

**SOUTH CENTRAL IOWA COMMUNITY ACTION
PROGRAM, INC.**

Chariton, Iowa

FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA

October 31, 2010

(With Independent Auditor's Reports Thereon)

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Chariton, Iowa

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SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Board of Directors and Officers

Officers

Dennis Ryan
Jack Cooley
Ella McDermott
Marilyn Runnells
Susan McCleary

Chairman of the Board
First Vice-Chairman
Second Vice-Chairman
Treasurer
Board Secretary

Board Members

<u>County</u>	<u>Representing Private Sector</u>	<u>Representing Public Officials</u>	<u>Representing Low-Income</u>
Clarke	April Cavitt	Jack Cooley	Anita Gilmore
Decatur	Ted Smith	Morris Boswell	Bonnie Fairchild
Lucas	Marilyn Runnells	Dan Kozak	Ella McDermott
Monroe		Dennis Ryan	
Wayne	Sue Brock	Amy Sinclair	

Management

Jim Smith
Daniel Miller
Sandra Moeller
Nancy Schnurr
Linda Clark

Executive Director and Weatherization Director
Financial Director
Financial Assistant
Head Start Director
LIHEAP

MERIWETHER, WILSON AND COMPANY, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

WILLIAM H. BOORN, CPA
DENNIS L. MUELLER, CPA
STEPHEN L. KOEHN, CPA
SUSAN K. GHANTLAND, CPA
C. MARK LINCOLN, CPA
SCOTT W. MILLER, CPA
WILLIAM J. BAUER, CPA
WENDY G. WIEDNER, CPA
JON J. PAULSEN, CPA
MICHAEL T. BURTON, CPA
TODD E. GLYNN, CPA
RANDALL A. JONES, CPA
BENJAMIN A. PETERSON, CPA

OFFICES AT

REGENCY WEST 5
4500 WESTOWN PARKWAY, SUITE 140
WEST DES MOINES, IOWA 50266-6717

1307 2ND STREET, PERRY, IOWA 50220

TELEPHONE

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

FAX

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

INDEPENDENT AUDITOR'S REPORT

Board of Directors
South Central Iowa Community Action Program, Inc.
Chariton, Iowa

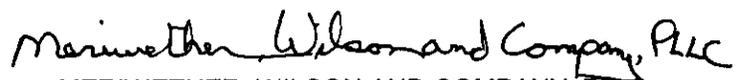
We have audited the accompanying Statement of Financial Position of South Central Iowa Community Action Program, Inc. (a nonprofit organization) as of October 31, 2010, and the related Statements of Activities and Cash Flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Organization's 2009 financial statements and, in our report dated March 18, 2010, we expressed an unqualified opinion on those financial statements.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of South Central Iowa Community Action Program, Inc. as of October 31, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated March 29, 2011, on our consideration of South Central Iowa Community Action Program, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of South Central Iowa Community Action Program, Inc. taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. The combining statement of activities and additional supporting schedules that follow are presented for purposes of further analysis and are not a required part of the financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.


MERIWETHER, WILSON AND COMPANY, PLLC
Certified Public Accountants

March 29, 2011
West Des Moines, Iowa

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Statement of Financial Position

October 31, 2010
(With Comparative Totals for 2009)

	2010	2009
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 122,744	79,892
Certificates of Deposit	330,267	428,392
Marketable Securities	23,190	21,635
Receivables		
Awards, Grants, and Contracts	624,087	439,702
Note Receivable - Current Portion	8,750	15,000
Other	9,815	7,805
Prepaid Expenses	12,246	1,254
Work in Process	17,676	26,746
Inventories	3,089	2,925
Total Current Assets	1,151,864	1,023,351
Property and Equipment, at Cost		
Land	69,399	23,802
Buildings	779,782	464,324
Vehicles	311,440	399,819
Equipment	583,164	472,494
	1,743,785	1,360,439
Accumulated Depreciation	(933,049)	(1,084,823)
Net Property and Equipment	810,736	275,616
Other Assets		
Note Receivable - Non-Current Portion	--	8,750
Total Assets	\$ 1,962,600	1,307,717
Liabilities and Net Assets		
Current Liabilities		
Operating Note Payable	\$ 70,000	--
Owed to Grantor Agencies	15,167	3,196
Accounts Payable	222,863	181,836
Accrued Annual Leave	38,044	34,498
Other Accrued Expenses	99,092	76,661
Deferred Revenue	14,341	63,600
Total Current Liabilities	459,507	359,791
Net Assets		
Unrestricted		
Invested in Property and Equipment	810,736	275,616
Designated for Programs	197,121	187,703
Undesignated	458,034	456,808
Temporarily Restricted	37,202	27,799
Total Net Assets	1,503,093	947,926
Total Liabilities and Net Assets	\$ 1,962,600	1,307,717

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

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Statement of Activities

Year Ended October 31, 2010
(With Comparative Totals 2009)

	2010		2009
	Unrestricted	Temporarily Restricted	Total All Funds
Support and Revenue			
Grants and Contract Revenue	\$ 5,903,788	--	5,903,788
Program Income and Public Support	56,722	27,443	84,165
Investment Income	8,593	--	8,593
Unrealized Gain (Loss) on Marketable Securities	1,555	--	1,555
Other Income	44,424	--	44,424
In Kind Support	515,663	--	515,663
Temporarily Restricted Funds			
Released from Restrictions	18,040	(18,040)	--
Total Support and Revenue	6,548,785	9,403	6,558,188
Expenses			
Head Start Programs	2,267,510	--	2,267,510
Child and Adult Care Food Program	239,136	--	239,136
Child Development Grants	128,435	--	128,435
Wrap-Around Child Care Grant	48,767	--	48,767
Empowerment Area Grants	68,040	--	68,040
Community Services Block Grants	332,154	--	332,154
Low Income Home Energy Assistance Program	1,564,380	--	1,564,380
Family Development and Self-Sufficiency	154,279	--	154,279
Child Care Resource and Referral	133,157	--	133,157
Housing Preservation Grant	32,539	--	32,539
Homeless Prevention and Rapid Rehousing	99,067	--	99,067
Weatherization Assistance Programs	699,964	--	699,964
Emergency Food and Shelter Program	19,861	--	19,861
Embrace Iowa	10,804	--	10,804
Parents as Teachers	106,950	--	106,950
Other Grant Programs	500	--	500
Local Programs	36,503	--	36,503
Depreciation	60,975	--	60,975
Total Expenses	6,003,021	--	6,003,021
Excess (Deficit) of Support and Revenue to Expenses	545,764	9,403	555,167
Net Assets - Beginning of Year	920,127	27,799	947,926
Net Assets - End of Year	\$ 1,465,891	37,202	1,503,093

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

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Statement of Cash Flows

Year Ended October 31, 2010
(With Comparative Totals 2009)

	<u>2010</u>	<u>2009</u>
Cash Flows from Operating Activities		
Excess (Deficit) of Support and Revenue to Expenses	\$ 555,167	(35,360)
Noncash Items Included in Expenses		
Unrealized (Gain) Loss on Marketable Securities	(1,555)	(5,227)
Depreciation	60,975	49,997
Gain on Sale of Property and Equipment	(30,809)	--
(Increase) Decrease in		
Receivables	(171,395)	(92,404)
Prepaid Expenses	(10,992)	(1,254)
Work in Process	9,070	(5,979)
Inventories	(164)	1,139
Increase (Decrease) in		
Owed to Grantor Agencies	11,971	(8,645)
Accounts Payable	41,027	75,162
Accrued Annual Leave	3,546	5,789
Other Accrued Expenses	22,431	(47,247)
Deferred Revenue	(49,259)	34,249
Net Cash Flows from Operating Activities	<u>440,013</u>	<u>(29,780)</u>
Cash Flows from Investing Activities		
(Increase) Decrease in Certificates of Deposit	98,125	(18,274)
Proceeds from the Sale of Property and Equipment	30,809	--
Property and Equipment Acquisitions	<u>(596,095)</u>	<u>(12,387)</u>
Net Cash Flows from Investing Activities	<u>(467,161)</u>	<u>(30,661)</u>
Cash Flows from Financing Activities		
Change in Operating Note Payable	<u>70,000</u>	<u>--</u>
Net Increase (Decrease) in Cash and Cash Equivalents	42,852	(60,441)
Cash and Cash Equivalents - Beginning of Year	<u>79,892</u>	<u>140,333</u>
Cash and Cash Equivalents - End of Year	<u>\$ 122,744</u>	<u>79,892</u>
Supplemental Cash Flow Disclosures		
Interest Paid	<u>\$ --</u>	<u>--</u>

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

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

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Notes to Financial Statements

October 31, 2010

1. Nature of Activities**Reporting Entity**

South Central Iowa Community Action Program, Inc. (the Grantee) administers programs funded by federal, state, and local agencies. These programs are operated for the benefit of eligible participants using the guidelines of the funding agencies.

This report includes financial statements of all the programs, by funding source, as well as general funds which are administered by the Grantee.

South Central Iowa Community Action Program, Inc. is an Iowa not-for-profit corporation and is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. The Organization is not considered a private foundation for income tax reporting purposes.

2. Summary of Significant Accounting Policies**Standards of Accounting and Financial Reporting**

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

Financial Statement Presentation and Contributions

The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. The Organization records contributions received as unrestricted, temporarily restricted, or permanently restricted revenue depending on the existence or nature of any donor restrictions. When a donor purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities and Changes in Net Assets as net assets released from restrictions. However, if a restriction is fulfilled in the same time period in which the donation is received, the Organization reports the support as unrestricted.

Revenues from grant awards or contract reimbursements are considered unrestricted since the revenue is earned as allowable program expenses are incurred.

Revenue Recognition

Revenue from awards or grants is recognized when reimbursable expenses are incurred in conducting program activities.

Program service revenues are generally recorded when earned.

Donations and public support are generally recognized when an unconditional pledge is received, except for small donations, which are recorded when received.

In Kind Donations

Supplies and services received as donations to programs are recorded at their fair market value at the time they are received. Certain programs require a local match and these in kind donations are recorded to reflect compliance with these conditions. The following programs received contributed supplies and services: Head Start, Early Head Start, Child Care Resource and Referral, and Child Development.

Cash and Cash Equivalents

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

Marketable Securities

Investments in marketable securities with readily determinable fair values are valued at their fair values in the Statement of Financial Position. The change in fair value during the fiscal period is included in revenue as unrealized gain (loss) on marketable securities. The cost of securities is determined using the specific identification method.

Receivables

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

Deferred Revenue

Deferred revenue primarily represents funds received under grant awards or contracts for which program expenses have not yet been incurred.

Weatherization Work in Process

Weatherization projects are comprised of homes being weatherized and not yet completed at the year-end date. Materials and labor on these projects are recorded at cost and will be charged to the program grants upon completion.

Inventories

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory consists of building materials and related supplies used in the weatherization of homes.

Property and Equipment

Use of unrestricted funds for property and equipment acquisitions is accounted for as transfers to the property and equipment fund. Proceeds from the sale of property and equipment assets, if unrestricted, are transferred to unrestricted net assets, or, if restricted, to restricted or temporarily restricted net assets for use as directed by the associated grant program.

Property and equipment are recorded at cost when purchased or at their fair value when contributed. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets.

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

Advertising and Promotion Activities

Advertising and promotion costs are expensed as incurred on the Statement of Activities and Changes in Net Assets.

Income Taxes

On November 1, 2009, the Organization adopted FASB ASC 740-10 regarding Uncertain Tax Positions, which requires evaluation of the impact of uncertain tax positions taken or expected to be taken in a tax return and may require recognition of a liability related to those tax positions. At October 31, 2010, the Organization had no uncertain tax positions requiring recognition in the financial statements.

The Organization is no longer subject to federal and state income tax examinations by tax authorities for years ending before October 31, 2007.

Concentration of Credit Risks

South Central Iowa Community Action Program, Inc. received approximately 98% of its support and revenue from governmental grants. A significant reduction in the level of government participation would have a major effect on Organization's program activities.

The Organization maintains its cash balances at three banks and one credit union. These accounts are insured up to \$250,000 at each financial institution. Cash in these accounts at times exceeds \$250,000. The Organization had no excess deposits subject to credit risk at October 31, 2010.

Allocation of Expenses

The Organization allocates indirect expenses and joint program direct expenses individually to programs at the time of recording based on the estimated benefits to the programs of the cost incurred.

Fair Value of Financial Instruments

Effective November 1, 2008, the Organization adopted the provisions of FASB Accounting Standards Codification 820-10, *Fair Value Measurements and Disclosures*, for financial assets and liabilities. FASB ASC 820-10 establishes a framework for measuring fair value and requires enhanced disclosures about assets and liabilities carried at fair value.

As defined in FASB ASC 820-10, fair value is the price that would be received to sell an asset or paid to transfer a liability in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants at the measurement date. FASB ASC 820-10 establishes a fair value hierarchy, which prioritizes the inputs used in measuring fair value into three broad levels as follows:

Level 1 – Quoted prices (unadjusted) are available in active markets for identical assets or liabilities as of the reporting date.

Level 2 – Pricing inputs are quoted prices for similar assets and liabilities in active markets or inputs that are observable for the asset or liability, either directly or indirectly through market corroboration, for substantially the full term of the financial instrument.

Level 3 – Significant inputs to pricing have little or no observability as of the reporting date. The types of assets or liabilities included in Level 3 are those with inputs requiring significant management judgment or estimation, such as complex and subjective models and forecasts used to determine fair value.

As required by FASB ASC 820-10, financial assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. The Organization's assessment of significance to a particular input to the fair value measurement requires judgment and may affect the valuation of fair value assets and liabilities and their placement within the fair value hierarchy levels.

The following methods and assumptions were used by the Organization in estimating the fair value of its financial instruments.

Marketable securities and cash equivalents are measured at fair value based on quoted prices in active markets and as such are categorized as Level 1.

The carrying amounts of cash, receivables, prepaid expenses, accounts payable, accrued expenses, deferred revenue, and other liabilities approximate their fair values due to the short-term maturities of these financial instruments.

Estimates

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

Prior Year Summarized Financial Information

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended October 31, 2009, from which the summarized information was derived. Certain reclassifications to the 2009 comparative totals have been made to conform to the 2010 presentation.

3. Principal Programs

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

Head Start

Head Start is funded by the U.S. Department of Health and Human Services through an annual grant. Head Start provides a comprehensive developmental program for preschool children, primarily all of who come from low-income families.

Community Services Block Grant

This grant is funded by the U.S. Department of Health and Human Services through the Iowa Department of Human Rights. The grant provides funding for the administration of human service programs or provides direct support to individual programs which require co-funding to complete their activities.

Weatherization Assistance Programs

Weatherization Assistance programs are funded by both the U.S. Department of Health and Human Services and the U.S. Department of Energy through the Iowa Department of Human Rights. The programs provide resources to use in weatherizing homes of qualifying low-income households.

Low Income Home Energy Assistance Program (LIHEAP)

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

Child and Adult Care Food Program (CACFP)

CACFP is funded by the U.S. Department of Agriculture through the Iowa Department of Education. The program provides assistance for food and nutritional needs of low income families' children enrolled in head start centers and family day care homes.

4. Certificates of Deposit

South Central Iowa Community Action Program, Inc. held the following certificates of deposit at October 31, 2010:

	Interest Rate	Balance	Maturity Date
SCICAP Credit Union	1.00%	\$ 103,791	3/10/2011
Peoples State Bank	1.85%	110,521	3/10/2011
First Iowa State Bank	1.75%	115,955	3/10/2011
		<u>\$ 330,267</u>	

5. Fair Value of Financial Instruments

The Organization's assets and liabilities that are measured at fair value on a recurring basis as of October 31, 2010 are presented below based on the fair value hierarchy levels:

	Total	Quoted Price in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Marketable Securities	<u>\$ 23,190</u>	<u>23,190</u>	<u>--</u>	<u>--</u>

6. Inventories

The Organization has entered into a contract which provides funding for weatherization materials inventory. This funding in the amount of \$15,280 is treated as a temporarily restricted net asset and is used to provide materials for the various ongoing weatherization programs.

As of October 31, 2010, the inventory totaled \$3,089.

7. **Receivables**

Awards, grants, or contract funds receivable at October 31, 2010, are summarized as follows:

Head Start & Early Head Start	\$ 251,935
Family Development and Self Sufficiency	44,362
Child and Adult Care Food Program	23,171
Wrap Around Child Care	13,911
Child Care Resource and Referral	18,987
Empowerment Area Grants	36,061
Community Services Block Grant	55,046
Housing Preservation	28,346
Homeless Prevention and Rapid Rehousing	43,002
Low Income Energy Assistance Program	25,602
Weatherization Assistance Programs	78,300
Local Programs and Other	5,364
	<u>\$ 624,087</u>

8. **Property and Equipment**

Property and equipment are summarized as follows at October 31, 2010:

	Cost	Depreciation		Undepreciated Cost
		Current Period	Accumulated	
Head Start Program - Land	\$ 69,399	--	--	69,399
Head Start Program	1,019,611	35,192	489,530	530,081
Early Head Start	331,635	11,980	209,613	122,022
Resource and Referral	8,267	705	7,196	1,071
Weatherization Programs	106,038	10,061	52,373	53,665
CACFP	1,889	--	1,889	--
Low Income Home Energy Assistance Program	18,543	--	18,543	--
Child Development Grants	4,650	--	4,650	--
FaDSS	33,551	439	32,469	1,082
Parents as Teachers	5,743	--	5,743	--
Local Programs	144,459	2,598	111,043	33,416
	<u>\$ 1,743,785</u>	<u>60,975</u>	<u>933,049</u>	<u>810,736</u>

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

9. **Operating Note Payable**

On October 14, 2010 the Organization entered into a short-term operating loan agreement with First Iowa State Bank in the amount of \$70,000. This loan, which was due on December 14, 2010 (Paid in full on December 10, 2010) carried a fixed interest rate of 4.75% at October 31, 2010.

10. **Grant and Contract Revenue Unearned**

Grant and contract revenue received, which was not yet expended or earned at the year-end date, is summarized as follows:

Funding Source	Program	Amount
Iowa Department of Education	Shared Visions	\$ 11,439
Other		2,902
		<u>\$ 14,341</u>

11. Temporarily Restricted Net Assets

Contributions received from the public and program income or grant awards to be used for specific assistance to eligible low-income families are classified as temporarily restricted net assets. A description of these net assets is as follows:

Weatherization Inventory Grant	\$ 15,280
Utility Funds	<u>21,922</u>
	<u>\$ 37,202</u>

12. Rent and Leases

The Organization leases facilities for outreach centers and head start centers under operating leases on an annual basis. Management expects that in most cases, these leases will be renewed or replaced by other leases in the normal course of business. The Organization has also entered into a long-term operating lease for office space which expires on July 31, 2015. This lease features increasing monthly rental payments over the life of the lease, with the future annual minimum lease obligations at October 31, 2010 summarized as follows:

<u>Fiscal Year Ending</u>	<u>Amount</u>
October 31, 2011	\$ 31,920
October 31, 2012	28,107
October 31, 2013	28,944
October 31, 2014	30,258
October 31, 2015	22,860
Thereafter	<u>--</u>
Total	<u>\$ 142,089</u>

Total rent expense for the year ended October 31, 2010, was \$68,400.

13. Salary Reduction Plan

The Organization sponsors a salary reduction plan for all eligible employees under Section 403(B) of the Internal Revenue Code. The maximum contributed on behalf of each employee is 4% of gross wages provided that the employee contributes 4% of gross wages. The maximum amount that any employee may contribute is 15% of gross wages. The total contributed by the Organization for the year ended October 31, 2010, amounted to \$0. During the fiscal year ended October 31, 2009, the Organization discontinued participation in this plan.

14. Iowa Public Employees Retirement System

The Organization contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information.

Plan members are required to contribute 4.50% (4.30% through June 2010) of their annual covered salary and the Organization is required to contribute 6.95% (6.65% through June 2010) of annual covered payroll. Contribution requirements are established by state statute. The Organization's contribution to IPERS for the year ended October 31, 2010, was \$128,926 equal to the required contribution for the year. Employees are allowed to participate in only one of the two available retirement plans.

15. Subsequent Events

The Organization has evaluated events and transactions occurring after October 31, 2010 for potential items required to be recognized or disclosed in the financial statements. Subsequent events were evaluated through March 29, 2011, the date the financial statements were issued.

MERIWETHER, WILSON AND COMPANY, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

WILLIAM H. BOORN, CPA
DENNIS L. MUELLER, CPA
STEPHEN L. KOEHN, CPA
SUSAN K. CHANTLAND, CPA
C. MARK LINCOLN, CPA
SCOTT W. MILLER, CPA
WILLIAM J. BAUER, CPA
WENDY G. WIEDNER, CPA
JON J. PAULSEN, CPA
MICHAEL T. BURTON, CPA
TODD E. GLYNN, CPA
RANDALL A. JONES, CPA
BENJAMIN A. PETERSON, CPA

OFFICES AT

REGENCY WEST 5
4500 WESTOWN PARKWAY, SUITE 140
WEST DES MOINES, IOWA 50266-6717

1307 2ND STREET, PERRY, IOWA 50220

TELEPHONE

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

FAX

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

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

Board of Directors
South Central Iowa Community Action Program, Inc.
Chariton, Iowa

We have audited the financial statements of South Central Iowa Community Action Program, Inc. (a nonprofit organization) as of and for the year ended October 31, 2010, and have issued our report thereon dated March 29, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered South Central Iowa Community Action Program, Inc.'s internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of South Central Iowa Community Action Program, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

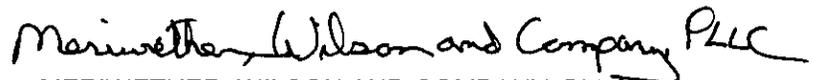
A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Organization'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 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 South Central Iowa Community Action Program, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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


MERIWETHER, WILSON AND COMPANY, PLLC
Certified Public Accountants

March 29, 2011
West Des Moines, Iowa

MERIWETHER, WILSON AND COMPANY, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

WILLIAM H. BOORN, CPA
DENNIS L. MUELLER, CPA
STEPHEN L. KOEHN, CPA
SUSAN K. CHANTLAND, CPA
C. MARK LINCOLN, CPA
SCOTT W. MILLER, CPA
WILLIAM J. BAUER, CPA
WENDY G. WIEDNER, CPA
JON J. PAULSEN, CPA
MICHAEL T. BURTON, CPA
TODD E. GLYNN, CPA
RANDALL A. JONES, CPA
BENJAMIN A. PETERSON, CPA

OFFICES AT

REGENCY WEST 5
4500 WESTOWN PARKWAY, SUITE 140
WEST DES MOINES, IOWA 50266-6717

1307 2ND STREET, PERRY, IOWA 50220

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

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

REPORT ON COMPLIANCE WITH REQUIREMENTS 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

INDEPENDENT AUDITOR'S REPORT

Board of Directors
South Central Iowa Community Action Program, Inc.
Chariton, Iowa

Compliance

We have audited South Central Iowa Community Action Program, Inc.'s (a nonprofit organization) 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 South Central Iowa Community Action Program, Inc.'s major federal programs for the year ended October 31, 2010. South Central Iowa Community Action Program, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of South Central Iowa Community Action Program, Inc.'s management. Our responsibility is to express an opinion on South Central Iowa Community Action Program, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133. 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 South Central Iowa Community Action Program, Inc.'s compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of South Central Iowa Community Action Program, Inc.'s compliance with those requirements.

In our opinion, South Central Iowa Community Action Program, Inc. 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 October 31, 2010.

Page Two

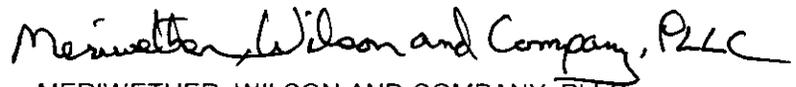
Internal Control over Compliance

The management of South Central Iowa Community Action Program, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered South Central Iowa Community Action Program, Inc.'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 South Central Iowa Community Action Program, Inc.'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 the 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 or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses as defined above.

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


MERIWETHER, WILSON AND COMPANY, PLLC
Certified Public Accountants

March 29, 2011
West Des Moines, Iowa

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Schedule of Findings and Questioned Costs

Year Ended October 31, 2010

Summary of Auditor's Results

1. The auditor's report expresses an unqualified opinion on the financial statements of South Central Iowa Community Action Program, Inc..
2. Internal Control Over Financial Reporting
 - No material weaknesses were identified.
 - No significant deficiencies were reported.
3. No instances of noncompliance material to the financial statements of South Central Iowa Community Action Program, Inc. were noted during the audit.
4. Internal Control Over Major Programs
 - No material weaknesses were identified.
 - No significant deficiencies were reported.
5. The auditor's report on compliance for the major federal award programs for South Central Iowa Community Action Program, Inc. expresses an unqualified opinion on all major federal programs.
6. The results of our audit disclosed no audit findings, which we are required to report in accordance with Section 510(a) of OMB Circular A-133.
7. South Central Iowa Community Action Program, Inc. received major federal awards as defined by OMB A-133 during the year ended October 31, 2010. The following programs were audited as major programs:

Federal Grant	CFDA Number	Expenditures	
Head Start	93.600	\$ 2,153,136	
ARRA - Head Start	93.708	99,229	
Total Head Start Cluster			\$ 2,252,365
ARRA - Homeless Prevention and Rapid Re-Housing Program	14.257		99,066
Community Services Block Grant	93.569	157,016	
ARRA - Community Services Block Grant	93.710	175,345	
Total Community Services Block Grant Cluster			332,361
ARRA - Weatherization Assistance for Low-Income Persons	81.042		482,918
			<u>\$ 3,166,710</u>

8. The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
9. South Central Iowa Community Action Program, Inc. did not qualify as a low-risk auditee.

Findings Related to the Financial Statements

None

Findings and Questioned Costs Related to Federal Awards

None

Summary Schedule of Prior Audit Findings

No Prior Audit Findings

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Schedule of Expenditures of Federal Awards

Program Year Ended October 31, 2010

Federal Grantor/ Pass-Through Grantor/ Program Title	Grant or Award Number
U.S. Department of Health and Human Services	
Direct Programs	
Head Start and Early Head Start Program	07CH6086/44
ARRA - Head Start and Early Head Start	07SE6086/01
Passed Through Head Start Body Start National Center	
Head Start - Body Start Play Space	
Total CFDA Cluster #93.600 and #93.708	
Passed Through Iowa Department of Human Rights	
ARRA - Community Services Block Grant	CSBG R9-13
Community Services Block Grant	CSBG 10-13
Community Services Block Grant	CSBG 11-13
Total CFDA Cluster #93.569 and #93.710	
Low Income Home Energy Assistance Program	
Low Income Home Energy Assistance Program	LIHEAP 10-13-M
HEAP Weatherization Assistance Program	LIHEAP 11-13
HEAP Weatherization Assistance Program	HEAP 09-13M
HEAP Weatherization Assistance Program	HEAP 10-13M
Total CFDA #93.568	
Family Development and Self-Sufficiency	
Family Development and Self-Sufficiency	FaDSS-10-13-FM
Family Development and Self-Sufficiency	FaDSS-11-13
Passed Through State of Iowa Department of Human Services	
Passed Through 4 Counties For Kids Empowerment Area	
Home Consultant	11-15-EC
Home Consultant	10-16-EC
Passed Through Wayne County Empowerment	
Home Consultant	
Total CFDA #93.558	
Wraparound Child Care	
Wraparound Child Care	CFS-CC-08113
Wraparound Child Care	CFS-CC-08114
Wraparound Child Care	CFS-CC-08115
Wraparound Child Care	CFS-CC-08113
Wraparound Child Care	CFS-CC-08114
Wraparound Child Care	CFS-CC-08115
Passed Through West Central Community Action	
Child Care Resource and Referral Contract	10-SCICAP
Child Care Resource and Referral Contract	11-SCICAP
Total CFDA Cluster #93.575 and #93.596	
U.S. Department of Agriculture	
Direct Program	
Housing Preservation Grant	
U.S. Department of Energy	
Passed Through Iowa Department of Human Rights	
ARRA - DOE Weatherization Assistance Program	DOE-ARRA-09-13M

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Schedule of Expenditures of Federal Awards

Program Year Ended October 31, 2010

Federal CFDA Number	Grant Period		Program or Award Amount		Federal Expenses
	From	To			
93.600	11/01/09	10/31/10	\$ 2,148,136		\$ 2,148,136 *
93.708	06/01/09	09/30/10	135,809		99,229 *
93.600	09/01/09	09/30/10	5,000		5,000 *
					<u>2,252,365</u>
93.710	04/10/09	09/30/10	214,285		175,345 *
93.569	10/01/09	12/31/10	160,000		157,016 *
93.569	10/01/10	12/31/11	160,000		-- *
					<u>332,361</u>
93.568	10/01/09	09/30/10	1,586,220		1,543,488
93.568	10/01/10	09/30/11	644,719		21,595
93.568	01/01/09	12/31/09	228,561		34,832
93.568	01/01/10	12/31/10	200,645		95,395
					<u>1,695,310</u>
93.558	07/01/09	06/30/10	140,070	53% Federal	61,836
93.558	07/01/10	06/30/11	149,685	54% Federal	20,169
93.558	07/01/10	06/30/11	3,500		279
93.558	07/01/09	06/30/10	16,097		7,491
93.558	07/01/09	06/30/10	5,201		3,167
					<u>92,942</u>
93.575	09/01/10	08/31/11	24,000		--
93.575	09/01/10	08/31/11	18,000		2,383
93.575	09/01/10	08/31/11	27,000		11,528
93.575	09/01/09	08/31/10	24,000		4,421
93.575	09/01/09	08/31/10	18,000		12,255
93.575	09/01/09	08/31/10	27,000		18,268
93.596	07/01/09	06/30/10	111,513		74,179
93.596	07/01/10	06/30/11	91,952	85% Federal	24,781
					<u>147,815</u>
10.433	10/01/09	10/31/11	56,812		<u>33,963</u>
81.042	04/01/09	03/31/12	1,856,392		<u>482,918 *</u>

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Schedule of Expenditures of Federal Awards

Program Year Ended October 31, 2010

Federal Grantor/ Pass-Through Grantor/ Program Title	Grant or Award Number
U.S. Department of Agriculture - Continued	
Passed Through Iowa Department of Human Services	
Child and Adult Care Food Program - Centers	27-8010
Child and Adult Care Food Program - Homes	27-8012
Child and Adult Care Food Program - Homes	27-8012
Total CFDA #10.558	
Department of Homeland Security	
Emergency Food and Shelter National Board Program	28-2886-00
Emergency Food and Shelter National Board Program	28-2900-00
Emergency Food and Shelter National Board Program	28-2970-00
Emergency Food and Shelter National Board Program	28-2988-00
Emergency Food and Shelter National Board Program	28-3044-00
ARRA - Emergency Food and Shelter National Board Program	Various
Total CFDA Cluster #97.024 and #97.114	
U.S. Department of Housing and Urban Development	
Passed Through Iowa Finance Authority	
ARRA - Homeless Prevention and Rapid Re-Housing Program	
Passed Through Hawkeye Area Community Action Program	
ARRA - Homeless Prevention and Rapid Re-Housing Program	
Total CFDA #10.558	
Total Federal Awards	

* Denotes a Major Program

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Schedule of Expenditures of Federal Awards

Program Year Ended October 31, 2010

Federal CFDA Number	Grant Period		Program or Award Amount	Federal Expenses
	From	To		
10.558	11/01/09	10/31/10	N/A	72,790
10.558	10/01/09	09/30/10	N/A	138,656
10.558	10/01/10	09/30/11	N/A	28,795
				<u>240,241</u>
97.024	01/01/10	11/30/10	3,776	3,776
97.024	01/01/10	11/30/10	4,294	4,294
97.024	01/01/10	09/30/10	4,060	4,035
97.024	01/01/10	12/31/10	2,872	2,608
97.024	01/01/10	09/30/10	2,242	2,242
97.114	10/01/08	12/31/09	12,734	2,906
				<u>19,861</u>
14.257	07/14/09	07/13/12	296,431	38,482 *
14.257	10/01/09	09/30/11	108,376	60,584 *
				<u>99,066</u>
				<u>\$ 5,396,842</u>

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.**Notes to Schedule of Expenditures of Federal Awards**

Year Ended October 31, 2010

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

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities and Changes in Net Assets

Year Ended October 31, 2010

	Total	Eliminations	Administrative and Indirect	Property and Equipment	Local Programs
Revenue					
Grants and Contracts	\$ 5,903,788	--	--	--	--
Program Income and Public Support	84,165	--	--	--	35,789
Rental Income	--	(17,206)	17,206	--	--
Investment Income	10,148	--	--	--	10,148
Other Income	44,424	--	--	--	35,732
In Kind	515,663	--	--	--	--
Interagency Transfers	--	(670,302)	263,186	--	--
Total Revenue	6,558,188	(687,508)	280,392	--	81,669
Expenses					
Salaries and Fringe Benefits	2,301,843	(166,745)	227,169	--	5,606
Indirect and Administrative Costs	21,211	(306,005)	--	--	777
Direct Client Assistance	2,061,481	(159,236)	--	--	7,680
Program Expense	245,461	(18,361)	--	--	15,000
Supplies and Materials	125,317	(5,879)	4,174	--	668
Printing and Publication	24,963	(585)	2,962	--	--
Postage and Shipping	11,087	--	1,844	--	5
Contractual	182,461	(6,936)	(3,143)	--	--
Insurance	31,964	--	2,662	--	--
Telephone and Communications	33,662	--	3,727	--	--
Space	91,586	(22,537)	13,986	--	--
Equipment Maintenance and Rental	93,613	(848)	12,505	--	85
Dues and Subscriptions	17,361	--	701	--	3,860
Facilities and Equipment	18,250	--	--	(578,195)	--
Conferences and Meetings	2,694	--	--	--	--
Training and Staff Development	72,241	--	1,544	--	10
Travel	82,563	(376)	5,763	--	55
Depreciation	60,975	--	--	60,975	--
Other Expenses	8,625	--	--	--	7,400
In Kind	515,663	--	--	--	--
Interagency Transfers	--	--	--	--	--
Total Expenses	6,003,021	(687,508)	273,894	(517,220)	41,146
Increase (Decrease) in Net Assets	555,167	--	6,498	517,220	40,523
Net Assets at Beginning of Year	947,926	--	--	275,616	672,310
Transfers	--	--	--	17,900	(26,974)
Net Assets at End of Year	\$ 1,503,093	--	6,498	810,736	685,859

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2010

	2010 Community Services Block Grant	2010 Community Services Block Grant ARRA	2010 Decatur Supervisors Volunteer Services	2011 LIHEAP	2010 LIHEAP	2011 FaDDS
Revenue						
Grants and Contracts	\$ 157,016	175,345	500	21,595	1,543,488	37,350
Program Income and Public Support	--	--	--	--	--	--
Rental Income	--	--	--	--	--	--
Investment Income	--	--	--	--	--	--
Other Income	--	--	--	--	--	617
In Kind	--	--	--	--	--	494
Interagency Transfers	--	--	--	--	--	--
Total Revenue	157,016	175,345	500	21,595	1,543,488	38,461
Expenses						
Salaries and Fringe Benefits	78,147	99,427	--	13,480	69,502	32,331
Indirect and Administrative Costs	12,732	2,133	--	(117)	8,948	2,168
Direct Client Assistance	--	39,584	--	4,544	1,457,623	--
Program Expense	--	8,439	--	--	--	--
Supplies and Materials	1,415	10,999	--	341	909	526
Printing and Publication	506	616	--	1	67	52
Postage and Shipping	419	447	--	537	1,343	1
Contractual	20,703	4,544	--	--	--	200
Insurance	13,090	--	--	5	--	34
Telephone and Communications	1,255	1,450	--	344	2,640	366
Space	20,519	1,000	--	59	644	910
Equipment Maintenance and Rental	4,193	--	--	2,272	690	--
Dues and Subscriptions	2,885	370	--	--	52	--
Facilities and Equipment	--	5,021	--	--	153	--
Conferences and Meetings	--	--	--	--	--	--
Training and Staff Development	--	--	--	--	--	297
Travel	593	1,315	--	129	917	1,082
Depreciation	--	--	--	--	--	--
Other Expenses	559	--	500	--	--	--
In Kind	--	--	--	--	--	494
Interagency Transfers	--	--	--	--	--	--
Total Expenses	157,016	175,345	500	21,595	1,543,488	38,461
Increase (Decrease) in Net Assets	--	--	--	--	--	--
Net Assets at Beginning of Year	--	--	--	--	--	--
Transfers	--	--	--	--	--	--
Net Assets at End of Year	\$ --	--	--	--	--	--

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2010

	Weatherization Assistance Programs					
	Payroll Pool	Payroll Pool ARRA	2010 HEAP	2009 HEAP	2010 DOE ARRA	2010 IPL
Revenue						
Grants and Contracts	\$ --	--	95,395	34,832	482,918	123,913
Program Income and Public Support	--	--	--	--	--	--
Rental Income	--	--	--	--	--	--
Investment Income	--	--	--	--	--	--
Other Income	--	--	--	--	--	--
In Kind	--	--	--	--	--	--
Interagency Transfers	70,565	110,897	--	--	--	--
Total Revenue	<u>70,565</u>	<u>110,897</u>	<u>95,395</u>	<u>34,832</u>	<u>482,918</u>	<u>123,913</u>
Expenses						
Salaries and Fringe Benefits	62,019	97,217	--	--	--	--
Indirect and Administrative Costs	8,546	13,680	2,446	1,883	28,821	7,102
Direct Client Assistance	--	--	41,509	32,949	417,216	116,811
Program Expense	--	--	--	--	--	--
Supplies and Materials	--	--	--	--	--	--
Printing and Publication	--	--	--	--	--	--
Postage and Shipping	--	--	--	--	--	--
Contractual	--	--	--	--	--	--
Insurance	--	--	--	--	--	--
Telephone and Communications	--	--	--	--	--	--
Space	--	--	--	--	--	--
Equipment Maintenance and Rental	--	--	--	--	--	--
Dues and Subscriptions	--	--	--	--	--	--
Facilities and Equipment	--	--	51,440	--	3,128	--
Conferences and Meetings	--	--	--	--	--	--
Training and Staff Development	--	--	--	--	33,753	--
Travel	--	--	--	--	--	--
Depreciation	--	--	--	--	--	--
Other Expenses	--	--	--	--	--	--
In Kind	--	--	--	--	--	--
Interagency Transfers	--	--	--	--	--	--
Total Expenses	<u>70,565</u>	<u>110,897</u>	<u>95,395</u>	<u>34,832</u>	<u>482,918</u>	<u>123,913</u>
Increase (Decrease) in Net Assets	--	--	--	--	--	--
Net Assets at Beginning of Year	--	--	--	--	--	--
Transfers	--	--	--	--	--	--
Net Assets at End of Year	<u>\$ --</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities and Changes in Net Assets - Continued

Year Ended October 31, 2010

	Embrace Iowa	2011 Parents as Teachers Educator	2010 Parents as Teachers Educator	2011 Parents as Teachers	2010 Parents as Teachers
Revenue					
Grants and Contracts	\$ --	9,005	24,366	21,016	52,311
Program Income and Public Support	10,804	--	--	--	--
Rental Income	--	--	--	--	--
Investment Income	--	--	--	--	--
Other Income	--	--	--	--	252
In Kind	--	--	--	--	--
Interagency Transfers	--	3,491	2,896	7,485	5,806
Total Revenue	10,804	12,496	27,262	28,501	58,369
Expenses					
Salaries and Fringe Benefits	--	8,773	19,230	22,336	43,497
Indirect and Administrative Costs	--	1,220	2,429	3,127	6,110
Direct Client Assistance	10,804	--	--	--	--
Program Expense	--	--	--	--	--
Supplies and Materials	--	552	973	412	445
Printing and Publication	--	--	--	--	--
Postage and Shipping	--	4	2	6	11
Contractual	--	187	--	188	--
Insurance	--	37	--	41	--
Telephone and Communications	--	108	349	215	701
Space	--	646	2,067	1,378	5,533
Equipment Maintenance and Rental	--	--	--	--	--
Dues and Subscriptions	--	40	--	80	--
Facilities and Equipment	--	--	--	--	--
Conferences and Meetings	--	--	--	--	--
Training and Staff Development	--	--	136	--	72
Travel	--	929	2,076	718	2,000
Depreciation	--	--	--	--	--
Other Expenses	--	--	--	--	--
In Kind	--	--	--	--	--
Interagency Transfers	--	--	--	--	--
Total Expenses	10,804	12,496	27,262	28,501	58,369
Increase (Decrease) in Net Assets	--	--	--	--	--
Net Assets at Beginning of Year	--	--	--	--	--
Transfers	--	--	--	--	--
Net Assets at End of Year	\$ --	--	--	--	--

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
Head Start and Early Head Start Program Grant 07CH6086/44

Schedule of Revenue and Expenses

Program Year Ended October 31, 2010

	Approved Budget	Actual	COB Balances Current Year
Revenue			
Federal Funds	\$ 2,148,136	2,148,136	
Program Income	--	52,572	
Grantee Contribution	430,534	483,458	
Total Revenue	\$ 2,578,670	2,684,166	
Expenses			
Federal Share			
Full Year Head Start Part Day and Handicapped			
Direct Costs			
Personnel	\$ 995,541	933,233	62,308
Fringe Benefits	223,356	188,480	34,876
Travel	12,519	25,115	(12,596)
Equipment	148,718	86,013	62,705
Supplies	54,342	77,802	(23,460)
Contractual	56,874	94,487	(37,613)
Facilities/Construction	313,282	450,690	(137,408)
Other	181,231	193,884	(12,653)
Total Direct Costs	1,985,863	2,049,704	(63,841)
Indirect Costs	162,273	151,004	11,269
Total Federal Share	2,148,136	2,200,708	(52,572)
Grantee's Share	430,534	483,458	
Total Expenses	\$ 2,578,670	2,684,166	

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
ARRA - Head Start and Early Head Start Program Grant 07SE6086/01
 Grant Period 6/1/09 to 9/30/10

Schedule of Revenue and Expenses

Program Year Ended October 31, 2010

	Approved Budget	Actual	COB Balances Current Year
Revenue			
Federal Funds	\$ 135,809	135,809	
Grantee Contribution	--	--	
Total Revenue	<u>\$ 135,809</u>	<u>135,809</u>	
Expenses			
Federal Share			
Full Year Head Start Part Day and Handicapped			
Direct Costs			
Personnel	\$ 48,566	49,943	(1,377)
Fringe Benefits	6,088	8,188	(2,100)
Other	73,404	69,702	3,702
Total Direct Costs	<u>128,058</u>	<u>127,833</u>	<u>225</u>
Indirect Costs	7,751	7,976	(225)
Total Federal Share	<u>135,809</u>	<u>135,809</u>	<u>--</u>
Grantee's Share	<u>--</u>	<u>--</u>	
Total Expenses	<u>\$ 135,809</u>	<u>135,809</u>	

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
Community Services Block Grant

Schedule of Expenses Compared to Budget

Program Year Ended October 31, 2010

Cost Category	Contract No. CSBG 11-13		Less Expenses Reported in Previous Year	Expenses for Program Year
	Grant Period 10/1/10 - 12/31/11			
	Budget	Actual		
Personnel Costs	\$ 89,160	--	--	--
Travel	2,700	--	--	--
Space Costs	35,590	--	--	--
Equipment Costs	1,920	--	--	--
Other Costs	18,006	--	--	--
Indirect Costs	12,624	--	--	--
Total CSBG	\$ 160,000	--	--	--

Cost Category	Contract No. CSBG 10-13		Less Expenses Reported in Previous Year	Expenses for Program Year
	Grant Period 10/1/09 - 12/31/10			
	Budget	Actual		
Personnel Costs	\$ 78,805	78,805	658	78,147
Travel	1,152	1,151	--	1,151
Space Costs	34,956	33,644	34	33,610
Equipment Costs	3,778	3,936	(257)	4,193
Consultants	20,218	20,878	--	20,878
Other Costs	8,275	8,275	1,970	6,305
Indirect Costs	12,816	12,816	84	12,732
Total	\$ 160,000	159,505	2,489	157,016

Cost Category	Contract No. CSBG 09-13CM		Less Expenses Reported in Previous Year	Expenses for Program Year
	Grant Period 10/1/08 - 12/31/09			
	Budget	Actual		
Personnel Costs	\$ 88,050	92,760	92,760	--
Travel	2,700	2,190	2,190	--
Space Costs	36,940	33,487	33,487	--
Equipment Costs	1,280	1,268	1,268	--
Other Costs	18,463	18,068	18,068	--
Indirect Costs	12,567	12,227	12,227	--
Total	\$ 160,000	160,000	160,000	--

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
ARRA - Community Services Block Grant

Schedule of Expenses Compared to Budget

Program Year Ended October 31, 2010

Contract No. CSBG R9-13

<u>Cost Category</u>	<u>Grant Period 4/10/09 - 9/30/10</u>		<u>Less Expenses Reported in Previous Year</u>	<u>Expenses for Program Year</u>
	<u>Budget</u>	<u>Actual</u>		
Travel	\$ 3,285	2,614	1,592	1,022
Equipment Costs	16,000	12,404	7,383	5,021
Other Costs	12,000	7,958	558	7,400
CSBG ARRA Programs	<u>183,000</u>	<u>171,910</u>	<u>10,008</u>	<u>161,902</u>
 Total CSBG	 <u>\$ 214,285</u>	 <u>194,886</u>	 <u>19,541</u>	 <u>175,345</u>

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
Low Income Home Energy Assistance Program

Schedule of Expenses Compared to Budget

Program Year Ended October 31, 2010

Contract No. LIHEAP 11-13

Cost Category	Grant Period 10/1/10 - 9/30/11		Less Expenses Reported in Previous Year	Expenses for Program Year
	Budget	Actual		
Assistance				
Regular	\$ 526,351	215	--	215
ECIP	39,043	4,330	--	4,330
Client Services A&R	9,915	--	--	--
Administration Costs	69,410	17,050	--	17,050
Total	\$ 644,719	21,595	--	21,595

Contract No. LIHEAP 10-13-M

Cost Category	Grant Period 10/1/09 - 9/30/10		Less Expenses Reported in Previous Year	Expenses for Program Year
	Budget	Actual		
Assistance				
Regular	\$ 1,252,488	1,242,833	--	1,242,833
ECIP	70,672	59,108	--	59,108
Client Services A&R	19,038	19,038	2,079	16,959
Summer Delivery Fuel	155,682	155,682	--	155,682
Administration Costs	88,340	88,340	19,434	68,906
Total	\$ 1,586,220	1,565,001	21,513	1,543,488

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
Family Development and Self-Sufficiency

Schedule of Expenses Compared to Budget

Program Year Ended October 31, 2010

Contract No. FaDDS-11-13

<u>Cost Category</u>	<u>Grant Period</u> <u>7/1/10 - 6/30/11</u>		<u>Less Expenses</u> <u>Reported in</u> <u>Previous Year</u>	<u>Expenses</u> <u>for Program</u> <u>Year</u>
	<u>Budget</u>	<u>Actual</u>		
Administration	\$ 14,086	2,168	--	2,168
Salaries	86,419	26,748	--	26,748
Fringe Benefits	23,044	5,582	--	5,582
Travel	9,865	1,379	--	1,379
Space/Utilities	4,618	293	--	293
Telephone	6,200	366	--	366
Postage	400	2	--	2
Publications/Dues	650	52	--	52
Supplies/Printing	2,750	526	--	526
Other	1,653	234	--	234
	<u>149,685</u>	<u>37,350</u>	--	<u>37,350</u>
Local Funds - Third-Party Payments	500	1,111	--	1,111
Total	<u>\$ 150,185</u>	<u>38,461</u>	--	<u>38,461</u>

Contract No. FaDDS-10-13-FM

<u>Cost Category</u>	<u>Grant Period</u> <u>7/1/09 - 6/30/10</u>		<u>Less Expenses</u> <u>Reported in</u> <u>Previous Year</u>	<u>Expenses</u> <u>for Program</u> <u>Year</u>
	<u>Budget</u>	<u>Actual</u>		
Administration	\$ 13,011	13,185	1,973	11,212
Salaries	80,444	81,515	12,086	69,429
Fringe Benefits	19,354	20,296	3,383	16,913
Travel	11,470	10,323	1,683	8,640
Space/Utilities	4,990	4,829	1,086	3,743
Telephone	6,000	5,998	2,113	3,885
Postage	300	322	10	312
Publications/Dues	950	615	610	5
Supplies/Printing	2,551	1,559	455	1,104
Other	1,000	1,428	--	1,428
	<u>140,070</u>	<u>140,070</u>	<u>23,399</u>	<u>116,671</u>
Local Funds	500	200	--	200
Total	<u>\$ 140,570</u>	<u>140,270</u>	<u>23,399</u>	<u>116,871</u>

SEE INDEPENDENT AUDITOR'S REPORT

**SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
HEAP Weatherization Assistance Program**

Schedule of Expenses Compared to Budget

Program Year Ended October 31, 2010

Contract No. HEAP 10-13M

Cost Category	Grant Period 1/1/10 - 12/31/10		Less Expenses Reported in Previous Year	Expenses for Program Year
	Budget	Actual		
Administration	\$ 7,933	2,446	--	2,446
Health and Safety	26,142	26,419	--	26,419
Support	33,888	4,319	--	4,319
Labor	35,341	4,307	--	4,307
Materials	35,341	6,464	--	6,464
Equipment/Training	62,000	51,440	--	51,440
Total	\$ 200,645	95,395	--	95,395

Contract No. HEAP 09-13M

Cost Category	Grant Period 1/1/09 - 12/31/09		Less Expenses Reported in Previous Year	Expenses for Program Year
	Budget	Actual		
Administration	\$ 10,577	6,562	4,564	1,998
Health and Safety	34,747	26,444	17,926	8,518
Support	45,042	41,231	31,761	9,470
Labor	46,972	21,928	15,446	6,482
Materials	46,973	18,140	9,776	8,364
Liability Insurance	4,250	4,250	4,250	--
Equipment/Training	40,000	--	--	--
Total	\$ 228,561	118,555	83,723	34,832

SEE INDEPENDENT AUDITOR'S REPORT

**SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
DOE Weatherization Assistance Program**

Schedule of Expenses Compared to Budget

Program Year Ended October 31, 2010

Contract No. DOE-ARRA-09-13M

Cost Category	Grant Period 4/1/09 - 3/31/12		Less Expenses Reported in Previous Year	Expenses for Program Year
	Budget	Actual		
Administration	\$ 84,068	28,954	133	28,821
Health and Safety	243,204	98,232	7	98,225
Support	313,573	144,940	662	144,278
Labor	329,620	87,914	653	87,261
Materials	629,620	87,930	479	87,451
Administration - Equipment T & TA	24,000	21,337	18,209	3,128
	232,307	41,309	7,555	33,754
Total	\$ 1,856,392	510,616	27,698	482,918

Contract No. DOE-09-13M

Cost Category	Grant Period 4/1/09 - 3/31/11		Less Expenses Reported in Previous Year	Expenses for Program Year
	Budget	Actual		
Administration	\$ 12,997	8,922	8,922	--
Health and Safety	39,937	22,592	22,592	--
Support	51,771	49,990	49,990	--
Labor	53,990	23,063	23,063	--
Materials	53,990	32,773	32,773	--
Total	\$ 212,685	137,340	137,340	--

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
IPL Weatherization Assistance

Schedule of Expenses Compared to Budget

Program Year Ended October 31, 2010

Contract No. IPL 10-13M

<u>Cost Category</u>	<u>Grant Period 1/1/10 - 12/30/10</u>		<u>Less Expenses Reported in Previous Year</u>	<u>Expenses for Program Year</u>
	<u>Budget</u>	<u>Actual</u>		
Administration	\$ 6,862	7,102	--	7,102
Support	13,724	11,485	--	11,485
Labor	58,325	45,678	--	45,678
Materials	58,325	59,648	--	59,648
Total	\$ 137,236	123,913	--	123,913

Contract No. IPL 09-13M

<u>Cost Category</u>	<u>Grant Period 1/1/09 - 12/31/09</u>		<u>Less Expenses Reported in Previous Year</u>	<u>Expenses for Program Year</u>
	<u>Budget</u>	<u>Actual</u>		
Administration	\$ 6,861	4,854	4,136	718
Support	13,724	14,124	12,980	1,144
Labor	58,325	49,175	45,185	3,990
Materials	58,325	58,368	51,808	6,560
Total	\$ 137,235	126,521	114,109	12,412

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.
MEC Weatherization Assistance Program

Schedule of Expenses Compared to Budget

Program Year Ended October 31, 2010

Contract No. MEC-10-13M

<u>Cost Category</u>	<u>Grant Period 1/1/10 - 12/30/10</u>		<u>Less Expenses Reported in Previous Year</u>	<u>Expenses for Program Year</u>
	<u>Budget</u>	<u>Actual</u>		
Administration	\$ 162	136	--	136
Support	325	225	--	225
Labor	1,380	1,067	--	1,067
Materials	1,380	980	--	980
Total	\$ 3,247	2,408	--	2,408

Contract No. MEC-09-13M

<u>Cost Category</u>	<u>Grant Period 1/1/09 - 12/31/09</u>		<u>Less Expenses Reported in Previous Year</u>	<u>Expenses for Program Year</u>
	<u>Budget</u>	<u>Actual</u>		
Administration	\$ 159	159	159	--
Support	319	319	281	38
Labor	1,357	1,197	1,042	155
Materials	1,357	1,517	1,517	--
Total	\$ 3,192	3,192	2,999	193

SEE INDEPENDENT AUDITOR'S REPORT

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Revenue and Expenses of Local Programs

Program Year Ended October 31, 2010

	<u>Total</u>	IDA Iowans Save	Outreach Centers	Food Pantry	Utility Funds
Revenue					
Program Income and Public Support	\$ 35,789	--	4,825	--	27,443
Investment Income	10,148	--	--	--	--
Other Income	35,732	--	--	--	--
Total Revenue	<u>81,669</u>	<u>--</u>	<u>4,825</u>	<u>--</u>	<u>27,443</u>
Expenses					
Salaries and Fringe Benefits	5,606	117	--	--	--
Indirect and Administrative Costs	777	--	--	--	--
Direct Client Assistance	7,680	--	3,361	--	18,040
Program Expense	15,000	--	--	--	--
Supplies and Materials	668	--	--	--	--
Postage and Shipping	5	--	--	--	--
Equipment Maintenance and Repairs	85	--	--	--	--
Dues and Subscriptions	3,860	--	--	--	--
Training and Staff Development	10	10	--	--	--
Travel	55	55	--	--	--
Other	7,400	--	--	--	--
Total Expenses	<u>41,146</u>	<u>182</u>	<u>3,361</u>	<u>--</u>	<u>18,040</u>
Excess (Deficit) of Revenue over Expenses	40,523	(182)	1,464	--	9,403
Net Assets - Beginning of Year	672,310	7,875	2,627	16,109	12,519
Transfers	<u>(26,974)</u>	<u>--</u>	<u>2,293</u>	<u>--</u>	<u>--</u>
Net Assets - End of Year	<u>\$ 685,859</u>	<u>7,693</u>	<u>6,384</u>	<u>16,109</u>	<u>21,922</u>

SOUTH CENTRAL IOWA COMMUNITY ACTION PROGRAM, INC.

Revenue and Expenses of Local Programs

Program Year Ended October 31, 2010

Other Funding	Head Start Local	Child Care R&R Local	LIHEAP Local	Emergency Family Loan Fund	Weatherization Support	Credit Union	Unrestricted General Fund
--	--	110	--	--	--	--	3,411
--	--	--	--	--	--	--	10,148
--	--	--	--	100	--	6,266	29,366
<u>--</u>	<u>--</u>	<u>110</u>	<u>--</u>	<u>100</u>	<u>--</u>	<u>6,266</u>	<u>42,925</u>
--	--	--	--	--	--	5,489	--
--	--	--	--	--	--	777	--
--	--	130	--	--	(17,007)	--	3,156
--	15,000	--	--	--	--	--	--
347	--	--	--	--	--	--	321
--	--	--	--	--	--	--	5
--	--	--	--	--	--	--	85
--	--	--	--	--	--	--	3,860
--	--	--	--	--	--	--	--
--	--	--	--	102	--	--	7,298
<u>347</u>	<u>15,000</u>	<u>130</u>	<u>--</u>	<u>102</u>	<u>(17,007)</u>	<u>6,266</u>	<u>14,725</u>
(347)	(15,000)	(20)	--	(2)	17,007	--	28,200
1,489	31,914	--	7,840	139	134,990	--	456,808
<u>153</u>	<u>(8,028)</u>	<u>5,582</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(26,974)</u>
<u>1,295</u>	<u>8,886</u>	<u>5,562</u>	<u>7,840</u>	<u>137</u>	<u>151,997</u>	<u>--</u>	<u>458,034</u>

SEE INDEPENDENT AUDITOR'S REPORT