RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Indianola, Iowa

FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA

(OMB Circular A-133, Single Audit Report)

September 30, 2013 and 2012

(With Independent Auditor's Reports Thereon)

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Indianola, Iowa

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RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Board of Directors and Officers

Officers

John Leeper	President
Dave Discher	Vice-President
Karen DeVore	Secretary-Treasurer

Board Members

County	Representing Private	Representing Government	Representing Low-Income
Boone	Amber Hora	Chet Hollingsworth	Erica Brown
Jasper	Vacant	Dennis Stevenson	Jody Eaton
Marion	Bob Baker	Mark Raymie	John Leeper
Polk	Lori SchraderBachar	Dave Discher	Vacant
Warren	Karen DeVore	Steve Wilson	Beverly Dickerson

Management

Central Administrative Office	
Bill Peppmeier	Executive Director
Laura Hudson	Weatherization Coordinator/Assistant Director/Program Planner
Martha Palmer	Fiscal Manager
Julie Heck	Energy Manager
Jasper County Center	
Amy Hansen	County Coordinator
Marion County Center	
Nancy Hulgan	County Coordinator
Polk County Center	
Cathi Van Note	County Coordinator

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Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of Red Rock Area Community Action Program, Inc. (a nonprofit organization), which comprise the Statements of Financial Position as of September 30, 2013 and 2012, and the related Statements of Activities and Changes in Net Assets, and Cash Flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Red Rock Area Community Action Program, Inc. as of September 30, 2013 and 2012, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations, and is not a required part of the financial statements. The additional accompanying supplementary Combining Statements, Schedules of Expenses Compared to Budget, Schedules of Expenses, and Schedule of Changes in Fund Balances which follow are presented for purposes of additional analysis and are 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 statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated December 23, 2013, on our consideration of Red Rock Area Community Action Program, Inc.'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 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 in considering the Organization's internal control over financial reporting and compliance.

Meriwether, Wilson and Company, PLLC

MERIWETHER, WILSON AND COMPANY, PLLC
Certified Public Accountants

December 23, 2013
West Des Moines, Iowa

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Statements of Financial Position

September 30,

	2013	2012
Assets		
Current Assets		
Cash	$ 427,083	459,519
Receivables	237,294	144,561
Prepaid Expenses	10,440	40,379
Total Current Assets	674,817	644,459
Tenants' Security Deposits Held in Trust - Cash	3,720	3,320
Property and Equipment		
Land	19,200	19,200
Buildings and Improvements	441,080	441,080
Vehicles	47,981	63,495
Furnishings and Equipment	333,518	333,518
	841,779	857,293
Less: Accumulated Depreciation	(715,910)	(687,137)
Net Property and Equipment	125,869	170,156
Total Assets	$ 804,406	817,935
Liabilities and Net Assets		
Current Liabilities		
Accounts Payable	$ 24,112	17,717
Mortgages Payable - Current Portion	3,390	64,817
Accrued Expenses	90,497	71,334
Due Funder	875	--
Deferred Revenue	31,205	18,610
Total Current Liabilities	150,079	172,478
Deposit Liabilities - Tenants' Security Deposits	3,720	3,320
Long-Term Debt		
Mortgages Payable, Net of Current Portion	44,739	48,128
Total Liabilities	198,538	223,926
Net Assets		
Unrestricted		
Designated for Programs and Counties	605,868	567,189
Undesignated	--	26,820
Total Net Assets	605,868	594,009
Total Liabilities and Net Assets	$ 804,406	817,935

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

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Statements of Activities and Changes in Net Assets

Years Ended September 30,

	Unrestricted	
	2013	2012
Support and Revenue		
Grant and Contract Revenue	$4,415,858	4,994,904
County Support	118,079	107,024
Project Income	94,744	83,000
Contributions and Other Income	26,739	19,819
Interest	393	247
Total Support and Revenue	4,655,813	5,204,994
Expenses		
Low Income Home Energy Assistance Program	2,858,326	3,103,038
Weatherization Programs	487,057	634,013
Transportation Program Services	472,100	466,874
Community Services Block Grant	419,207	373,667
County Funds	107,006	74,767
Iowa Disaster Assistance	45,013	--
Housing Programs	37,061	44,029
Emergency Food and Shelter National Board Program	30,590	23,651
Emergency Solutions Grants Program	30,304	7,209
Hometown Care	26,951	27,476
Chore Service Program	24,966	16,838
Hunger Hike	13,626	207
I Care Fund	10,654	30,904
Embrace Iowa	10,551	9,888
Homeless Prevention and Rapid Re-Housing	--	358,405
Other Programs	7,216	3,984
Undesignated and Property Funds	63,326	23,053
Total Expenses	4,643,954	5,198,003
Change in Net Assets	11,859	6,991
Net Assets at Beginning of Year	594,009	587,018
Net Assets at End of Year	$ 605,868	594,009

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

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Statements of Cash Flows

Years Ended September 30,

	2013	2012
Cash Flows from Operating Activities		
Change in Net Assets	$ 11,859	6,991
Adjustments to Reconcile Change in Net Assets to		
Net Cash Flows from Operating Activities - Depreciation	44,287	47,096
(Increase) Decrease in		
Receivables	(92,733)	93,774
Prepaid Expenses	29,939	51,226
Increase (Decrease) in		
Accounts Payable	6,395	(3,371)
Accrued Expenses	19,163	(6,084)
Deferred Revenue	12,595	(8,359)
Due Funder	875	--
Due 4 R Kids	--	(186,321)
Net Cash Flows from Operating Activities	32,380	(5,048)
Cash Flows from Investing Activities		
Cash Paid for Property and Equipment	--	(10,931)
Cash Flows from Financing Activities		
Repayments on Mortgages	(64,816)	(3,042)
Change in Cash	(32,436)	(19,021)
Cash Balances - Beginning of Year	459,519	478,540
Cash Balances - End of Year	$ 427,083	459,519
Supplemental Disclosure of Cash Flow Data		
Cash Paid During the Years for		
Interest	$ 2,619	2,794
Income Taxes	$ --	--

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

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Notes to Financial Statements

September 30, 2013 and 2012

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

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

2. **Summary of Significant Accounting Policies**

The accompanying financial statements have been prepared in conformity with generally accepted accounting principles appropriate for nonprofit organizations. The following describes the significant accounting policies.

Basis of Accounting

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

Income Taxes

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

The Organization follows generally accepted accounting principles in evaluating its uncertain tax positions, and at September 30, 2013 and 2012, the Organization had no uncertain tax positions requiring recognition in the financial statements. With few exceptions, the Organization is no longer subject to federal and state income tax examinations by tax authorities for years ending before September 30, 2010.

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. Differences in the classification of net assets are determined based on the nature or existence of donor restrictions. At September 30, 2013 and 2012, the Organization has no temporarily or permanently restricted net assets.

Cash

Cash, for purposes of the Statement of Cash Flows, consists of checking, savings, money market accounts, and petty cash.

Receivables

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

Property and Equipment

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

Property and equipment are recorded at cost if purchased or at fair value if contributed. Expenses for maintenance, repair, and minor replacements are charged to expense, while the cost of major replacements, betterments, and acquisitions is capitalized. Depreciation is provided on a straight-line basis over the estimated useful lives of the assets. Property and equipment acquired with grant funds is expensed to the appropriate program and capitalized through a direct credit to net assets. Consistent with its grantors' requirements, the Organization's policy is to capitalize discrete items of property and equipment costing $5,000 or more and having a useful life in excess of one year.

The Organization follows generally accepted accounting principles in evaluating impairment of long-lived assets. No impairment losses were recognized in 2013 or 2012.

Revenue Recognition

Revenue from grant awards, contracts, and other services is recognized when earned. Revenue from grants and contracts is recognized only to the extent that it is expended in accordance with grantor requirements. Amounts received but not yet expended are classified as deferred revenue. Revenue from other support and donations is recognized when received.

Contributed Services

RRACAP receives a significant amount of services donated from unpaid volunteers assisting with various programs. No amounts have been recognized in the Statement of Activities because the criteria for recognition under FASB ASC 958 have not been satisfied.

Allocation of Expenses

All direct costs, including direct payroll costs, are charged exclusively to the benefitted program or award. Shared and general agency costs are allocated to programs to best match costs to benefits. For most programs, personnel costs are the most significant expense; accordingly, direct personnel costs are the primary basis for allocating shared costs. The Organization requires its employees to submit time sheets on a regular basis to support direct costs and shared and general agency allocations.

Financial Instruments

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

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates. Actual results could differ from those estimates.

Reclassifications

Certain reclassifications to the 2012 financial statements have been made to conform to the 2013 presentation.

3. **Principal Programs**

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

Housing Programs

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

Community Services Block Grant (CSBG)

Funded by the U.S. Department of Health and Human Services through the Iowa Department of Human Rights. The Organization uses these funds primarily to help fund programs and activities that assist low-income individuals and families to attain self-sufficiency.

Low Income Home Energy Assistance Program (LIHEAP)

Funded by the U.S. Department of Health and Human Services through the Iowa Department of Human Rights. The program helps low-income people meet the costs of home energy, increase their energy self-sufficiency, and reduce their vulnerability resulting from energy needs.

Transportation Program Services

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

Weatherization Programs

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

Iowa Disaster Assistance

The Iowa Disaster Assistance program is funded by the Iowa Department of Human Services through the Iowa Community Action Association. RRACAP provides fiscal agent services, including eligibility determinations, for the Iowa Individual Assistance Grant Program. This program provides assistance related to disaster area declarations made in May, 2013 for Jasper and Marion counties.

I Care and Hometown Care

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

Other Programs

The Organization administers other programs in pursuit of its mission. A summary of expenses of other programs administered by the Organization not specifically set forth on the Statement of Activities is as follows:

	2013	2012
Black Hills Cares	$ 5,842	3,288
Midland Recare	741	–
Pella Coop Recare	453	453
Indianola Share	180	195
Operation Roundup	–	48
	$ 7,216	3,984

4. **Receivables**

Receivables are summarized as follows:

Due From	Program Activity	2013	2012
Grant or Program Funds			
Iowa Department of Human Rights	DOE Weatherization	$ 37,610	12,880
Iowa Department of Human Rights	Weatherization - Utility Cos.	19,560	8,676
Iowa Department of Human Rights	HEAP Weatherization	1,042	3,591
Iowa Department of Human Rights	CSBG	--	12,002
Iowa Department of Human Rights	LIHEAP	--	10,974
Iowa Finance Authority	Iowa Disaster Assistance	33,334	--
Heart of Iowa Regional Transit Agency	Warren Transportation	25,787	21,584
Iowa Institute for Community Alliances	Emergency Shelter Grant	--	5,462
Other Receivables by Program Activity			
Warren Transportation		78,957	43,096
Marion Transportation		20,048	--
Chore Services		11,590	556
Warren LPF		7,325	--
I Care		2,041	99
Marion County		--	22,049
CSBG		--	3,057
County Funds		--	535
		$ 237,294	144,561

5. **Concentration of Credit Risk**

The Organization maintains accounts at local banks. Accounts are insured by FDIC up to $250,000 per depositor, per bank. As of September 30, 2013, the Organization had $17,313 of cash deposited in excess of insured limits ($-0- in 2012).

6. **Concentration of Support**

In the years ended September 30, 2013 and 2012, the Organization received approximately 88% of its support and revenue from governmental grants. A significant reduction in the level of government funding would have a major effect on the Organization's program activities.

7. **Property and Equipment**

Property and equipment are summarized as follows:

	2013			
Type of Equipment	Cost	Depreciation Expense	Accumulated Depreciation	Undepreciated Cost
Program Equipment				
CSBG				
Office Equipment	$ 73,449	5,230	70,171	3,278
LIHEAP				
Office Equipment	86,292	748	86,051	241
Weatherization				
WX Vehicles and Equipment	59,024	13,168	53,555	5,469
Transportation				
Vans and Related Equipment	31,352	2,237	24,405	6,947
I Care				
Office Equipment	3,974	–	3,974	–
I.E. Counsel				
Office Equipment	2,655	109	2,655	–
Total Program Equipment	256,746	21,492	240,811	15,935
Low Income Housing				
Land	10,000	–	–	10,000
Buildings and Improvements	248,633	11,489	233,156	15,477
Furnishings	10,631	327	10,360	271
	269,264	11,816	243,516	25,748
Transitional Housing				
Land	2,000	–	–	2,000
Buildings and Improvements	27,317	570	27,103	214
Furnishings	939	34	939	–
	30,256	604	28,042	2,214
General Agency and Counties				
Land	7,200	–	–	7,200
Buildings and Improvements	165,130	9,923	90,819	74,311
Furnishings and Equipment	113,183	452	112,722	461
	285,513	10,375	203,541	81,972
Total Agency	$841,779	44,287	715,910	125,869

Type of Equipment	Cost	Depreciation Expense	Accumulated Depreciation	Undepreciated Cost
		2012		
Program Equipment				
CSBG				
Office Equipment	$ 73,449	8,736	64,941	8,508
LIHEAP				
Office Equipment	86,292	892	85,303	989
Weatherization				
WX Vehicles and Equipment	74,538	11,164	55,901	18,637
Transportation				
Vans and Related Equipment	31,352	1,873	22,168	9,184
I Care				
Office Equipment	3,974	–	3,974	–
I.E. Counsel				
Office Equipment	2,655	119	2,546	109
Total Program Equipment	272,260	22,784	234,833	37,427
Low Income Housing				
Land	10,000	–	–	10,000
Buildings and Improvements	248,633	12,082	221,667	26,966
Furnishings	10,631	488	10,033	598
	269,264	12,570	231,700	37,564
Transitional Housing				
Land	2,000	–	–	2,000
Buildings and Improvements	27,317	770	26,531	786
Furnishings	939	156	905	34
	30,256	926	27,436	2,820
General Agency and Counties				
Land	7,200	–	–	7,200
Buildings and Improvements	165,130	9,946	80,898	84,232
Furnishings and Equipment	113,183	870	112,270	913
	285,513	10,816	193,168	92,345
Total Agency	$857,293	47,096	687,137	170,156

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

The Organization sold a weatherization vehicle in the year ended September 30, 2013, and returned the sales proceeds to the funder. The remaining book value of the disposed vehicle ($3,879) is included as a component of depreciation expense.

8. **Deferred Revenue**

Amounts received and deferred to future periods are as follows:

Program Title	2013	2012
Community Services Block Grant	$ 14,679	–
Aquila Cares	5,332	6,394
I.E. Counsel	4,161	4,162
Youth Services	2,869	6,566
I Care Fund	2,446	–
Midland Recare	972	1,077
Hometown Care	746	–
Pella Coop Recare	–	411
	$ 31,205	18,610

9. **Accrued Expenses**

Accrued expenses are summarized as follows:

	2013	2012
Accrued Wages	$ 44,227	48,005
Payroll Taxes and Witholdings	22,459	636
Compensated Absences	22,292	21,177
Property Taxes	1,249	1,249
Interest	270	267
	$ 90,497	71,334

10. **Long-Term Debt**

Mortgages payable are summarized as follows:

Lender	Date Made	Date Due	Balance, Sept. 30, 2013	Balance, Sept. 30, 2012	Interest Rate	Repayment Basis
Community Bank of Boone Boone, Iowa	06/18/04	07/01/24	$ 48,129	51,345	5.25%	$486 per month, applied first to interest, then to principal.
Iowa Department of Economic Development Des Moines, Iowa	12/27/94	12/31/12	–	61,600	–%	$61,600 balloon payment due 12/31/12.
			48,129	112,945		
Less: Amount Classified as Current			3,390	64,817		
			$ 44,739	48,128		

Assets mortgaged on the Iowa Department of Economic Development loan were comprised of land and apartment buildings acquired in 1995 at a cost of $190,900. This loan was paid in December, 2012. Assets mortgaged on the Community Bank of Boone loan consist of land and a building acquired in June 2004 at a cost of $72,000.

The mortgage payable to Community Bank of Boone carries a variable rate of interest indexed at 3.0% above an average yield on treasuries, with the September 30, 2013 variable rate and payment amount noted above.

Interest expense for the year ended September 30, 2013, totaled $2,617 ($2,794 in 2012).

Estimated repayment amounts on long-term debt as of the most recent year-end are as follows:

2014	$ 3,390
2015	3,572
2016	3,759
2017	3,966
2018	4,180
Thereafter	29,262
	$ 48,129

11. **Lease Commitments**

The Organization leases office space and equipment under noncancelable leases with terms in excess of one year, and has other leases written for one-year periods with options to renew. At September 30, 2013, the Organization had three noncancelable operating leases with terms in excess of one year. Future minimum lease payments on these leases are summarized as follows, as of the most recent year-end:

2014	$ 36,233
2015	27,041
2016	24,300
	$ 87,574

Total rent and lease expense for the year ended September 30, 2013, amounted to $38,441 ($37,131 in 2012).

12. **Iowa Public Employees Retirement System**

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

Plan members are required to contribute 5.95% (5.78% through June 2013) of their annual covered salary and the Organization is required to contribute 8.93% (8.67% through June 2013) of annual covered payroll. Contribution requirements are established by state statute. The Organization's contribution to IPERS for the year ended September 30, 2013 was $74,954 ($69,771 in 2012), equal to the required contribution for the year.

13. **Related Party Transactions**

The Red Rock Area Community Action Program, Inc. has certain mutual directors with local nonprofit corporations located in Jasper, Marion, Polk, Warren, and Boone counties and administers various programs for these corporations. The local corporations receive funding from their respective counties under service agreement contracts and reimburse Red Rock Area Community Action Program, Inc. for the administration of these agreements. Funds received under these agreements totaled $118,079 during the year ended September 30, 2013 ($107,024 in 2012).

The Organization also has certain mutual directors with Boone County Opportunity Programs, Inc. (BCOP). BCOP and RRACAP have entered into a management agreement under which RRACAP receives a monthly management fee for accounting and other services. Fees earned by RRACAP under this agreement for the year ended September 30, 2013 totaled $3,388 ($3,872 in 2012). There were no amounts due RRACAP from BCOP for these items at the year-end dates.

14. **Due Funder**

Amounts due funder represent receipts in excess of actual expenses of the LIHEAP program. This amount was returned to the Iowa Department of Human Rights on November 13, 2013.

15. **Evaluation of Subsequent Events**

The Organization has evaluated transactions and events occurring after September 30, 2013 for recognition and disclosure in the financial statements. Subsequent events were evaluated through December 23, 2013, the date the financial statements were available to be issued.

MERIWETHER, WILSON AND COMPANY, PLLC
CERTIFIED PUBLIC ACCOUNTANTS

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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

Independent Auditor's Report

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

We have audited, in accordance with the 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, the financial statements of Red Rock Area Community Action Program, Inc. (a nonprofit organization), which comprise the Statement of Financial Position as of September 30, 2013, and the related Statements of Activities and Changes in Net Assets, and Cash Flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 23, 2013.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Red Rock Area Community Action Program, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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 Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

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. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance,

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Meriwether, Wilson and Company, PLLC

MERIWETHER, WILSON AND COMPANY, PLLC
Certified Public Accountants

December 23, 2013
West Des Moines, Iowa

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CERTIFIED PUBLIC ACCOUNTANTS

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REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Independent Auditor's Report

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

Report on Compliance for Each Major Federal Program

We have audited Red Rock Area 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 Red Rock Area Community Action Program's major federal programs for the year ended September 30, 2013. Red Rock Area Community Action Program, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Red Rock Area Community Action Program, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Not-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 Red Rock Area Community Action Program, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Red Rock Area Community Action Program, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, Red Rock Area Community Action Program, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2013.

Report on Internal Control Over Compliance

Management of Red Rock Area Community Action Program, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Red Rock Area Community Action Program, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 Red Rock Area 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. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Meriwether, Wilson and Company, PLLC

MERIWETHER, WILSON AND COMPANY, PLLC
Certified Public Accountants

December 23, 2013
West Des Moines, Iowa

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Schedule of Findings and Questioned Costs

Year Ended September 30, 2013

Section I - Summary of Auditor's Results

Financial statements

Type of auditor's report issued:		unqualified
Internal control over financial reporting:		
• Material weakness(es) identified?	_____yes	__X__no
• Significant deficiency(ies) identified?	_____yes	__X__none reported
Noncompliance material to financial statements noted?	_____yes	__X__no

Federal awards

Internal control over major programs:		
• Material weakness(es) identified?	_____yes	__X__no
• Significant deficiency(ies) identified?	_____yes	__X__none reported
Type of auditor's report issued on compliance for major programs:		unqualified
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133?	_____yes	__X__no

Identification of major programs:

Federal Grant	CFDA Number	Expenditures
U.S. Department of Health and Human Services		
Low-Income Home Energy Assistance	93.568	$ 3,039,759
Community Services Block Grant	93.569	419,207
		$ 3,458,966

Dollar threshold used to distinguish between type A and type B programs:		$300,000
Auditee qualified as low-risk auditee?	__X__yes	_____no

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Schedule of Expenditures of Federal Awards

October 1, 2012 through September 30, 2013

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA* Number	Grant or Award Number	Federal Expenditures	
U.S. Department of Health and Human Services				
Iowa Department of Human Rights				
Community Services Block Grant	93.569	CSBG-13-12-CU	$ 119,769	
Community Services Block Grant	93.569	CSBG-12-12-CU	299,438	
Total CFDA #93.568			419,207	**
Low Income Home Energy Assistance Program	93.568	LIHEAP-13-12U	2,858,326	
HEAP Weatherization Assistance	93.568	HEAP-13-12-U	137,527	
HEAP Weatherization Assistance	93.568	HEAP-12-12U	43,906	
Total CFDA #93.568			3,039,759	**
Aging Resources				
Transportation Program Title IIIB (13-14)	93.044	FY 2014	7,471	
Transportation Program Title IIIB (12-13)	93.044	FY 2013	21,742	
Total CFDA #93.044			29,213	
Total U.S. Department of Health and Human Services			3,488,179	
U.S. Department of Energy				
Iowa Department of Human Rights				
Weatherization Assistance Programs	81.042	DOE-13-12U	37,610	
Weatherization Assistance Programs	82.042	DOE-12-12U	58,087	
Total CFDA #81.042 and U.S. Department of Energy			95,697	
U.S. Department of Transportation				
Iowa Department of Transportation/				
Heart of Iowa Regional Transit Agency				
Federal Transit Non-Urban Operating Grant (13-14)	20.509	FY 2014	25,787	
Federal Transit Non-Urban Operating Grant (12-13)	20.509	FY 2013	67,847	
Total CFDA #20.509 and U.S. Department of Transportation			93,634	
U.S. Department of Housing and Urban Development				
Iowa Finance Authority				
Emergency Solutions Grant Program	14.231	2012	14,358	
Emergency Solutions Grant Program-Rural	14.231	2012	15,946	
Total CFDA #14.231 and U.S. Department of Housing and Urban Development			30,304	

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Schedule of Expenditures of Federal Awards

October 1, 2012 through September 30, 2013

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA* Number	Grant or Award Number	Federal Expenditures
Department of Homeland Security			
United Way of America			
Emergency Food and Shelter National Board Program			
Polk County	97.024	30-3006-00	14,851
Warren County	97.024	30-3040-00	5,999
Jasper County	97.024	30-2948-00	2,000
Marion County	97.024	30-2978-00	4,940
Boone County	97.024	30-2862-00	2,800
Total CFDA #97.024 and Department of Homeland Security			30,590
Total Federal Expenditures			$ 3,738,404

* Catalog of Federal Domestic Assistance
** Audited as a Major Program

Note 1: Basis of Presentation
The Schedule of Expenditures of Federal Awards includes the federal grant activity of Red Rock Area Community Action Program, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Nonprofit Organization. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Financial Position

September 30, 2013

	Total All Funds	Total Designated Program Funds	Community Services Block Grant
Assets			
Cash	$ 430,803	27,426	37,755
Receivables	237,294	229,969	--
Prepaid Expenses	10,440	10,440	--
Property and Equipment	841,779	--	--
Accumulated Depreciation	(715,910)	--	--
Total Assets	$ 804,406	267,835	37,755
Liabilities and Net Assets			
Liabilities			
Accounts Payable	$ 27,832	23,725	784
Mortgages Payable	48,129	--	--
Accrued Expenses	90,497	22,292	22,292
Deferred Revenue	32,080	29,211	14,679
Total Liabilities	198,538	75,228	37,755
Net Assets	605,868	192,607	--
Total Liabilities and Net Assets	$ 804,406	267,835	37,755

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Financial Position

September 30, 2013

Designated Program Funds					
Low Income Home Energy Assistance	HEAP WX	DOE WX ARRA	WX Cost Pool	WX Assistance Utility Companies	Transportation Program Services
3,753	(1,042)	(37,610)	7,607	(19,560)	57,833
--	1,042	37,610	--	19,560	124,792
--	--	--	10,440	--	--
--	--	--	--	--	--
--	--		--	--	--
3,753	--	--	18,047	--	182,625
2,878	--	--	254	--	13,097
--	--	--	--	--	--
--	--	--	--	--	--
875	--	--	--	--	--
3,753	--	--	254	--	13,097
--	--	--	17,793	--	169,528
3,753	--	--	18,047	--	182,625

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Financial Position - Continued

September 30, 2013

	Iowa Disaster Assistance	Chore Service Program	Embrace Iowa
Assets			
Cash	$ (27,835)	(14,132)	6
Receivables	33,334	11,590	--
Prepaid Expenses	-	--	--
Property and Equipment	--	--	--
Accumulated Depreciation	--	--	--
Total Assets	5,499	(2,542)	6
Liabilities and Net Assets			
Liabilities			
Accounts Payable	$ 5,499	7	6
Mortgage Payable	--	--	--
Accrued Expenses	--	--	--
Deferred Revenue	--	--	--
Total Liabilities	5,499	7	6
Net Assets	--	(2,549)	--
Total Liabilities and Net Assets	$ 5,499	(2,542)	6

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Financial Position - Continued

September 30, 2013

Designated Program Funds						
Hometown Care	Aquila Cares	I Care Fund	Midland Recare	I.E. Counsel	Pella Coop Recare	Hunger Hike
1,047	5,439	1,197	972	4,161	(42)	7,877
--	--	2,041	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
1,047	5,439	3,238	972	4,161	(42)	7,877
301	107	792	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
746	5,332	2,446	972	4,161	--	--
1,047	5,439	3,238	972	4,161	--	--
--	--	--	--	--	(42)	7,877
1,047	5,439	3,238	972	4,161	(42)	7,877

RED ROCK AREA COMMUNITY ACTION PROGRAM INC.

Combining Statement of Financial Position - Continued

September 30, 2013

	Total Property and Equipment Funds	Property Housing Transi-tional Housing
Assets		
Cash	$ 55,385	732
Receivables	--	--
Prepaid Expenses	--	--
Property and Equipment	619,733	30,256
Accumulated Depreciation	(575,837)	(28,042)
Total Assets	$ 99,281	2,946
Liabilities and Net Assets		
Liabilities		
Accounts Payable	$ 3,403	400
Mortgages Payable	--	--
Accrued Expenses	--	--
Deferred Revenue	--	--
Total Liabilities	3,403	400
Net Assets	95,878	2,546
Total Liabilities and Net Assets	$ 99,281	2,946

RED ROCK AREA COMMUNITY ACTION PROGRAM INC.

Combining Statement of Financial Position - Continued

September 30, 2013

and Equipment Funds Programs			Local Funds		
Low Income Housing	Program	General Agency	Total Local Funds	County Funds	Undesig-nated Fund
54,653	--	--	347,992	278,437	69,555
--	--	--	7,325	7,325	--
--	--	--	--	--	--
269,263	256,745	63,469	222,046	222,046	--
(243,516)	(240,810)	(63,469)	(140,073)	(140,073)	--
80,400	15,935	--	437,290	367,735	69,555
3,003	--	--	704	704	--
--	--	--	48,129	48,129	--
--	--	--	68,205	1,519	66,686
--	--	--	2,869	--	2,869
3,003	--	--	119,907	50,352	69,555
77,397	15,935	--	317,383	317,383	--
80,400	15,935	--	437,290	367,735	69,555

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities

Year Ended September 30, 2013

	Total All Funds	Total Designated Program Funds	Community Services Block Grant
Support and Revenue			
Iowa Department of Human Rights	$ 3,774,211	3,774,211	419,207
Christian Opportunity Center	261,687	261,687	--
County Support	118,079	--	--
Heart of Iowa Regional Transit Agency	122,882	122,882	--
Project Income	94,831	44,396	--
Utility Companies	75,567	75,567	--
Iowa Community Action Assoc.	45,013	45,013	--
Other Agencies	39,940	39,940	--
Aging Resources	34,504	34,504	--
Department of Homeland Security	30,590	30,590	--
Iowa Finance Authority	30,304	30,304	--
Contributions and Other Income	26,739	8,737	--
Transportation Management Services	1,073	1,073	--
Interest	393	73	--
Total Support and Revenue	4,655,813	4,468,977	419,207
Expenses	4,643,954	4,436,561	419,207
Excess (Deficiency) of Support and Revenue Over Expenses	11,859	32,416	--
Net Assets - Beginning of Year	594,009	160,191	--
Net Assets - End of Year	$ 605,868	192,607	--

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities

Year Ended September 30, 2013

Designated Program Funds						
Low Income Home Energy Assistance	HEAP WX	DOE WX ARRA	DOE WX	WX Assistance Utility Companies	WX Cost Pool	Transportation Program Services
2,858,326	181,433	--	95,697	219,548	--	--
--	--	--	--	--	--	261,687
--	--	--	--	--	--	--
--	--	--	--	--	--	122,882
--	--	--	--	--	3,038	39,633
--	--	--	--	--	--	29,214
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	34,504
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	1,073
--	--	--	--	--	--	73
2,858,326	181,433	--	95,697	219,548	3,038	489,066
2,858,326	181,433	--	95,697	219,548	(9,621)	472,100
--	--	--	--	--	12,659	16,966
--	--	--	--	--	5,134	152,562
--	--	--	--	--	17,793	169,528

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities - Continued

Year Ended September 30, 2013

	Emergency Food and Shelter National Board Program	Iowa Disaster Assistance	Emergency Solutions Grant
Support and Revenue			
Iowa Department of Human Rights	$ --	--	--
Christian Opportunity Center	--	--	--
County Support	--	--	--
Heart of Iowa Regional Transit Agency	--	--	--
Project Income	--	--	--
Utility Companies	--	--	--
Iowa Community Action Assoc.	--	45,013	--
Other Agencies	--	--	--
Aging Resources	--	--	--
Department of Homeland Security	30,590	--	--
Iowa Finance Authority	--	--	30,304
Contributions and Other Income	--	--	--
Transportation Management Services	--	--	--
Interest	--	--	--
Total Support and Revenue	30,590	45,013	30,304
Expenses	30,590	45,013	30,304
Excess (Deficiency) of Support and Revenue Over Expenses	--	--	--
Net Assets - Beginning of Year	--	--	--
Net Assets - End of Year	$ --	--	--

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities - Continued

Year Ended September 30, 2013

Designated Program Funds

Chore Services Program	Embrace Iowa	Hometown Care	Aquila Care	I Care Fund	Indianola Share	Midland Recare	Pella Coop Recare	Hunger Hike
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
1,725	--	--	--	--	--	--	--	--
--	--	27,259	5,842	11,920	180	741	411	--
--	--	--	--	--	--	--	--	--
24,389	10,551	--	--	--	--	--	--	5,000
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
3,000	--	--	--	--	--	--	--	5,737
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
29,114	10,551	27,259	5,842	11,920	180	741	411	10,737
24,966	10,551	26,951	5,842	10,654	180	741	453	13,626
4,148	--	308	--	1,266	--	--	(42)	(2,889)
(6,697)	--	(308)	--	(1,266)	--	--	--	10,766
(2,549)	--	--	--	--	--	--	(42)	7,877

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities - Continued

Year Ended September 30, 2013

	Total Property and Equipment Funds
Support and Revenue	
Iowa Department of Human Rights	$ --
Christian Opportunity Center	--
County Support	--
Heart of Iowa Regional Transit Agency	--
Project Income	38,145
Utility Companies	--
Iowa Community Action Assoc.	--
Other Agencies	--
Aging Resources	--
Department of Homeland Security	--
Iowa Finance Authority	--
Contributions and Other Income	--
Transportation Management Services	--
Interest	197
Total Support and Revenue	38,342
Expenses	58,553
Excess (Deficiency) of Support and Revenue Over Expenses	(20,211)
Net Assets - Beginning of Year	116,089
Net Assets - End of Year	$ 95,878

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Combining Statement of Activities - Continued

Year Ended September 30, 2013

Property and Equipment Funds			Local Funds		
Housing Programs					
Transitional Housing	Low Income Housing	Program	Total Local Funds	County Funds	Undesignated Fund
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	118,079	118,079	--
--	--	--	--	--	--
4,014	34,131	--	12,290	10,290	2,000
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	18,002	4,988	13,014
--	--	--	--	--	--
--	197	--	123	123	--
4,014	34,328	--	148,494	133,480	15,014
6,039	31,022	21,492	148,840	107,006	41,834
(2,025)	3,306	(21,492)	(346)	26,474	(26,820)
4,571	74,091	37,427	317,729	290,909	26,820
2,546	77,397	15,935	317,383	317,383	--

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

Schedule of Expenses Compared to Budget

Community Services Block Grant
Contract No. CSBG-13-12-CU
(Contract Period 10/1/12 - 12/31/13)

Cost Category	Approved Budget	Actual Expenses 10/01/12 - 9/30/13
Personnel		
Salaries and Wages	$ 124,257	48,218
Fringe Benefits	93,738	14,016
	217,995	62,234
Travel		
Staff	6,000	2,243
Space Costs		
Rental	12,500	4,906
Utilities	3,700	612
Insurance	2,000	(300)
Other	--	171
	18,200	5,389
Equipment Costs		
Purchase, Rental, and Maintenance	11,350	2,592
Consultants	12,000	1,980
Co-Funded Programs	96,000	40,793
Other Costs		
Telephone	8,750	1,449
Printing and Postage	3,500	183
Publications and Dues	5,000	612
Registration Fees	2,000	--
Bonding	250	--
Audit	6,500	1,334
Consumable Supplies	3,300	823
Other	1,750	137
	31,050	4,538
	$ 392,595	119,769

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

Schedule of Expenses Compared to Budget

Community Services Block Grant
Contract No. CSBG-12-12-U
(Contract Period 10/1/11 - 3/31/13)

Cost Category	Approved Budget	Actual Expenses 10/01/11 - 3/31/2013	10/01/12- 3/31/2013	10/1/2011 - 9/30/2012
Personnel				
Salaries and Wages	$225,869	258,196	184,407	73,789
Fringe Benefits	96,346	83,650	63,495	20,155
	322,215	341,846	247,902	93,944
Travel				
Staff	5,000	5,455	2,216	3,239
Space Costs				
Rental	11,500	12,936	7,226	5,710
Utilities	3,700	2,374	1,648	726
Insurance	2,000	4,097	4,362	(265)
Other	--	613	452	161
	17,200	20,020	13,688	6,332
Equipment Costs				
Purchase, Rental, and Maintenance	11,683	6,153	5,352	801
Consultants	10,000	8,250	6,930	1,320
Co-Funded Programs	6,000	6,000	4,000	2,000
Other Costs				
Telephone	10,500	4,859	3,727	1,132
Printing and Postage	7,500	2,271	1,538	733
Publications and Dues	6,000	5,794	5,594	200
Registration Fees	4,000	1,615	1,615	--
Bonding	500	291	77	214
Audit	6,500	5,352	3,555	1,797
Consumable Supplies	3,300	2,846	2,098	748
Other	1,750	1,396	1,146	250
	40,050	24,424	19,350	5,074
	$412,148	412,148	299,438	112,710

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

Schedule of Expenses Compared to Budget

Low Income Home Energy Assistance Program
Contract No. LIHEAP-13-12-U
(Contract Period 10/1/12 - 9/30/13)

Cost Category	Approved Budget		Actual Expenses 10/01/12 - 9/30/13
Assistance			
Regular Assistance	$2,346,528		2,289,685
Energy Crisis Intervention	138,600		138,600
Summer Deliverable Fuel	133,500		133,500
Client Services	38,680		38,680
Total Assistance	2,657,308		2,600,465
Administration			
Staff Salaries	--		152,261
Fringe Benefits	--		57,025
Building Space, Rental, and Storage	--		8,803
Audit	--		7,153
Contracted Services	--		7,000
Office Equipment	--		4,867
Travel	--		4,403
Telephone	--		3,966
Material and Supplies	--		2,946
Postage	--		2,107
Utilities	--		1,604
Printing and Copying	--		22
Other Costs	--		5,704
Total Administration	257,861	**	257,861
Total	$ 2,915,169		2,858,326

** Budget not provided by natural category.

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

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs
Contract No. HEAP-13-12U
(Contract Period 1/01/13 - 12/31/13)

Cost Category	Approved Budget	Actual Expenses 1/01/13 - 9/30/13
Administration	$ 20,969	7,315
Health and Safety	72,921	43,944
Support	94,394	56,476
Labor	98,141	17,637
Materials	98,141	10,807
Equipment/Training	30,000	1,348
Total	$414,566	137,527

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

Cost Category	Approved Budget	Actual Expenses		
		Total	10/01/12 - 12/31/2012	1/01/12 - 9/30/2012
Administration	$ 15,644	1,916	1,916	--
Health and Safety	54,831	13,691	9,939	3,752
Support	69,724	20,374	16,868	3,506
Labor	74,800	8,805	5,724	3,081
Materials	74,800	7,065	3,778	3,287
Equipment/Training	30,000	(1,360)	--	(1,360)
Pollution Occurrence Insurance	5,681	5,681	5,681	--
Total	$ 325,480	56,172	43,906	12,266

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

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs
Contract No. DOE-13-12U
(Contract Period 4/01/13 - 3/31/14)

Cost Category	Approved Budget	Actual Expenses 4/1/13 - 9/30/13
Administration	$ 9,309	4,092
Health and Safety	15,246	9,760
Support	19,743	14,299
Labor	20,620	5,219
Materials	20,620	4,240
Total	$ 85,538	37,610

Contract No. DOE-12-12U
(Contract Period 4/01/12 - 3/31/13)

Cost Category	Approved Budget	Actual Expenses Total	10/01/12 - 3/31/13	4/01/12 - 9/30/12
Administration	$ 8,320	8,591	2,174	6,417
Health and Safety	31,616	49,438	17,237	32,201
Support	39,936	81,117	26,537	54,580
Labor	43,264	27,861	7,930	19,931
Materials	43,264	19,558	4,209	15,349
Total	$ 166,400	186,565	58,087	128,478

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

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs
Contract No. IPL-13-12U
(Contract Period 1/01/13 - 12/30/13)

Cost Category	Approved Budget	Actual Expenses 1/1/13 - 9/30/13
Administration	$ 4,683	3,922
Support	9,367	7,154
Labor	39,808	41,832
Materials	39,808	29,519
Total	$ 93,666	82,427

Contract No. IPL-12-12U
(Contract Period 1/01/12 - 12/30/12)

Cost Category	Approved Budget	Actual Expenses 1/1/2012 12/30/2012	Actual Expenses 10/1/2012 - 12/30/2012	Actual Expenses 1/1/2012 - 9/30/2012
Administration	$ 4,683	4,202	1,355	2,847
Support	9,367	7,837	2,464	5,373
Labor	39,808	47,684	17,439	30,245
Materials	39,808	33,943	9,245	24,698
Total	$ 93,666	93,666	30,503	63,163

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

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs
Contract No. MEC-13-12U
(Contract Period 1/01/13 - 12/30/13)

Cost Category	Approved Budget	Actual Expenses 1/1/13 - 9/30/13
Administration	$ 4,625	2,781
Support	9,251	5,332
Labor	39,316	28,874
Materials	39,316	21,512
Total	$ 92,508	58,499

Contract No. MEC-12-12U
(Contract Period 1/01/12 - 12/30/12)

Cost Category	Approved Budget	Actual Expenses Total	10/01/12 - 12/30/2012	1/01/12 - 9/30/2012
Administration	$ 4,089	3,659	1,828	1,831
Support	8,179	6,740	3,682	3,058
Labor	34,760	37,936	21,557	16,379
Materials	34,760	33,453	15,647	17,806
Total	$ 81,788	81,788	42,714	39,074

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

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs
Contract No. AQU-13-12U
(Contract Period 1/01/13 - 12/30/13)

Cost Category	Approved Budget	Actual Expenses 1/01/13 - 9/30/13
Administration	$ 479	257
Support	957	474
Labor	4,069	2,667
Materials	4,069	2,007
Total	$ 9,574	5,405

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

Schedule of Expenses Compared to Budget

Transportation Program Services - Warren County
(Contract Period 7/1/13 - 6/30/14)

Cost Category	Approved Budget	Actual Expenses 7/1/13 - 9/30/13
Salaries and Wages	$231,000	61,553
Fringe Benefits	57,750	12,854
Fuel	94,000	24,742
Vehicle Maintenance	66,000	15,582
Vehicle Insurance	37,000	4,341
Radio Maintenance	4,000	77
Building Maintenance	2,500	25
Audit	1,500	205
Drug Tests/Physicals	1,100	53
Travel, Training, and Supplies	1,000	339
Telephone	1,000	140
Building Rent and Utilities	--	934
Equipment Lease and Maintenance	--	476
Postage	--	173
Miscellaneous	1,000	73
Total	$497,850	121,567

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

Schedule of Expenses Compared to Budget

Transportation Program Services - Warren County
(Contract Period 7/1/12 - 6/30/13)

Cost Category	Approved Budget	Actual Expenses		
		Total	10/1/12 - 6/30/13	7/1/2012 - 9/30/12
Salaries and Wages	$214,000	241,689	180,224	61,465
Fringe Benefits	53,500	60,271	43,883	16,388
Fuel	70,000	82,116	58,539	23,577
Vehicle Maintenance	54,400	27,992	22,870	5,122
Vehicle Insurance	30,000	23,418	19,664	3,754
Radio Maintenance	4,000	2,042	396	1,646
Building Maintenance	2,500	657	657	--
Audit	1,500	2,775	2,587	188
Drug Tests/Physicals	1,100	909	757	152
Travel, Training, and Supplies	1,000	4,329	3,721	608
Telephone	1,000	2,722	2,482	240
Building Rent and Utilities	--	11,234	10,388	846
Contract Services	--	1,835	1,835	--
Dues and Subscriptions	--	1,285	1,133	152
Equipment Lease and Maintenance	--	1,164	707	457
Postage	--	516	441	75
Miscellaneous	1,000	530	249	281
Total	$434,000	465,484	350,533	114,951

SEE INDEPENDENT AUDITOR'S REPORT

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.
Iowa Finance Authority

Schedule of Expenses Compared to Budget

Emergency Solutions Grants Program

Rural Homeless Prevention Project
(Contract Period 1/1/12 - 1/31/13)

Cost Category	Approved Budget	Actual Expenses Total	10/1/12 - 1/31/13	1/1/12 - 9/30/12
Homeless Prevention				
Rental Assistance	$ 11,947	11,947	11,247	700
Other Assistance	3,328	3,328	3,328	--
Relocation and Stabilization	725	725	(279)	1,004
Data Collection/Reporting	1,650	1,650	1,650	--
Total	$ 17,650	17,650	15,946	1,704

(Contract Period 1/1/12 - 1/31/13)
Homeless Prevention Project

Cost Category	Approved Budget	Actual Expenses Total	10/1/12 - 1/31/13	1/1/12 - 9/30/12
Homeless Prevention				
Rental Assistance	$ 6,350	6,350	4,092	2,258
Relocation and Stabilization	9,650	9,650	8,616	1,034
Data Collection/Reporting	1,650	1,650	1,650	--
Total	$ 17,650	17,650	14,358	3,292

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Schedule of Expenses

October 1, 2012 through September 30, 2013

Low Income Housing - Greene Apartments

Expense Classification	Amount
Depreciation	$ 11,816
Building Maintenance	5,729
Utilities	9,580
Insurance	3,788
Other	109
Total	$31,022

Transitional Housing

Expense Classification	Amount
Utilities	$ 3,535
Building Maintenance	1,037
Insurance	863
Depreciation	604
Total	$ 6,039

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.
Discretionary and Local Funds

Schedule of Changes in Fund Balances

October 1, 2012 through September 30, 2013

Description	Total	Discretionary	County				
			Warren	Marion	Polk	Jasper	Boone
Net Assets - Beginning of Year	$317,729	26,820	142,644	15,069	3,872	6,072	123,252
Support and Revenue							
County Support	118,079	--	48,241	10,000	3,153	7,379	49,306
Project Income	12,290	2,000	3,090	--	--	--	7,200
Contributions	14,514	13,014	--	--	--	--	1,500
Interest	123	--	--	--	--	--	123
Other	3,488	--	--	--	--	--	3,488
Total Revenue	148,494	15,014	51,331	10,000	3,153	7,379	61,617
Expenses							
Salaries	55,803	17,787	30,083	3,104	134	16	4,679
Payroll Tax & Fringe Benefits	24,163	10,960	10,472	644	28	7	2,052
Food Pantry	13,248	--	--	--	--	--	13,248
Direct Assistance	14,229	--	4,479	--	2,079	7,376	295
Depreciation	10,375	--	5,029	--	--	63	5,283
Youth Services	8,697	8,697	--	--	--	--	--
Equipment Maintenance	4,567	--	582	--	--	--	3,985
Utilities	2,823	--	--	--	--	--	2,823
Interest	2,619	--	--	--	--	--	2,619
Legal Expense	2,246	2,246	--	--	--	--	--
Insurance	1,850	--	911	--	--	--	939
Property Taxes	1,577	--	--	--	--	--	1,577
Rent	1,547	--	1,547	--	--	--	--
Building Maintenance	1,171	--	423	--	535	--	213
Dues and Subscriptions	684	325	222	--	--	--	137
Office Supplies	593	211	220	--	--	--	162
Telephone	533	--	331	--	--	--	202
Audit	257	--	165	--	--	--	92
Postage	217	--	175	--	--	--	42
Travel	33	--	29	--	--	--	4
Other Expense	1,608	1,608	--	--	--	--	--
Total Expenses	148,840	41,834	54,668	3,748	2,776	7,462	38,352
Excess (Deficiency) of Support and Revenue over Expenses	(346)	(26,820)	(3,337)	6,252	377	(83)	23,265
Net Assets - End of Year	$317,383	--	139,307	21,321	4,249	5,989	146,517