

OPERATION THRESHOLD

Waterloo, Iowa

**FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA
(OMB Circular A-133, Single Audit Report)**

September 30, 2014

(With Independent Auditor's Reports Thereon)

OPERATION THRESHOLD

Waterloo, Iowa

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OPERATION THRESHOLD
Board of Directors and Officers

Officers

Brian Quirk
Barry Haskins
Kelly Johnson
Barbara Smith

Chairperson
Vice-Chairperson
Secretary
Treasurer

Board Members

Dorothy McGrane
Kim Ross
Rev. Larry Doughan
Laroia VanArsdale

John Miller
Cassandra Wiers
Gary Gissel
Kari Rea

Management

Barbara A. Grant
Leian Kammeyer
Billie Allen-Williams
Nancy Anderson
Craig Boche
Clarissa Nicholson
Jeff Roe
Tamika Fisher

Executive Director
Deputy Director
Community Resources Director
WIC Director
Human Resources Director
Planning and Compliance Director
Housing Director
Early Learning and Family Services
Director

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Independent Auditor's Report

Board of Directors
Operation Threshold
Waterloo, Iowa

Report on the Financial Statements

We have audited the accompanying financial statements of Operation Threshold (a nonprofit organization), which comprise the Statement of Financial Position as of September 30, 2014, 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.

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 audit. 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 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 Operation Threshold as of September 30, 2014, 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.

Other Matters*Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements 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 and Schedules of Expenses Compared to Budget 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.

Report on Summarized Comparative Information

We have previously audited Operation Threshold's 2013 financial statements, and our report dated January 10, 2014, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2013, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 8, 2015, on our consideration of Operation Threshold'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

January 8, 2015
West Des Moines, Iowa

OPERATION THRESHOLD

Statement of Financial Position

September 30, 2014
(With Comparative Totals for 2013)

	Total All Funds	
	2014	2013
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 505,204	650,107
Restricted Cash - Tenant Security Deposits	24,810	26,364
Marketable Securities	28,281	23,080
Receivables		
Grants Receivable	663,290	622,279
Contract Income and Other	159,659	40,240
Prepaid Expenses	81,567	55,896
Weatherization Work in Process	178,275	84,742
Total Current Assets	<u>1,641,086</u>	<u>1,502,708</u>
Property and Equipment		
Land, Buildings, and Improvements	5,786,308	5,915,945
Furniture and Equipment	456,456	447,436
	<u>6,242,764</u>	<u>6,363,381</u>
Accumulated Depreciation	(1,573,637)	(1,441,134)
Net Property and Equipment	<u>4,669,127</u>	<u>4,922,247</u>
Total Assets	<u>\$ 6,310,213</u>	<u>6,424,955</u>
Liabilities and Net Assets		
Current Liabilities		
Accounts Payable	\$ 126,461	60,785
Accrued Expenses	156,426	129,237
Secured Construction Loan Payable	184,802	800,807
Current Maturities of Long-Term Debt	170,645	13,122
Tenant Security Deposits	24,810	26,364
Due to Funding Sources	231,205	230,046
Deferred Revenue	197,552	25,485
Total Current Liabilities	<u>1,091,901</u>	<u>1,285,846</u>
Long-Term Debt		
Mortgages Payable - Net of Current Portion	110,809	281,454
Total Liabilities	<u>1,202,710</u>	<u>1,567,300</u>
Net Assets		
Temporarily Restricted	4,174,226	3,645,275
Unrestricted		
Designated for Program Activities	(545,060)	(133,138)
Invested in Property and Equipment	694,929	823,363
Undesignated	783,408	522,155
Total Net Assets	<u>5,107,503</u>	<u>4,857,655</u>
Total Liabilities and Net Assets	<u>\$ 6,310,213</u>	<u>6,424,955</u>

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

OPERATION THRESHOLD

Statement of Activities and Changes in Net Assets

Year Ended September 30, 2014
(With Comparative Totals for 2013)

	Unrestricted	Temporarily Restricted	Total All Funds	
			2014	2013
Support and Revenue				
Government Awards and Contract Revenue	\$ 7,219,378	--	7,219,378	7,367,400
Contributions, Public Support, and Services	279,206	149,550	428,756	323,510
Rental Income	360,497	--	360,497	346,273
Investment Income	6,261	--	6,261	12,454
Other Revenue	374,183	--	374,183	3,558
Food Vouchers for Distribution	3,092,598	--	3,092,598	3,170,637
	<u>11,332,123</u>	<u>149,550</u>	<u>11,481,673</u>	<u>11,223,832</u>
Net Assets Released from Restrictions - Satisfaction of Usage Restrictions	(379,401)	379,401	--	--
Total Support and Revenue	<u>10,952,722</u>	<u>528,951</u>	<u>11,481,673</u>	<u>11,223,832</u>
Functional Expenses				
Program Services				
Women, Infants, and Children	4,043,215	--	4,043,215	4,139,716
Low-Income Home Energy Assistance Program	2,766,407	--	2,766,407	2,611,677
Weatherization Assistance Programs	1,177,871	--	1,177,871	1,330,958
ACA MIECHV	477,396	--	477,396	475,000
Rental Housing Programs	359,290	--	359,290	340,943
Foreclosure Prevention Programs	320,837	--	320,837	313,011
Community Services	317,909	--	317,909	275,377
Family Development and Self-Sufficiency	296,640	--	296,640	252,116
Early Head Start Contractual Services	279,367	--	279,367	271,700
Family Support and Parent Education	187,388	--	187,388	134,560
CSBG Programs (net of co-funding provided)	77,163	--	77,163	91,550
Nest Program	66,130	--	66,130	60,728
Disaster Case Management	51,648	--	51,648	119,932
Other Programs	449,289	--	449,289	221,985
Total Program Services	<u>10,870,550</u>	<u>--</u>	<u>10,870,550</u>	<u>10,639,253</u>
Administrative Support Services				
Management and General	361,275	--	361,275	411,917
Total Functional Expenses	<u>11,231,825</u>	<u>--</u>	<u>11,231,825</u>	<u>11,051,170</u>
Change in Net Assets	(279,103)	528,951	249,848	172,662
Net Assets - Beginning of Year	<u>1,212,380</u>	<u>3,645,275</u>	<u>4,857,655</u>	<u>4,684,993</u>
Net Assets - End of Year	<u>\$ 933,277</u>	<u>4,174,226</u>	<u>5,107,503</u>	<u>4,857,655</u>

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

OPERATION THRESHOLD

Statement of Cash Flows

Year Ended September 30, 2014
(With Comparative Totals for 2013)

	Total All Funds	
	2014	2013
Cash Flows from Operating Activities		
Change in Net Assets	\$ 249,848	172,662
Adjustments to Reconcile Change in Net Assets to Net Cash Flows from Operating Activities		
Depreciation	226,446	239,731
Unrealized (Gain) on Marketable Securities	(5,201)	(8,559)
(Gain) on Sale of Property	(363,668)	--
(Increase) Decrease in		
Receivables	(160,430)	(114,740)
Prepaid Expenses	(25,671)	16,402
Weatherization Work in Process	(93,533)	165,564
Increase (Decrease) in		
Accounts Payable and Accrued Expenses	92,865	(42,121)
Rent Deposits and Escrow	(1,554)	143
Due to Funding Sources	1,159	(2,466)
Deferred Revenue	172,067	(11,080)
Net Cash Flows from Operating Activities	<u>92,328</u>	<u>415,536</u>
Cash Flows from Investing Activities		
Cash Paid for Property and Equipment	(9,019)	(112,461)
Proceeds from Sale of Property	399,361	--
Net Cash Flows from Investing Activities	<u>390,342</u>	<u>(112,461)</u>
Cash Flows from Financing Activities		
(Increase) Decrease in Restricted Cash	1,554	(143)
Payments on Secured Construction Loan Payable	(616,005)	(151,537)
Payments on Long-Term Debt	(13,122)	(12,449)
Net Cash Flows from Financing Activities	<u>(627,573)</u>	<u>(164,129)</u>
Change in Cash and Cash Equivalents	(144,903)	138,946
Cash and Cash Equivalents - Beginning of Year	<u>650,107</u>	<u>511,161</u>
Cash and Cash Equivalents - End of Year	<u>\$ 505,204</u>	<u>650,107</u>
Supplemental Disclosure of Cash Flow Data		
Cash Paid During the Years for Interest	<u>\$ 22,663</u>	<u>61,866</u>

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

OPERATION THRESHOLD

Notes to Financial Statements

September 30, 2014

1. Nature of Activities and Significant Accounting Policies

Reporting Entity

Operation Threshold (the Organization) is a private nonprofit corporation organized and incorporated in 1981 under Chapter 504A of the Code of Iowa. The Organization is a community action agency as defined in the Code, and it provides education and services to help people meet their basic needs and become self-sufficient. Operation Threshold principally has operations in Waterloo, Iowa, and surrounding areas.

Operation Threshold administers programs funded by federal, state, and local agencies. These programs are generally operated for the benefit of eligible participants under the guidelines or requirements of the respective funding agencies.

This report includes the financial statements of all programs administered by the Organization.

Basis of Accounting

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

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting.

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.

Temporarily restricted net assets are amounts whose use by the Organization has been limited by donors or grantors to a specific time period or purpose. When donor restrictions are satisfied, temporarily restricted net assets are classified as unrestricted net assets and reported in the Statement of Activities and Changes in Net Assets as net assets released from restrictions. If a restriction on a contribution is fulfilled in the same time period in which it is received, the Organization reports the support as unrestricted.

In accordance with applicable grant agreements, proceeds from sales of certain properties acquired with grant funding are restricted for construction or purchase of additional properties to be used for eligible low-income families, or other purposes specified by the grantor. Accordingly, such amounts are reflected as temporarily restricted net assets. Net assets that result from re-use funds generated by these grant activities are also considered temporarily restricted for additional housing or other specified purposes.

Permanently restricted net assets are required by the donor to be maintained in perpetuity by the Organization. Operation Threshold has no permanently restricted net assets as of September 30, 2014.

Revenue Recognition and Receivables

Revenues from grant awards and contract reimbursements are considered unrestricted because the revenue is earned as allowable program expenses are incurred. Program income and other amounts generated by grant awards are generally restricted for future use in the program or activity.

Receivables are comprised primarily of grant awards or contract reimbursements. Receivables are recorded when program expenses exceed reimbursements to date. Award or contract funds received in excess of program expenses are recorded as deferred revenue. All receivable amounts are considered collectible and accordingly, no provision for bad debts has been recorded.

Contributed Services

The Organization receives a significant amount of contributed services from unpaid volunteers assisting in the Organization's programs. No amounts have been recognized in the statement of activities because the criteria for recognition under FASB ASC 958 have not been satisfied.

Cash and Cash Equivalents

Cash, for purposes of the Statement of Cash Flows, consists of checking and savings accounts.

Marketable Securities

Marketable securities consist of shares of common stock received in a prior year from the demutualization of an insurance company that had provided employee benefits to the Organization. These shares have a readily determinable fair market value, and they are recorded at fair value in the financial statements. Unrealized gains included as a component of investment income totaled \$5,201 for the year ended September 30, 2014. Management of the Organization has determined that marketable securities are not material to the financial statements taken as a whole; accordingly, the fair value disclosure provisions of FASB ASC 820 need not be applied.

Property and Equipment

Property and equipment is recorded at cost. Costs for maintenance, repairs, and minor replacements are charged to expense, while the cost of major replacements, betterments, and acquisitions is capitalized. The Organization's policy is to capitalize discrete items of property and equipment which cost more than \$5,000 and have a useful life of more than one year. Depreciation is computed using the straight-line method over the estimated useful life of the asset. Estimated useful lives are generally as follows:

Buildings and Improvements	15 to 39 Years
Furniture and Equipment	5 to 7 Years

The Organization's property and equipment was acquired primarily under grants with federal, state, or local governmental entities. Title to such property and equipment may revert back to these funding sources in the event these programs terminate or the use of the property changes from its original purpose. The Organization follows the policy of expensing amounts paid for property and equipment to the appropriate fund, and then capitalizing the assets acquired through a direct credit to fund balance.

The Organization follows generally accepted accounting principles in evaluating impairment of long-lived assets. No impairment losses were recorded by the Organization in 2014.

Cost Allocations, Management and General Expenses, and Fundraising Expenses

The Organization utilizes cost allocation pools to distribute indirect costs to the programs benefited. Indirect pooled costs are allocated to the programs each month on a consistent basis as described in its cost allocation plan. The cost pools are charged for the expenses incurred and the pools are reimbursed by the programs on a monthly basis. Inter-fund revenue and expense amounts arising from cost pool allocations are eliminated in the Organization's financial statements.

Certain management and general expenses are distributed to the programs through the cost pools and are properly charged to various funders as program expenses. There were no significant fundraising expenses for the year ended September 30, 2014.

Weatherization Work in Process

Weatherization work in process consists of labor, materials, and support costs incurred on weatherization projects in process as of the year end. These costs will be submitted to the appropriate grantors (and expensed in the financial statements) when the projects are complete.

Advertising

Advertising costs totaling \$2,231 for the year ended September 30, 2014 were expensed as incurred.

Income Taxes

Operation Threshold is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and Chapter 504A of the Code of Iowa. Operation Threshold 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. At September 30, 2014, the Organization had no uncertain tax positions requiring recognition in the financial statements.

With few exceptions, Operation Threshold is no longer subject to federal and state income tax examinations by tax authorities for years ending before September 30, 2011.

Estimates

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

Fair Value of 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 Organization secured below-market financing for the construction and rehabilitation of certain low-income housing properties. No adjustment to the financial statements has been made to approximate the fair value of this financing.

Prior Year Summarized Information and Reclassifications

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 accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended September 30, 2013, from which the summarized information was derived.

Certain reclassifications to the 2013 comparative totals have been made to conform to the 2014 presentation.

2. Principal Programs

Principal programs administered by the Organization are as follows:

Three principal programs are funded by the U.S. Department of Health and Human Services and passed through the Iowa Department of Human Rights. These programs are the Community Services Block Grant (CSBG), Low Income Home Energy Assistance Program (LIHEAP), and Family Development and Self-Sufficiency (FaDSS) (48% federally funded). CSBG provides funding for the operation of human service programs or provides direct support to individual programs which require co-funding to complete their activities. LIHEAP primarily provides assistance to low-income households in paying their heating bills. The FaDSS program provides family development and self-sufficiency counseling assistance to low-income households.

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

Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) is funded by the U.S. Department of Agriculture through the Iowa Department of Public Health under an annual grant. The program provides nutritional education and assistance to low-income women who are pregnant, post-partum, breastfeeding or who have an infant child, and to children under the age of five years.

The Foreclosure Prevention Programs include contract funding originating with the U.S. Department of Treasury and others, passed through the Iowa Finance Authority. These programs provide foreclosure prevention counseling services including housing and loss mitigation counseling to homeowners in Iowa.

The Family Support and Parent Education Services program offers a comprehensive system for delivering family support services including home visitation and parent education programming. In addition, the program administers a coordinated intake system in its service area.

The Disaster Case Management program was funded under a contract with the Iowa Department of Human Services, passed through the Iowa Community Action Association. Operation Threshold provided administration services for the Iowa Individual Assistance Grant Program by processing disaster-related financial assistance applications, claims, and payments. This program ended during 2014.

Operation Threshold provides home-based Early Head Start services under a contracted services agreement with Tri-County Child & Family Development Council, Inc. These services help promote school readiness by enhancing the social and cognitive development of eligible children and families in Buchanan and Grundy counties.

The ACA Maternal, Infant, and Early Childhood Home Visiting Program (ACA MIECHV) is funded by the U.S. Department of Health and Human Services through the Iowa Department of Public Health. The program provides evidence-based home visitation services to improve health and developmental outcomes for at-risk young children, improves coordination of services for at-risk communities, and identifies and provides comprehensive services to improve outcomes for families who reside in at-risk communities.

Rental Housing Programs - The Organization manages single and multi-family housing units for use by eligible families. Ongoing funding for these programs is principally provided by rental income.

Community Services - The Organization maintains community service centers in each of the areas served. Programs administered are charged for the non-cofunded expenses of the centers based on the hours spent for the services and the space utilized.

Nest Program - This program is primarily funded through Cedar Valley's Promise Early Childhood Iowa and the United Way. It provides an incentive-based prenatal education program benefiting expectant mothers and parent education to promote child health and well-being to families with children from 0 to 5 years old.

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

<u>Program Title</u>	<u>Expenses</u>
From the Heart	\$ 74,329
TBRA Programs	68,227
ACA Outreach	44,604
Cedar Valley Refugee Program	39,197
Embrace Iowa and Project Care/Share	38,597
Housing Rehabilitation	28,505
Volunteer Coop	27,438
Crisis and Emergency Funds	27,119
Volunteer Programs	26,082
Youth Employment	18,904
Pocket Change Project	15,079
Grundy County Food Pantry	13,653
Emergency Food and Shelter Program (FEMA)	11,875
Operation Santa Claus	8,300
School Supplies and Coats	7,380
	<u>\$ 449,289</u>

3. **Support from Governmental Agencies**

The Organization received approximately 90% of its total support and revenue from federal, state, and local governmental agencies. Changes in the level of government funding could have a major effect on the Organization's programs and activities.

4. **Concentration of Credit Risk**

The Organization maintains money market, checking and savings accounts at local financial institutions. Accounts are insured by FDIC or NCUA up to \$250,000 per depositor, per institution. At September 30, 2014, the Organization had \$379,043 of cash deposited in excess of the insured limits. The risk is managed by maintaining all depository accounts at high quality financial institutions.

5. **Cash and Restricted Cash**

A summary of cash and restricted cash balances at the year-end is as follows:

	Operating Accounts	Restricted Accounts
Petty Cash	\$ 400	--
Checking and Savings	504,804	--
Restricted Cash Deposits		
Tenant Security Deposits	--	24,810
	<u>\$ 505,204</u>	<u>24,810</u>

6. **Receivables**

Grants receivable are summarized as follows:

Funding Source	Program Activity	Amount
Iowa Department of Public Health	WIC	\$ 203,615
Iowa Department of Public Health	ACA MIECHV	121,018
Iowa Department of Public Health	Volunteer Co-op (HOPES-HFI)	22,580
Iowa Department of Public Health	WIC Peer Counseling	10,293
Iowa Department of Public Health	WIC Farmers Market	625
Iowa Department of Human Rights	CSBG	114,356
Iowa Department of Human Rights	HEAP Weatherization	96,277
Iowa Department of Human Rights	FaDSS	33,069
Iowa Department of Human Rights	DOE Weatherization	9,678
Iowa Community Action Association	Disaster Assistance	24,473
INRCOG	Waterloo Housing Trust Fund	12,490
Building Direction for Families	Crisis and Emergency	9,497
Cedar Valley's Promise ECI	Nest Program	5,096
Other Sources	Other Programs	223
		<u>\$ 663,290</u>

Contract income and other receivables are summarized as follows:

Funding Source	Program Activity	Amount
Together 4 Families ECI	Family Support and Par. Ed.	\$ 31,258
Iowa Community Action Association	TBRA Programs	26,102
Building Direction for Families	Family Support and Par. Ed.	25,888
Tri-County Child & Development Council, Inc.	Early Head Start	22,504
LaPorte City	LaPorte City LMI	14,188
Rental Housing Programs	Tenant Rental Income	10,528
City of Waterloo	TBRA Programs	9,408
From the Heart	From the Heart	7,589
Iowa Department of Public Health	WIC Breast Pump	5,534
Iowa Department of Human Services	Volunteer Program	2,218
Other Sources	Other Programs	4,442
		<u>\$ 159,659</u>

7. **Property and Equipment**

Property and equipment is summarized as follows:

	<u>Cost</u>	<u>Current Depreciation</u>	<u>Accumulated Depreciation</u>	<u>Net Property and Equipment</u>
Land	\$ 83,740	--	--	83,740
Buildings and Improvements	5,702,568	175,784	1,258,327	4,444,241
Furniture and Equipment	456,456	50,662	315,310	141,146
	<u>\$ 6,242,764</u>	<u>226,446</u>	<u>1,573,637</u>	<u>4,669,127</u>

8. **Accrued Expenses**

Accrued expenses are summarized as follows:

Compensated Absences	\$ 83,102
Salaries and Wages	71,199
Interest	1,545
Payroll Taxes, Withholdings, and Benefits	580
	<u>\$ 156,426</u>

9. **Due to Funding Sources**

Amounts due to funding sources are summarized as follows:

<u>Funding Source</u>	<u>Program Activity</u>	<u>Amount</u>
City of Waterloo	Program Income - LHAP	\$ 148,416
City of Waterloo	Resale Recapture Proceeds	22,333
Iowa Department of Public Health	Advance for WIC Expenses	59,297
Iowa Department of Human Rights	Refundable LIHEAP Assist.	1,159
		<u>\$ 231,205</u>

10. **Deferred Revenue**

Deferred revenue is summarized as follows:

<u>Funding Source</u>	<u>Program Activity</u>	<u>Amount</u>
Iowa Department of Human Rights	HEAP Weatherization	\$ 127,833
Iowa Department of Human Rights	CSBG	29,400
Grundy County Comm. Services	2014 - 2015 Support	20,250
Iowa Department of Human Rights	FaDSS	17,080
Rental Housing Programs	Tenant Rental Income	2,133
Other Sources	Other Programs	856
		<u>\$ 197,552</u>

11. **Secured Construction Loan Payable and Gain on Sale**

Operation Threshold obtained a multiple-advance secured bridge loan to facilitate construction of its new central office building, after its old building was extensively damaged by flooding in 2008. The original construction loan has been modified and extended various times. The current note is due on demand, or in monthly payments of \$3,747 through April, 2019 if no demand is made. It carries a fixed rate of interest of 3.75% and is secured by a mortgage interest in real property owned by Operation Threshold. The current loan agreement contains various affirmative covenants, including a minimum debt service coverage ratio.

Operation Threshold sold its old building in 2014, recognizing a gain on sale of the property of \$363,688. This gain is included in other revenue in the Agency fund.

12. Long-Term Debt

The Organization obtained three long-term loans for construction of the Independence Housing Project (Lexington Square). These three loans are currently administered by the Iowa Finance Authority.

The Iowa Housing Corporation originally provided a \$245,000 mortgage loan which carries monthly payments of \$1,362 including accrued interest at 4.5%. This note has a balloon payment of unpaid principal and interest due February 1, 2015. The note is secured by a first mortgage interest in the land and building financed, and the note balance at the year-end totals \$165,893.

The Iowa Department of Economic Development provided a loan totaling \$99,992 under the Home Investment Partnership Program as additional funding for Lexington Square. This loan has a 20-year term and carries interest at 1%. Annual graduated payments began February 28, 2002, with the first five payments against interest only. A balloon payment of remaining principal and interest is due February 28, 2021. This loan is secured by a subordinate mortgage interest in the land and building financed. The note balance totals \$92,639 at the year-end.

The Iowa Finance Authority provided additional original financing for Lexington Square totaling \$52,474. This note carries quarterly payments of \$725 including accrued interest at 1%, with remaining interest and principal amounts due August 2022. This obligation is secured by a third mortgage interest in the land and building financed, and the note balance at the year-end totals \$22,922.

Following are maturities of all long-term notes through their final due dates:

2015	\$ 170,645
2016	5,050
2017	5,351
2018	5,654
2019	5,961
2021 through 2022	88,793
	<u>\$ 281,454</u>

Interest expense related to these loans and the construction loan described above, for the year ended September 30, 2014, totaled \$22,957.

13. Operating Leases

The Organization leases office equipment under a noncancelable operating lease expiring in 2018. The Organization also leases facilities and equipment for administrative and program purposes under leases running annually with options to renew, and management expects that in most cases these leases will be renewed under similar terms or replaced with similar leases. Total lease expense for the year ended September 30, 2014 amounted to \$44,082.

Minimum future lease payments due under the noncancelable lease as of the year-end date are as follows:

2015	\$ 4,496
2016	4,496
2017	3,372
	<u>\$ 12,364</u>

14. Temporarily Restricted Net Assets

Temporarily restricted net assets are summarized as follows, as of the year-end:

<u>Program and Funder</u>	
Central Office Building - IFA / I-Jobs	\$ 3,351,585
Lexington Square - IFA, IDED and IHC	221,722
HOME Investment Partnership - City of Waterloo	
Community Development HOME	
Rental Houses Funded by Program	216,089
New Construction Funds	36,777
Rehabilitation Funds	28,762
Rehabilitation Re-Use Funds	24,411
New Construction Re-Use Funds	(13,201)
Hope 3 HOME	107,946
Local Housing Assistance - IDED	82,237
Conrad Senior Fund	25,000
Emergency Funds	22,962
Embrace Iowa and Project Care/Share	15,864
Cedar Valley Refugee Program	13,560
Operation Santa Claus	11,665
Other Programs	28,847
	<u>\$ 4,174,226</u>

The central office building must be operated and maintained in accordance with the funding agreement, and Operation Threshold may not sell, assign, or encumber the property without consent of the funder.

15. Retirement Plans

The Organization sponsors a defined contribution tax sheltered annuity plan for all regular employees with at least one year of service. The Organization matches employee contributions up to 4.50% of gross wages. Contributions made by the Organization for this plan for the year totaled \$5,349.

The Organization also contributes to the Iowa Public Employees Retirement System (IPERS), which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by state statute to plan members and beneficiaries.

Plan members contribute 5.95% of their annual covered salary to IPERS and the Organization contributes 8.93%. Contribution requirements are established by state statute. The Organization's contributions to IPERS for the year ended September 30, 2014, totaled \$190,495, equal to the required contribution for the year.

16. Evaluation of Subsequent Events

The Organization has evaluated transactions and events occurring after September 30, 2014 for recognition and disclosure in the financial statements. Subsequent events were evaluated through January 8, 2015, the date the financial statements were available to be issued.

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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
 Operation Threshold
 Waterloo, 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 Operation Threshold (a nonprofit organization), which comprise the Statement of Financial Position as of September 30, 2014, 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 January 8, 2015.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Operation Threshold'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.

Page Two

Compliance and Other Matters

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

We noted certain other matters that we reported to management of Operation Threshold in a separate letter dated January 8, 2015.

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

January 8, 2015
West Des Moines, Iowa

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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
 Operation Threshold
 Waterloo, Iowa

Report on Compliance for Each Major Federal Program

We have audited Operation Threshold'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 Operation Threshold's major federal programs for the year ended September 30, 2014. Operation Threshold'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 Operation Threshold'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 Operation Threshold'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 Operation Threshold's compliance.

Opinion on Each Major Federal Program

In our opinion, Operation Threshold 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, 2014.

Report on Internal Control Over Compliance

Management of Operation Threshold 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 Operation Threshold'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 Operation Threshold'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

January 8, 2015
West Des Moines, Iowa

OPERATION THRESHOLD
Schedule of Findings and Questioned Costs

Year Ended September 30, 2014

Part 1 - Summary of Auditor's Results

1. The auditor's report expresses an unmodified opinion on the financial statements of Operation Threshold.
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 Operation Threshold 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 Operation Threshold expresses an unmodified 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. Operation Threshold received major federal awards as defined by OMB A-133 during the year ended September 30, 2014. The following were audited as major programs:

Major Program	CFDA No.	Expenditures
Weatherization Assistance for Low-Income Persons	81.042	\$ 233,419
ACA Maternal, Infant, Early Childhood Visitation Program	93.505	475,000
Low-Income Home Energy Assistance Program	93.568	3,408,193
		\$ 4,116,612

8. The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
9. Operation Threshold did qualify as a low-risk auditee.

Part 2 - Findings Related to the Financial Statements

None

Part 3 - Findings and Questioned Costs Related to Federal Awards

None

OPERATION THRESHOLD

Schedule of Expenditures of Federal Awards

October 1, 2013 Through September 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	CFDA* Number	Grant or Award Number	Expenditures
U.S. Department of Health and Human Services			
Passed Through Iowa Department of Human Rights			
Low Income Home Energy Assistance Program	93.568	LIHEAP-14-11	\$ 2,766,407
Home Energy Assistance Program	93.568	HEAP-14-11A	358,175
Home Energy Assistance Program	93.568	HEAP-13-11A	<u>283,611</u>
Total CFDA # 93.568			<u>3,408,193</u> **
Family Development and Self Sufficiency (46% Federal)	93.558	FaDSS-15-11	30,906
Family Development and Self Sufficiency (48% Federal)	93.558	FaDSS-14-11	<u>110,137</u>
Total CFDA # 93.558			<u>141,043</u>
Community Services Block Grant	93.569	CSBG-14-11	84,956
Community Services Block Grant	93.569	CSBG-13-11	<u>438,568</u>
Total CFDA # 93.569			<u>523,524</u>
Passed Through Iowa Department of Public Health			
Maternal, Infant, Early Childhood Home Visitation Program	93.505	5884CH02	<u>475,000</u> **
Total U.S. Department of Health and Human Services			<u>4,547,760</u>
U.S. Department of Housing and Urban Development			
Passed Through the City of Waterloo			
HOME Program TBRA	14.239	2014 - 2015	9,408
HOME Program TBRA	14.239	2013 - 2014	23,433
Passed Through the Iowa Department of Economic Development			
HOME Program Promissory Note Dated 3/10/99	14.239	99-HM-204-731	<u>92,639</u>
Total CFDA #14.239 and U.S. Department of Housing and Urban Development			<u>125,480</u>
U.S. Department of Energy			
Passed Through Iowa Department of Human Rights			
Weatherization Assistance for Low-Income Persons	81.042	DOE-14-11A	180,795
Weatherization Assistance for Low-Income Persons	81.042	DOE-13-11A	<u>52,624</u>
Total CFDA #81.042 and U.S. Department of Energy			<u>233,419</u> **
U.S. Department of Homeland Security			
Passed Through the Iowa Northland Regional Council of Governments			
Emergency Food and Shelter National Board Program	97.024	285800-004	<u>11,875</u>

OPERATION THRESHOLD

Schedule of Expenditures of Federal Awards

October 1, 2013 Through September 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	CFDA* Number	Grant or Award Number	Expenditures
U.S. Department of Agriculture			
Passed Through Iowa Department of Public Health			
Special Supplemental Nutrition Program			
for Women, Infants, and Children			
WIC	10.557	5884AO43	902,179
WIC Food Breast Pump	10.557	5884AO43	5,534
WIC Peer Counseling	10.557	5884AO43	40,000
WIC Noncash - Food Vouchers for Distribution	10.557	5884AO43	<u>3,092,598</u>
Total CFDA #10.557 and U.S. Department of Agriculture			<u>4,040,311</u>
Total Expenditures of Federal Awards			<u>\$ 8,958,845</u>

*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 Operation Threshold, 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. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

Note 2: WIC Noncash - Food Vouchers for Distribution

WIC program participants receive food vouchers directly from the State of Iowa. The State has provided Operation Threshold with the amount of food vouchers redeemed in its service area during the State fiscal year, July 1 to June 30.

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Combining Statement of Financial Position

September 30, 2014

Assets	Total All Funds	Undesignated and Agency Cost Pool Funds	Total Designated Funds
Current Assets			
Cash and Cash Investments	\$ 505,204	253,146	252,058
Marketable Securities	28,281	28,281	--
Receivables			
Governmental Grants	663,290	--	663,290
Contract Income and Other	159,659	850	158,809
Prepaid Expenses	81,567	65,161	16,406
Weatherization Work in Process	178,275	78,625	99,650
Total Current Assets	<u>1,616,276</u>	<u>426,063</u>	<u>1,190,213</u>
Noncurrent Assets			
Restricted Cash	<u>24,810</u>	<u>--</u>	<u>24,810</u>
Property and Equipment			
Land, Buildings, and Improvements	5,786,308	4,098,660	1,687,648
Furniture and Equipment	456,456	452,065	4,391
Accumulated Depreciation	(1,573,637)	(688,501)	(885,136)
Net Property and Equipment	<u>4,669,127</u>	<u>3,862,224</u>	<u>806,903</u>
Total Assets	<u>\$ 6,310,213</u>	<u>4,288,287</u>	<u>2,021,926</u>
Liabilities and Net Assets			
Current Liabilities			
Accounts Payable	\$ 126,461	6,051	120,410
Accrued Expenses	156,426	155,223	1,203
Mortgages Payable - Current Portion	355,447	184,802	170,645
Rent Deposits	24,810	--	24,810
Due to Funding Sources	231,205	22,333	208,872
Deferred Revenue	197,552	--	197,552
Total Current Liabilities	<u>1,091,901</u>	<u>368,409</u>	<u>723,492</u>
Long-Term Debt			
Mortgages Payable - Net of Current Portion	<u>110,809</u>	<u>--</u>	<u>110,809</u>
Net Assets			
Temporarily Restricted	4,174,226	3,351,585	822,641
Unrestricted			
Designated for Program Activities	(545,060)	(540,952)	(4,108)
Invested in Property and Equipment	694,929	325,837	369,092
Undesignated	783,408	783,408	--
Total Net Assets	<u>5,107,503</u>	<u>3,919,878</u>	<u>1,187,625</u>
Total Liabilities and Net Assets	<u>\$ 6,310,213</u>	<u>4,288,287</u>	<u>2,021,926</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Designated Funds

<u>LIHEAP</u>	<u>CSBG</u>	<u>FaDSS</u>	<u>Weatherization Assistance</u>		
			<u>DOE</u>	<u>HEAP</u>	<u>Inventory</u>
1,149	(84,956)	(2,152)	(9,678)	31,556	(38,524)
--	--	--	--	--	--
--	114,356	33,069	9,678	96,277	--
--	--	--	--	--	--
53	--	53	--	--	--
--	--	--	--	--	97,823
<u>1,202</u>	<u>29,400</u>	<u>30,970</u>	<u>--</u>	<u>127,833</u>	<u>59,299</u>
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
<u>1,202</u>	<u>29,400</u>	<u>30,970</u>	<u>--</u>	<u>127,833</u>	<u>59,299</u>
43	--	13,890	--	--	6,870
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
1,159	--	--	--	--	--
--	29,400	17,080	--	127,833	--
<u>1,202</u>	<u>29,400</u>	<u>30,970</u>	<u>--</u>	<u>127,833</u>	<u>6,870</u>
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	52,429
--	--	--	--	--	--
--	--	--	--	--	--
<u>1,202</u>	<u>29,400</u>	<u>30,970</u>	<u>--</u>	<u>127,833</u>	<u>59,299</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Assets	Comm. Dev. HOME New Constr. Re-Use	Comm. Dev. HOME Rehab Re-Use	Comm. Dev. HOME Rehab Funds
Current Assets			
Cash and Cash Investments	\$ (13,201)	24,411	28,762
Marketable Securities	--	--	--
Receivables			
Governmental Grants	--	--	--
Contract Income and Other	--	--	--
Prepaid Expenses	--	--	--
Weatherization Work in Process	--	--	--
Total Current Assets	<u>(13,201)</u>	<u>24,411</u>	<u>28,762</u>
Noncurrent Assets			
Restricted Cash	--	--	--
Property and Equipment			
Land, Buildings, and Improvements	--	--	--
Furniture and Equipment	--	--	--
Accumulated Depreciation	--	--	--
Net Property and Equipment	<u>--</u>	<u>--</u>	<u>--</u>
Total Assets	<u>\$ (13,201)</u>	<u>24,411</u>	<u>28,762</u>
Liabilities and Net Assets			
Current Liabilities			
Accounts Payable	\$ --	--	--
Accrued Expenses	--	--	--
Mortgages Payable - Current Portion	--	--	--
Rent Deposits	--	--	--
Due to Funding Sources	--	--	--
Deferred Revenue	--	--	--
Total Current Liabilities	<u>--</u>	<u>--</u>	<u>--</u>
Long-Term Debt			
Mortgages Payable - Net of Current Portion	--	--	--
Net Assets			
Temporarily Restricted	(13,201)	24,411	28,762
Unrestricted			
Designated for Program Activities	--	--	--
Invested in Property and Equipment	--	--	--
Undesignated	--	--	--
Total Net Assets	<u>(13,201)</u>	<u>24,411</u>	<u>28,762</u>
Total Liabilities and Net Assets	<u>\$ (13,201)</u>	<u>24,411</u>	<u>28,762</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Designated Funds

Comm. Dev. HOME New Constr.	Hope 3 Home	HOME TBRA	ICAA TBRA	LaPorte City LMI	Waterloo Housing Trust Fund	LHCB/ CASH Course
36,777	107,946	(7,670)	(23,098)	(14,188)	(12,490)	765
--	--	--	--	--	--	--
--	--	--	--	--	12,490	--
--	--	9,408	26,102	14,188	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>36,777</u>	<u>107,946</u>	<u>1,738</u>	<u>3,004</u>	<u>--</u>	<u>--</u>	<u>765</u>
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>36,777</u>	<u>107,946</u>	<u>1,738</u>	<u>3,004</u>	<u>--</u>	<u>--</u>	<u>765</u>
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>36,777</u>	<u>107,946</u>	<u>1,738</u>	<u>3,004</u>	<u>--</u>	<u>--</u>	<u>765</u>
--	--	--	--	--	--	765
--	--	--	--	--	--	--
<u>36,777</u>	<u>107,946</u>	<u>1,738</u>	<u>3,004</u>	<u>--</u>	<u>--</u>	<u>765</u>
<u>36,777</u>	<u>107,946</u>	<u>1,738</u>	<u>3,004</u>	<u>--</u>	<u>--</u>	<u>765</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Assets	<u>WIC</u>	<u>ACA MIECHV</u>	<u>WIC Food Breast Pump</u>	<u>WIC Peer Counseling</u>
Current Assets				
Cash and Cash Investments	\$ (71,208)	(63,923)	(5,534)	(8,894)
Marketable Securities	--	--	--	--
Receivables				
Governmental Grants	203,615	121,018	--	10,293
Contract Income and Other	1,188	2,396	5,534	--
Prepaid Expenses	378	7	--	4
Weatherization Work in Process	--	--	--	--
Total Current Assets	<u>133,973</u>	<u>59,498</u>	<u>--</u>	<u>1,403</u>
Noncurrent Assets				
Restricted Cash	--	--	--	--
Property and Equipment				
Land, Buildings, and Improvements	--	--	--	--
Furniture and Equipment	--	--	--	--
Accumulated Depreciation	--	--	--	--
Net Property and Equipment	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total Assets	<u>\$ 133,973</u>	<u>59,498</u>	<u>--</u>	<u>1,403</u>
Liabilities and Net Assets				
Current Liabilities				
Accounts Payable	\$ 7,048	58,753	--	32
Accrued Expenses	--	--	--	--
Mortgages Payable - Current Portion	--	--	--	--
Rent Deposits	--	--	--	--
Due to Funding Sources	59,297	--	--	--
Deferred Revenue	--	--	--	--
Total Current Liabilities	<u>66,345</u>	<u>58,753</u>	<u>--</u>	<u>32</u>
Long-Term Debt				
Mortgages Payable - Net of Current Portion	--	--	--	--
Net Assets				
Temporarily Restricted	--	--	--	--
Unrestricted				
Designated for Program Activities	67,628	745	--	1,371
Invested in Property and Equipment	--	--	--	--
Undesignated	--	--	--	--
Total Net Assets	<u>67,628</u>	<u>745</u>	<u>--</u>	<u>1,371</u>
Total Liabilities and Net Assets	<u>\$ 133,973</u>	<u>59,498</u>	<u>--</u>	<u>1,403</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Designated Funds						
WIC Farmers Market	WIC Special Projects	WIC Special BF Fund	Early Head Start	Embrace Iowa/ Project Care/Share	Family Support & Parent Ed.	Nest Program
13,008	1,498	575	(22,097)	15,864	(54,532)	(1,999)
--	--	--	--	--	--	--
625	--	--	--	--	--	5,096
--	--	--	22,504	--	57,146	--
--	--	--	299	--	45	8,237
--	--	--	--	--	--	--
<u>13,633</u>	<u>1,498</u>	<u>575</u>	<u>706</u>	<u>15,864</u>	<u>2,659</u>	<u>11,334</u>
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>13,633</u>	<u>1,498</u>	<u>575</u>	<u>706</u>	<u>15,864</u>	<u>2,659</u>	<u>11,334</u>
--	--	--	706	--	1,204	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	706	--	1,204	--
--	--	--	--	--	--	--
--	--	--	--	15,864	--	--
13,633	1,498	575	--	--	1,455	11,334
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>13,633</u>	<u>1,498</u>	<u>575</u>	<u>--</u>	<u>15,864</u>	<u>1,455</u>	<u>11,334</u>
<u>13,633</u>	<u>1,498</u>	<u>575</u>	<u>706</u>	<u>15,864</u>	<u>2,659</u>	<u>11,334</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Assets	<u>Canterbury Court Apartments</u>	<u>924 Lafayette Street</u>	<u>Kingswood Apartments</u>
Current Assets			
Cash and Cash Investments	\$ (71,518)	14,194	200,836
Marketable Securities	--	--	--
Receivables			
Governmental Grants	--	--	--
Contract Income and Other	5,398	666	2,118
Prepaid Expenses	1,963	--	182
Weatherization Work in Process	--	--	--
Total Current Assets	<u>(64,157)</u>	<u>14,860</u>	<u>203,136</u>
Noncurrent Assets			
Restricted Cash	<u>14,931</u>	<u>857</u>	<u>3,329</u>
Property and Equipment			
Land, Buildings, and Improvements	663,159	67,921	80,563
Furniture and Equipment	4,391	--	--
Construction in Progress	--	--	--
Accumulated Depreciation	(393,604)	(45,733)	(47,597)
Net Property and Equipment	<u>273,946</u>	<u>22,188</u>	<u>32,966</u>
Total Assets	<u>\$ 224,720</u>	<u>37,905</u>	<u>239,431</u>
Liabilities and Net Assets			
Current Liabilities			
Accounts Payable	\$ 1,377	100	326
Accrued Expenses	--	--	--
Mortgages Payable - Current Portion	--	--	--
Rent Deposits	14,931	857	3,329
Due to Funding Sources	--	--	--
Deferred Revenue	1,111	--	--
Total Current Liabilities	<u>17,419</u>	<u>957</u>	<u>3,655</u>
Long-Term Debt			
Mortgages Payable - Net of Current Portion	<u>--</u>	<u>--</u>	<u>--</u>
Net Assets			
Temporarily Restricted	--	--	--
Unrestricted			
Designated for Program Activities	(66,645)	14,760	202,810
Invested in Property and Equipment	273,946	22,188	32,966
Undesignated	--	--	--
Total Net Assets	<u>207,301</u>	<u>36,948</u>	<u>235,776</u>
Total Liabilities and Net Assets	<u>\$ 224,720</u>	<u>37,905</u>	<u>239,431</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Designated Funds

<u>302 Locust Street</u>	<u>1619 Franklin St.</u>	<u>Ankeny Single Family</u>	<u>Lexington Square</u>	<u>313 Cottage Street</u>	<u>118 Irving Street</u>
15,784	3,995	(34,256)	(167,126)	10,919	15,123
--	--	--	--	--	--
--	--	--	--	--	--
--	--	1,714	467	--	165
--	--	--	--	--	--
--	--	--	--	--	--
<u>15,784</u>	<u>3,995</u>	<u>(32,542)</u>	<u>(166,659)</u>	<u>10,919</u>	<u>15,288</u>
<u>286</u>	<u>396</u>	<u>673</u>	<u>3,207</u>	<u>496</u>	<u>635</u>
101,556	12,013	65,212	427,113	116,076	154,035
--	--	--	--	--	--
--	--	--	--	--	--
<u>(73,829)</u>	<u>(9,072)</u>	<u>(55,888)</u>	<u>(205,391)</u>	<u>(23,215)</u>	<u>(30,807)</u>
<u>27,727</u>	<u>2,941</u>	<u>9,324</u>	<u>221,722</u>	<u>92,861</u>	<u>123,228</u>
<u>43,797</u>	<u>7,332</u>	<u>(22,545)</u>	<u>58,270</u>	<u>104,276</u>	<u>139,151</u>
100	--	125	130	--	--
--	--	--	1,203	--	--
--	--	--	170,645	--	--
286	396	673	3,207	496	635
--	--	--	--	--	--
3	--	--	1,020	--	--
<u>389</u>	<u>396</u>	<u>798</u>	<u>176,205</u>	<u>496</u>	<u>635</u>
--	--	--	110,809	--	--
--	--	--	221,722	92,861	123,228
15,681	3,995	(32,667)	(450,466)	10,919	15,288
27,727	2,941	9,324	--	--	--
--	--	--	--	--	--
<u>43,408</u>	<u>6,936</u>	<u>(23,343)</u>	<u>(228,744)</u>	<u>103,780</u>	<u>138,516</u>
<u>43,797</u>	<u>7,332</u>	<u>(22,545)</u>	<u>58,270</u>	<u>104,276</u>	<u>139,151</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Assets	Local Housing Assist.	FHLB Affordable Housing	Emergency Funds	Crisis and Emergency Child Care
Current Assets				
Cash and Cash Investments	\$ 230,653	(66,593)	27,067	(9,498)
Marketable Securities	--	--	--	--
Receivables				
Governmental Grants	--	--	--	9,497
Contract Income and Other	--	--	--	8
Prepaid Expenses	--	--	--	16
Weatherization Work in Process	--	--	--	--
Total Current Assets	<u>230,653</u>	<u>(66,593)</u>	<u>27,067</u>	<u>23</u>
Noncurrent Assets				
Restricted Cash	--	--	--	--
Property and Equipment				
Land, Buildings, and Improvements	--	--	--	--
Furniture and Equipment	--	--	--	--
Construction in Progress	--	--	--	--
Accumulated Depreciation	--	--	--	--
Net Property and Equipment	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total Assets	<u>\$ 230,653</u>	<u>(66,593)</u>	<u>27,067</u>	<u>23</u>
Liabilities and Net Assets				
Current Liabilities				
Accounts Payable	\$ --	--	4,105	23
Accrued Expenses	--	--	--	--
Mortgages Payable - Current Portion	--	--	--	--
Rent Deposits	--	--	--	--
Due to Funding Sources	148,416	--	--	--
Deferred Revenue	--	--	--	--
Total Current Liabilities	<u>148,416</u>	<u>--</u>	<u>4,105</u>	<u>23</u>
Long-Term Debt				
Mortgages Payable - Net of Current Portion	--	--	--	--
Net Assets				
Temporarily Restricted	82,237	--	22,962	--
Unrestricted				
Designated for Program Activities	--	(66,593)	--	--
Invested in Property and Equipment	--	--	--	--
Undesignated	--	--	--	--
Total Net Assets	<u>82,237</u>	<u>(66,593)</u>	<u>22,962</u>	<u>--</u>
Total Liabilities and Net Assets	<u>\$ 230,653</u>	<u>(66,593)</u>	<u>27,067</u>	<u>23</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Designated Funds						
Disaster Case Management	Operation Santa Claus	Pocket Change Project	Fan Program	School Supplies and Coats	Cedar Valley Refugee Program	Community Services
(22,623)	11,665	1	5	7,912	13,580	235,570
--	--	--	--	--	--	--
24,473	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	5,104
--	--	--	--	--	--	--
<u>1,850</u>	<u>11,665</u>	<u>1</u>	<u>5</u>	<u>7,912</u>	<u>13,580</u>	<u>240,674</u>
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>1,850</u>	<u>11,665</u>	<u>1</u>	<u>5</u>	<u>7,912</u>	<u>13,580</u>	<u>240,674</u>
1,850	--	415	--	--	20	22,638
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>1,850</u>	<u>--</u>	<u>415</u>	<u>--</u>	<u>--</u>	<u>20</u>	<u>20,250</u>
<u>1,850</u>	<u>--</u>	<u>415</u>	<u>--</u>	<u>--</u>	<u>20</u>	<u>42,888</u>
--	--	--	--	--	--	--
--	11,665	--	5	7,912	13,560	--
--	--	(414)	--	--	--	197,786
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>--</u>	<u>11,665</u>	<u>(414)</u>	<u>5</u>	<u>7,912</u>	<u>13,560</u>	<u>197,786</u>
<u>1,850</u>	<u>11,665</u>	<u>1</u>	<u>5</u>	<u>7,912</u>	<u>13,580</u>	<u>240,674</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Assets	Emergency Food and Shelter (FEMA)	Housing and Fair Lending Pool	Financial Literacy	National Fore- Closure Mitigation
Current Assets				
Cash and Cash Investments	\$ --	855	(7)	170
Marketable Securities	--	--	--	--
Receivables				
Governmental Grants	--	--	--	--
Contract Income and Other	--	--	--	--
Prepaid Expenses	--	--	7	36
Weatherization Work in Process	--	--	--	--
Total Current Assets	<u>--</u>	<u>855</u>	<u>--</u>	<u>206</u>
Noncurrent Assets				
Restricted Cash	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Property and Equipment				
Land, Buildings, and Improvements	--	--	--	--
Furniture and Equipment	--	--	--	--
Construction in Progress	--	--	--	--
Accumulated Depreciation	--	--	--	--
Net Property and Equipment	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total Assets	<u>\$ --</u>	<u>855</u>	<u>--</u>	<u>206</u>
Liabilities and Net Assets				
Current Liabilities				
Accounts Payable	\$ --	--	--	206
Accrued Expenses	--	--	--	--
Mortgages Payable - Current Portion	--	--	--	--
Rent Deposits	--	--	--	--
Due to Funding Sources	--	--	--	--
Deferred Revenue	--	855	--	--
Total Current Liabilities	<u>--</u>	<u>855</u>	<u>--</u>	<u>206</u>
Long-Term Debt				
Mortgages Payable - Net of Current Portion	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net Assets				
Temporarily Restricted	--	--	--	--
Unrestricted				
Designated for Program Activities	--	--	--	--
Invested in Property and Equipment	--	--	--	--
Undesignated	--	--	--	--
Total Net Assets	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total Liabilities and Net Assets	<u>\$ --</u>	<u>855</u>	<u>--</u>	<u>206</u>

OPERATION THRESHOLD

Combining Statement of Financial Position - Continued

September 30, 2014

Designated Funds							
From the Heart	Volunteer Coop	Alliant HES	Youth Employ- ment	Conrad Senior Fund	Hawkeye Valley on Aging	Grundy Co. Food Pantry	Volunteer Programs
(7,423)	(17,308)	(1,827)	7,412	25,000	5	3,542	(2,218)
--	--	--	--	--	--	--	--
--	22,803	--	--	--	--	--	--
7,589	--	--	--	--	--	--	2,218
--	19	--	3	--	--	--	--
--	--	1,827	--	--	--	--	--
<u>166</u>	<u>5,514</u>	<u>--</u>	<u>7,415</u>	<u>25,000</u>	<u>5</u>	<u>3,542</u>	<u>--</u>
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>166</u>	<u>5,514</u>	<u>--</u>	<u>7,415</u>	<u>25,000</u>	<u>5</u>	<u>3,542</u>	<u>--</u>
--	449	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>--</u>	<u>449</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
--	--	--	--	--	--	--	--
166	5,065	--	7,415	25,000	--	3,542	--
--	--	--	--	--	5	--	--
--	--	--	--	--	--	--	--
<u>166</u>	<u>5,065</u>	<u>--</u>	<u>7,415</u>	<u>25,000</u>	<u>5</u>	<u>3,542</u>	<u>--</u>
<u>166</u>	<u>5,514</u>	<u>--</u>	<u>7,415</u>	<u>25,000</u>	<u>5</u>	<u>3,542</u>	<u>--</u>

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Combining Statement of Activities
 Year Ended September 30, 2014

	Total All Funds	Undesignated and Agency Cost Pool Funds	Total Designated Funds
Support and Revenue			
Government Awards and Contract Revenue	\$ 7,219,378	1,000	7,218,378
Food Vouchers for Distribution	3,092,598	--	3,092,598
CSBG Co-funding Provided	--	137,108	(137,108)
Rental Income	360,497	--	360,497
Contributions, Public Support, and Services	428,756	69,546	359,210
Investment Income	6,261	6,242	19
Other Revenue	374,183	370,046	4,137
Total Support and Revenue	<u>11,481,673</u>	<u>583,942</u>	<u>10,897,731</u>
Expenses			
Program and General Expenses	7,912,781	1,637,758	6,275,023
Food Vouchers for Distribution	3,092,598	--	3,092,598
Depreciation	226,446	157,259	69,187
Interfund Expense Transfers	--	(1,433,742)	1,433,742
Total Expenses	<u>11,231,825</u>	<u>361,275</u>	<u>10,870,550</u>
Excess (Deficiency) of Support and Revenue Over Expenses	249,848	222,667	27,181
Transfers	--	(154,718)	154,718
Net Assets - Beginning of Year	<u>4,857,655</u>	<u>3,851,929</u>	<u>1,005,726</u>
Net Assets - End of Year	<u>\$ 5,107,503</u>	<u>3,919,878</u>	<u>1,187,625</u>

OPERATION THRESHOLD

Combining Statement of Activities - Continued

Year Ended September 30, 2014

	Comm. Dev. HOME New Constr. Re-Use	Comm. Dev. HOME Rehab Re-Use	Comm. Dev. HOME Rehab Funds
Support and Revenue			
Government Awards and Contract Revenue	\$ --	--	--
Food Vouchers for Distribution	--	--	--
CSBG Co-funding Provided	--	--	--
Rental Income	--	--	--
Contributions, Public Support, and Services	--	--	--
Investment Income	--	--	--
Other Revenue	--	--	--
Total Support and Revenue	<u> --</u>	<u> --</u>	<u> --</u>
Expenses			
Program and General Expenses	--	--	--
Food Vouchers for Distribution	--	--	--
Depreciation	--	--	--
Interfund Expense Transfers	--	--	--
Total Expenses	<u> --</u>	<u> --</u>	<u> --</u>
Excess (Deficiency) of Support and Revenue over Expenses	--	--	--
Transfers	--	--	--
Net Assets - Beginning of Year	<u>(13,201)</u>	<u>24,411</u>	<u>28,762</u>
Net Assets - End of Year	<u>\$ (13,201)</u>	<u>24,411</u>	<u>28,762</u>

OPERATION THRESHOLD

Combining Statement of Activities - Continued

Year Ended September 30, 2014

Housing and Urban Development			Miscellaneous			
Comm. Dev. HOME New Constr.	Hope 3 Home	HOME TBRA	ICAA TBRA	LaPorte City LMI	Waterloo Housing Trust Fund	LHCB/CASH Course
--	--	32,841	26,102	14,188	12,490	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	13,943	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>46,784</u>	<u>26,102</u>	<u>14,188</u>	<u>12,490</u>	<u>--</u>
--	--	45,129	23,098	14,188	12,490	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>45,129</u>	<u>23,098</u>	<u>14,188</u>	<u>12,490</u>	<u>--</u>
--	--	1,655	3,004	--	--	--
--	--	--	--	--	--	--
<u>36,777</u>	<u>107,946</u>	<u>83</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>765</u>
<u>36,777</u>	<u>107,946</u>	<u>1,738</u>	<u>3,004</u>	<u>--</u>	<u>--</u>	<u>765</u>

OPERATION THRESHOLD

Combining Statement of Activities - Continued

Year Ended September 30, 2014

	Iowa Department of Public Health			
	WIC	ACA MIECHV	WIC Food Breast Pump	WIC Peer Counseling
Support and Revenue				
Government Awards and Contract Revenue	\$ 902,179	475,000	5,534	40,000
Food Vouchers for Distribution	3,092,598	--	--	--
CSBG Co-funding Provided	--	--	--	--
Rental Income	--	--	--	--
Contributions, Public Support, and Services	2,264	3,141	811	1,452
Investment Income	--	--	--	--
Other Revenue	--	--	--	--
Total Support and Revenue	<u>3,997,041</u>	<u>478,141</u>	<u>6,345</u>	<u>41,452</u>
Expenses				
Program and General Expenses	780,891	451,209	6,345	32,846
Food Vouchers for Distribution	3,092,598	--	--	--
Depreciation	--	--	--	--
Interfund Expense Transfers	121,475	26,187	--	8,687
Total Expenses	<u>3,994,964</u>	<u>477,396</u>	<u>6,345</u>	<u>41,533</u>
Excess (Deficiency) of Support and Revenue over Expenses	2,077	745	--	(81)
Transfers	--	--	--	--
Net Assets - Beginning of Year	<u>65,551</u>	<u>--</u>	<u>--</u>	<u>1,452</u>
Net Assets - End of Year	<u>\$ 67,628</u>	<u>745</u>	<u>--</u>	<u>1,371</u>

OPERATION THRESHOLD

Combining Statement of Activities - Continued

Year Ended September 30, 2014

Local Government and Miscellaneous Funding Sources							
WIC Farmers Market	WIC Special Projects	WIC Special BF Fund	Early Head Start	Embrace Iowa/ Project Care/Share	OT Family Develop- ment	Family Support & Parent Ed.	Nest Program
1,779	--	--	279,367	--	--	162,940	29,986
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	200	--	--	40,653	--	22,349	46,811
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>1,779</u>	<u>200</u>	<u>--</u>	<u>279,367</u>	<u>40,653</u>	<u>--</u>	<u>185,289</u>	<u>76,797</u>
--	373	--	261,523	38,597	13,066	155,834	49,342
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	17,844	--	(13,066)	31,554	16,788
<u>--</u>	<u>373</u>	<u>--</u>	<u>279,367</u>	<u>38,597</u>	<u>--</u>	<u>187,388</u>	<u>66,130</u>
1,779	(173)	--	--	2,056	--	(2,099)	10,667
--	--	--	--	--	--	--	--
<u>11,854</u>	<u>1,671</u>	<u>575</u>	<u>--</u>	<u>13,808</u>	<u>--</u>	<u>3,554</u>	<u>667</u>
<u>13,633</u>	<u>1,498</u>	<u>575</u>	<u>--</u>	<u>15,864</u>	<u>--</u>	<u>1,455</u>	<u>11,334</u>

OPERATION THRESHOLD

Combining Statement of Activities - Continued

Year Ended September 30, 2014

	Canterbury Court Apartments	924 Lafayette Street	Kingswood Apartments
Support and Revenue			
Government Awards and Contract Revenue	\$ --	--	--
Food Vouchers for Distribution	--	--	--
CSBG Co-funding Provided	--	--	--
Rental Income	222,920	11,373	46,543
Contributions, Public Support, and Services	--	--	--
Investment Income	19	--	--
Other Revenue	2,685	--	367
Total Support and Revenue	<u>225,624</u>	<u>11,373</u>	<u>46,910</u>
Expenses			
Program and General Expenses	104,637	7,330	26,982
Food Vouchers for Distribution	--	--	--
Depreciation	30,667	3,003	5,257
Interfund Expense Transfers	55,067	3,870	13,180
Total Expenses	<u>190,371</u>	<u>14,203</u>	<u>45,419</u>
Excess (Deficiency) of Support and Revenue over Expenses	35,253	(2,830)	1,491
Transfers	--	--	--
Net Assets - Beginning of Year	<u>172,048</u>	<u>39,778</u>	<u>234,285</u>
Net Assets - End of Year	<u>\$ 207,301</u>	<u>36,948</u>	<u>235,776</u>

OPERATION THRESHOLD
Combining Statement of Activities - Continued

Year Ended September 30, 2014

Local Government and Miscellaneous Funding Sources

<u>302 Locust Street</u>	<u>1619 Franklin Street</u>	<u>Ankeny Single Family</u>	<u>Lexington Square</u>	<u>316/318 West 3rd Street</u>	<u>313 Cottage Street</u>	<u>118 Irving Street</u>
--	--	--	--	--	--	--
--	--	--	--	--	--	--
--	--	--	--	--	--	--
10,296	5,732	8,384	40,234	--	5,952	7,413
--	--	--	--	--	--	--
--	--	--	--	--	--	--
15	--	--	1,020	--	--	50
<u>10,311</u>	<u>5,732</u>	<u>8,384</u>	<u>41,254</u>	<u>--</u>	<u>5,952</u>	<u>7,463</u>
5,239	5,362	3,913	26,817	--	1,198	4,985
--	--	--	--	--	--	--
4,272	460	811	14,895	--	4,221	5,601
4,053	2,416	1,951	16,469	--	2,205	4,429
<u>13,564</u>	<u>8,238</u>	<u>6,675</u>	<u>58,181</u>	<u>--</u>	<u>7,624</u>	<u>15,015</u>
(3,253)	(2,506)	1,709	(16,927)	--	(1,672)	(7,552)
--	--	--	--	154,718	--	--
<u>46,661</u>	<u>9,442</u>	<u>(25,052)</u>	<u>(211,817)</u>	<u>(154,718)</u>	<u>105,452</u>	<u>146,068</u>
<u>43,408</u>	<u>6,936</u>	<u>(23,343)</u>	<u>(228,744)</u>	<u>--</u>	<u>103,780</u>	<u>138,516</u>

OPERATION THRESHOLD

Combining Statement of Activities - Continued

Year Ended September 30, 2014

	Local Housing Assist.	FHLB Affordable Housing	Emergency Funds	Crisis and Emergency Child Care
Support and Revenue				
Government Awards and Contract Revenue	\$ --	--	--	9,497
Food Vouchers for Distribution	--	--	--	--
CSBG Co-funding Provided	--	--	--	--
Rental Income	--	--	--	--
Contributions, Public Support, and Services	--	--	21,556	308
Investment Income	--	--	--	--
Other Revenue	--	--	--	--
Total Support and Revenue	--	--	21,556	9,805
Expenses				
Program and General Expenses	--	--	17,314	9,250
Food Vouchers for Distribution	--	--	--	--
Depreciation	--	--	--	--
Interfund Expense Transfers	--	--	--	555
Total Expenses	--	--	17,314	9,805
Excess (Deficiency) of Support and Revenue over Expenses	--	--	4,242	--
Transfers	--	--	--	--
Net Assets - Beginning of Year	82,237	(66,593)	18,720	--
Net Assets - End of Year	\$ 82,237	(66,593)	22,962	--

OPERATION THRESHOLD

Combining Statement of Activities - Continued

Year Ended September 30, 2014

Local Government and Miscellaneous Funding Sources

<u>Disaster Case Management</u>	<u>Operation Santa Claus</u>	<u>Pocket Change Project</u>	<u>Fan Program</u>	<u>School Supplies and Coats</u>	<u>Cedar Valley Refugee Program</u>	<u>ACA Outreach</u>	<u>Community Services</u>
51,648	--	--	--	--	14,487	44,604	29,250
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	247,800
--	--	--	--	--	--	--	1,650
--	7,970	14,605	--	7,360	38,270	--	30,402
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>51,648</u>	<u>7,970</u>	<u>14,605</u>	<u>--</u>	<u>7,360</u>	<u>52,757</u>	<u>44,604</u>	<u>309,102</u>
51,648	8,300	15,079	--	7,380	35,984	36,895	244,702
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	3,213	7,709	73,207
<u>51,648</u>	<u>8,300</u>	<u>15,079</u>	<u>--</u>	<u>7,380</u>	<u>39,197</u>	<u>44,604</u>	<u>317,909</u>
--	(330)	(474)	--	(20)	13,560	--	(8,807)
--	--	--	--	--	--	--	56
--	11,995	60	5	7,932	--	--	206,537
<u>--</u>	<u>11,665</u>	<u>(414)</u>	<u>5</u>	<u>7,912</u>	<u>13,560</u>	<u>--</u>	<u>197,786</u>

OPERATION THRESHOLD

Combining Statement of Activities - Continued

Year Ended September 30, 2014

	Emergency Food and Shelter (FEMA)	Housing and Fair Lending Pool	Financial Literacy	National Fore- Closure Mitigation
Support and Revenue				
Government Awards and Contract Revenue	\$ 11,875	112,734	5,500	139,652
Food Vouchers for Distribution	--	--	--	--
CSBG Co-funding Provided	--	--	--	61,453
Rental Income	--	--	--	--
Contributions, Public Support, and Services	--	2,515	1,175	25
Investment Income	--	--	--	--
Other Revenue	--	--	--	--
Total Support and Revenue	<u>11,875</u>	<u>115,249</u>	<u>6,675</u>	<u>201,130</u>
Expenses				
Program and General Expenses	11,875	104,333	15,198	161,417
Food Vouchers for Distribution	--	--	--	--
Depreciation	--	--	--	--
Interfund Expense Transfers	--	10,916	(8,523)	37,496
Total Expenses	<u>11,875</u>	<u>115,249</u>	<u>6,675</u>	<u>198,913</u>
Excess (Deficiency) of Support and Revenue over Expenses	--	--	--	2,217
Transfers	--	--	--	--
Net Assets - Beginning of Year	--	--	--	(2,217)
Net Assets - End of Year	<u>\$ --</u>	<u>--</u>	<u>--</u>	<u>--</u>

OPERATION THRESHOLD

Combining Statement of Activities - Continued

Year Ended September 30, 2014

Local Government and Miscellaneous Funding Sources							
From the Heart	Volunteer Coop	Alliant HES	Youth Employ- ment	Conrad Senior Fund	Hawkeye Valley on Aging	Grundy Co. Food Pantry	Volunteer Programs
--	22,804	1,827	1,640	--	--	--	26,012
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
74,495	9,699	--	12,781	--	--	6,355	70
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>74,495</u>	<u>32,503</u>	<u>1,827</u>	<u>14,421</u>	<u>--</u>	<u>--</u>	<u>6,355</u>	<u>26,082</u>
74,156	27,438	1,827	15,408	--	--	13,653	21,509
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
173	--	--	3,496	--	--	--	4,573
<u>74,329</u>	<u>27,438</u>	<u>1,827</u>	<u>18,904</u>	<u>--</u>	<u>--</u>	<u>13,653</u>	<u>26,082</u>
166	5,065	--	(4,483)	--	--	(7,298)	--
--	--	--	--	--	--	--	--
--	--	--	11,898	25,000	5	10,840	--
<u>166</u>	<u>5,065</u>	<u>--</u>	<u>7,415</u>	<u>25,000</u>	<u>5</u>	<u>3,542</u>	<u>--</u>

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD

Combining Statement of Financial Position -
Undesignated and Agency Cost Pool Funds

September 30, 2014

Assets	Total	Payroll Clearing	Agency	Equipment
Current Assets				
Cash and Cash Investments	\$ 253,146	142,722	755,104	44,357
Marketable Securities	28,281	--	28,281	--
Receivables				
Contract Income and Other	850	--	--	--
Prepaid Expenses	65,161	12,171	24,723	642
Weatherization Work in Process	78,625	--	--	--
Total Current Assets	<u>426,063</u>	<u>154,893</u>	<u>808,108</u>	<u>44,999</u>
Property and Equipment				
Land, Buildings, and Improvements	4,098,660	--	4,054,660	--
Furniture and Equipment	452,065	--	137,647	314,418
Accumulated Depreciation	(688,501)	--	(446,405)	(242,096)
Net Property and Equipment	<u>3,862,224</u>	<u>--</u>	<u>3,745,902</u>	<u>72,322</u>
 Total Assets	 <u>\$ 4,288,287</u>	 <u>154,893</u>	 <u>4,554,010</u>	 <u>117,321</u>
Liabilities and Net Assets				
Current Liabilities				
Accounts Payable	\$ 6,051	13	599	27
Accrued Expenses	155,223	154,880	--	--
Secured Construction Loan Payable	184,802	--	--	--
Due to Funding Sources	22,333	--	--	--
Total Current Liabilities	<u>368,409</u>	<u>154,893</u>	<u>599</u>	<u>27</u>
Long-Term Debt				
Mortgages Payable - Net of Current Portion	--	--	--	--
Total Liabilities	<u>368,409</u>	<u>154,893</u>	<u>599</u>	<u>27</u>
Temporarily Restricted	3,351,585	--	3,536,387	--
Unrestricted				
Designated for Program Activities	(540,952)	--	24,101	44,972
Invested in Property and Equipment	325,837	--	209,515	72,322
Undesignated	783,408	--	783,408	--
Total Net Assets	<u>3,919,878</u>	<u>--</u>	<u>4,553,411</u>	<u>117,294</u>
 Total Liabilities and Net Assets	 <u>\$ 4,288,287</u>	 <u>154,893</u>	 <u>4,554,010</u>	 <u>117,321</u>

OPERATION THRESHOLD

Combining Statement of Financial Position -
Undesignated and Agency Cost Pool Funds

September 30, 2014

Undesignated and Agency Cost Pools

<u>Fiscal</u>	<u>Personnel</u>	<u>Admin. Services</u>	<u>Planning and Compliance</u>	<u>I.T. Services</u>	<u>Building Operations</u>	<u>WX Admin. Support</u>	<u>Housing Support</u>	<u>Home Repair</u>
23,677	11,020	15,395	--	(10,451)	(680,857)	(62,636)	2,668	12,147
--	--	--	--	--	--	--	--	--
1,929	382	31	200	10,451	2,099	12,505	850	--
--	--	--	--	--	--	78,625	28	--
<u>25,606</u>	<u>11,402</u>	<u>15,426</u>	<u>200</u>	<u>--</u>	<u>(678,758)</u>	<u>28,494</u>	<u>3,546</u>	<u>12,147</u>
--	--	--	--	--	44,000	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	44,000	--	--	--
<u>25,606</u>	<u>11,402</u>	<u>15,426</u>	<u>200</u>	<u>--</u>	<u>(634,758)</u>	<u>28,494</u>	<u>3,546</u>	<u>12,147</u>
1,565	--	780	200	--	601	636	1,630	--
--	--	--	--	--	343	--	--	--
--	--	--	--	--	184,802	--	--	--
--	--	--	--	--	--	--	--	22,333
<u>1,565</u>	<u>--</u>	<u>780</u>	<u>200</u>	<u>--</u>	<u>185,746</u>	<u>636</u>	<u>1,630</u>	<u>22,333</u>
<u>1,565</u>	<u>--</u>	<u>780</u>	<u>200</u>	<u>--</u>	<u>185,746</u>	<u>636</u>	<u>1,630</u>	<u>22,333</u>
--	--	--	--	--	(184,802)	--	--	--
24,041	11,402	14,646	--	--	(679,702)	27,858	1,916	(10,186)
--	--	--	--	--	44,000	--	--	--
--	--	--	--	--	--	--	--	--
<u>24,041</u>	<u>11,402</u>	<u>14,646</u>	<u>--</u>	<u>--</u>	<u>(820,504)</u>	<u>27,858</u>	<u>1,916</u>	<u>(10,186)</u>
<u>25,606</u>	<u>11,402</u>	<u>15,426</u>	<u>200</u>	<u>--</u>	<u>(634,758)</u>	<u>28,494</u>	<u>3,546</u>	<u>12,147</u>

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD

**Combining Statement of Activities -
Undesignated and Agency Cost Pool Funds**

Year Ended September 30, 2014

	<u>Total</u>	<u>Agency</u>	<u>Equipment</u>	<u>Wellness</u>
Support and Revenue				
Government Awards and Contract Revenue	\$ 1,000	1,000	--	--
CSBG Co-funding Provided	137,108	--	--	2,797
Contributions, Public Support, and Services	69,546	17,993	--	--
Investment Income	6,242	6,242	--	--
Other Revenue	370,046	365,521	--	--
Total Support and Revenue	<u>583,942</u>	<u>390,756</u>	<u>--</u>	<u>2,797</u>
Expenses				
Management and General Expenses	1,637,758	10,475	32,495	2,797
Depreciation	157,259	126,260	30,999	--
Interfund Expense Transfers	(1,433,742)	5	(35,096)	--
Total Expenses	<u>361,275</u>	<u>136,740</u>	<u>28,398</u>	<u>2,797</u>
Excess (Deficiency) of Support and Revenue over Expenses	222,667	254,016	(28,398)	--
Transfers	(154,718)	(154,718)	--	--
Net Assets - Beginning of Year	<u>3,851,929</u>	<u>4,454,113</u>	<u>145,692</u>	<u>--</u>
Net Assets - End of Year	<u>\$ 3,919,878</u>	<u>4,553,411</u>	<u>117,294</u>	<u>--</u>

OPERATION THRESHOLD

**Combining Statement of Activities -
Undesignated and Agency Cost Pool Funds**

Year Ended September 30, 2014

Undesignated and Agency Cost Pools

Fiscal	Personnel	Admin. Services	Planning and Compliance	I.T. Services	Bldg. Operations	WX Admin Support	Housing Support	Home Repair
--	--	--	--	--	--	--	--	--
--	--	--	95,867	38,444	--	--	--	--
--	--	--	426	--	--	42,977	8,150	--
--	--	--	--	--	--	--	--	--
--	--	--	--	25	--	4,500	--	--
--	--	--	96,293	38,469	--	47,477	8,150	--
205,144	63,314	209,554	104,095	78,290	134,562	736,664	60,368	--
--	--	--	--	--	--	--	--	--
(205,144)	(63,314)	(209,554)	(7,802)	(32,711)	(134,221)	(693,687)	(52,218)	--
--	--	--	96,293	45,579	341	42,977	8,150	--
--	--	--	--	(7,110)	(341)	4,500	--	--
--	--	--	--	--	--	--	--	--
24,041	11,402	14,646	--	7,110	(820,163)	23,358	1,916	(10,186)
24,041	11,402	14,646	--	--	(820,504)	27,858	1,916	(10,186)

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Community Services Block Grant

Contract No. CSBG-14-11
(Contract Period 10/01/13 - 12/31/14)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 10/01/13 - 9/30/14</u>
Space/Utilities	\$ 18,800	--
Equipment Costs	250	--
Consultants	500	--
Co-Funded Programs	370,020	84,956
Other Costs	68,539	--
Total	<u><u>\$ 458,109</u></u>	<u><u>84,956</u></u>

Contract No. CSBG-13-11
(Contract Period 10/01/12 - 9/30/14)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 10/01/13 - 9/30/14</u>
Space/Utilities	\$ 17,500	16,050
Equipment Costs	250	--
Consultants	500	75
Co-Funded Programs	356,607	361,405
Other Costs	63,711	61,038
Total	<u><u>\$ 438,568</u></u>	<u><u>438,568</u></u>

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Low Income Home Energy Assistance Program

Contract No. LIHEAP-14-11
(Contract Period 10/01/13 - 9/30/14)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 10/01/13 - 9/30/14</u>
Assistance Awards		
Regular Assistance	\$ 2,234,282	2,231,563
Energy Crisis Intervention	194,310	194,310
Client Services Assessment and Resolution	32,156	32,156
Summer Deliverable Fuel	74,518	74,518
Administration	<u>233,860</u>	<u>233,860</u>
Total Grant Expenses	<u><u>\$ 2,769,126</u></u>	<u><u>2,766,407</u></u>

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs

Contract No. DOE-14-11A
(Contract Period 4/01/14 - 3/31/15)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 4/01/14 - 9/30/14</u>
Administration	\$ 20,820	20,820
Health and Safety	31,428	42,495
Support	41,465	68,350
Labor	43,541	29,579
Materials	43,541	19,551
	<u>\$ 180,795</u>	<u>180,795</u>

Contract No. DOE-13-11A
(Contract Period 8/01/13 - 3/31/14)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Total</u>	<u>Actual Expenses</u>	
			<u>10/01/13 - 3/31/14</u>	<u>8/01/13 - 9/30/13</u>
Administration	\$ 20,000	20,000	5,334	14,666
Health and Safety	35,509	45,225	13,400	31,825
Support	45,984	57,356	16,946	40,410
Labor	48,026	49,656	10,248	39,408
Materials	48,026	25,308	6,696	18,612
	<u>\$ 197,545</u>	<u>197,545</u>	<u>52,624</u>	<u>144,921</u>

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs

Contract No. HEAP-14-11A
(Contract Period 1/01/14 - 12/31/14)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/14 - 9/30/14</u>
Administration	\$ 38,674	18,092
Health and Safety	185,456	94,134
Support	143,262	118,042
Labor	192,531	63,592
Materials	192,531	39,852
Insurance	12,892	12,892
Equipment/Training Knob & Tube	17,350 4,000	11,571 --
Total	<u>\$ 786,696</u>	<u>358,175</u>

Contract No. HEAP-13-11A
(Contract Period 1/01/13 - 12/31/13)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/01/13 - 12/31/13</u>	<u>1/01/13 - 9/30/13</u>
Administration	\$ 48,427	37,064	15,125	21,939
Health and Safety	168,406	203,100	73,577	129,523
Support	217,997	205,214	66,246	138,968
Labor	226,650	143,659	72,371	71,288
Materials	226,650	90,794	49,115	41,679
Equipment/Training	19,312	16,962	7,177	9,785
Total	<u>\$ 907,442</u>	<u>696,793</u>	<u>283,611</u>	<u>413,182</u>

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs

Contract No. IPL-14-11A
(Contract Period 1/01/14 - 12/30/14)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/14 - 9/30/14</u>
Administration	\$ 2,062	782
Support	4,123	1,422
Labor	17,522	7,269
Materials	17,522	6,950
Total	\$ 41,229	16,423

Contract No. IPL-13-11A
(Contract Period 1/01/13 - 12/30/13)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Total</u>	<u>Actual Expenses</u>	
			<u>10/01/13 - 12/30/13</u>	<u>1/01/13 - 9/30/13</u>
Administration	\$ 1,478	1,478	100	1,378
Support	2,956	2,505	--	2,505
Labor	12,562	13,550	--	13,550
Materials	12,562	12,025	523	11,502
Total	\$ 29,558	29,558	623	28,935

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs

Contract No. MEC-14-11A
(Contract Period 1/01/14 - 12/30/14)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/14 - 9/30/14</u>
Administration	\$ 13,091	13,091
Support	26,182	22,330
Labor	111,272	128,327
Materials	111,272	98,069
Total	\$ 261,817	261,817

Contract No. MEC-13-11A
(Contract Period 1/01/13 - 12/30/13)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Total</u>	<u>Actual Expenses</u>	
			<u>10/01/13 - 12/30/13</u>	<u>1/01/13 - 9/30/13</u>
Administration	\$ 12,829	12,829	642	12,187
Support	25,658	21,412	--	21,412
Labor	109,047	128,124	--	128,124
Materials	109,047	94,216	--	94,216
Total	\$ 256,581	256,581	642	255,939

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Weatherization Assistance Programs

Contract No. BHE-14-11A
(Contract Period 1/01/14 - 12/30/14)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 1/01/14 - 9/30/14</u>
Administration	\$ 470	443
Support	940	806
Labor	3,995	4,187
Materials	3,995	3,870
Total	\$ 9,400	9,306

Contract No. BHE-13-11A
(Contract Period 1/01/13 - 12/30/13)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses</u>		
		<u>Total</u>	<u>10/01/13 - 12/30/13</u>	<u>1/01/13 - 9/30/13</u>
Administration	\$ 944	944	705	239
Support	1,887	1,627	1,193	434
Labor	8,023	8,467	6,543	1,924
Materials	8,023	7,828	5,414	2,414
Total	\$ 18,877	18,866	13,855	5,011

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Iowa Department of Human Rights

Schedule of Expenses Compared to Budget

Family Development and Self-Sufficiency

Contract No. FaDSS-15-11
(Contract Period 7/01/14 - 06/30/15)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Actual Expenses 7/01/14 - 9/30/14</u>
Administrative	\$ 25,761	7,141
Personnel	235,000	44,501
Travel	5,672	1,253
Space/Utilities	7,304	1,240
Other	12,823	12,923
Third Party Payments	117	129
Total	<u>\$ 286,677</u>	<u>67,187</u>

Contract No. FaDSS-14-11
(Contract Period 7/01/13 - 06/30/14)

<u>Cost Category</u>	<u>Approved Budget</u>	<u>Total</u>	<u>Actual Expenses</u>	
			<u>10/01/13 - 6/30/14</u>	<u>7/01/13 - 9/30/13</u>
Administrative	\$ 25,036	25,820	19,888	5,932
Personnel	210,956	213,333	175,916	37,417
Travel	5,772	5,934	4,295	1,639
Space/Utilities	7,829	7,100	5,107	1,993
Other	24,094	21,584	16,784	4,800
Third Party Payments	7,619	7,535	7,463	72
Total	<u>\$ 281,306</u>	<u>281,306</u>	<u>229,453</u>	<u>51,853</u>

SEE INDEPENDENT AUDITOR'S REPORT

OPERATION THRESHOLD
Iowa Department of Public Health

Schedule of Expenses Compared to Budget

Special Supplemental Nutrition Program for Women, Infants, and Children

Contract No. 5884A043

(Contract Period 10/01/13 - 9/30/14)

Cost Category	Approved Budget	Actual Expenses 10/01/13 - 9/30/14
Cash Grant Expenses		
Salaries/Fringe	\$ 693,096	659,351
Contracted Providers	5,900	3,596
Other	148,460	175,374
Indirect	82,000	63,858
Total Cash Grant Expenses	929,456	902,179
Noncash Expenses		
Food Vouchers Distributed		3,092,598
Total Expenses		\$3,994,777

SEE INDEPENDENT AUDITOR'S REPORT