

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

**Indianola, Iowa**

**FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA**

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

**September 30, 2014 and 2013**

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

RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

Indianola, Iowa

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RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Board of Directors and Officers**

**Officers**

John Leeper  
 Dave Discher  
 Karen DeVore

President  
 Vice-President  
 Secretary-Treasurer

**Board Members**

| <u>County</u> | <u>Representing Private</u> | <u>Representing Government</u> | <u>Representing Low-Income</u> |
|---------------|-----------------------------|--------------------------------|--------------------------------|
| Boone         | Vacant                      | Chet Hollingshead              | Amber Hora                     |
| Jasper        | Dennis Parrott              | Dennis Carpenter               | Chris Chartier                 |
| Marion        | Mike Kuhn                   | Craig Agan                     | John Leeper                    |
| Polk          | Lori SchraderBachar         | Dave Discher                   | Kristin Clark                  |
| Warren        | Karen DeVore                | Steve Wilson                   | Beverly Dickerson              |

**Management**

Central Administrative Office  
 John Wilson

Interim Executive Director

Laura Hudson

Weatherization  
 Coordinator/Assistant  
 Director/Program Planner

Martha Palmer

Fiscal Manager

Julie Heck

Energy Manager

Jasper County Center  
 Amy Hansen

County Coordinator

Marion County Center  
 Nancy Hulgán

County Coordinator

Polk County Center  
 Cathi Van Note

County Coordinator

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INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of Red Rock Area Community Action Program, Inc. (a nonprofit organization), which comprise the Statements of Financial Position as of September 30, 2014 and 2013, and the related Statements of Activities and Changes in Net Assets, and Cash Flows for the years then ended, and the related notes to the financial statements.

*Management's Responsibility for the Financial Statements*

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

*Auditor's Responsibility*

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

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

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

*Opinion*

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Red Rock Area Community Action Program, Inc. as of September 30, 2014 and 2013, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Page Two

Other Matters

*Supplementary Information*

Our audits were conducted for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Nonprofit Organizations, and is not a required part of the financial statements. The additional accompanying supplementary Combining Statements, Schedules of Expenses Compared to Budget, Schedules of Expenses, and Schedule of Changes in Fund Balances which follow are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 2, 2015, on our consideration of Red Rock Area Community Action Program, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Organization's internal control over financial reporting and compliance.

*Meriwether, Wilson and Company, PLLC*

MERIWETHER, WILSON AND COMPANY, PLLC  
Certified Public Accountants

January 2, 2015  
West Des Moines, Iowa

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Statements of Financial Position

September 30,

|   | <u>2014</u>       | <u>2013</u>      |
|---|-------------------|------------------|
| <b>Assets</b>   |                   |                  |
| <b>Current Assets</b>                                   |                   |                  |
| Cash  | \$ 358,830        | 427,083          |
| Receivables   | 281,476           | 237,294          |
| Prepaid Expenses  | 59,966            | 10,440           |
| Total Current Assets                                    | <u>700,272</u>    | <u>674,817</u>   |
| <b>Tenants' Security Deposits Held in Trust - Cash</b>  | <u>3,405</u>      | <u>3,720</u>     |
| <b>Property and Equipment</b>                           |                   |                  |
| Land  | 19,200            | 19,200           |
| Buildings and Improvements                              | 445,641           | 441,080          |
| Furnishings and Equipment                               | 329,116           | 333,518          |
| Vehicles  | 21,031            | 47,981           |
|   | <u>814,988</u>    | <u>841,779</u>   |
| Less: Accumulated Depreciation                          | <u>(719,972)</u>  | <u>(715,910)</u> |
| Net Property and Equipment                              | <u>95,016</u>     | <u>125,869</u>   |
| <b>Total Assets</b>                                     | <u>\$ 798,693</u> | <u>804,406</u>   |
| <b>Liabilities and Net Assets</b>                       |                   |                  |
| <b>Current Liabilities</b>                              |                   |                  |
| Accounts Payable  | \$ 14,779         | 24,112           |
| Mortgages Payable - Current Portion                     | 3,572             | 3,390            |
| Accrued Expenses  | 54,877            | 90,497           |
| Due Funder  | 4,002             | 875              |
| Deferred Revenue  | 55,658            | 31,205           |
| Total Current Liabilities                               | <u>132,888</u>    | <u>150,079</u>   |
| <b>Deposit Liabilities - Tenants' Security Deposits</b> | <u>3,405</u>      | <u>3,720</u>     |
| <b>Long-Term Debt</b>                                   |                   |                  |
| Mortgages Payable, Net of Current Portion               | <u>41,167</u>     | <u>44,739</u>    |
| <b>Total Liabilities</b>                                | <u>177,460</u>    | <u>198,538</u>   |
| <b>Net Assets</b>                                       |                   |                  |
| Unrestricted  |                   |                  |
| Designated for Programs and Counties                    | 606,765           | 605,868          |
| Undesignated  | 14,468            | --               |
| Total Net Assets  | <u>621,233</u>    | <u>605,868</u>   |
| <b>Total Liabilities and Net Assets</b>                 | <u>\$ 798,693</u> | <u>804,406</u>   |

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

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Statements of Activities and Changes in Net Assets**

Years Ended September 30,

|   | Unrestricted      |                  |
|---|-------------------|------------------|
|   | 2014              | 2013             |
| <b>Support and Revenue</b>                        |                   |                  |
| Grant and Contract Revenue                        | \$ 4,786,923      | 4,415,858        |
| County Support                                    | 124,384           | 118,079          |
| Project Income                                    | 101,645           | 94,744           |
| Contributions and Other Income                    | 38,815            | 26,739           |
| Interest  | 364               | 393              |
| Total Support and Revenue                         | <u>5,052,131</u>  | <u>4,655,813</u> |
| <b>Expenses</b>                                   |                   |                  |
| Low Income Home Energy Assistance Program         | 3,335,976         | 2,858,326        |
| Weatherization Programs                           | 589,818           | 487,057          |
| Transportation Program Services                   | 370,606           | 472,100          |
| CSBG (Net of Co-Funding Provided)                 | 230,686           | 419,207          |
| I Care Projects                                   | 141,252           | 44,821           |
| County Funds                                      | 133,487           | 107,006          |
| TBRA Program                                      | 53,699            | --               |
| Housing Programs                                  | 46,610            | 37,061           |
| Chore Service Program                             | 39,919            | 24,966           |
| Emergency Food and Shelter National Board Program | 23,362            | 30,590           |
| Hunger Hike                                       | 18,705            | 13,626           |
| Embrace Iowa                                      | 10,867            | 10,551           |
| Iowa Disaster Assistance                          | 9,591             | 45,013           |
| Other Programs                                    | 6,450             | --               |
| Emergency Solutions Grants Program                | --                | 30,304           |
| Undesignated and Property Funds                   | 25,738            | 63,326           |
| Total Expenses                                    | <u>5,036,766</u>  | <u>4,643,954</u> |
| <b>Change in Net Assets</b>                       | 15,365            | 11,859           |
| <b>Net Assets at Beginning of Year</b>            | <u>605,868</u>    | <u>594,009</u>   |
| <b>Net Assets at End of Year</b>                  | <u>\$ 621,233</u> | <u>605,868</u>   |

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

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Statements of Cash Flows**

Years Ended September 30,

|   | <u>2014</u>       | <u>2013</u>     |
|---|-------------------|-----------------|
| <b>Cash Flows from Operating Activities</b>   |                   |                 |
| Change in Net Assets  | \$ 15,365         | 11,859          |
| Adjustments to Reconcile Change in Net Assets to<br>Net Cash Flows from Operating Activities - Depreciation | 36,565            | 44,287          |
| (Increase) Decrease in  |                   |                 |
| Receivables   | (44,182)          | (92,733)        |
| Prepaid Expenses  | (49,526)          | 29,939          |
| Increase (Decrease) in  |                   |                 |
| Accounts Payable  | (9,333)           | 6,395           |
| Accrued Expenses  | (35,620)          | 19,163          |
| Due Funder  | 3,127             | 875             |
| Deferred Revenue  | 24,453            | 12,595          |
| Net Cash Flows from Operating Activities  | <u>(59,151)</u>   | <u>32,380</u>   |
| <b>Cash Flows from Investing Activities</b>   |                   |                 |
| Cash Paid for Property and Equipment  | <u>(5,712)</u>    | <u>--</u>       |
| <b>Cash Flows from Financing Activities</b>   |                   |                 |
| Repayments on Mortgages   | <u>(3,390)</u>    | <u>(64,816)</u> |
| <b>Change in Cash</b>   | (68,253)          | (32,436)        |
| <b>Cash Balances - Beginning of Year</b>  | <u>427,083</u>    | <u>459,519</u>  |
| <b>Cash Balances - End of Year</b>  | <u>\$ 358,830</u> | <u>427,083</u>  |
| <b>Supplemental Disclosure of Cash Flow Data</b>  |                   |                 |
| Cash Paid During the Years for  |                   |                 |
| Interest  | <u>\$ 2,446</u>   | <u>2,619</u>    |
| Income Taxes  | <u>\$ --</u>      | <u>--</u>       |

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

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Notes to Financial Statements**

September 30, 2014 and 2013

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

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

**2. Summary of Significant Accounting Policies**

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

**Basis of Accounting**

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

**Income Taxes**

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

The Organization follows generally accepted accounting principles in evaluating its uncertain tax positions, and at September 30, 2014 and 2013, the Organization had no uncertain tax positions requiring recognition in the financial statements. With few exceptions, the Organization is no longer subject to federal and state income tax examinations by tax authorities for years ending before September 30, 2011.

**Financial Statement Presentation and Contributions**

The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. Differences in the classification of net assets are determined based on the nature or existence of donor restrictions. At September 30, 2014 and 2013, the Organization has no temporarily or permanently restricted net assets.

**Cash**

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

**Receivables**

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

**Property and Equipment**

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

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

The Organization follows generally accepted accounting principles in evaluating impairment of long-lived assets. No impairment losses were recognized in 2014 or 2013.

### **Revenue Recognition**

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

### **Contributed Services**

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

### **Allocation of Expenses**

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

### **Financial Instruments**

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

### **Estimates**

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

### **Reclassifications**

Certain reclassifications to the 2013 financial statements have been made to conform to the 2014 presentation.

## **3. Principal Programs**

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

### **Housing Programs**

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

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

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

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

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

### **Transportation Program Services**

The Organization administered a transportation program which ended in Marion County in June, 2013, and in Warren County in June, 2014. The program was funded through various sources including Aging Resources (Federal Title IIIB Funds) and The Heart of Iowa Regional Transit Agency (HIRTA) (State Transit Assistance Funds, FTA Operating Funds, and FTA Capital Funds). The program provided public transit services open to the public without discrimination, and included additional funding through Iowa Medicaid Enterprise, client fees, and other sources.

### Weatherization Programs

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

### Iowa Disaster Assistance

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

### I Care Programs

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

### Other Programs

The Organization administers other programs in pursuit of its mission. In 2014, other program expense consisted of the Water Heater Replacement Program (\$2,000) and Low-Income Subsidy / Medicare Improvement for Patients & Providers Act (\$4,450).

## 4. Receivables

Receivables are summarized as follows:

| Due From                              | Program Activity              | 2014             | 2013           |
|---------------------------------------|-------------------------------|------------------|----------------|
| Grant or Contract Funds               |                               |                  |                |
| Iowa Department of Human Rights       | CSBG                          | \$ 166,894       | --             |
| Iowa Department of Human Rights       | HEAP Weatherization           | 39,881           | 1,042          |
| Iowa Department of Human Rights       | Weatherization - Utility Cos. | 22,950           | 19,560         |
| Iowa Department of Human Rights       | DOE Weatherization            | --               | 37,610         |
| Iowa Community Action Association     | TBRA Program                  | 47,344           | --             |
| Iowa Finance Authority                | Iowa Disaster Assistance      | 1,390            | 33,334         |
| Aging Resources of Central Iowa       | LIS/MIPPA                     | 646              | --             |
| Heart of Iowa Regional Transit Agency | Warren Transportation         | --               | 25,787         |
| Other Receivables by Program Activity |                               |                  |                |
| Chore Services                        |                               | 2,371            | 11,590         |
| Warren Transportation                 |                               | --               | 78,957         |
| Marion Transportation                 |                               | --               | 20,048         |
| Warren LPF                            |                               | --               | 7,325          |
| I Care                                |                               | --               | 2,041          |
|                                       |                               | <u>\$281,476</u> | <u>237,294</u> |

## 5. Concentration of Credit Risk

The Organization maintains accounts at local banks. Accounts are insured by FDIC up to \$250,000 per depositor, per bank. As of September 30, 2014, the Organization had \$-0- of cash deposited in excess of insured limits (\$17,313 in 2013).

## 6. Concentration of Support

In the years ended September 30, 2014 and 2013, the Organization received approximately 89% of its support and revenue from governmental grants. A significant reduction in the level of government funding would have a major effect on the Organization's program activities.

7. **Property and Equipment**

Property and equipment are summarized as follows:

| 2014                               |           |                         |                             |                       |
|------------------------------------|-----------|-------------------------|-----------------------------|-----------------------|
| Type of Equipment                  | Cost      | Depreciation<br>Expense | Accumulated<br>Depreciation | Undepreciated<br>Cost |
| <b>Program Equipment</b>           |           |                         |                             |                       |
| CSBG                               |           |                         |                             |                       |
| Office Equipment                   | \$ 73,449 | 2,937                   | 73,108                      | 341                   |
| LIHEAP                             |           |                         |                             |                       |
| Office Equipment                   | 86,292    | 241                     | 86,292                      | --                    |
| Weatherization                     |           |                         |                             |                       |
| WX Vehicles and Equipment          | 59,024    | 5,469                   | 59,024                      | --                    |
| Transportation                     |           |                         |                             |                       |
| Vans and Related Equipment         | --        | 6,946                   | --                          | --                    |
| I Care                             |           |                         |                             |                       |
| Office Equipment                   | 3,974     | --                      | 3,974                       | --                    |
| I.E. Counsel                       |           |                         |                             |                       |
| Office Equipment                   | 2,655     | --                      | 2,655                       | --                    |
| Total Program Equipment            | 225,394   | 15,593                  | 225,053                     | 341                   |
| <b>Low Income Housing</b>          |           |                         |                             |                       |
| Land                               |           |                         |                             |                       |
|                                    | 10,000    | --                      | --                          | 10,000                |
| Buildings and Improvements         |           |                         |                             |                       |
|                                    | 253,194   | 10,635                  | 242,640                     | 10,554                |
| Furnishings                        |           |                         |                             |                       |
|                                    | 10,631    | 182                     | 10,542                      | 89                    |
|                                    | 273,825   | 10,817                  | 253,182                     | 20,643                |
| <b>Transitional Housing</b>        |           |                         |                             |                       |
| Land                               |           |                         |                             |                       |
|                                    | 2,000     | --                      | --                          | 2,000                 |
| Buildings and Improvements         |           |                         |                             |                       |
|                                    | 27,317    | 171                     | 27,274                      | 43                    |
| Furnishings                        |           |                         |                             |                       |
|                                    | 939       | --                      | 939                         | --                    |
|                                    | 30,256    | 171                     | 28,213                      | 2,043                 |
| <b>General Agency and Counties</b> |           |                         |                             |                       |
| Land                               |           |                         |                             |                       |
|                                    | 7,200     | --                      | --                          | 7,200                 |
| Buildings and Improvements         |           |                         |                             |                       |
|                                    | 165,130   | 9,640                   | 100,458                     | 64,672                |
| Furnishings and Equipment          |           |                         |                             |                       |
|                                    | 113,183   | 344                     | 113,066                     | 117                   |
|                                    | 285,513   | 9,984                   | 213,524                     | 71,989                |
| Total Agency                       | \$814,988 | 36,565                  | 719,972                     | 95,016                |

2013

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

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

The Organization ended its transportation program in 2014 and transferred the remaining vans and related equipment to the successor. The remaining book value of the transferred equipment (\$4,914) is included as a component of depreciation expense.

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

8. **Deferred Revenue**

Amounts received and deferred to future periods are as follows:

| Program Title                   | 2014      | 2013   |
|---------------------------------|-----------|--------|
| Community Services Block Grant  | \$ 21,284 | 14,679 |
| I Care Projects                 | 18,233    | 13,657 |
| Emergency Food and Shelter      | 10,868    | --     |
| Water Heater Replacement Progr. | 3,000     | --     |
| Youth Services                  | 2,257     | 2,869  |
| Embrace Iowa                    | 16        | --     |
|                                 | \$ 55,658 | 31,205 |

9. **Accrued Expenses**

Accrued expenses are summarized as follows:

|                                | 2014      | 2013   |
|--------------------------------|-----------|--------|
| Accrued Wages                  | \$ 34,487 | 44,227 |
| Compensated Absences           | 22,014    | 22,292 |
| Payroll Taxes and Withholdings | (2,611)   | 22,459 |
| Property Taxes                 | 717       | 1,249  |
| Interest                       | 270       | 270    |
|                                | \$ 54,877 | 90,497 |

10. **Long-Term Debt**

Mortgages payable are summarized as follows:

| Lender                                    | Date     |          | Balance, Sept. 30, |         | Interest Rate | Repayment Basis  |
|---|----------|----------|--------------------|---------|---------------|--|
|   | Made     | Due      | 2014               | 2013    |               |  |
| Community Bank<br>of Boone<br>Boone, Iowa | 06/18/04 | 07/01/24 | \$ 44,739          | 48,129  | 5.25%         | \$486 per month, applied<br>first to interest, then to<br>principal. |
| Less: Amount Classified as Current        |          |          | (3,572)            | (3,390) |               |  |
|   |          |          | \$ 41,167          | 44,739  |               |  |

Assets mortgaged on the Community Bank of Boone loan consist of land and a building acquired in June, 2004 at a cost of \$72,000. The mortgage payable to Community Bank of Boone carries a variable rate of interest indexed at 3.0% above an average yield on treasuries, with the September 30, 2014 variable rate and payment amount noted above.

Interest expense for the year ended September 30, 2014, totaled \$2,446 (\$2,617 in 2013).

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

|            |           |
|------------|-----------|
| 2015       | \$ 3,572  |
| 2016       | 3,759     |
| 2017       | 3,966     |
| 2018       | 4,180     |
| 2019       | 4,404     |
| Thereafter | 24,858    |
|            | \$ 44,739 |

**11. Lease Commitments**

The Organization leases office space and equipment under noncancelable leases with terms in excess of one year, and has other leases written for one-year periods with options to renew. At September 30, 2014, the Organization had three noncancelable operating leases with terms in excess of one year. Minimum lease payments through their maturity are summarized as follows, as of the most recent year-end:

|      |                  |
|------|------------------|
| 2015 | \$ 36,554        |
| 2016 | 24,300           |
|      | <u>\$ 60,854</u> |

Total rent and lease expense for the year ended September 30, 2014, amounted to \$39,828 (\$38,441 in 2013).

**12. Iowa Public Employees Retirement System**

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

Plan members are required to contribute 5.95% of their annual covered salary and the Organization is required to contribute 8.93% of annual covered payroll. Contribution requirements are established by state statute. The Organization's contribution to IPERS for the year ended September 30, 2014 was \$63,850 (\$74,954 in 2013), equal to the required contribution for the year.

**13. Related Party Transactions**

The Red Rock Area Community Action Program, Inc. has certain mutual directors with local nonprofit corporations located in Jasper, Marion, Polk, Warren, and Boone counties and administers various programs for these corporations. The local corporations receive funding from their respective counties under service agreement contracts and reimburse Red Rock Area Community Action Program, Inc. for the administration of these agreements. Funds received under these agreements totaled \$124,384 during the year ended September 30, 2014 (\$118,079 in 2013).

The Organization also has certain mutual directors with Boone County Opportunity Programs, Inc. (BCOP). Through September, 2013, BCOP and RRACAP had a management agreement under which RRACAP received a monthly management fee for accounting and other services. Fees earned by RRACAP under this agreement for the year ended September 30, 2013 totaled \$3,388.

**14. Due Funder**

Amounts due funder represent vendor refunds of LIHEAP benefit payments.

**15. 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 2, 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  
 Red Rock Area Community Action Program, Inc.  
 Indianola, Iowa

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of Red Rock Area Community Action Program, Inc. (a nonprofit organization), which comprise the Statement of Financial Position as of September 30, 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 2, 2015.

Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance,

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

Compliance and Other Matters

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

*Purpose of this Report*

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

*Meriwether, Wilson and Company, PLLC*

MERIWETHER, WILSON AND COMPANY, PLLC  
Certified Public Accountants

January 2, 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  
 Red Rock Area Community Action Program, Inc.  
 Indianola, Iowa

Report on Compliance for Each Major Federal Program

We have audited Red Rock Area Community Action Program, Inc.'s (a nonprofit organization) compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of Red Rock Area Community Action Program's major federal programs for the year ended September 30, 2014. Red Rock Area Community Action Program, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

*Management's Responsibility*

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

*Auditor's Responsibility*

Our responsibility is to express an opinion on compliance for each of Red Rock Area Community Action Program, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Not-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Red Rock Area Community Action Program, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

*Opinion on Each Major Federal Program*

In our opinion, Red Rock Area Community Action Program, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2014.

Report on Internal Control Over Compliance

Management of Red Rock Area Community Action Program, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Red Rock Area Community Action Program, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Red Rock Area Community Action Program, Inc.'s internal control over compliance.

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

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

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

*Meriwether, Wilson and Company, PLLC*

MERIWETHER, WILSON AND COMPANY, PLLC  
Certified Public Accountants

January 2, 2015  
West Des Moines, Iowa

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Schedule of Findings and Questioned Costs**

Year Ended September 30, 2014

Section I - Summary of Auditor's Results*Financial statements*

Type of auditor's report issued: unmodified

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_\_\_yes      X  no
- Significant deficiency(ies) identified? \_\_\_\_\_yes      X  none reported

Noncompliance material to financial statements noted? \_\_\_\_\_yes      X  no

*Federal awards*

Internal control over major programs:

- Material weakness(es) identified? \_\_\_\_\_yes      X  no
- Significant deficiency(ies) identified? \_\_\_\_\_yes      X  none reported

Type of auditor's report issued on compliance for major programs: unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133? \_\_\_\_\_yes      X  no

## Identification of major programs:

| Federal Grant   | CFDA<br>Number | Expenditures        |
|---|----------------|---------------------|
| U.S. Department of Health and Human Services<br>Low-Income Home Energy Assistance Program | 93.568         | \$ 3,473,746        |
| U.S. Department of Energy<br>Weatherization Assistance Programs                           | 81.042         | <u>129,562</u>      |
|   |                | <u>\$ 3,603,308</u> |

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee?   X  yes    \_\_\_\_\_no

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Schedule of Expenditures of Federal Awards**

October 1, 2013 through September 30, 2014

| Federal Grantor/<br>Pass-Through Grantor/<br>Program Title                  | Federal<br>CFDA* | Grant<br>or Award<br>Number | Federal<br>Expenditures |
|---|------------------|-----------------------------|-------------------------|
| <b>U.S. Department of Health and Human Services</b>                         |                  |                             |                         |
| Iowa Department of Human Rights   |                  |                             |                         |
| Community Services Block Grant  | 93.569           | CSBG-14-12-CU               | \$ 145,610              |
| Community Services Block Grant  | 93.569           | CSBG-13-12-CU               | 272,826                 |
| Total CFDA #93.568  |                  |                             | <u>418,436</u>          |
|   |                  |                             |                         |
| Low Income Home Energy Assistance Program                                   | 93.568           | LIHEAP-14-12U               | 3,225,837               |
| HEAP Weatherization Assistance  | 93.568           | HEAP-14-12-U                | 183,041                 |
| HEAP Weatherization Assistance  | 93.568           | HEAP-13-12-U                | 64,868                  |
| Total CFDA #93.568  |                  |                             | <u>3,473,746</u> **     |
|   |                  |                             |                         |
| <b>Aging Resources</b>  |                  |                             |                         |
| Transportation Program Title IIIB (13-14)                                   | 93.044           | FY 2014                     | <u>22,162</u>           |
| Total U.S. Department of Health and Human Services                          |                  |                             | <u>3,914,344</u>        |
|   |                  |                             |                         |
| <b>U.S. Department of Energy</b>  |                  |                             |                         |
| Iowa Department of Human Rights   |                  |                             |                         |
| Weatherization Assistance Programs  | 81.042           | DOE-14-12U                  | 81,634                  |
| Weatherization Assistance Programs  | 81.042           | DOE-13-12U                  | 47,928                  |
| Total CFDA #81.042 and U.S. Department of Energy                            |                  |                             | <u>129,562</u> **       |
|   |                  |                             |                         |
| <b>U.S. Department of Transportation</b>                                    |                  |                             |                         |
| Iowa Department of Transportation/<br>Heart of Iowa Regional Transit Agency |                  |                             |                         |
| Federal Transit Non-Urban Operating Grant (13-14)                           | 20.509           | FY 2014                     | <u>54,466</u>           |
|   |                  |                             |                         |
| <b>Department of Homeland Security</b>                                      |                  |                             |                         |
| United Way of America   |                  |                             |                         |
| Emergency Food and Shelter National Board Program                           |                  |                             |                         |
| Polk County   | 97.024           | 31-3006-00                  | 6,924                   |
| Marion County   | 97.024           | 31-2978-00                  | 4,739                   |
| Warren County   | 97.024           | 31-3040-00                  | 2,696                   |
| Boone County  | 97.024           | 31-2862-00                  | 1,700                   |
| Total CFDA #97.024 and Department of Homeland Security                      |                  |                             | <u>16,059</u>           |
| Total Federal Expenditures  |                  |                             | <u>\$ 4,114,431</u>     |

\* Catalog of Federal Domestic Assistance

\*\* Audited as a Major Program

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

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

October 1, 2013 through September 30, 2014

**Note 1: Basis of Presentation**

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

SEE INDEPENDENT AUDITOR'S REPORT

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Financial Position

September 30, 2014

|   | Total<br>All<br>Funds | Total<br>Designated<br>Program<br>Funds | Community<br>Services<br>Block<br>Grant |
|---|-----------------------|---|---|
| <b>Assets</b>                               |                       |   |   |
| Cash  | \$ 362,235            | 12,592                                  | (115,755)                               |
| Receivables                                 | 281,476               | 281,476                                 | 166,894                                 |
| Prepaid Expenses                            | 59,966                | 43,594                                  | --                                      |
| Property and Equipment                      | 814,988               | --                                      | --                                      |
| Accumulated Depreciation                    | (719,972)             | --                                      | --                                      |
| <b>Total Assets</b>                         | <b>\$ 798,693</b>     | <b>337,662</b>                          | <b>51,139</b>                           |
| <b>Liabilities and Net Assets</b>           |                       |   |   |
| <b>Liabilities</b>                          |                       |   |   |
| Accounts Payable                            | \$ 22,186             | 11,052                                  | 1,450                                   |
| Mortgages Payable                           | 44,739                | --                                      | --                                      |
| Accrued Expenses                            | 54,877                | 50,259                                  | 28,405                                  |
| Deferred Revenue                            | 55,658                | 53,401                                  | 21,284                                  |
| <b>Total Liabilities</b>                    | <b>177,460</b>        | <b>114,712</b>                          | <b>51,139</b>                           |
| <b>Net Assets</b>                           | <b>621,233</b>        | <b>222,950</b>                          | <b>--</b>                               |
| <b>Total Liabilities and<br/>Net Assets</b> | <b>\$ 798,693</b>     | <b>337,662</b>                          | <b>51,139</b>                           |

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Financial Position

September 30, 2014

## Designated Program Funds

| Low Income<br>Home<br>Energy<br>Assistance | HEAP<br>WX | WX<br>Cost Pool | WX<br>Assistance<br>Utility<br>Companies | Transportation<br>Program<br>Services |
|--|------------|-----------------|--|---------------------------------------|
| 18,599                                     | (39,881)   | (4,867)         | (22,950)                                 | 190,777                               |
| --   | 39,881     | --              | 22,950                                   | --                                    |
| --   | --         | 43,594          | --                                       | --                                    |
| --   | --         | --              | --                                       | --                                    |
| --   | --         | --              | --                                       | --                                    |
| <u>18,599</u>                              | <u>--</u>  | <u>38,727</u>   | <u>--</u>                                | <u>190,777</u>                        |
| 5,757                                      | --         | 346             | --                                       | 70                                    |
| --   | --         | --              | --                                       | --                                    |
| 12,842                                     | --         | 6,138           | --                                       | --                                    |
| --   | --         | --              | --                                       | --                                    |
| <u>18,599</u>                              | <u>--</u>  | <u>6,484</u>    | <u>--</u>                                | <u>70</u>                             |
| --   | --         | 32,243          | --                                       | 190,707                               |
| <u>18,599</u>                              | <u>--</u>  | <u>38,727</u>   | <u>--</u>                                | <u>190,777</u>                        |

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Financial Position - Continued

September 30, 2014

|   | Emergency<br>Food and<br>Shelter<br>National<br>Board Program | TBRA<br>Program |
|---|---|-----------------|
| <b>Assets</b>                               |   |                 |
| Cash  | \$ 11,431   | (47,160)        |
| Receivables                                 | --  | 47,344          |
| Prepaid Expenses                            | --  | --              |
| Property and Equipment                      | --  | --              |
| Accumulated Depreciation                    | --  | --              |
| <b>Total Assets</b>                         | <b>11,431</b>   | <b>184</b>      |
| <b>Liabilities and Net Assets</b>           |   |                 |
| <b>Liabilities</b>                          |   |                 |
| Accounts Payable                            | \$ --   | --              |
| Mortgage Payable                            | --  | --              |
| Accrued Expenses                            | 563   | 184             |
| Deferred Revenue                            | 10,868  | --              |
| <b>Total Liabilities</b>                    | <b>11,431</b>   | <b>184</b>      |
| <b>Net Assets</b>                           | <b>--</b>   | <b>--</b>       |
| <b>Total Liabilities and<br/>Net Assets</b> | <b>\$ 11,431</b>  | <b>184</b>      |

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Financial Position - Continued

September 30, 2014

| Designated Program Funds    |                    |                 |                                |  |               |                |
|-----------------------------|--------------------|-----------------|--------------------------------|--|---------------|----------------|
| Chore<br>Service<br>Program | I Care<br>Projects | Embrace<br>Iowa | Iowa<br>Disaster<br>Assistance | Water<br>Heater<br>Replace-<br>ment<br>Program | LIS/<br>MIPPA | Hunger<br>Hike |
| 662                         | 18,854             | 16              | --                             | 3,000  | (173)         | 39             |
| 2,371                       | --                 | --              | 1,390                          | --   | 646           | --             |
| --                          | --                 | --              | --                             | --   | --            | --             |
| --                          | --                 | --              | --                             | --   | --            | --             |
| --                          | --                 | --              | --                             | --   | --            | --             |
| <u>3,033</u>                | <u>18,854</u>      | <u>16</u>       | <u>1,390</u>                   | <u>3,000</u>                                   | <u>473</u>    | <u>39</u>      |
| 2,000                       | --                 | --              | 1,390                          | --   | --            | 39             |
| --                          | --                 | --              | --                             | --   | --            | --             |
| 1,033                       | 621                | --              | --                             | --   | 473           | --             |
| --                          | 18,233             | 16              | --                             | 3,000  | --            | --             |
| <u>3,033</u>                | <u>18,854</u>      | <u>16</u>       | <u>1,390</u>                   | <u>3,000</u>                                   | <u>473</u>    | <u>39</u>      |
| --                          | --                 | --              | --                             | --   | --            | --             |
| <u>3,033</u>                | <u>18,854</u>      | <u>16</u>       | <u>1,390</u>                   | <u>3,000</u>                                   | <u>473</u>    | <u>39</u>      |

## RED ROCK AREA COMMUNITY ACTION PROGRAM INC.

## Combining Statement of Financial Position - Continued

September 30, 2014

|   | Total Property<br>and<br>Equipment Funds | Property and Equipment Funds<br>Housing Programs |                        |
|---|--|--|------------------------|
|   |  | Transitional<br>Housing                          | Traditional<br>Housing |
| <b>Assets</b>                           |  |  |                        |
| Cash                                    | \$ 61,930                                | 445  | 61,485                 |
| Receivables                             | --                                       | --   | --                     |
| Prepaid Expenses                        | --                                       | --   | --                     |
| Property and Equipment                  | 592,942                                  | 30,256   | 273,825                |
| Accumulated Depreciation                | (569,917)                                | (28,213)   | (253,184)              |
| <b>Total Assets</b>                     | <b>\$ 84,955</b>                         | <b>2,488</b>                                     | <b>82,126</b>          |
| <b>Liabilities and Net Assets</b>       |  |  |                        |
| Liabilities                             |  |  |                        |
| Accounts Payable                        | \$ 8,844                                 | 400  | 8,444                  |
| Mortgages Payable                       | --                                       | --   | --                     |
| Accrued Expenses                        | 387                                      | --   | 387                    |
| Deferred Revenue                        | --                                       | --   | --                     |
| <b>Total Liabilities</b>                | <b>9,231</b>                             | <b>400</b>                                       | <b>8,831</b>           |
| <b>Net Assets</b>                       | <b>75,724</b>                            | <b>2,088</b>                                     | <b>73,295</b>          |
| <b>Total Liabilities and Net Assets</b> | <b>\$ 84,955</b>                         | <b>2,488</b>                                     | <b>82,126</b>          |

## RED ROCK AREA COMMUNITY ACTION PROGRAM INC.

**Combining Statement of Financial Position - Continued**

September 30, 2013

| Low Income<br>Housing<br>Program | General<br>Agency | Local Funds          |                  |                      |
|----------------------------------|-------------------|----------------------|------------------|----------------------|
|                                  |                   | Total Local<br>Funds | County<br>Funds  | Undesignated<br>Fund |
| --                               | --                | 287,713              | 290,251          | (2,538)              |
| --                               | --                | --                   | --               | --                   |
| --                               | --                | 16,372               | --               | 16,372               |
| 225,392                          | 63,469            | 222,046              | 222,046          | --                   |
| <u>(225,051)</u>                 | <u>(63,469)</u>   | <u>(150,055)</u>     | <u>(150,055)</u> | <u>--</u>            |
| <u>341</u>                       | <u>--</u>         | <u>376,076</u>       | <u>362,242</u>   | <u>13,834</u>        |
| --                               | --                | 2,290                | 2,290            | --                   |
| --                               | --                | 44,739               | 44,739           | --                   |
| --                               | --                | 4,231                | 7,122            | (2,891)              |
| --                               | --                | 2,257                | --               | 2,257                |
| <u>--</u>                        | <u>--</u>         | <u>53,517</u>        | <u>54,151</u>    | <u>(634)</u>         |
| <u>341</u>                       | <u>--</u>         | <u>322,559</u>       | <u>308,091</u>   | <u>14,468</u>        |
| <u>341</u>                       | <u>--</u>         | <u>376,076</u>       | <u>362,242</u>   | <u>13,834</u>        |

SEE INDEPENDENT AUDITOR'S REPORT

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Combining Statement of Activities**

Year Ended September 30, 2014

|   | Total<br>All<br>Funds | Total<br>Designated<br>Program<br>Funds | Community<br>Services<br>Block<br>Grant |
|---|-----------------------|---|---|
| <b>Support and Revenue</b>  |                       |   |   |
| Iowa Department of Human Rights                                     | \$ 4,246,690          | 4,246,690                               | 418,436                                 |
| CSBG Co-Funding Provided  | --                    | (9,918)                                 | (187,750)                               |
| Christian Opportunity Center  | 199,136               | 199,136                                 | --                                      |
| County Support  | 124,384               | 37,875                                  | --                                      |
| Heart of Iowa Regional Transit Agency                               | 77,860                | 77,860                                  | --                                      |
| Project Income  | 101,645               | 42,049                                  | --                                      |
| Utility Companies   | 133,352               | 133,352                                 | --                                      |
| Iowa Community Action Assoc.  | 67,290                | 67,290                                  | --                                      |
| Other Agencies  | 23,367                | 23,367                                  | --                                      |
| Aging Resources   | 22,162                | 22,162                                  | --                                      |
| Department of Homeland Security                                     | 16,059                | 16,059                                  | --                                      |
| Contributions and Other Income                                      | 38,815                | 4,269                                   | --                                      |
| Transportation Management Services                                  | 1,007                 | 1,007                                   | --                                      |
| Interest  | 364                   | 76                                      | --                                      |
| <b>Total Support and Revenue</b>                                    | <u>5,052,131</u>      | <u>4,861,274</u>                        | <u>230,686</u>                          |
| <b>Expenses</b>   | <u>5,036,766</u>      | <u>4,830,931</u>                        | <u>230,686</u>                          |
| <b>Excess (Deficiency) of Support<br/>and Revenue Over Expenses</b> | 15,365                | 30,343                                  | --                                      |
| <b>Net Assets - Beginning of Year</b>                               | <u>605,868</u>        | <u>192,607</u>                          | <u>--</u>                               |
| <b>Net Assets - End of Year</b>                                     | <u>\$ 621,233</u>     | <u>222,950</u>                          | <u>--</u>                               |

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Combining Statement of Activities**

Year Ended September 30, 2014

## Designated Program Funds

| Low Income<br>Home<br>Energy<br>Assistance | HEAP<br>WX     | DOE<br>WX      | WX<br>Assistance<br>Utility<br>Companies | WX<br>Cost Pool | Transpor-<br>tation<br>Program<br>Services |
|--|----------------|----------------|--|-----------------|--|
| 3,225,837                                  | 247,909        | 129,562        | 224,946                                  | --              | --   |
| 110,139                                    | --             | --             | --                                       | --              | 38,085                                     |
| --   | --             | --             | --                                       | --              | 199,136                                    |
| --   | --             | --             | --                                       | --              | 25,875                                     |
| --   | --             | --             | --                                       | --              | 77,860                                     |
| --   | --             | --             | --                                       | 1,851           | 26,084                                     |
| --   | --             | --             | --                                       | --              | --   |
| --   | --             | --             | --                                       | --              | --   |
| --   | --             | --             | --                                       | --              | 1,500                                      |
| --   | --             | --             | --                                       | --              | 22,162                                     |
| --   | --             | --             | --                                       | --              | --   |
| --   | --             | --             | --                                       | --              | --   |
| --   | --             | --             | --                                       | --              | 1,007                                      |
| --   | --             | --             | --                                       | --              | 76   |
| <u>3,335,976</u>                           | <u>247,909</u> | <u>129,562</u> | <u>224,946</u>                           | <u>1,851</u>    | <u>391,785</u>                             |
| <u>3,335,976</u>                           | <u>247,909</u> | <u>129,562</u> | <u>224,946</u>                           | <u>(12,599)</u> | <u>370,606</u>                             |
| --   | --             | --             | --                                       | 14,450          | 21,179                                     |
| --   | --             | --             | --                                       | 17,793          | 169,528                                    |
| <u>--</u>                                  | <u>--</u>      | <u>--</u>      | <u>--</u>                                | <u>32,243</u>   | <u>190,707</u>                             |

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Combining Statement of Activities - Continued**

Year Ended September 30, 2014

|   | Emergency<br>Food and<br>Shelter<br>National<br>Board Program | TBRA<br>Program | Chore<br>Services<br>Program |
|---|---|-----------------|------------------------------|
| <b>Support and Revenue</b>  |   |                 |                              |
| Iowa Department of Human Rights                                     | \$ --   | --              | --                           |
| CSBG Co-Funding Provided  | 7,303   | --              | 12,354                       |
| Christian Opportunity Center  | --  | --              | --                           |
| County Support  | --  | --              | 12,000                       |
| Heart of Iowa Regional Transit Agency                               | --  | --              | --                           |
| Project Income  | --  | --              | 14,114                       |
| Utility Companies   | --  | --              | --                           |
| Iowa Community Action Assoc.  | --  | 53,699          | --                           |
| Other Agencies  | --  | --              | 4,000                        |
| Aging Resources   | --  | --              | --                           |
| Department of Homeland Security                                     | 16,059  | --              | --                           |
| Contributions and Other Income                                      | --  | --              | --                           |
| Transportation Management Services                                  | --  | --              | --                           |
| Interest  | --  | --              | --                           |
| Total Support and Revenue   | <u>23,362</u>   | <u>53,699</u>   | <u>42,468</u>                |
| <b>Expenses</b>   | <u>23,362</u>   | <u>53,699</u>   | <u>39,919</u>                |
| <b>Excess (Deficiency) of Support<br/>and Revenue Over Expenses</b> | --  | --              | 2,549                        |
| <b>Net Assets - Beginning of Year</b>                               | <u>--</u>   | <u>--</u>       | <u>(2,549)</u>               |
| <b>Net Assets - End of Year</b>                                     | <u>\$ --</u>  | <u>--</u>       | <u>--</u>                    |



## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Activities - Continued

Year Ended September 30, 2014

|   | <u>Total<br/>Property and<br/>Equipment Funds</u> |
|---|---|
| <b>Support and Revenue</b>  |   |
| Iowa Department of Human Rights                                     | \$ --   |
| CSBG Co-Funding Provided  | --  |
| Christian Opportunity Center  | --  |
| County Support  | --  |
| Heart of Iowa Regional Transit Agency                               | --  |
| Project Income  | 41,806  |
| Utility Companies   | --  |
| Iowa Community Action Assoc.  | --  |
| Other Agencies  | --  |
| Aging Resources   | --  |
| Department of Homeland Security                                     | --  |
| Iowa Finance Authority  | --  |
| Contributions and Other Income                                      | --  |
| Transportation Management Services                                  | --  |
| Interest  | 244   |
| Total Support and Revenue   | <u>42,050</u>                                     |
| <b>Expenses</b>   | <u>62,204</u>                                     |
| <b>Excess (Deficiency) of Support<br/>and Revenue Over Expenses</b> | (20,154)  |
| <b>Net Assets - Beginning of Year</b>                               | <u>95,878</u>                                     |
| <b>Net Assets - End of Year</b>                                     | <u>\$ 75,724</u>                                  |

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

## Combining Statement of Activities - Continued

Year Ended September 30, 2014

| Property and Equipment Funds |                       |          | Local Funds             |                 |                      |
|------------------------------|-----------------------|----------|-------------------------|-----------------|----------------------|
| Housing Programs             |                       |          | Total<br>Local<br>Funds | County<br>Funds | Undesignated<br>Fund |
| Transitional<br>Housing      | Low Income<br>Housing | Program  |                         |                 |                      |
| --                           | --                    | --       | --                      | --              | --                   |
| --                           | --                    | --       | 9,918                   | 9,918           | --                   |
| --                           | --                    | --       | --                      | --              | --                   |
| --                           | --                    | --       | 86,509                  | 86,509          | --                   |
| --                           | --                    | --       | --                      | --              | --                   |
| 4,400                        | 37,406                | --       | 17,790                  | 16,790          | 1,000                |
| --                           | --                    | --       | --                      | --              | --                   |
| --                           | --                    | --       | --                      | --              | --                   |
| --                           | --                    | --       | --                      | --              | --                   |
| --                           | --                    | --       | --                      | --              | --                   |
| --                           | --                    | --       | 34,546                  | 10,934          | 23,612               |
| --                           | --                    | --       | --                      | --              | --                   |
| --                           | 244                   | --       | 44                      | 44              | --                   |
| 4,400                        | 37,650                | --       | 148,807                 | 124,195         | 24,612               |
| 4,858                        | 41,752                | 15,594   | 143,631                 | 133,487         | 10,144               |
| (458)                        | (4,102)               | (15,594) | 5,176                   | (9,292)         | 14,468               |
| 2,546                        | 77,397                | 15,935   | 317,383                 | 317,383         | --                   |
| 2,088                        | 73,295                | 341      | 322,559                 | 308,091         | 14,468               |

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Expenses Compared to Budget**

**Community Services Block Grant**

Contract No. CSBG-14-12-CU  
(Contract Period 10/01/13 - 3/31/15)

| <u>Cost Category</u>              | <u>Approved<br/>Budget</u> | <u>Actual Expenses<br/>10/01/13 - 9/30/14</u> |
|-----------------------------------|----------------------------|---|
| Personnel                         |                            |   |
| Salaries and Wages                | \$136,082                  | 16,656  |
| Fringe Benefits                   | 71,422                     | 5,055   |
|                                   | <u>207,504</u>             | <u>21,711</u>                                 |
| Travel                            |                            |   |
| Staff                             | <u>4,800</u>               | <u>748</u>                                    |
| Space Costs                       |                            |   |
| Rental                            | 11,300                     | 1,329   |
| Utilities                         | 3,500                      | 159   |
| Insurance                         | 1,900                      | 5,293   |
| Other                             | --                         | --  |
|                                   | <u>16,700</u>              | <u>6,781</u>                                  |
| Equipment Costs                   |                            |   |
| Purchase, Rental, and Maintenance | <u>13,150</u>              | <u>675</u>                                    |
| Consultants                       | <u>36,180</u>              | <u>7,224</u>                                  |
| Co-Funded Programs                | <u>96,860</u>              | <u>103,516</u>                                |
| Other Costs                       |                            |   |
| Telephone                         | 9,900                      | 702   |
| Printing and Postage              | 7,150                      | 673   |
| Publications and Dues             | 5,600                      | 222   |
| Registration Fees                 | 3,950                      | --  |
| Bonding                           | 500                        | --  |
| Audit                             | 6,500                      | 1,078   |
| Consumable Supplies               | 3,175                      | 1,518   |
| Other: Training                   | 22,870                     | 669   |
| Misc. Supplies/Purchases          | 250                        | 93  |
|                                   | <u>59,895</u>              | <u>4,955</u>                                  |
|                                   | <u>\$435,089</u>           | <u>145,610</u>                                |

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Expenses Compared to Budget**

**Community Services Block Grant**

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

| Cost Category                     | Approved<br>Budget | Actual Expenses       |                       |                       |
|-----------------------------------|--------------------|-----------------------|-----------------------|-----------------------|
|                                   |                    | 10/01/12 -<br>9/30/14 | 10/01/13 -<br>9/30/14 | 10/01/12 -<br>9/30/13 |
| <b>Personnel</b>                  |                    |                       |                       |                       |
| Salaries and Wages                | \$ 139,257         | 164,449               | 96,165                | 68,284                |
| Fringe Benefits                   | 67,488             | 45,956                | 26,193                | 19,763                |
|                                   | <u>206,745</u>     | <u>210,405</u>        | <u>122,358</u>        | <u>88,047</u>         |
| <b>Travel</b>                     |                    |                       |                       |                       |
| Staff                             | 5,000              | 4,872                 | 2,512                 | 2,360                 |
| <b>Space Costs</b>                |                    |                       |                       |                       |
| Rental                            | 12,500             | 12,997                | 5,379                 | 7,618                 |
| Utilities                         | 3,000              | 2,146                 | 1,414                 | 732                   |
| Insurance                         | 2,000              | 919                   | 463                   | 456                   |
| Other                             | 350                | 401                   | 196                   | 205                   |
|                                   | <u>17,850</u>      | <u>16,463</u>         | <u>7,452</u>          | <u>9,011</u>          |
| <b>Equipment Costs</b>            |                    |                       |                       |                       |
| Purchase, Rental, and Maintenance | 11,100             | 8,991                 | 5,979                 | 3,012                 |
| <b>Consultants</b>                | 12,000             | 12,870                | 10,890                | 1,980                 |
| <b>Co-Funded Programs</b>         | 115,500            | 115,500               | 106,780               | 8,720                 |
| <b>Other Costs</b>                |                    |                       |                       |                       |
| Telephone                         | 7,000              | 4,072                 | 2,355                 | 1,717                 |
| Printing and Postage              | 2,000              | 1,335                 | 762                   | 573                   |
| Publications and Dues             | 4,000              | 4,571                 | 3,713                 | 858                   |
| Registration Fees                 | 100                | 10                    | 10                    | --                    |
| Bonding                           | 250                | 128                   | 128                   | --                    |
| Audit                             | 6,500              | 5,232                 | 3,586                 | 1,646                 |
| Consumable Supplies               | 3,300              | 3,529                 | 1,998                 | 1,531                 |
| Other: Training                   | 1,000              | 4,339                 | 4,025                 | 314                   |
| Misc. Supplies/Purchases          | 250                | 278                   | 278                   | --                    |
|                                   | <u>24,400</u>      | <u>23,494</u>         | <u>16,855</u>         | <u>6,639</u>          |
|                                   | <u>\$392,595</u>   | <u>392,595</u>        | <u>272,826</u>        | <u>119,769</u>        |

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Expenses Compared to Budget**

**Low Income Home Energy Assistance Program**

Contract No. LIHEAP-14-12-U

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

| <u>Cost Category</u>                | <u>Approved<br/>Budget</u> | <u>Actual Expenses<br/>10/01/13 - 9/30/14</u> |
|-------------------------------------|----------------------------|---|
| <b>Assistance</b>                   |                            |   |
| Regular Assistance                  | \$2,517,368                | 2,462,633                                     |
| Energy Crisis Intervention          | 268,647                    | 268,647                                       |
| Client Services                     | 35,768                     | 35,768  |
| Summer Deliverable Fuel             | 185,511                    | 185,511                                       |
| Ferrellgas Settlement               | 13,153                     | 13,153  |
| Total Assistance                    | <u>3,020,447</u>           | <u>2,965,712</u>                              |
| <b>Administration</b>               |                            |   |
| Staff Salaries                      | --                         | 152,015                                       |
| Fringe Benefits                     | --                         | 49,160  |
| Building Space, Rental, and Storage | --                         | 12,820  |
| Contracted Services                 | --                         | 11,700  |
| Office Equipment                    | --                         | 7,113   |
| Telephone                           | --                         | 5,669   |
| Audit                               | --                         | 5,440   |
| Material and Supplies               | --                         | 5,082   |
| Postage                             | --                         | 2,784   |
| Utilities                           | --                         | 1,766   |
| Travel                              | --                         | 645   |
| Other Costs                         | --                         | 5,931   |
| Total Administration                | <u>260,125</u> **          | <u>260,125</u>                                |
| Total                               | <u>\$ 3,280,572</u>        | <u>3,225,837</u>                              |

\*\* Budget not provided by natural category.

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. HEAP-14-12U

(Contract Period 1/01/14 - 12/31/14)

| <u>Cost Category</u>           | <u>Approved<br/>Budget</u> | <u>Actual Expenses<br/>1/01/14 - 9/30/14</u> |
|--------------------------------|----------------------------|--|
| Administration                 | \$ 17,451                  | 5,520  |
| Health and Safety              | 83,686                     | 68,501                                       |
| Support                        | 64,645                     | 62,110                                       |
| Labor                          | 86,877                     | 20,283                                       |
| Materials                      | 86,877                     | 15,940                                       |
| Equipment/Training             | 35,000                     | 936  |
| Special Project Knob and Tube  | 15,350                     | 4,050  |
| Pollution Occurrence Insurance | 5,701                      | 5,701  |
| <b>Total</b>                   | <b><u>\$395,587</u></b>    | <b><u>183,041</u></b>                        |

Contract No. HEAP-13-12U

(Contract Period 1/01/13 - 12/31/13)

| <u>Cost Category</u>           | <u>Approved<br/>Budget</u> | <u>Actual Expenses</u> |                                |                              |
|--------------------------------|----------------------------|------------------------|--------------------------------|------------------------------|
|                                |                            | <u>Total</u>           | <u>10/01/13 -<br/>12/31/13</u> | <u>1/01/13 -<br/>9/30/13</u> |
| Administration                 | \$ 20,969                  | 9,832                  | 2,517                          | 7,315                        |
| Health and Safety              | 72,921                     | 68,366                 | 24,422                         | 43,944                       |
| Support                        | 94,394                     | 72,948                 | 16,472                         | 56,476                       |
| Labor                          | 98,141                     | 26,854                 | 9,217                          | 17,637                       |
| Materials                      | 98,141                     | 18,199                 | 7,392                          | 10,807                       |
| Equipment/Training             | 30,000                     | 1,348                  | --                             | 1,348                        |
| Pollution Occurrence Insurance | 4,848                      | 4,848                  | 4,848                          | --                           |
| <b>Total</b>                   | <b><u>\$ 419,414</u></b>   | <b><u>202,395</u></b>  | <b><u>64,868</u></b>           | <b><u>137,527</u></b>        |

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. DOE-14-12U

(Contract Period 4/01/14 - 3/31/15)

| <u>Cost Category</u> | <u>Approved<br/>Budget</u> | <u>Actual Expenses<br/>4/01/14 - 9/30/14</u> |
|----------------------|----------------------------|--|
| Administration       | \$ 9,401                   | 7,515  |
| Health and Safety    | 18,721                     | 15,075                                       |
| Support              | 13,968                     | 36,947                                       |
| Labor                | 19,772                     | 15,348                                       |
| Materials            | <u>19,772</u>              | <u>6,749</u>                                 |
| Total                | <u>\$ 81,634</u>           | <u>81,634</u>                                |

Contract No. DOE-13-12U

(Contract Period 4/01/13 - 3/31/14)

| <u>Cost Category</u> | <u>Approved<br/>Budget</u> | <u>Actual Expenses</u> |                               |                              |
|----------------------|----------------------------|------------------------|-------------------------------|------------------------------|
|                      |                            | <u>Total</u>           | <u>10/01/13 -<br/>3/31/14</u> | <u>4/01/13 -<br/>9/30/13</u> |
| Administration       | \$ 9,309                   | 6,002                  | 1,910                         | 4,092                        |
| Health and Safety    | 15,246                     | 21,235                 | 11,475                        | 9,760                        |
| Support              | 19,743                     | 35,247                 | 20,948                        | 14,299                       |
| Labor                | 20,620                     | 12,178                 | 6,959                         | 5,219                        |
| Materials            | <u>20,620</u>              | <u>10,876</u>          | <u>6,636</u>                  | <u>4,240</u>                 |
| Total                | <u>\$ 85,538</u>           | <u>85,538</u>          | <u>47,928</u>                 | <u>37,610</u>                |

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

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

| <u>Cost Category</u> | <u>Approved<br/>Budget</u> | <u>Actual Expenses<br/>1/01/14 - 9/30/14</u> |
|----------------------|----------------------------|--|
| Administration       | \$ 6,532                   | 3,879  |
| Support              | 13,064                     | 7,895  |
| Labor                | 55,526                     | 50,138                                       |
| Materials            | 55,526                     | 41,035                                       |
| Total                | <u>\$ 130,648</u>          | <u>102,947</u>                               |

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

| <u>Cost Category</u> | <u>Approved<br/>Budget</u> | <u>Actual Expenses</u>        |                                |                              |
|----------------------|----------------------------|-------------------------------|--------------------------------|------------------------------|
|                      |                            | <u>1/01/13 -<br/>12/30/13</u> | <u>10/01/13 -<br/>12/30/13</u> | <u>1/01/13 -<br/>9/30/13</u> |
| Administration       | \$ 4,683                   | 3,922                         | --                             | 3,922                        |
| Support              | 9,367                      | 8,047                         | 893                            | 7,154                        |
| Labor                | 39,808                     | 47,326                        | 5,494                          | 41,832                       |
| Materials            | 39,808                     | 34,371                        | 4,852                          | 29,519                       |
| Total                | <u>\$ 93,666</u>           | <u>93,666</u>                 | <u>11,239</u>                  | <u>82,427</u>                |

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

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

| <u>Cost Category</u> | <u>Approved<br/>Budget</u> | <u>Actual Expenses<br/>1/01/14 - 9/30/14</u> |
|----------------------|----------------------------|--|
| Administration       | \$ 4,720                   | 3,154  |
| Support              | 9,440                      | 5,644  |
| Labor                | 40,118                     | 34,376                                       |
| Materials            | 40,118                     | 24,339                                       |
| Total                | <u>\$ 94,396</u>           | <u>67,513</u>                                |

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

| <u>Cost Category</u> | <u>Approved<br/>Budget</u> | <u>Actual Expenses</u> |                                |                              |
|----------------------|----------------------------|------------------------|--------------------------------|------------------------------|
|                      |                            | <u>Total</u>           | <u>10/01/13 -<br/>12/30/13</u> | <u>1/01/13 -<br/>9/30/13</u> |
| Administration       | \$ 4,625                   | 4,372                  | 1,591                          | 2,781                        |
| Support              | 9,251                      | 8,219                  | 2,887                          | 5,332                        |
| Labor                | 39,316                     | 44,032                 | 15,158                         | 28,874                       |
| Materials            | 39,316                     | 35,885                 | 14,373                         | 21,512                       |
| Total                | <u>\$ 92,508</u>           | <u>92,508</u>          | <u>34,009</u>                  | <u>58,499</u>                |

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Expenses Compared to Budget**

**Weatherization Assistance Programs**

Contract No. BHE-14-12U

(Contract Period 1/01/14 - 12/30/14)

| <u>Cost Category</u> | <u>Approved<br/>Budget</u> | <u>Actual Expenses<br/>1/01/14 - 9/30/14</u> |
|----------------------|----------------------------|--|
| Administration       | \$ 507                     | 241  |
| Support              | 1,014                      | 437  |
| Labor                | 4,308                      | 1,922  |
| Materials            | 4,308                      | 2,469  |
| Total                | <u>\$ 10,137</u>           | <u>5,069</u>                                 |

Contract No. BHE-13-12U

(Contract Period 1/01/13 - 12/30/13)

| <u>Cost Category</u> | <u>Approved<br/>Budget</u> | <u>Total</u> | <u>Actual Expenses</u>         |                              |
|----------------------|----------------------------|--------------|--------------------------------|------------------------------|
|                      |                            |              | <u>10/01/13 -<br/>12/30/13</u> | <u>1/01/13 -<br/>9/30/13</u> |
| Administration       | \$ 479                     | 257          | --                             | 257                          |
| Support              | 957                        | 478          | 4                              | 474                          |
| Labor                | 4,069                      | 4,879        | 2,212                          | 2,667                        |
| Materials            | 4,069                      | 3,960        | 1,953                          | 2,007                        |
| Total                | <u>\$ 9,574</u>            | <u>9,574</u> | <u>4,169</u>                   | <u>5,405</u>                 |

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Expenses Compared to Budget**

**Transportation Program Services - Warren County**  
(Contract Period 7/01/13 - 6/30/14)

| <u>Cost Category</u>            | <u>Approved<br/>Budget</u>     | <u>Actual Expenses</u>       |                               |                              |
|---------------------------------|--------------------------------|------------------------------|-------------------------------|------------------------------|
|                                 |                                | <u>Total</u>                 | <u>10/01/13 -<br/>6/30/14</u> | <u>7/01/13 -<br/>9/30/13</u> |
| Salaries and Wages              | \$231,000                      | 239,075                      | 177,522                       | 61,553                       |
| Fringe Benefits                 | 57,750                         | 55,175                       | 42,321                        | 12,854                       |
| Fuel                            | 94,000                         | 85,771                       | 61,029                        | 24,742                       |
| Vehicle Maintenance             | 66,000                         | 62,523                       | 46,941                        | 15,582                       |
| Vehicle Insurance               | 37,000                         | 17,499                       | 13,158                        | 4,341                        |
| Radio Maintenance               | 4,000                          | 385                          | 308                           | 77                           |
| Building Maintenance            | 2,500                          | 31                           | 6                             | 25                           |
| Audit                           | 1,500                          | 1,385                        | 1,180                         | 205                          |
| Drug Tests/Physicals            | 1,100                          | 1,491                        | 1,438                         | 53                           |
| Travel, Training, and Supplies  | 1,000                          | 1,495                        | 1,156                         | 339                          |
| Telephone                       | 1,000                          | 686                          | 546                           | 140                          |
| Building Rent and Utilities     | --                             | 4,269                        | 3,335                         | 934                          |
| Equipment Lease and Maintenance | --                             | 1,173                        | 697                           | 476                          |
| Dues and Subscriptions          | --                             | 360                          | 360                           | --                           |
| Postage                         | --                             | 325                          | 152                           | 173                          |
| Miscellaneous                   | <u>1,000</u>                   | <u>138</u>                   | <u>65</u>                     | <u>73</u>                    |
| <b>Total</b>                    | <b><u><u>\$497,850</u></u></b> | <b><u><u>471,781</u></u></b> | <b><u><u>350,214</u></u></b>  | <b><u><u>121,567</u></u></b> |

SEE INDEPENDENT AUDITOR'S REPORT

## RED ROCK AREA COMMUNITY ACTION PROGRAM, INC.

**Schedule of Expenses**

October 1, 2013 through September 30, 2014

**Low Income Housing - Greene Apartments**

| <u>Expense Classification</u> | <u>Amount</u>   |
|-------------------------------|-----------------|
| Salaries                      | \$ 5,222        |
| Benefits                      | 1,953           |
| Depreciation                  | 10,817          |
| Building Maintenance          | 10,218          |
| Utilities                     | 9,490           |
| Insurance                     | 4,016           |
| Other                         | 35              |
| Total                         | <u>\$41,751</u> |

**Transitional Housing**

| <u>Expense Classification</u> | <u>Amount</u>   |
|-------------------------------|-----------------|
| Utilities                     | \$ 3,608        |
| Insurance                     | 921             |
| Building Maintenance          | 158             |
| Depreciation                  | 171             |
| Total                         | <u>\$ 4,858</u> |

SEE INDEPENDENT AUDITOR'S REPORT

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

**Schedule of Changes in Fund Balances**

October 1, 2012 through September 30, 2013

| Description  | Total          | Discretionary | County        |               |               |              |               |
|--|----------------|---------------|---------------|---------------|---------------|--------------|---------------|
|  |                |               | Warren        | Marion        | Polk          | Jasper       | Boone         |
| Net Assets - Beginning of Year                           | \$ 317,383     | --            | 139,307       | 21,321        | 4,249         | 5,989        | 146,517       |
| <b>Support and Revenue</b>                               |                |               |               |               |               |              |               |
| County Support   | 86,509         | --            | 29,300        | 10,820        | 5,277         | 1,020        | 40,092        |
| Contributions  | 34,546         | 23,612        | 4,139         | --            | --            | --           | 6,795         |
| Project Income   | 17,790         | 1,000         | 6,190         | 2,000         | 2,000         | --           | 6,600         |
| CSBG Co-Funding  | 9,918          | --            | --            | --            | 9,918         | --           | --            |
| Interest   | 44             | --            | --            | --            | --            | --           | 44            |
| <b>Total Revenue</b>                                     | <b>148,807</b> | <b>24,612</b> | <b>39,629</b> | <b>12,820</b> | <b>17,195</b> | <b>1,020</b> | <b>53,531</b> |
| <b>Expenses</b>  |                |               |               |               |               |              |               |
| Salaries   | 62,057         | (278)         | 35,709        | 4,589         | 9,489         | 127          | 12,421        |
| Payroll Tax & Fringe Benefits                            | 20,606         | 77            | 12,086        | 967           | 2,682         | 35           | 4,759         |
| Direct Assistance  | 12,361         | --            | 6,377         | 1,204         | 1,035         | 87           | 3,658         |
| Depreciation   | 9,983          | --            | 4,743         | --            | --            | 56           | 5,184         |
| Food Pantry  | 8,477          | --            | --            | --            | --            | --           | 8,477         |
| Youth Services   | 8,112          | 8,112         | --            | --            | --            | --           | --            |
| Utilities  | 3,712          | --            | 431           | --            | --            | --           | 3,281         |
| Rent   | 2,502          | --            | 2,367         | --            | 135           | --           | --            |
| Interest   | 2,446          | --            | --            | --            | --            | --           | 2,446         |
| Consultants  | 2,374          | --            | 2,341         | --            | --            | --           | 33            |
| Building Maintenance                                     | 1,718          | --            | 6             | --            | --            | --           | 1,712         |
| Dues and Subscriptions                                   | 1,710          | 1,030         | 359           | --            | 190           | 71           | 60            |
| Insurance  | 1,484          | --            | 608           | --            | --            | --           | 876           |
| Audit  | 1,255          | --            | 1,225         | --            | --            | --           | 30            |
| Equipment  | 1,097          | --            | 836           | --            | --            | 220          | 41            |
| Office Supplies  | 800            | --            | 730           | --            | 32            | 1            | 37            |
| Property Taxes   | 735            | --            | --            | --            | --            | --           | 735           |
| Legal Expense  | 716            | 716           | --            | --            | --            | --           | --            |
| Telephone  | 710            | --            | 609           | --            | 49            | 3            | 49            |
| Postage  | 160            | --            | 152           | --            | --            | --           | 8             |
| Other Expense  | 616            | 487           | 40            | --            | --            | --           | 89            |
| <b>Total Expenses</b>                                    | <b>143,631</b> | <b>10,144</b> | <b>68,619</b> | <b>6,760</b>  | <b>13,612</b> | <b>600</b>   | <b>43,896</b> |
| Excess (Deficiency) of Support and Revenue over Expenses | 5,176          | 14,468        | (28,990)      | 6,060         | 3,583         | 420          | 9,635         |
| Net Assets - End of Year                                 | \$ 322,559     | 14,468        | 110,317       | 27,381        | 7,832         | 6,409        | 156,152       |

SEE INDEPENDENT AUDITOR'S REPORT