None
None	None	None	None	None	(3,381)	None
(17,102)	17,102	None	None	None	(5,736)	5,736
\$ None	\$ 21,249	\$ 69,200	\$ None	\$ None	\$ None	\$ 18,944

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 LOCAL FUNDS
 Year Ended January 31, 2011

	Long-term Recovery		Family Planning Initiative	
	2010	2011	2010	2011
REVENUES				
Federal grants				
State grants				
Local revenue				\$ 207,589
Equity in limited partnerships earnings				
Interest				
Total revenues	\$ None	\$ None	\$ None	207,589
EXPENDITURES				
Direct				
Employee salaries			22,697	97,812
Employee fringe benefits			5,714	23,263
Contractual				
Travel			475	2,771
Space costs			3,730	17,792
Consumable supplies			4,693	36,583
Equipment				
Direct assistance				
Depreciation				
Augmentation				
Other	2,401		11,794	33,766
Total direct	2,401	None	49,103	211,987
Indirect				
Total expenditures	2,401	None	52,484	225,426
Excess revenues over (under) expenditures	(2,401)	None	(52,484)	(17,837)
FUND BALANCE, beginning of year	7,818	None	123,320	None
TRANSFERS, NET	None	None	3,381	None
REPROGRAMMED FUNDS	(5,417)	5,417	(74,217)	74,217
FUND BALANCE, end of year	\$ None	\$ 5,417	\$ None	\$ 56,380

See Independent Auditor's Report on the Supplementary Information.

SCHEDULE 4
(Continued)

Housing Local	Oelwein Housing	Transitional House	Total
			\$ 965,831
\$ 14,438			581,714
6,379	\$ 1,609	\$ 2,566	3,105,176
(7)			(7)
2,117			48,466
<u>22,927</u>	<u>1,609</u>	<u>2,566</u>	<u>4,701,180</u>
42,312			1,571,980
13,037			469,014
14,558			156,144
2,900			80,853
			88,745
			101,080
			507,175
			69,547
			109,590
			207,045
<u>18,459</u>	<u>1,609</u>	<u>2,566</u>	<u>931,320</u>
91,266	1,609	2,566	4,292,493
<u>6,144</u>			<u>187,509</u>
<u>97,410</u>	<u>1,609</u>	<u>2,566</u>	<u>4,480,002</u>
(74,483)	None	None	221,178
676,138	None	None	4,420,066
(13,087)	None	None	(12,553)
<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>
<u>\$ 588,568</u>	<u>\$ None</u>	<u>\$ None</u>	<u>\$ 4,628,691</u>

This Page Intentionally Left Blank

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
 Year Ended January 31, 2011

	Head Start #07CH6090/43		Head Start/ Early Childhood #07SE6090/01
	Direct	T & TA	
REVENUES			
Federal grants	\$ 1,737,708	\$ 26,669	\$ 108,951
Inkind	461,833		
Total revenues	2,199,541	26,669	108,951
EXPENDITURES			
Direct			
Employee salaries	992,835	5,471	74,752
Employee fringe benefits	349,098	1,111	23,853
Travel	706	10,140	
Space costs	104,505		
Consumable supplies	28,263		
Food	35,573		
Other	77,774	9,216	
Inkind	461,833		
Total direct	2,050,587	25,938	98,605
Indirect	154,735	731	10,346
Total expenditures	2,205,322	26,669	108,951
Excess revenues over (under) expenditures	(5,781)	None	None
FUND BALANCE, beginning of year	None	None	None
TRANSFERS, NET	5,781	None	None
FUND BALANCE, end of year	\$ None	\$ None	\$ None

See Independent Auditor's Report on the Supplementary Information.

SCHEDULE 5

Combined Wrap-Around		Early Childhood #07CH6090/43		Total
2010	2011	Direct	T & TA	
\$ 382,624	\$ 78,824	\$ 739,485	\$ 18,393	\$ 3,092,654
		155,854		617,687
<u>382,624</u>	<u>78,824</u>	<u>895,339</u>	<u>18,393</u>	<u>3,710,341</u>
240,405	55,747	456,117		1,825,327
87,856	15,202	139,949		617,069
		11,529		22,375
9,990		20,887		135,382
8,670		14,585		51,518
		13,305		48,878
		16,950	18,393	122,333
		<u>155,854</u>		<u>617,687</u>
346,921	70,949	829,176	18,393	3,440,569
35,703	7,875	73,258		282,648
<u>382,624</u>	<u>78,824</u>	<u>902,434</u>	<u>18,393</u>	<u>3,723,217</u>
None	None	(7,095)	None	(12,876)
None	None	None	None	None
<u>None</u>	<u>None</u>	<u>7,095</u>	<u>None</u>	<u>12,876</u>
<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 DEPARTMENT OF HOMELAND SECURITY
 Year Ended January 31, 2011

	Family Support Center 2010
REVENUES	
Federal grants	\$ 20,485
EXPENDITURES	
Direct	
Direct assistance	20,194
Indirect	291
Total expenditures	20,485
Excess revenues over (under) expenditures	None
FUND BALANCE, beginning of year	None
FUND BALANCE, end of year	\$ None

See Independent Auditor's Report on the Supplementary Information.

This Page Intentionally Left Blank

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 STATE DEPARTMENT OF HUMAN RIGHTS
 Year Ended January 31, 2011

	Weatherization Assistance for Low Income Persons		Low Income Home Energy Assistance	
	DOE 09-09I	DOE ARRA-09-09I	10-09-I	11-09-I
REVENUES				
Federal grants	\$ 379,809	\$ 965,769	\$ 1,100,900	\$ 1,407,509
State grants				
Local revenue				
Total revenues	<u>379,809</u>	<u>965,769</u>	<u>1,100,900</u>	<u>1,407,509</u>
EXPENDITURES				
Direct				
Employee salaries		9,279	65,404	86,726
Employee fringe benefits		3,113	18,762	27,879
Contractual				
Travel			2,660	2,449
Space costs			2,018	1,072
Consumable supplies			2,150	1,284
Direct assistance			990,133	1,274,044
Augmentation	341,429	874,325		
Other		21,674	14,213	1,473
Total direct	<u>341,429</u>	<u>908,391</u>	<u>1,095,340</u>	<u>1,394,927</u>
Indirect	<u>38,380</u>	<u>57,378</u>	<u>5,560</u>	<u>12,582</u>
Total expenditures	<u>379,809</u>	<u>965,769</u>	<u>1,100,900</u>	<u>1,407,509</u>
Excess revenues over (under) expenditures	None	None	None	None
FUND BALANCE, beginning of year	None	None	None	None
Less: funds returned or to be returned to funding source	None	None	None	None
TRANSFERS, NET	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>
FUND BALANCE, end of year	<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
STATE DEPARTMENT OF HUMAN RIGHTS
Year Ended January 31, 2011

	WAP Main		Total
	2010	2011	
REVENUES			
Federal grants			\$ 4,857,253
State grants			100,976
Local revenue			51,374
Total revenues	\$ None	\$ None	5,009,603
EXPENDITURES			
Direct			
Employee salaries	73,849	399,954	983,444
Employee fringe benefits	28,646	143,209	331,937
Contractual	43,346	176,848	220,242
Travel	44	3,799	26,822
Space costs	389	2,086	19,354
Consumable supplies	1,525	8,103	42,160
Direct assistance			2,477,556
Augmentation	259,398	(1,685,609)	92,761
Other	64,060	480,353	636,839
Total direct	471,257	(471,257)	4,831,115
Indirect	None	None	178,488
Total expenditures	471,257	(471,257)	5,009,603
Excess revenues over (under) expenditures	(471,257)	471,257	None
FUND BALANCE, beginning of year	None	None	None
Less: funds returned or to be returned to funding source	None	None	None
TRANSFERS, NET	471,257	(471,257)	None
FUND BALANCE, end of year	\$ None	\$ None	\$ None

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 STATE DEPARTMENT OF HEALTH
 Year Ended January 31, 2011

	Family Planning Project		Maternal & Child Health	Total
	#5880MH20	#5881MH20	2011	
REVENUES				
Federal grants	\$ 18,652	\$ 75,509		\$ 94,161
Local	169,868	88,228	\$ 1,217	259,313
Inkind	5,928			5,928
Total revenues	194,448	163,737	1,217	359,402
EXPENDITURES				
Direct				
Employee salaries	123,913	59,357		183,270
Employee fringe benefits	35,091	16,253		51,344
Contractual	1,434	326		1,760
Travel	8,391	3,341	18	11,750
Space costs	8,809	4,912		13,721
Consumable supplies	43,847	17,747	1,199	62,793
Other	4,478	4,027		8,505
Inkind	5,928			5,928
Total direct	231,891	105,963	1,217	339,071
Indirect	16,965	8,393		25,358
Total expenditures	248,856	114,356	1,217	364,429
Excess revenues over (under) expenditures	(54,408)	49,381	None	(5,027)
FUND BALANCE, beginning of year	54,408	None	None	54,408
REPROGRAMMED FUNDS	None	None	None	None
TRANSFERS, NET	None	None	None	None
FUND BALANCE, end of year	\$ None	\$ 49,381	\$ None	\$ 49,381

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 STATE DEPARTMENT OF ECONOMIC DEVELOPMENT
 Year Ended January 31, 2011

	<u>10-II-96002</u>	<u>Homeless Prevention and Rapid Re-housing S09-DY-19-0001</u>	<u>Total</u>
REVENUES			
Federal grants		\$ 347,591	\$ 347,591
State grants	\$ 5,000		5,000
Total revenues	<u>5,000</u>	<u>347,591</u>	<u>352,591</u>
EXPENDITURES			
Direct			
Employee salaries		73,810	73,810
Employee fringe benefits		29,710	29,710
Travel		6,167	6,167
Other	5,000	4,935	9,935
Direct assistance		<u>234,598</u>	<u>234,598</u>
Total direct	<u>5,000</u>	<u>349,220</u>	<u>354,220</u>
Indirect		<u>(1,629)</u>	<u>(1,629)</u>
Total expenditures	<u>5,000</u>	<u>347,591</u>	<u>352,591</u>
Excess revenues over (under) expenditures	None	None	None
TRANSFERS, NET	<u>None</u>	<u>None</u>	<u>None</u>
FUND BALANCE, end of year	<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 U.S. DEPARTMENT OF AGRICULTURE
 Year Ended January 31, 2011

	USDA		Family Day Care		Total
	#96-8010	#96-8010	#96-8013	#96-8013	
REVENUES					
Federal grants	\$ 138,487	\$ 93,214	\$ 443,270	\$ 181,493	\$ 856,464
EXPENDITURES					
Direct					
Employee salaries	12,552	7,674	39,721	16,540	76,487
Employee fringe benefits	3,584	2,242	10,588	4,188	20,602
Contractual			3,707	1,142	4,849
Travel			5,082	963	6,045
Space costs				1,045	1,045
Consumable supplies			1,968	219	2,187
Food	111,073	75,921	369,257	154,540	710,791
Other	9,566	6,276	7,239	555	23,636
Total direct	136,775	92,113	437,562	179,192	845,642
Indirect	1,712	1,101	5,385	2,301	10,499
Total expenditures	138,487	93,214	442,947	181,493	856,141
Excess revenues over (under) expenditures	None	None	323	None	323
FUND BALANCE, beginning of year	None	None	None	None	None
TRANSFERS, net	None	None	(323)	None	(323)
FUND BALANCE, end of year	\$ None	\$ None	\$ None	\$ None	\$ None

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 U.S. DEPARTMENT OF JUSTICE
 Year Ended January 31, 2011

	<u>Crossroads</u> <u>Housing</u> <u>2009-HH-S6-0037</u>
REVENUES	
Federal grants	<u>\$ 118,008</u>
EXPENDITURES	
Direct	
Employee salaries	31,803
Employee fringe benefits	11,637
Travel	7,762
Space costs	620
Direct assistance	65,621
Other	<u>565</u>
Total expenditures	<u>118,008</u>
Excess revenues over (under) expenditures	None
FUND BALANCE, beginning of year	<u>None</u>
FUND BALANCE, end of year	<u>\$ None</u>

See Independent Auditor's Report on the Supplementary Information.

This Page Intentionally Left Blank

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 OTHER SOURCES
 Year Ended January 31, 2011

	Child Development			
	Combined		Oelwein	
	2010	2011	2010	2011
REVENUES				
State grants	\$ 66,355	\$ 97,364	\$ 16,634	\$ 26,719
Local revenue				
Inkind				
Total revenues	<u>66,355</u>	<u>97,364</u>	<u>16,634</u>	<u>26,719</u>
EXPENDITURES				
Direct				
Employee salaries	38,187	56,747	10,005	14,969
Employee fringe benefits	16,936	21,753	3,544	5,930
Contractual				
Travel				
Space costs				
Consumable supplies				
Direct assistance				
Other	4,765	10,150	1,500	3,500
Inkind				
Total direct	<u>59,888</u>	<u>88,650</u>	<u>15,049</u>	<u>24,399</u>
Indirect	<u>6,467</u>	<u>8,714</u>	<u>1,585</u>	<u>2,320</u>
Total expenditures	<u>66,355</u>	<u>97,364</u>	<u>16,634</u>	<u>26,719</u>
Excess of revenues over (under) expenditures	None	None	None	None
FUND BALANCE, beginning of year	None	None	None	None
REPROGRAMMED FUNDS	None	None	None	None
TRANSFERS, NET	None	None	None	None
FUND BALANCE, end of year	<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>	<u>\$ None</u>

See Independent Auditor's Report on the Supplementary Information.

Utilities		Community Adolescent Pregnancy Prevention		Disaster Recovery Program	Total
2010	2011	2010	2011	2011	
\$ 44,703	\$ 7,555	\$ 64,589	\$ 64,287	\$ 2,959	\$ 338,907
		(634)	4,165		52,258
44,703	7,555	63,955	68,452	2,959	394,696
		15,182	26,369	1,574	163,033
		5,734	8,517	467	62,881
		18,504	20,637		39,141
		3,644	2,508	692	6,844
		1,063	961		2,024
59,687	4,084	17,973	1,423		19,396
					63,771
		(634)	4,165		19,915
59,687	4,084	61,466	64,580	2,733	380,536
		2,489	3,872	226	25,673
59,687	4,084	63,955	68,452	2,959	406,209
(14,984)	3,471	None	None	None	(11,513)
26,564	None	None	None	None	26,564
(11,580)	11,580	None	None	None	None
None	None	None	None	None	None
\$ None	\$ 15,051	\$ None	\$ None	\$ None	\$ 15,051

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
DEPARTMENT OF HOMELAND SECURITY
FY 2010 FAMILY SUPPORT CENTER
January 31, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
ALLAMAKEE			
REVENUES			
Federal	\$ 5,701	\$ 5,701	\$ None
EXPENDITURES			
Rent	\$ 3,727	3,629	(98)
Utilities	1,860	1,914	54
Administration	114	112	(2)
Total expenditures	<u>\$ 5,701</u>	<u>5,655</u>	<u>(46)</u>
Excess revenues over (under) expenditures		46	<u>\$ (46)</u>
FUND BALANCE, beginning of contract		None	
Less: funds returned or to be returned to funding source		<u>(46)</u>	
FUND BALANCE, end of contract		<u>\$ None</u>	
FAYETTE			
REVENUES			
Federal	\$ 510	\$ 510	\$ None
EXPENDITURES			
Food	\$ 500	500	None
Administration	10	10	None
Total expenditures	<u>\$ 510</u>	<u>510</u>	<u>None</u>
Excess revenues over (under) expenditures		None	<u>\$ None</u>
FUND BALANCE, beginning of contract		None	
Less: funds returned or to be returned to funding source		<u>None</u>	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
DEPARTMENT OF HOMELAND SECURITY
FY 2010 FAMILY SUPPORT CENTER
January 31, 2011

	Budget	Actual	Over (Under) Budget
BREMER			
REVENUES			
Federal	\$ 3,000	\$ 3,000	\$ None
EXPENDITURES			
Rent	\$ 3,000	3,000	None
Utilities			None
Total expenditures	\$ 3,000	3,000	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	
HOWARD			
REVENUES			
Federal	\$ 2,772	\$ 2,772	\$ None
EXPENDITURES			
Rent	\$ 1,358	2,596	1,238
Utilities	1,358	120	(1,238)
Administration	56	56	None
Total expenditures	\$ 2,772	2,772	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
Less: funds returned or to be returned to funding source		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
DEPARTMENT OF HOMELAND SECURITY
FY 2010 FAMILY SUPPORT CENTER
January 31, 2011

	Budget	Actual	Over (Under) Budget
CHICKASAW			
REVENUES			
Federal	\$ 2,979	\$ 2,979	\$ None
EXPENDITURES			
Rent	\$ 2,979	2,979	None
Utilities			None
Total expenditures	\$ 2,979	2,979	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
Less: funds returned or to be returned to funding source		None	
FUND BALANCE, end of contract		\$ None	
WINNESHIEK			
REVENUES			
Federal	\$ 5,569	\$ 5,569	\$ None
EXPENDITURES			
Rent	\$ 4,458	5,458	1,000
Utilities	1,000		(1,000)
Administration	111	111	None
Total expenditures	\$ 5,569	5,569	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
Less: funds returned or to be returned to funding source		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
 HEAD START PROGRAM
 GRANT #07CH6090/43
 January 31, 2011

	Budget	Actual	Over (Under) Budget
REVENUES			
Federal	\$ 1,764,377	\$ 1,764,377	\$ None
Local	441,094	461,833	20,739
Total revenues	<u>\$ 2,205,471</u>	<u>2,226,210</u>	<u>20,739</u>
EXPENDITURES			
Personnel	\$ 949,857	998,306	48,449
Fringe benefits	368,273	350,209	(18,064)
Travel	12,405	11,066	(1,339)
Supplies	42,900	28,263	(14,637)
Contractual	19,320	21,125	1,805
Other costs	213,521	205,723	(7,798)
Total direct	<u>1,606,276</u>	<u>1,614,692</u>	<u>8,416</u>
Indirect	<u>158,101</u>	<u>155,466</u>	<u>(2,635)</u>
Total federal cost	<u>1,764,377</u>	<u>1,770,158</u>	<u>5,781</u>
GRANTEE CONTRIBUTION	<u>441,094</u>	<u>461,833</u>	<u>20,739</u>
Total expenditures	<u>\$ 2,205,471</u>	<u>2,231,991</u>	<u>26,520</u>
Excess revenues over (under) expenditures		(5,781)	<u>\$ (5,781)</u>
FUND BALANCE, beginning of contract		None	
Transfer in		<u>5,781</u>	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
 EARLY CHILDHOOD PROGRAM
 GRANT #07CH6090/43
 January 31, 2011

	Budget	Actual	Over (Under) Budget
REVENUES			
Federal	\$ 761,756	\$ 757,878	\$ (3,878)
Inkind	190,439	155,854	(34,585)
Total revenues	<u>\$ 952,195</u>	<u>913,732</u>	<u>(38,463)</u>
EXPENDITURES			
Personnel	\$ 453,881	456,117	2,236
Fringe benefits	144,313	139,949	(4,364)
Travel	27,600	11,529	(16,071)
Supplies	9,080	14,585	5,505
Contractual	1,500	997	(503)
Other costs	53,606	68,538	14,932
Total direct	689,980	691,715	1,735
Indirect	71,776	73,258	1,482
Total federal cost	<u>761,756</u>	<u>764,973</u>	<u>3,217</u>
GRANTEE CONTRIBUTION	<u>190,439</u>	<u>155,854</u>	<u>(34,585)</u>
Total expenditures	<u>\$ 952,195</u>	<u>920,827</u>	<u>(31,368)</u>
Excess revenues over (under) expenditures		(7,095)	<u>\$ (7,095)</u>
FUND BALANCE, beginning of contract		None	
Transfer in		7,095	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
 HEAD START - ARRA
 GRANT #07SE6090/01
 January 31, 2011

	Budget	Actual	Over (Under) Budget
REVENUES			
Federal	\$ 187,980	\$ 187,980	\$ None
EXPENDITURES			
Personnel	\$ 122,725	125,881	3,156
Fringe benefits	36,155	39,319	3,164
Travel	10,041	4,443	(5,598)
Total direct	168,921	169,643	722
Indirect	19,059	18,337	(722)
Total expenditures	\$ 187,980	187,980	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
Transfer in		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
FEDERAL - U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
FY 2010 WRAP AROUND
January 31, 2011

	Budget	Actual	Over (Under) Budget
REVENUES			
Federal	\$ 507,000	\$ 474,000	\$ (33,000)
EXPENDITURES			
Personnel costs	\$ 436,232	409,847	(26,385)
Facility costs	9,750	9,990	240
Supplies and materials	8,670	8,670	None
Indirect	52,348	45,493	(6,855)
Total expenditures	\$ 507,000	474,000	(33,000)
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
REPROGRAMMED FUNDS		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - STATE DEPARTMENT OF HUMAN RIGHTS
 FY 2010 WEATHERIZATION ASSISTANCE
 PROGRAM (NO. HEAP 10-09I)

January 31, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
Federal	\$ 383,836	\$ 349,263	\$ (34,573)
EXPENDITURES			
Administration	\$ 19,044	16,388	(2,656)
Health and safety	65,221	137,473	72,252
Support	84,546	76,467	(8,079)
Labor	88,170	62,585	(25,585)
Materials	88,170	44,587	(43,583)
Liability insurance	8,685	8,685	None
Other	30,000	3,078	(26,922)
Total expenditures	<u>\$ 383,836</u>	<u>349,263</u>	<u>(34,573)</u>
Excess revenues over (under) expenditures		None	<u>\$ None</u>
FUND BALANCE, beginning of contract		<u>None</u>	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - STATE DEPARTMENT OF HUMAN RIGHTS
 FY 2010 COMMUNITY SERVICES BLOCK GRANT
 PROGRAM (NO. CSBG-10-09-CI)

January 31, 2011

	Budget	Actual	Over (Under) Budget
REVENUES			
Federal	\$ 282,244	\$ 282,244	\$ None
EXPENDITURES (By contract line item)			
Salaries	\$ 154,000	155,322	1,322
Fringe benefits	46,932	49,589	2,657
Space costs	8,800	7,816	(984)
Travel	8,800	5,418	(3,382)
Other costs	39,801	41,354	1,553
Indirect	23,911	22,745	(1,166)
Total expenditures	\$ 282,244	282,244	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
Less: funds returned or to be returned to funding source		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - STATE DEPARTMENT OF HUMAN RIGHTS
 FY 2011 COMMUNITY SERVICES BLOCK GRANT- ARRA
 PROGRAM (NO. CSBG-R9-09)

January 31, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
Federal	\$ 422,646	\$ 422,646	\$ None
EXPENDITURES (By contract line item)			
Salaries	\$ 12,390	12,617	227
Fringe benefits	4,828	5,033	205
Travel	700	742	42
Consumable supplies	7,150	7,150	None
Other costs	395,353	395,145	(208)
Indirect	2,225	1,959	(266)
Total expenditures	<u>\$ 422,646</u>	<u>422,646</u>	<u>None</u>
Excess revenues over (under) expenditures		<u>None</u>	<u>\$ None</u>
FUND BALANCE, beginning of contract		<u>None</u>	
Less: funds returned or to be returned to funding source		<u>None</u>	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - STATE DEPARTMENT OF HUMAN RIGHTS
 FaDSS-10-25-F4
 January 31, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
Federal	\$ 120,129	\$ 120,129	\$ None
State	106,530	106,530	None
Local	55,669	51,174	(4,495)
	<u>282,328</u>	<u>277,833</u>	<u>(4,495)</u>
Total revenues	\$ 282,328	277,833	(4,495)
EXPENDITURES			
Personnel	\$ 213,755	211,983	(1,772)
Travel	15,245	14,133	(1,112)
Space/utilities	3,024	3,204	180
Other costs	25,071	22,995	(2,076)
Third-party payments	300	173	(127)
Indirect	24,933	25,345	412
	<u>282,328</u>	<u>277,833</u>	<u>(4,495)</u>
Total expenditures	\$ 282,328	277,833	(4,495)
Excess revenues over (under) expenditures		None	<u>\$ None</u>
FUND BALANCE, beginning of contract		None	
TRANSFERS OUT		<u>None</u>	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - STATE DEPARTMENT OF HUMAN RIGHTS
 2010 LOW INCOME HOME ENERGY ASSISTANCE
 PROGRAM (NO. LIHEAP-10-09-I)

January 31, 2011

	Budget	Actual	Over (Under) Budget
REVENUES			
Federal	\$ 2,954,586	\$ 2,946,209	\$ (8,377)
Local	None	None	None
Total revenues	\$ 2,954,586	2,946,209	(8,377)
EXPENDITURES			
Section I			
A. Regular assistance	\$ 2,293,532	2,285,255	(8,277)
B. Energy crisis intervention			
Emergency delivery	140,441	140,441	None
C. Client services	37,832	37,832	None
D. Data expansion	9,900	9,800	(100)
E. Summer deliverable fuel	297,328	297,328	None
Section II			
Administration	175,553	175,553	None
Total expenditures	\$ 2,954,586	2,946,209	(8,377)
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - STATE DEPARTMENT OF HEALTH
 FY 2010 FAMILY PLANNING PROGRAM (NO. 5880MH20)
 January 31, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
Federal	\$ 95,333	\$ 95,333	\$ None
Local	315,781	282,037	(33,744)
Total revenues	<u>\$ 411,114</u>	<u>377,370</u>	<u>(33,744)</u>
EXPENDITURES (By cost category)			
Employee salaries	\$ 190,140	184,070	(6,070)
Employee fringe benefits	58,327	51,002	(7,325)
Contractual	3,500	1,434	(2,066)
Supplies	103,331	91,700	(11,631)
Space costs	15,000	13,578	(1,422)
Travel	11,000	9,493	(1,507)
Indirect	29,816	26,093	(3,723)
Total expenditures	<u>\$ 411,114</u>	<u>377,370</u>	<u>(33,744)</u>
Excess revenues over (under) expenditures		None	<u>\$ None</u>
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 STATE - DEPARTMENT OF EDUCATION
 CHILD DEVELOPMENT 2010
 January 31, 2011

OELWEIN	Budget	Actual	Over (Under) Budget
REVENUES			
State	\$ 50,000	\$ 50,000	\$ None
EXPENDITURES			
Salaries	\$ 28,912	28,660	(252)
Employee benefits	11,570	11,823	253
Administration costs	4,818	4,817	(1)
Other costs	4,700	4,700	None
Total expenditures	\$ 50,000	50,000	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 STATE - DEPARTMENT OF EDUCATION
 CHILD DEVELOPMENT 2010
 January 31, 2011

DECORAH #NE-10-3489-088	Budget	Actual	Over (Under) Budget
REVENUES			
State	\$ 58,020	\$ 58,020	\$ None
EXPENDITURES			
Salaries	\$ 35,998	33,779	(2,219)
Employee benefits	11,520	14,444	2,924
Other costs	4,800	4,058	(742)
Indirect	5,702	5,739	37
Total expenditures	\$ 58,020	58,020	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	
OELWEIN #NE-10-0496-087			
REVENUES			
State	\$ 62,161	\$ 62,161	\$ None
EXPENDITURES			
Salaries	\$ 39,205	37,869	(1,336)
Employee benefits	12,546	13,331	785
Other costs	4,200	4,868	668
Indirect	6,210	6,093	(117)
Total expenditures	\$ 62,161	62,161	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 STATE - DEPARTMENT OF EDUCATION
 CHILD DEVELOPMENT 2010
 January 31, 2011

POSTVILLE #NE-10-3490-089	Budget	Actual	Over (Under) Budget
REVENUES			
State	\$ 61,458	\$ 61,458	\$ None
EXPENDITURES			
Salaries	\$ 37,512	35,119	(2,393)
Employee benefits	12,004	14,719	2,715
Other costs	6,000	5,689	(311)
Indirect	5,942	5,931	(11)
Total expenditures	\$ 61,458	61,458	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 STATE - DEPARTMENT OF ECONOMIC DEVELOPMENT
 FY 2010 HOMELESS SHELTER GRANT
 PROGRAM (NO. 09-II-96002)
 January 31, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
State	\$ 11,000	\$ 11,000	\$ None
EXPENDITURES			
Homeless prevention	11,000	11,000	None
Total expenditures	<u>\$ 11,000</u>	<u>11,000</u>	<u>None</u>
Excess revenues over (under) expenditures		None	<u>\$ None</u>
FUND BALANCE, beginning of contract		<u>None</u>	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 STATE - DEPARTMENT OF ECONOMIC DEVELOPMENT
 FY 2010 HOME INVESTMENT PARTNERSHIP (HOME)
 PROGRAM (NO. 09-HM-215-731)
 January 31, 2011

	Budget	Actual	Over (Under) Budget
REVENUES			
State	\$ 195,000	\$ 195,000	\$ None
EXPENDITURES			
Salaries	\$ 6,734	2,947	(3,787)
Employee benefits	2,357	959	(1,398)
Other	5,000	10,627	5,627
Construction	180,000	180,000	None
Indirect	909	467	(442)
Total expenditures	\$ 195,000	195,000	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FEDERAL - STATE DEPARTMENT OF HUMAN SERVICES
 FY 2011 COMMUNITY ADOLESCENT PREGNANCY PREVENTION
 January 31, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
State	\$ 116,399	\$ 115,678	\$ (721)
Local	5,820	5,820	None
Total revenues	<u>\$ 122,219</u>	<u>121,498</u>	<u>(721)</u>
EXPENDITURES (By cost category)			
Employee salaries	\$ 34,116	34,711	595
Employee fringe benefits	13,121	12,595	(526)
Contractual	35,733	35,733	None
Supplies	18,842	19,055	213
Space costs	1,378	1,378	None
Travel	5,390	6,550	1,160
Training	1,238	None	(1,238)
Indirect	12,401	11,476	(925)
Total expenditures	<u>\$ 122,219</u>	<u>121,498</u>	<u>(721)</u>
Excess revenues over (under) expenditures		<u>None</u>	<u>\$ None</u>
FUND BALANCE, beginning of contract		<u>None</u>	
TRANSFER to contributions		<u>None</u>	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 OTHER SOURCES - VARIOUS (INCLUDING FEDERAL HIGHWAY
 ADMINISTRATION AND IOWA DEPARTMENT OF TRANSPORTATION)
 FY 2010 TRANSIT PROGRAM

January 31, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES			
Federal	\$ 1,261,679	\$ 1,094,725	\$ (166,954)
State	334,185	291,341	(42,844)
Local	2,090,643	1,371,551	(719,092)
	<u>2,090,643</u>	<u>1,371,551</u>	<u>(719,092)</u>
Total revenues	\$ 3,686,507	2,757,617	(928,890)
EXPENDITURES			
Direct			
Employee salaries	\$ 974,000	1,045,308	71,308
Employee fringe benefits	332,565	285,515	(47,050)
Contractual	56,000	45,432	(10,568)
Travel	18,520	22,398	3,878
Space costs and rentals	26,600	24,793	(1,807)
Consumable supplies	23,650	33,604	9,954
Equipment	1,431,899	708,135	(723,764)
Other charges	657,340	533,835	(123,505)
	<u>3,520,574</u>	<u>2,699,020</u>	<u>(821,554)</u>
Total direct	3,520,574	2,699,020	(821,554)
Indirect	<u>165,933</u>	<u>147,721</u>	<u>(18,212)</u>
Total expenditures	\$ 3,686,507	2,846,741	(839,766)
Excess revenues over (under) expenditures		(89,124)	<u>\$ (89,124)</u>
FUND BALANCE, beginning of contract		660,839	
REPROGRAMMED FUNDS		<u>(571,715)</u>	
FUND BALANCE, end of contract		<u>\$ None</u>	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FY 2010 WEATHERIZATION ASSISTANCE PROGRAM
 UTILITY CONTRACT
 January 31, 2011

	Budget	Actual	Over (Under) Budget
CONTRACT #MEC-10-09I			
REVENUES			
Local	\$ 18,087	\$ 18,087	\$ None
EXPENDITURES			
Administration-indirect	\$ 904	904	None
Support	1,809	1,544	(265)
Labor	7,687	8,395	708
Material	7,687	7,244	(443)
Total expenditures	\$ 18,087	18,087	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	
CONTRACT #IPL-10-09I			
REVENUES			
Local	\$ 122,457	\$ 122,457	\$ None
EXPENDITURES			
Administration-indirect	\$ 6,123	6,123	None
Support	12,246	9,763	(2,483)
Labor	52,044	52,488	444
Material	52,044	54,083	2,039
Total expenditures	\$ 122,457	122,457	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
 SCHEDULE OF CUMULATIVE REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE ON COMPLETED CONTRACTS
 FY 2010 WEATHERIZATION ASSISTANCE PROGRAM
 UTILITY CONTRACT
 January 31, 2011

	Budget	Actual	Over (Under) Budget
CONTRACT #BHE-10-09I			
REVENUES			
Local	\$ 73,276	\$ 73,276	\$ None
EXPENDITURES			
Administration-indirect	\$ 3,664	3,664	None
Support	7,328	6,286	(1,042)
Labor	31,142	33,958	2,816
Material	31,142	29,368	(1,774)
Total expenditures	\$ 73,276	73,276	None
Excess revenues over (under) expenditures		None	\$ None
FUND BALANCE, beginning of contract		None	
FUND BALANCE, end of contract		\$ None	

See Independent Auditor's Report on the Supplementary Information.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended January 31, 2011**Part I: Summary of the Independent Auditor's Results:**

- (a) Unqualified opinions were issued on the financial statements.
- (b) No significant deficiencies in internal control over financial reporting were disclosed by the audit of the financial statements.
- (c) The audit did not disclose any noncompliance which is material to the financial statements.
- (d) No significant deficiencies in internal control over the major programs were disclosed by the audit of the financial statements.
- (e) An unqualified opinion was issued on compliance with requirements applicable to each major program.
- (f) The audit disclosed no audit findings which are required to be reported in accordance with Office of Management and Budget Circular A-133, Section .510(a).
- (g) Major programs were as follows:
 - CFDA Number 93.600 Head Start
 - CFDA Number 93.708 ARRA-Head Start
 - CFDA Number 93.217 Family Planning Services
 - CFDA Number 14.257 ARRA-Homeless Prevention and Rapid Re-housing
 - CFDA Number 20.509 ARRA-Non-Urbanized Capital Assistance Program
 - CFDA Number 20.509 Formula Grants for other than Urbanized Areas
 - CFDA Number 81.042 Weatherization Assistance for Low Income Persons
 - CFDA Number 81.042 ARRA-Weatherization Assistance for Low Income Persons
 - CFDA Number 93.569 Community Services Block Grant
 - CFDA Number 93.710 ARRA-Community Services Block Grant
- (h) The dollar threshold used to distinguish between Type A and Type B programs was \$311,819.
- (i) Northeast Iowa Community Action Corporation did qualify as a low-risk auditee.

Part II: Findings Related to the Financial Statements:

No matters were noted.

INSTANCES OF NONCOMPLIANCE:

No matters were noted.

Part III: Findings and Questioned Costs for Federal Awards:**INSTANCES OF NONCOMPLIANCE:**

No matters were noted.

SIGNIFICANT DEFICIENCIES:

No matters were noted.

Part IV: Other Findings Related to Required Statutory Reporting:

See Management Letter dated May 18, 2011.

Part V: Summary of Prior Federal Audit Findings and Questions Costs

N/A

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended January 31, 2011

Grantor/Program	CFDA Number	Grant Number	Period of Grant	Program Expenditures
U.S. Department of Health and Human Services				
Direct				
Head Start	93.600	07CH6090/43	02/01/10-1/31/11	\$ 1,764,377
Head Start Discretionary		07CH6090/43	02/01/10-1/31/11	757,878
ARRA - Head Start	93.708	07SE6090/01	06/01/09-09/30/10	108,951
Passed through Iowa Department of Human Rights				
Wrap-Around Child Care	93.600	N/A	12/15/08-08/31/10 09/01/10-08/31/11	382,624 78,824 <u>3,092,654</u>
Passed through Iowa Department of Human Rights				
Low Income Home Energy Assistance	93.568	LIHEAP 10-09-I LIHEAP 11-09-I HEAP 10-09I HEAP 11-09I	10/01/09-09/30/10 10/01/10-09/30/11 01/01/10-12/31/10 01/01/11-12/31/11	1,100,900 1,407,509 305,546 10,567 <u>2,824,522</u>
Subtotal U.S. Department of Health and Human Services				<u>5,917,176</u>
Other Federal Awards				
Department of Homeland Security				
Direct				
Emergency Food and Shelter National Board Program	97.024	N/A	01/01/10-12/31/10	<u>20,485</u>
Subtotal Department of Homeland Security				<u>20,485</u>
U.S. Department of Health and Human Services				
Passed through Iowa Department of Human Rights				
Community Services Block Grant	93.569	CSBG-10-09-CI CSBG-11-09	10/01/09-12/31/10 10/01/10-12/31/11	273,770 54,672
ARRA - Community Services Block Grant	93.710	CSBG-R9-09	04/10/09-09/30/10	244,844 <u>573,286</u>
Community Services Block Grant Discretionary Awards				
	93.570	FADSS 10-25-F4 FADSS 11-09-F4	07/01/09-06/30/10 07/01/10-06/30/11	51,483 62,384 <u>113,867</u>
Passed through Iowa Department of Health				
Family Planning Services	93.217	5889MH20 5880MH20	10/01/09-09/30/10 10/01/10-09/30/11	18,652 75,509 <u>94,161</u>
Subtotal U.S. Department of Health and Human Services				<u>781,314</u>
U.S. Department of Transportation				
Federal Transit Administration				
Formula Grants for Other Than Urbanized Areas	20.509	Section 5311	07/01/09-06/30/10 07/01/10-06/30/11	30,445 481,805
ARRA Non-Urbanized Capital Assistance Program		ARRA Section 5311	03/10/09-06/30/11	262,619 <u>774,869</u>

See Independent Auditor's Report on the Schedule of Expenditures of Federal Awards.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended January 31, 2011

Grantor/Program	CFDA Number	Grant Number	Period of Grant	Program Expenditures
Other Federal Awards (Continued)				
U.S. Department of Transportation (Continued)				
Federal Transit - Capital Investment Grants	20.500	IA-04-0113	05/01/09-09/30/11	\$ 143,259 47,703 <u>190,962</u>
Subtotal U.S. Department of Transportation				<u>965,831</u>
U.S. Department of Energy				
Passed through Iowa Department of Human Rights				
Weatherization Assistance for Low Income Persons	81.042	DOE 09-09I	04/01/09-03/31/11	379,809
ARRA - Weatherization Assistance for Low Income Persons		DOE ARRA-09-09I	04/01/09-03/31/12	<u>965,769</u>
Subtotal U.S. Department of Energy				<u>1,345,578</u>
U.S. Department of Agriculture				
Passed through Iowa Department of Education				
Child and Adult Care Food Program	10.558	96-8010	10/01/09-09/30/10	138,487
		96-8013	10/01/10-09/30/11	93,214
			10/01/09-09/30/10	443,270
			10/01/10-09/30/11	<u>181,493</u>
Subtotal U.S. Department of Agriculture				<u>856,464</u>
U.S. Department of Justice				
Passed through Helping Services for Northeast Iowa, Inc.				
Crossroads Transitional Housing	16.805	2009-HH-S6-0037	07/01/09-06/30/11	<u>118,008</u>
U.S. Department of Housing and Urban Development				
Passed through Iowa Finance Authority				
ARRA - Homeless Prevention and Rapid Re-housing	14.257	S09-DY-19-0001	07/14/09-07/13/12	<u>347,591</u>
Subtotal U.S. Department of Housing and Urban Development				<u>347,591</u>
Subtotal Other Federal Awards				<u>4,435,271</u>
Total Federal Awards				<u>\$ 10,352,447</u>

See Independent Auditor's Report on the Schedule of Expenditures of Federal Awards.

NORTHEAST IOWA COMMUNITY ACTION CORPORATION

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended January 31, 2011

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Northeast Iowa Community Action Corporation under programs of the federal government for the year ended January 31, 2011. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-profit Organizations*. Because the Schedule presents only a selected portion of the operations of Northeast Iowa Community Action Corporation, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Northeast Iowa Community Action Corporation.

Note 2. Summary of Significant Accounting Policies

- (1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, *Cost Principles for Non-profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) Pass-through entity identifying numbers are presented where available.

See Independent Auditor's Report on the Schedule of Expenditures of Federal Awards.

123 West Water Street
P.O. Box 507
Decorah, Iowa 52101
Telephone 563 382-3637
Fax 563 382-5797

HACKER, NELSON & CO., P.C.
Certified Public Accountants
And Business Consultants

www.hackernelson.com

9 North Locust Avenue
P.O. Box 529
New Hampton, Iowa 50659
Telephone 641 394-2245
Fax 641 394-3138

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

To the Board of Directors
Northeast Iowa Community Action Corporation
Decorah, Iowa

We have audited the financial statements of Northeast Iowa Community Action Corporation (a nonprofit corporation) as of and for the year ended January 31, 2011, and have issued our report thereon dated May 18, 2011. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Northeast Iowa Community Action Corporation'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 Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Corporation's internal control over financial reporting.

A *deficiency in internal control* 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 and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Northeast Iowa Community Action Corporation'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 reported to management of Northeast Iowa Community Action Corporation in a separate letter dated May 18, 2011.

This report is intended solely for the information and use of the Board, management, others within the organization 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.

Hacker, Nelson & Co., P.C.

Decorah, Iowa
May 18, 2011

123 West Water Street
P.O. Box 507
Decorah, Iowa 52101
Telephone 563 382-3637
Fax 563 382-5797

HACKER, NELSON & CO., P.C.
Certified Public Accountants
And Business Consultants

www.hackernelson.com

9 North Locust Avenue
P.O. Box 529
New Hampton, Iowa 50659
Telephone 641 394-2245
Fax 641 394-3138

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors
Northeast Iowa Community Action Corporation
Decorah, Iowa

Compliance

We have audited Northeast Iowa Community Action Corporation's (a nonprofit corporation) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Northeast Iowa Community Action Corporation's major federal programs for the year ended January 31, 2011. Northeast Iowa Community Action Corporation'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 Northeast Iowa Community Action Corporation's management. Our responsibility is to express an opinion on Northeast Iowa Community Action Corporation's compliance based on our audit.

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

In our opinion, Northeast Iowa Community Action Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended January 31, 2011.

Internal Control over Compliance

Management of Northeast Iowa Community Action Corporation 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 Northeast Iowa Community Action Corporation's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 Northeast Iowa Community Action Corporation's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of Northeast Iowa Community Action Corporation as of and for the year ended January 31, 2011, and have issued our report thereon dated May 18, 2011, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

This report is intended solely for the information and use of the Board, management, others within the organization 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.

Hacker, Nelson & Co., P.C.

Decorah, Iowa
May 18, 2011

123 West Water Street
P.O. Box 507
Decorah, Iowa 52101
Telephone 563 382-3637
Fax 563 382-5797

HACKER, NELSON & CO., P.C.
Certified Public Accountants
And Business Consultants

www.hackernelson.com

9 North Locust Avenue
P.O. Box 529
New Hampton, Iowa 50659
Telephone 641 394-2245
Fax 641 394-3138

MANAGEMENT LETTER

To the Board of Directors
Northeast Iowa Community Action Corporation
Decorah, Iowa

In planning and performing our audit of the financial statements of Northeast Iowa Community Action Corporation for the year ended January 31, 2011, we considered the Corporation's internal control to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on internal control. Accordingly, we do not express an opinion on the effectiveness of the Corporation's internal control.

As part of our audit, we are required to comment on the Corporation's compliance with certain aspects of state laws and rulings as specified by the Iowa Auditor of State. The following summarizes our comments and suggestions regarding that matter. A separate report dated May 18, 2011 contains our report on the Corporation's internal control. This letter does not affect our report dated May 18, 2011 on the financial statements of Northeast Iowa Community Action Corporation.

1. Questionable Disbursements

We noted no disbursements that may not meet the requirements of public purpose as defined in the Attorney General's Opinion dated April 25, 1979.

2. Deposit and Investments

We noted no instances of noncompliance with the deposit and investment provisions of Chapter 12B and Chapter 12C of the Code of Iowa and the Organization's investment policy.

We would like to acknowledge the many courtesies and assistance extended to us by the personnel of Northeast Iowa Community Action Corporation during the course of our examination.

If you have any questions concerning these or other matters, we would be happy to discuss them with you at your convenience.

Hacker, Nelson & Co., P.C.

Decorah, Iowa
May 18, 2011