

Upper Des Moines Opportunity, Inc.
Graettinger, Iowa

Financial Statements and Supplementary Information
Year Ended September 30, 2015

Upper Des Moines Opportunity, Inc.

Financial Statements and Supplementary Information
Year Ended September 30, 2015

Table of Contents

Independent Auditor's Report.....	1
Financial Statements	
Statement of Financial Position	3
Statement of Activities.....	4
Statement of Cash Flows	5
Notes to Financial Statements.....	6
Supplementary Information	
Schedule of Program Activity.....	13
Schedule of Expenditures of Federal Awards and List of Programs	24
Schedule of Indirect Cost Account	28
Schedule of Computation of Indirect Costs	29
Schedule of Iowa Department of Human Rights Grant Expenses of Completed Contracts Overlapping Fiscal Years	30
Schedule of Revenue and Expenses Compared to Budget.....	31
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters	45
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance.....	47
Schedule of Findings and Questioned Costs.....	49



Independent Auditor's Report

Board of Directors
Upper Des Moines Opportunity, Inc.
Graettinger, Iowa

Report on the Financial Statements

We have audited the accompanying financial statements of Upper Des Moines Opportunity, Inc., which comprise the statement of financial position as of September 30, 2015, and the related statements of activities and cash flows for the year then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States 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 from 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 Upper Des Moines Opportunity, Inc. as of September 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of program activity, Schedules A-1 to A-11, schedule of expenditures of federal awards and list of programs, Schedules B-1 to B-4, which includes the requirements of U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, Schedules C through E, and Schedules F-1 through F-14 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 statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States, the statement of financial position of Upper Des Moines Opportunity, Inc. as of September 30, 2014, and the related statements of activities and cash flows for the year then ended (not presented herein), and we expressed an unmodified opinion on those financial statements. That audit was conducted for purposes of forming an opinion on the financial statements as a whole. The supplementary schedules E, F-2, F-4, F-7, F-9, F-11, and F-13 are presented for purposes of additional analysis. 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 September 30, 2014, financial statements. The information has been subjected to the auditing procedures applied in the audit of those financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the prior year expenses included on the supplementary schedules E, F-2, F-4, F-7, F-9, F-11, and F-13 are fairly presented, in all material respects, in relation to the financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 26, 2016, on our consideration of Upper Des Moines Opportunity, 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 Upper Des Moines Opportunity, Inc.'s internal control over financial reporting and compliance.



Wipfli LLP

January 26, 2016
Madison, Wisconsin

Upper Des Moines Opportunity, Inc.

Statement of Financial Position

September 30, 2015

<i>Assets</i>	
Current assets:	
Cash	\$ 941,514
Certificates of deposit	164,896
Grants receivable	718,104
Accounts receivable	15,550
Inventory	79,446
Prepaid expenses	69,919
Total current assets	1,989,429
Restricted cash	9,045
Property and equipment, net	2,124,216
TOTAL ASSETS	\$ 4,122,690

<i>Liabilities and Net Assets</i>	
Current liabilities:	
Accounts payable	\$ 197,502
Accrued payroll and related expenses	319,206
Accrued other liabilities	10,370
Grant funds received in advance	295,426
Total current liabilities	822,504
Long-term liabilities:	
Security deposits	9,045
Total liabilities	831,549
Net assets:	
Unrestricted	2,950,102
Temporarily restricted	341,039
Total net assets	3,291,141
TOTAL LIABILITIES AND NET ASSETS	\$ 4,122,690

Upper Des Moines Opportunity, Inc.

Statement of Activities

Year Ended September 30, 2015

	Unrestricted	Temporarily Restricted	Total
Revenue:			
Grant revenue	\$ 12,433,692	\$ 0	\$ 12,433,692
Program income	248,866	48,879	297,745
Rental income	130,441	0	130,441
Interest income	3,115	0	3,115
Donations	365,654	0	365,654
Other income	109,352	0	109,352
In-kind contributions	604,954	0	604,954
Net assets released from restrictions	843	(843)	0
Total revenue	13,896,917	48,036	13,944,953
Expenses:			
Program activities:			
Child education	5,671,969	0	5,671,969
Weatherization/energy assistance	4,372,824	0	4,372,824
Community services	995,710	0	995,710
Food programs	686,381	0	686,381
Health services	404,049	0	404,049
Housing	242,040	0	242,040
UDMO rental	65,583	0	65,583
Total program expenses	12,438,556	0	12,438,556
Supportive services:			
Management and general	859,117	0	859,117
Outreach	525,970	0	525,970
Corporate	35,773	0	35,773
Total support services	1,420,860	0	1,420,860
Total expenses	13,859,416	0	13,859,416
Change in net assets	37,501	48,036	85,537
Net assets - Beginning of year	2,912,601	293,003	3,205,604
Net assets - End of year	\$ 2,950,102	\$ 341,039	\$ 3,291,141

See accompanying notes to financial statements.

Upper Des Moines Opportunity, Inc.

Statement of Cash Flows

Year Ended September 30, 2015

Increase (decrease) in cash:

Cash flows from operating activities:

Change in net assets \$ 85,537

Adjustments to reconcile change in net assets to
net cash provided by operating activities:

Depreciation 270,559

Donated property and equipment (62,950)

Changes in operating assets and liabilities:

Grants receivable (64,249)

Accounts receivable 32,188

Inventory (35,602)

Prepaid expenses (8,154)

Accounts payable 37,526

Accrued payroll and related expenses (33,886)

Accrued other liabilities (10,877)

Grant funds received in advance 125,320

Security deposits 155

Net cash provided by operating activities 335,567

Cash flows from investing activities:

Increase in restricted cash (155)

Net purchases of certificates of deposit (657)

Purchase of property and equipment (227,297)

Net cash used in investing activities (228,109)

Net change in cash 107,458

Cash - Beginning of year 834,056

Cash - End of year \$ 941,514

Non-cash investing and financing activity:

Donated property and equipment \$ 62,950

Upper Des Moines Opportunity, Inc.

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies

Nature of Operations

Upper Des Moines Opportunity, Inc. (UDMO) was organized as a nonprofit organization in 1966. UDMO's mission is to build a partnership within communities to alleviate the conditions and causes of poverty. These activities are performed through a variety of programs in the Iowa counties of Buena Vista, Clay, Dickinson, Emmet, O'Brien, Hamilton, Humboldt, Webster, Wright, Osceola, Palo Alto, and Pocahontas. UDMO is primarily supported through federal, state, and local grants. The Low-Income Home Energy Assistance and Head Start grants account for approximately 28% and 32% of its total revenue, respectively.

Basis of Presentation

The financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States.

Classification of Net Assets

Net assets and revenue, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of UDMO and changes therein are classified and reported as follows:

Unrestricted Net Assets - Net assets that are not subject to donor-imposed stipulations or where donor-imposed stipulations are met in the year of the contribution.

Temporarily Restricted Net Assets - Net assets subject to donor-imposed stipulations that may or may not be met, either by actions of UDMO and/or the passage of time. When a restriction expires, temporarily restricted net assets are transferred to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Permanently Restricted Net Assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by UDMO. Generally, the donors of these assets permit UDMO to use all or part of the income earned on any related investments for general or specific purposes. Currently, UDMO does not have any permanently restricted net assets.

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Upper Des Moines Opportunity, Inc.

Notes to Financial Statements

Note 1 **Summary of Significant Accounting Policies (Continued)**

Revenue Recognition/Grant Funds Received in Advance

Contributions are recognized when the donor makes a promise to give to UDMO that is, in substance, unconditional. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and nature of any donor restrictions. When a restriction expires, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as released from restrictions. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized.

Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Grants are either recorded as contributions or exchange transactions based on criteria contained in the grant award.

A. Grant Awards That Are Contributions

Grants that qualify as contributions are recorded as invoiced to the funding sources. Revenue is recognized in the accounting period when the related allowable expenses are incurred. Amounts received in excess of expenses are reflected as grant funds received in advance.

B. Grant Awards That Are Exchange Transactions

Exchange transactions reimburse based on a predetermined rate for services performed. The revenue is recognized in the period the service is performed.

Accounts Receivable and Allowance for Doubtful Accounts

UDMO analyzes the receivables and records an allowance that management believes will reserve for possible losses on existing receivables that may become uncollectible. The evaluations take into consideration such factors as evaluations of the collectability, prior loss experience, current economic conditions, and the age of the receivable balance. An account is considered uncollectible when all collection efforts prove worthless. Currently, management believes all to be collectible; therefore, there is no allowance.

Inventory

Inventory, which is primarily weatherization inventory, is valued at the lower of cost or market. Cost is determined on the first-in, first-out basis. The costs of inventories are recorded as expenses when consumed.

Upper Des Moines Opportunity, Inc.

Notes to Financial Statements

Note 1 **Summary of Significant Accounting Policies (Continued)**

Property and Equipment

Property and equipment are recorded at cost and depreciated using the straight-line method over the estimated useful life of the asset. UDMO capitalizes equipment purchased with agency funds with a cost greater than \$5,000 and a useful life of more than one year. Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. If there are no donor restrictions regarding how long a donated asset must be maintained, UDMO reports expirations of donor restrictions when the donated assets are placed in service and reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Property and equipment purchased with grant funds are owned by UDMO while used in the program for which they were purchased or in other future authorized programs. However, the various funding sources have a reversionary interest in the property and equipment purchased with grant funds. Its disposition, as well as the ownership of any proceeds therefrom, is subject to funding source regulations. The net book value of grant-funded equipment was \$1,256,390.

Income Taxes

UDMO is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code and a similar section of the Iowa income tax law, which provides tax exemption for corporations organized and operated exclusively for religious, charitable, or educational purposes.

UDMO is required to assess whether it is more likely than not that a tax position will be sustained upon examination on the technical merits of the position assuming the taxing authority has full knowledge of all information. If the tax position does not meet the more likely than not recognition threshold, the benefit of that position is not recognized in the financial statements. UDMO has determined there are no amounts to record as assets or liabilities related to uncertain tax positions.

In-Kind Contributions

UDMO has recorded in-kind contributions for space and professional services in the statement of activities in accordance with a financial accounting standard that requires that only contributions of service received that create or enhance a nonfinancial asset or require specialized skill by the individual possessing those skills and would typically need to be purchased if not provided by donation be recorded. The requirements of this standard are different than the in-kind requirements of several of UDMO's grant awards. UDMO received contributions during the year with a value of \$1,071,773, primarily for its Head Start, Power Up Youth, and child development programs, which are not recorded in the statement of activities.

Upper Des Moines Opportunity, Inc.

Notes to Financial Statements

Note 1 **Summary of Significant Accounting Policies (Continued)**

Indirect Cost Rate

Joint costs are allocated to benefiting programs using an indirect cost rate. Joint costs are those costs incurred for the common benefit of all of UDMO's programs that cannot be readily identified with a final cost objective. A predetermined indirect cost rate has been approved by the U.S. Department of Health and Human Services (DHHS). A predetermined indirect cost rate is based upon the projected costs of UDMO for the fiscal year under consideration. A predetermined rate is not subject to adjustment based on actual experience. A predetermined rate of 19.1% was approved for the period of October 1, 2014 through September 30, 2018, and this rate was used during the year ended September 30, 2015.

Cost Allocation

UDMO utilizes cost allocation methods to distribute certain direct and indirect costs to its various programs. Costs, which are common to more than one program, have been identified and classified into cost pools. These cost pools have been allocated to the programs based on formulas developed by UDMO for each pool.

Subsequent Events

Subsequent events have been evaluated through January 26, 2016, which is the date the financial statements were available to be issued.

Note 2 **Fiscal Agent Activities**

UDMO acts as a fiscal agent for four unrelated organizations. The revenue and expenses related to these activities are not included in these financial statements. At September 30, 2015, there were no amounts due from and a total of \$27,142 due to these organizations and reported in accounts payable.

Note 3 **Concentration of Credit Risk**

UDMO maintains cash balances and certificates of deposit at a bank. Balances up to \$250,000 are insured by the Federal Deposit Insurance Corporation (FDIC). At times during the year, the bank balance may have been in excess of the FDIC coverage. Bank balances in excess of FDIC coverage are insured by Iowa Code as Public Funds.

Note 4 **Restricted Cash**

Restricted cash consists of funds set aside for security deposits for the housing project. These funds are restricted and disbursements must be for the repayment of security deposits. As of September 30, 2015, the restricted cash balance was \$9,045.

Upper Des Moines Opportunity, Inc.

Notes to Financial Statements

Note 5 Grants Receivable

This balance consists of amounts due from various agencies as follows:

Federal programs	\$	593,428
State programs		124,676
<hr/>		
Total	\$	718,104

Note 6 Property and Equipment

The balance at September 30, 2015, consists of the following:

Land	\$	151,050
Buildings and improvements		2,747,690
Equipment		1,148,385
<hr/>		
Subtotal		4,047,125
Accumulated depreciation	(1,922,909)
<hr/>		
Property and equipment, net	\$	2,124,216

Note 7 Lessor Activity

UDMO owns a facility that is a mix of low- to moderate-income housing facilities. Leases are all for one year or less.

A summary of the acquisition costs and accumulated depreciation on the above properties is as follows:

Land	\$	80,635
Buildings		1,660,607
<hr/>		
Subtotal		1,741,242
Accumulated depreciation	(784,305)
<hr/>		
Land and building, net	\$	956,937

Total rental income from this project for the year ended September 30, 2015, was \$111,869.

Upper Des Moines Opportunity, Inc.

Notes to Financial Statements

Note 8 Operating Leases

UDMO leases buildings and equipment for offices and operations. Building and equipment rental expense for the year ended September 30, 2015, was \$154,939. Future minimum lease payments under all operating leases are as follows:

<u>Year Ending September 30</u>	<u>Amount</u>
2016	\$ 73,902
2017	14,588
2018	9,315
<u>Total</u>	<u>\$ 97,805</u>

Note 9 Pension and Retirement Benefits

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

Plan's legal name: Iowa Public Employees' Retirement System
Employer identification number: 42-0923424

UDMO is one of over 1,800 public employers participating in the plan, which has a plan net position exceeding \$28 billion as of June 30, 2015. As with any multi-employer plan, the plan's financial results may be affected by other employers entering or withdrawing from the plan, actions by the plan's board of trustees, and other events beyond UDMO's control. IPERS's funded status was 85.19%, leaving an unfunded actuarial liability of approximately \$5 billion as of June 30, 2015, as reported in IPERS' comprehensive annual financial report. For additional IPERS plan information, see www.ipers.org.

Participating employees are required to contribute 5.95% of their annual covered salary and UDMO is required to contribute 8.93% of annual covered payroll. Contribution requirements to IPERS are established by state statute. UDMO's contribution to IPERS for the year ended September 30, 2015, was \$435,352.

Note 10 Temporarily Restricted Net Assets

Temporarily restricted net assets of \$341,039 consist of restricted funds unspent in state and local programs and temporarily restricted donations as of September 30, 2015.

Note 11 Grant Awards

At September 30, 2015, UDMO had received future funding commitments under various grants of approximately \$3,900,000. These commitments are not recognized in the accompanying financial statements as revenue and receivables as they are conditional awards.

Upper Des Moines Opportunity, Inc.

Notes to Financial Statements

Note 12 **Commitments and Contingencies**

UDMO participates in a number of federally assisted and state grant programs. These programs are subject to program compliance audits by the grantors and their representatives. Any disallowed costs may constitute a liability of UDMO. UDMO is also required to match 25% of the grant funds received from the Head Start program with local resources. UDMO believes that it is in substantial compliance with all grant requirements, including those related to matching and disallowed costs, and any noncompliance, if any, would not be significant.

Supplementary Information

Upper Des Moines Opportunity, Inc.

Schedule A-1
 Schedule of Program Activity
 Year Ended September 30, 2015

	FEDERAL PROGRAMS						
	Department of Agriculture						
	10.557			10.558			
	Total	Women, Infants, and Children 5884A047 (1)	Women, Infants, and Children 1191-05-47 (2)	10.557 Subtotal	DPI Food Reimbursement 74-8011 (3)	Child & Adult Care Food 74-8017 (4)	10.558 Subtotal
REVENUE							
Grant revenue	\$ 12,433,692	\$ 429,140	\$ 737	\$ 429,877	\$ 262,029	\$ 438,572	\$ 700,601
Program income	297,745	6,538	0	6,538	31,139	0	31,139
Rental income	130,441	0	0	0	0	0	0
Interest income	3,115	0	0	0	0	0	0
Donations	365,654	0	0	0	0	0	0
Other income	109,352	216	0	216	0	0	0
In-kind contributions	604,954	0	0	0	0	0	0
Total Revenue	13,944,953	435,894	737	436,631	293,168	438,572	731,740
EXPENSES							
Salaries	5,096,557	244,533	494	245,027	57,792	36,662	94,454
Fringe	1,503,243	67,222	149	67,371	17,700	11,896	29,596
Contract services	137,368	12,248	0	12,248	0	0	0
Travel	203,330	7,397	0	7,397	0	3,965	3,965
Space	381,460	11,680	0	11,680	0	1,524	1,524
Consumable supplies	551,047	11,726	0	11,726	11,307	8,833	20,140
Equipment lease	14,070	19,656	0	19,656	0	0	0
Direct client assistance	4,185,960	0	0	0	0	0	0
Other operational	297,359	14,726	0	14,726	195,330	368,690	564,020
Indirect	884,068	46,706	94	46,800	11,039	7,002	18,041
In-kind expense	604,954	0	0	0	0	0	0
Total Expenses	13,859,416	435,894	737	436,631	293,168	438,572	731,740
Change in Net Assets	85,537	0	0	0	0	0	0
Net assets - Beginning of year	3,205,604	0	0	0	0	0	0
NET ASSETS - End of year	\$ 3,291,141	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule A-2

Schedule of Program Activity

Year Ended September 30, 2015

	FEDERAL PROGRAMS						
	Department of Housing and Urban Development						
	14.231			14.239			
	Emergency Solutions Grant 74003-15 (5)	Emergency Solutions Grant 74003-14 (6)	14.231 Subtotal	TBRA 13P-763 (7)	TBRA 14-HM 593 (8)	TBRA 15-HM-591 (9)	14.239 Subtotal
REVENUE							
Grant revenue	\$ 96,177	\$ 13,182	\$ 109,359	\$ 49,547	\$ 49,200	\$ 4,929	\$ 103,676
Program income	0	0	0	0	0	0	0
Rental income	0	0	0	0	0	0	0
Interest income	0	0	0	0	0	0	0
Donations	0	0	0	0	0	0	0
Other income	0	0	0	0	0	0	0
In-kind contributions	0	0	0	0	0	0	0
Total Revenue	96,177	13,182	109,359	49,547	49,200	4,929	103,676
EXPENSES							
Salaries	18,978	4,596	23,574	1,403	1,735	172	3,310
Fringe	6,807	1,271	8,078	478	516	40	1,034
Contract services	0	0	0	0	0	0	0
Travel	2,808	473	3,281	338	791	54	1,183
Space	1,203	304	1,507	215	35	0	250
Consumable supplies	910	88	998	821	229	23	1,073
Equipment lease	0	0	0	0	0	0	0
Direct client assistance	61,450	5,381	66,831	45,617	45,507	3,982	95,106
Other operational	396	191	587	407	56	625	1,088
Indirect	3,625	878	4,503	268	331	33	632
In-kind expense	0	0	0	0	0	0	0
Total Expenses	96,177	13,182	109,359	49,547	49,200	4,929	103,676
Change in Net Assets	0	0	0	0	0	0	0
Net assets - Beginning of year	0	0	0	0	0	0	0
NET ASSETS - End of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule A-3

Schedule of Program Activity

Year Ended September 30, 2015

	FEDERAL PROGRAMS						
	DOE		Department of Health and Human Services				
	81.042	93.276	93.505			93.558	
	Weatherization DOE-15-160 (10)	Power Up Youth 5H79SP014497-08 (11)	MIECHV 5885CH08 (12)	MIECHV 5886CH08 (13)	93.505 Subtotal	FaDSS 16-16-FO (14)	FaDSS 15-16-FO (15)
REVENUE							
Grant revenue	\$ 230,342	\$ 111,459	\$ 31,908	\$ 37,161	\$ 69,069	\$ 18,895	\$ 114,423
Program income	0	0	0	0	0	0	0
Rental income	0	0	0	0	0	0	0
Interest income	0	0	0	0	0	0	0
Donations	0	0	0	0	0	0	0
Other income	0	1,749	0	0	0	0	0
In-kind contributions	0	140,339	0	0	0	0	0
Total Revenue	230,342	253,547	31,908	37,161	69,069	18,895	114,423
EXPENSES							
Salaries	40,384	51,987	19,450	19,633	39,083	9,754	63,478
Fringe	12,688	15,647	6,763	5,839	12,602	1,902	17,223
Contract services	0	25,462	0	0	0	0	0
Travel	1,362	3,051	757	2,304	3,061	2,308	11,815
Space	1,108	4,200	240	0	240	834	1,657
Consumable supplies	852	952	0	4,945	4,945	342	2,315
Equipment lease	0	0	0	0	0	0	0
Direct client assistance	163,893	0	0	0	0	624	3,531
Other operational	2,342	1,980	983	690	1,673	1,269	2,280
Indirect	7,713	9,929	3,715	3,750	7,465	1,862	12,124
In-kind expense	0	140,339	0	0	0	0	0
Total Expenses	230,342	253,547	31,908	37,161	69,069	18,895	114,423
Change in Net Assets	0	0	0	0	0	0	0
Net assets - Beginning of year	0	0	0	0	0	0	0
NET ASSETS - End of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule A-4
 Schedule of Program Activity
 Year Ended September 30, 2015

	FEDERAL PROGRAMS						
	Department of Health and Human Services						
	93.558	93.568			93.569	93.575	
	93.558 Subtotal	LIHEAP 15-160 (16)	Weatherization HEAP 15-160 (17)	Weatherization HEAP 14-160 (18)	93.568 Subtotal	CSBG 15-16 (19)	Wrap ACFS-15-116 (20)
REVENUE							
Grant revenue	\$ 133,318	\$ 2,934,292	\$ 665,200	\$ 336,852	\$ 3,936,344	\$ 406,805	\$ 32,598
Program income	0	0	0	0	0	0	0
Rental income	0	0	0	0	0	0	0
Interest income	0	0	0	0	0	0	0
Donations	0	0	0	0	0	0	0
Other income	0	0	0	0	0	0	0
In-kind contributions	0	0	0	0	0	0	0
Total Revenue	133,318	2,934,292	665,200	336,852	3,936,344	406,805	32,598
EXPENSES							
Salaries	73,232	169,275	133,540	38,622	341,437	248,206	21,360
Fringe	19,125	51,122	41,957	11,413	104,492	72,995	4,921
Contract services	0	0	0	0	0	2,846	0
Travel	14,123	5,589	12,484	2,353	20,426	0	0
Space	2,491	4,355	3,662	1,732	9,749	0	701
Consumable supplies	2,657	47,979	2,819	6,578	57,376	0	98
Equipment lease	0	0	(766)	17,604	16,838	0	0
Direct client assistance	4,155	2,620,195	433,757	247,324	3,301,276	0	0
Other operational	3,549	3,445	12,241	3,849	19,535	0	1,438
Indirect	13,986	32,332	25,506	7,377	65,215	82,758	4,080
In-kind expense	0	0	0	0	0	0	0
Total Expenses	133,318	2,934,292	665,200	336,852	3,936,344	406,805	32,598
Change in Net Assets	0	0	0	0	0	0	0
Net assets - Beginning of year	0	0	0	0	0	0	0
NET ASSETS - End of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule A-5
 Schedule of Program Activity
 Year Ended September 30, 2015

	FEDERAL PROGRAMS							Total Federal Programs
	Department of Health and Human Services							
	93.575		93.600					
Wrap ACFS-15-116 (21)	93.575 Subtotal	Early Head Start 07CH7066/02 (22)	Early Head Start 07CH7066/01 (23)	Head Start 07CH7066/02 (24)	Head Start 07CH7066/01 (25)	93.600 Subtotal		
REVENUE								
Grant revenue	\$ 317,594	\$ 350,192	\$ 1,019,507	\$ 882,426	\$ 1,280,098	\$ 1,273,421	\$ 4,455,452	\$ 11,036,494
Program income	0	0	0	3,500	0	0	3,500	41,177
Rental income	0	0	0	0	0	0	0	0
Interest income	0	0	0	0	0	0	0	0
Donations	0	0	77	186	0	91	354	354
Other income	0	0	0	0	0	0	0	1,965
In-kind contributions	0	0	296,079	204,422	600,505	368,271	1,469,277	1,609,616
Total Revenue	317,594	350,192	1,315,663	1,090,534	1,880,603	1,641,783	5,928,583	12,689,606
EXPENSES								
Salaries	186,684	208,044	612,641	428,832	756,939	655,311	2,453,723	3,822,461
Fringe	55,817	60,738	184,197	127,921	229,044	194,983	736,145	1,140,511
Contract services	0	0	4,123	9,314	6,900	5,746	26,083	66,639
Travel	60	60	15,755	17,066	20,706	16,920	70,447	128,356
Space	7,451	8,152	20,818	19,755	34,033	37,325	111,931	152,832
Consumable supplies	13,900	13,998	23,754	102,730	36,731	143,273	306,488	421,205
Equipment lease	0	0	0	64,036	0	50,892	114,928	151,422
Direct client assistance	0	0	0	0	0	0	0	3,631,261
Other operational	18,025	19,463	41,281	34,551	51,169	43,896	170,897	799,860
Indirect	35,657	39,737	117,015	81,907	144,576	125,166	468,664	765,443
In-kind expense	0	0	296,079	204,422	600,505	368,271	1,469,277	1,609,616
Total Expenses	317,594	350,192	1,315,663	1,090,534	1,880,603	1,641,783	5,928,583	12,689,606
Change in Net Assets	0	0	0	0	0	0	0	0
Net assets - Beginning of year	0	0	0	0	0	0	0	0
NET ASSETS - End of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule A-6

Schedule of Program Activity

Year Ended September 30, 2015

	STATE AND LOCAL PROGRAMS					
	Community School 4 year old Programs (26)	Community School 4 year old Programs (27)	Lakes Empowerment (28)	Lakes Empowerment (29)	Hometown Care Alliant (30)	Fort Dodge Community Foundation United Way (31)
REVENUE						
Grant revenue	\$ 86,004	\$ 352,873	\$ 19,640	\$ 83,586	\$ 0	\$ 7,731
Program income	0	0	0	0	30,870	0
Rental income	0	0	0	0	0	0
Interest income	0	0	0	0	0	0
Donations	0	0	0	0	0	0
Other income	0	0	0	0	0	0
In-kind contributions	0	0	0	0	0	0
Total Revenue	86,004	352,873	19,640	83,586	30,870	7,731
EXPENSES						
Salaries	53,660	215,841	11,026	43,251	0	816
Fringe	12,935	63,515	2,343	11,985	0	264
Contract services	0	80	0	0	0	0
Travel	372	17,333	1,644	7,360	0	0
Space	0	30	541	1,622	0	0
Consumable supplies	5,539	34,784	52	929	0	0
Equipment lease	0	0	0	0	0	0
Direct client assistance	0	0	0	0	30,870	6,495
Other operational	3,249	9,702	1,928	10,178	0	0
Indirect	10,249	11,588	2,106	8,261	0	156
In-kind expense	0	0	0	0	0	0
Total Expenses	86,004	352,873	19,640	83,586	30,870	7,731
Change in Net Assets	0	0	0	0	0	0
Net assets - Beginning of year	0	0	0	0	0	0
NET ASSETS - End of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

See Independent Auditor's Report.

Upper Des Moines Opportunity, Inc.

Schedule A-7

Schedule of Program Activity

Year Ended September 30, 2015

	STATE AND LOCAL PROGRAMS					
	Embrace Iowa (32)	Fort Dodge Community Foundation United Way (33)	Chore Services (34)	Fort Dodge Community Foundation United Way (35)	Fort Dodge Community Foundation United Way (36)	Child Dev. Spirit Lake UD-15-0495-115 (37)
REVENUE						
Grant revenue	\$ 11,611	\$ 3,772	\$ 45,086	\$ 1,250	\$ 13,237	\$ 51,153
Program income	0	0	3,214	0	0	0
Rental income	0	0	0	0	0	0
Interest income	0	0	0	0	0	0
Donations	0	0	0	0	0	75
Other income	0	0	0	0	0	0
In-kind contributions	0	0	0	0	0	12,439
Total Revenue	11,611	3,772	48,300	1,250	13,237	63,667
EXPENSES						
Salaries	0	0	0	227	2,327	32,387
Fringe	0	0	0	48	615	9,334
Contract services	0	0	0	0	0	0
Travel	0	0	0	0	(192)	99
Space	0	0	0	0	6,963	3,387
Consumable supplies	0	0	0	0	0	511
Equipment lease	0	0	0	0	0	0
Direct client assistance	11,611	3,772	48,300	0	0	0
Other operational	0	0	0	932	3,080	1,365
Indirect	0	0	0	43	444	4,145
In-kind expense	0	0	0	0	0	12,439
Total Expenses	11,611	3,772	48,300	1,250	13,237	63,667
Change in Net Assets	0	0	0	0	0	0
Net assets - Beginning of year	0	0	0	0	0	0
NET ASSETS - End of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

See Independent Auditor's Report.

Upper Des Moines Opportunity, Inc.

Schedule A-8

Schedule of Program Activity

Year Ended September 30, 2015

	STATE AND LOCAL PROGRAMS						
	Child Dev. Spencer UD-16-3490-114 (38)	Child Dev. Spencer UD-15-3490-114 (39)	Child Dev. Storm Lake UD-16-0495-116 (40)	Child Dev. Storm Lake UD-15-0495-116 (41)	Project Helper BHE Cares (42)	I CARE IPS (43)	I CARE IPS (44)
REVENUE							
Grant revenue	\$ 12,008	\$ 55,383	\$ 11,464	\$ 57,088	\$ 0	\$ 0	\$ 0
Program income	0	0	0	0	10,329	4,465	1,429
Rental income	0	0	0	0	0	0	0
Interest income	0	0	0	0	0	0	0
Donations	0	0	0	0	0	0	0
Other income	0	0	0	0	0	0	0
In-kind contributions	3,213	14,893	7,385	29,181	0	0	0
Total Revenue	15,221	70,276	18,849	86,269	10,329	4,465	1,429
EXPENSES							
Salaries	7,830	34,294	7,972	37,587	0	0	0
Fringe	2,283	10,062	1,666	10,750	0	0	0
Contract services	20	0	101	0	0	0	0
Travel	41	4	26	31	0	0	0
Space	189	756	0	0	0	0	0
Consumable supplies	0	5,091	47	3,259	0	0	0
Equipment lease	0	0	0	0	0	0	0
Direct client assistance	0	0	0	0	10,329	4,668	1,811
Other operational	150	315	129	264	0	0	0
Indirect	1,495	4,861	1,523	5,197	0	0	0
In-kind expense	3,213	14,893	7,385	29,181	0	0	0
Total Expenses	15,221	70,276	18,849	86,269	10,329	4,668	1,811
Change in Net Assets	0	0	0	0	0	(203)	(382)
Net assets - Beginning of year	0	0	0	0	0	8,025	382
NET ASSETS - End of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,822	\$ 0

See Independent Auditor's Report.

Upper Des Moines Opportunity, Inc.

Schedule A-9

Schedule of Program Activity

Year Ended September 30, 2015

	STATE AND LOCAL PROGRAMS						
	Project Share Utilities (45)	Project Share Utilities (46)	FaDSS 16-16-FO (47)	FaDSS 15-16-FO (48)	MIHOPE (49)	Weatherization BHE 15-160 (50)	Weatherization BHE 14-160 (51)
REVENUE							
Grant revenue	\$ 0	\$ 0	\$ 22,181	\$ 134,323	\$ 5,460	\$ 104,255	\$ 39,116
Program income	5,406	547	0	0	0	0	0
Rental income	0	0	0	0	0	0	0
Interest income	0	0	0	0	0	0	0
Donations	0	0	0	0	0	0	0
Other income	0	0	0	0	0	0	0
In-kind contributions	0	0	0	0	0	0	0
Total Revenue	5,406	547	22,181	134,323	5,460	104,255	39,116
EXPENSES							
Salaries	0	0	11,451	74,518	3,152	16,511	18,511
Fringe	0	0	2,233	20,218	878	5,187	5,470
Contract services	0	0	0	0	0	0	0
Travel	0	0	2,709	13,870	828	557	1,003
Space	0	0	978	1,945	0	453	830
Consumable supplies	0	0	401	2,717	0	348	3,153
Equipment lease	0	0	0	0	0	0	0
Direct client assistance	2,664	406	732	4,145	0	77,088	5,867
Other operational	0	0	1,490	2,677	0	958	747
Indirect	0	0	2,187	14,233	602	3,153	3,535
In-kind expense	0	0	0	0	0	0	0
Total Expenses	2,664	406	22,181	134,323	5,460	104,255	39,116
Change in Net Assets	2,742	141	0	0	0	0	0
Net assets - Beginning of year	11,119	(141)	0	0	0	0	0
NET ASSETS - End of year	\$ 13,861	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

See Independent Auditor's Report.

Upper Des Moines Opportunity, Inc.

Schedule A-10

Schedule of Program Activity

Year Ended September 30, 2015

	STATE AND LOCAL PROGRAMS						TOTAL PROGRAM ACTIVITY
	Weatherization IPL 15-160 (52)	Weatherization IPL 14-160 (53)	Weatherization MEC 15-160 (54)	Share Our Strength (55)	Home Energy Savers (56)	Total State and Local Programs	
REVENUE							
Grant revenue	\$ 67,960	\$ 44,002	\$ 141,678	\$ 1,278	\$ 25,059	\$ 1,397,198	\$ 12,433,692
Program income	0	0	0	0	0	56,260	97,437
Rental income	0	0	0	0	0	0	0
Interest income	0	0	0	0	0	0	0
Donations	0	0	0	0	0	75	429
Other income	0	0	0	0	2,412	2,412	4,377
In-kind contributions	0	0	0	0	0	67,111	1,676,727
Total Revenue	67,960	44,002	141,678	1,278	27,471	1,523,056	14,212,662
EXPENSES							
Salaries	6,195	21,661	12,916	0	1,635	613,768	4,436,229
Fringe	1,947	6,401	4,058	0	544	172,736	1,313,247
Contract services	0	0	0	0	0	201	66,840
Travel	209	1,173	436	0	379	47,882	176,238
Space	170	971	354	0	0	19,189	172,021
Consumable supplies	131	3,689	273	0	0	60,924	482,129
Equipment lease	0	0	0	0	125	125	151,547
Direct client assistance	57,766	5,095	120,426	110	24,476	416,631	4,047,892
Other operational	359	875	748	1,168	0	40,314	840,174
Indirect	1,183	4,137	2,467	0	312	81,877	847,320
In-kind expense	0	0	0	0	0	67,111	1,676,727
Total Expenses	67,960	44,002	141,678	1,278	27,471	1,520,758	14,210,364
Change in Net Assets	0	0	0	0	0	2,298	2,298
Net assets - Beginning of year	0	0	0	0	0	19,384	19,384
NET ASSETS - End of year	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 21,682	\$ 21,682

See Independent Auditor's Report.

Upper Des Moines Opportunity, Inc.

Schedule A-11

Schedule of Program Activity

Year Ended September 30, 2015

	DISCRETIONARY				
	Outreach UDMO	Rental UDMO	Corporate UDMO	GAAP Adjustments	TOTAL DISCRETIONARY
	(57)	(58)	(59)		
REVENUE					
Grant revenue	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Program income	200,308	0	0	0	200,308
Rental income	8,150	111,869	10,422	0	130,441
Interest income	0	0	3,115	0	3,115
Donations	299,411	0	65,814	0	365,225
Other income	55,590	582	48,803	0	104,975
In-kind contributions	0	0	0	(1,071,773)	(1,071,773)
Total Revenue	563,459	112,451	128,154	(1,071,773)	(267,709)
EXPENSES					
Salaries	184,595	0	475,733	0	660,328
Fringe	54,057	0	135,939	0	189,996
Contract services	75	11,120	59,333	0	70,528
Travel	25,566	0	1,526	0	27,092
Space	100,830	38,423	70,186	0	209,439
Consumable supplies	9,327	141	59,450	0	68,918
Equipment lease	1,110	0	10,122	(148,709)	(137,477)
Direct client assistance	138,068	0	0	0	138,068
Other operational	59,249	20,233	(775,642)	153,345	(542,815)
Indirect	35,258	0	1,490	0	36,748
In-kind expense	0	0	0	(1,071,773)	(1,071,773)
Total Expenses	608,135	69,917	38,137	(1,067,137)	(350,948)
Change in Net Assets	(44,676)	42,534	90,017	(4,636)	83,239
Net assets - Beginning of year	878,699	224,452	822,043	1,261,026	3,186,220
NET ASSETS - End of year	\$ 834,023	\$ 266,986	\$ 912,060	\$ 1,256,390	\$ 3,269,459

See Independent Auditor's Report.

Upper Des Moines Opportunity, Inc.

Schedule B-1

Schedule of Expenditures of Federal Awards and List of Programs

Year Ended September 30, 2015

<u>Federal Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Funding Source/ Pass-Through Entity</u>	<u>Program Period</u>	<u>Federal Expenditures</u>
DEPARTMENT OF AGRICULTURE				
(1) Women, Infants, and Children 5884A047	10.557	Iowa Department of Public Health	10/01/14-09/30/15	\$ 429,140
(2) Women, Infants, and Children 1191-05-47		Iowa Department of Public Health	10/01/14-09/30/15	<u>737</u>
Total Federal Expenditures CFDA 10.557				<u>429,877</u>
(3) DPI Food Reimbursement 74-8011	10.558	Iowa Department of Education	10/01/14-09/30/15	262,029
(4) Child and Adult Care Food Program 74-8017		Iowa Department of Education	10/01/14-09/30/15	<u>438,572</u>
Total Federal Expenditures CFDA 10.558				<u>700,601</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
(5) Emergency Solutions Grant 74003-15	14.231	Iowa Finance Authority	01/01/15-12/31/15	<u>96,177</u>
(6) Emergency Solutions Grant 74003-14		Iowa Finance Authority	01/01/14-12/31/14	<u>13,182</u>
Total Federal Expenditures CFDA 14.231				<u>109,359</u>
(7) Tenant Based Rental Asst. 13P-763	14.239	Iowa Finance Authority/ Iowa Comm. Action Assoc.	10/01/14-12/31/15	49,547
(8) Tenant Based Rental Asst. 14-HM 593		Iowa Finance Authority/ Iowa Comm. Action Assoc.	07/03/14-05/01/16	49,200
(9) Tenant Based Rental Asst. 15-HM-591		Iowa Finance Authority/ Iowa Comm. Action Assoc.	07/20/15-06/01/17	<u>4,929</u>
Total Federal Expenditures CFDA 14.239				<u>103,676</u>
DEPARTMENT OF ENERGY				
(10) Weatherization DOE-15-160	81.042	Iowa Department of Human Rights	04/01/14-03/31/15	<u>230,342</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES				
(11) Power Up Youth 5H79SP014497-08	93.276	Department of Health and Human Services	09/30/14-09/29/15	<u>111,459</u>
(12) Maternal, Infant, and Early Childhood Home Visiting Program 5885CH08	93.505	Iowa Department of Human Services	04/01/14-03/31/15	31,908
(13) Maternal, Infant, and Early Childhood Home Visiting Program 5886CH08		Iowa Department of Human Services	04/01/15-03/31/16	<u>37,161</u>
Total Federal Expenditures CFDA 93.505				<u>69,069</u>

See Independent Auditor's Report.

Upper Des Moines Opportunity, Inc.

Schedule B-2

Schedule of Expenditures of Federal Awards and List of Programs

Year Ended September 30, 2015

<u>Federal Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Funding Source/ Pass-Through Entity</u>	<u>Program Period</u>	<u>Federal Expenditures</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES (Continued)				
(14) Families Developing Self Sufficiency 16-16-FO	93.558	Iowa Department of Human Rights	07/01/15-06/30/16	18,895
(15) Families Developing Self Sufficiency 15-16-FO		Iowa Department of Human Rights	07/01/14-09/30/15	<u>114,423</u>
Total Federal Expenditures CFDA 93.558				<u>133,318</u>
(16) Low Income Home Energy Assistance Program 15-160	93.568	Iowa Department of Human Rights	10/01/14-09/30/15	2,934,292
(17) Weatherization Home Energy Assistance Program 15-160		Iowa Department of Human Rights	01/01/15-12/31/15	665,200
(18) Weatherization Home Energy Assistance Program 14-160		Iowa Department of Human Rights	01/01/14-12/31/14	<u>336,852</u>
Total Federal Expenditures CFDA 93.568				<u>3,936,344</u>
(19) Community Service Block Grant 15-16	93.569	Iowa Department of Human Rights	10/01/14-09/30/15	<u>406,805</u>
(20) Wrap ACFS-15-116	93.575	Iowa Department of Human Services	09/01/15-08/31/16	32,598
(21) Wrap ACFS-15-116		Iowa Department of Human Services	09/01/14-08/31/15	<u>317,594</u>
Total Federal Expenditures CFDA 93.575				<u>350,192</u>
(22) Early Head Start 07CH7066/02	93.600	Department of Health and Human Services	03/01/15-02/28/16	1,019,507
(23) Early Head Start 07CH7066/01		Department of Health and Human Services	03/01/14-02/28/15	882,426
(24) Head Start 07CH7066/02		Department of Health and Human Services	03/01/15-02/28/16	1,280,098
(25) Head Start 07CH7066/01		Department of Health and Human Services	03/01/14-02/28/15	<u>1,273,421</u>
Total Federal Expenditures CFDA 93.600				<u>4,455,452</u>
TOTAL FEDERAL EXPENDITURES				<u>\$ 11,036,494</u>

Upper Des Moines Opportunity, Inc.

Schedule B-3

Schedule of Expenditures of Federal Awards and List of Programs

Year Ended September 30, 2015

<u>Federal Grantor/Program Title</u>	<u>Funding Source/ Pass-Through Entity</u>	<u>Program Period</u>
STATE AND LOCAL PROGRAMS		
(26) Community School 4 yr. old programs	Community School Districts	07/01/15-06/30/16
(27) Community School 4 yr. old programs	Community School Districts	07/01/14-06/30/15
(28) Lakes Empowerment	Lakes Area Empowerment	07/01/15-06/30/16
(29) Lakes Empowerment	Lakes Area Empowerment	07/01/14-06/30/15
(30) Hometown Care Alliant	Alliant Energy	10/01/14-09/30/15
(31) Fort Dodge Community Foundation	United Way	11/01/13-12/31/14
(32) Embrace Iowa	ICAA-The Des Moines Register	10/01/14-09/30/15
(33) Fort Dodge Community Foundation	United Way	07/01/14-06/30/15
(34) Chore Services	Elderbridge Agency and Northwest Aging	07/01/14-06/30/15
(35) Fort Dodge Community Foundation	United Way	09/01/15-09/30/15
(36) Fort Dodge Community Foundation	United Way	09/01/14-08/31/15
(37) Child Development - Spirit Lake UD-15-0495-115	Iowa Department of Education	07/01/14-06/30/15
(38) Child Development - Spencer UD-16-3490-114	Iowa Department of Education	07/01/15-06/30/16
(39) Child Development - Spencer UD-15-3490-114	Iowa Department of Education	07/01/14-06/30/15
(40) Child Development - Storm Lake UD-16-0495-116	Iowa Department of Education	07/01/15-06/30/16
(41) Child Development - Storm Lake UD-15-0495-116	Iowa Department of Education	07/01/14-06/30/15
(42) Project Helper BHE Cares	Black Hills Energy/ICAA	10/01/14-09/30/15
(43) I CARE IPS	Mid-American Energy	01/01/15-12/31/15
(44) I CARE IPS	Mid-American Energy	01/01/14-12/31/14
(45) Project Share Utilities	Various Utilities	01/01/15-12/31/15
(46) Project Share Utilities	Various Utilities	01/01/14-12/31/14
(47) Families Developing Self Sufficiency 16-16-FO	Iowa Department of Human Rights	07/01/15-06/30/16
(48) Families Developing Self Sufficiency 15-16-FO	Iowa Department of Human Rights	07/01/14-09/30/15

Upper Des Moines Opportunity, Inc.

Schedule B-4

Schedule of Expenditures of Federal Awards and List of Programs

Year Ended September 30, 2015

<u>Federal Grantor/Program Title</u>	<u>Funding Source/ Pass-Through Entity</u>	<u>Program Period</u>
STATE AND LOCAL PROGRAMS (Continued)		
(49) MIHOPE	MIECHV Research & Development	09/01/13-06/30/16
(50) Weatherization - Black Hills Energy 15-160	Iowa Department of Human Rights	01/01/15-12/31/15
(51) Weatherization - Black Hills Energy 14-160	Iowa Department of Human Rights	01/01/14-12/31/14
(52) Weatherization - Interstate Power & Light 15-160	Iowa Department of Human Rights	01/01/15-12/31/15
(53) Weatherization - Interstate Power & Light 14-160	Iowa Department of Human Rights	01/01/14-12/31/14
(54) Weatherization - Mid-American Energy 15-160	Iowa Department of Human Rights	01/01/15-12/31/15
(55) Share Our Strength	Share Our Strength	03/13/14-09/01/15
(56) Home Energy Savers	ICAA-IPL	05/20/14-12/31/15
DISCRETIONARY		
(57) Outreach UDMO	Fees, program income, donations	10/01/14-09/30/15
(58) Rental UDMO	Rental activity	10/01/14-09/30/15
(59) Corporate UDMO	Discretionary interest, miscellaneous income, donations	10/01/14-09/30/15

Notes to Schedule of Expenditures of Federal Awards and List of Programs

NOTE 1: The Schedule of Expenditures of Federal Awards and List of Programs (the "Schedule") includes the federal grant activity of Upper Des Moines Opportunity, Inc. under programs of the federal government for the year ended September 30, 2015. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the schedule presents only a selected portion of the operations of Upper Des Moines Opportunity, Inc., it is not intended to and does not present the financial position, changes in net assets or cash flows of Upper Des Moines Opportunity, Inc.

NOTE 2: Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, *Cost Principles for Non-Profit Organizations* and Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"), wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

Upper Des Moines Opportunity, Inc.

Schedule C

Schedule of Indirect Cost Account

Year Ended September 30, 2015

Expenditures:

Salaries	\$	467,931
Fringe		133,782
Other professional		1,534
Contracted services		25,030
Auditing		32,000
Travel		26,969
Occupancy		19,459
Stationary		157
Reproduction		8,944
Computer supplies		21,134
Office supplies		10,245
Depreciation		5,502
Insurance		59,586
Telephone		453
Internet		3,031
Postage		5,973
Miscellaneous		15,994
Service contracts		4,081
Registrations		17,312
Total indirect cost expenses		859,117
Reimbursement		884,068
Current year excess		24,951
Net assets - Beginning of year		62,138
Net assets - End of year	\$	87,089

Upper Des Moines Opportunity, Inc.

Schedule D

Schedule of Computation of Indirect Costs

Year Ended September 30, 2015

Total salaries - regular	\$ 5,096,557
Indirect cost salaries	(467,931)
<hr/>	
Total direct salaries	4,628,626
Indirect cost rate	19.1%
<hr/>	
Allocable indirect costs	884,068
Amount reimbursed	884,068
<hr/>	
Variance	\$ 0
<hr/> <hr/>	

Upper Des Moines Opportunity, Inc.

Schedule E

Schedule of Iowa Department of Human Rights Grant Expenses of Completed

Contracts Overlapping Fiscal Years

Year Ended September 30, 2015

Program	Grant Number	Grant Period	Expenses		Total	Program Budget
			Prior Years	Current Year		
DOE Weatherization	DOE 15-160	04/01/14-03/31/15	\$ 0	\$ 230,342	\$ 230,342	\$ 230,342
HEAP Weatherization	HEAP 14-160	01/01/14-12/31/14	728,528	336,852	1,065,380	1,073,304
Family Development and Self-Sufficiency	FaDSS 15-16-FO	07/01/14-09/30/15	40,700	248,746	289,446	289,446
BHE Weatherization	BHE 14-160	01/01/14-12/31/14	68,088	39,116	107,204	107,204
IPL Weatherization	IPL 14-160	01/01/14-12/31/14	80,756	44,002	124,758	124,758
MEC Weatherization	MEC 14-160	01/01/14-12/31/14	160,487	0	160,487	160,487

Upper Des Moines Opportunity, Inc.

Schedule F-1

Schedule of Revenue and Expenses Compared to Budget

Expenses of DOE Weatherization (Contract No. DOE 15-160)

Six Months Ended March 31, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 230,342	\$ 230,342	\$ 0
Program expenses:			
Administration	24,259	24,259	0
Support	53,413	42,190	11,223
Health and safety	40,848	35,563	5,285
Labor	55,911	65,829	(9,918)
Material	55,911	62,501	(6,590)
Totals	\$ 230,342	\$ 230,342	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule F-2

Schedule of Revenue and Expenses Compared to Budget

Expenses of Completed DOE Weatherization (Contract No. DOE 14-160)

Year Ended March 31, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 199,611	\$ 199,611	\$ 0
Program expenses:			
Administration	22,988	22,988	0
Health and safety	34,920	29,896	5,024
Support	45,781	19,944	25,837
Labor	47,961	65,947	(17,986)
Material	47,961	60,836	(12,875)
Totals	\$ 199,611	\$ 199,611	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule F-3

Schedule of Revenue and Expenses Compared to Budget

Expenses of HEAP Weatherization (Contract No. HEAP 15-160)

Nine Months Ended September 30, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 1,174,801	\$ 665,200	\$ 509,601
Program expenses:			
Administration	59,431	34,194	25,237
Health and Safety	240,249	140,396	99,853
Support	322,273	250,754	71,519
Labor	266,259	113,587	152,672
Material	266,259	112,175	154,084
Equipment/Training	17,830	11,594	6,236
Pollution Occurrence Insurance	2,500	2,500	0
Totals	\$ 1,174,801	\$ 665,200	\$ 509,601

Upper Des Moines Opportunity, Inc.

Schedule F-4

Schedule of Revenue and Expenses Compared to Budget

Expenses of Completed HEAP Weatherization (Contract No. HEAP 14-160)

Year Ended December 31, 2014

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 1,073,304	\$ 1,065,380	\$ 7,924
Program expenses:			
Administration	53,226	40,370	12,856
Health and safety	196,075	222,600	(26,525)
Support	253,889	337,277	(83,388)
Labor	263,807	221,337	42,470
Material	263,807	209,126	54,681
Equipment/Training	35,000	27,170	7,830
Pollution occurrence insurance	2,500	2,500	0
Special Project-Knob and Tube	5,000	5,000	0
Totals	\$ 1,073,304	\$ 1,065,380	\$ 7,924

Upper Des Moines Opportunity, Inc.

Schedule F-5

Schedule of Revenue and Expenses Compared to Budget

Expenses of Completed Low-Income Home Emergency Assistance Program

(Contract No. LIHEAP 15-160)

Year Ended September 30, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 3,027,485	\$ 2,934,292	\$ 93,193
Program expenses:			
Administration	276,129	276,129	0
Regular assistance	2,278,069	2,185,290	92,779
E.C.I.P.	151,871	151,457	414
Client services	37,968	37,968	0
Summer deliverable fuel payments	283,448	283,448	0
Totals	\$ 3,027,485	\$ 2,934,292	\$ 93,193

Upper Des Moines Opportunity, Inc.

Schedule F-6

Schedule of Revenue and Expenses Compared to Budget

Expenses of Family Development and Self-Sufficiency

(Contract No. FaDSS 16-16-FO)

Three Months Ended September 30, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 289,446	\$ 41,076	\$ 248,370
Program expenses:			
Administration	29,253	4,050	25,203
Personnel:			
Salaries	153,156	21,205	131,951
Benefits	38,289	4,135	34,154
Travel	25,326	5,017	20,309
Space/utilities	8,831	1,812	7,019
Other	25,091	3,501	21,590
3rd Party Payments	9,500	1,356	8,144
Totals	\$ 289,446	\$ 41,076	\$ 248,370

Upper Des Moines Opportunity, Inc.

Schedule F-7

Schedule of Revenue and Expenses Compared to Budget

Expenses of Family Development and Self-Sufficiency

(Contract No. FaDSS 15-16-FO)

Fifteen Months Ended September 30, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 289,446	\$ 289,446	\$ 0
Program expenses:			
Administration	29,006	30,119	(1,113)
Personnel:			
Salaries	151,861	157,703	(5,842)
Benefits	50,113	42,021	8,092
Travel	25,060	32,965	(7,905)
Space/utilities	8,831	4,118	4,713
Other	15,075	12,816	2,259
3rd Party Payments	9,500	9,704	(204)
Totals	\$ 289,446	\$ 289,446	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule F-8

Schedule of Revenue and Expenses Compared to Budget

Expenses of Black Hills Weatherization (Contract No. BHE 15-160)

Nine Months Ended September 30, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 104,255	\$ 104,255	\$ 0
Program expenses:			
Administration	5,213	5,270	(57)
Support	10,426	21,896	(11,470)
Labor	44,308	21,810	22,498
Material	44,308	55,279	(10,971)
Totals	\$ 104,255	\$ 104,255	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule F-9

Schedule of Revenue and Expenses Compared to Budget

Expenses of Completed Black Hills Weatherization (Contract No. BHE 14-160)

Year Ended December 31, 2014

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 107,204	\$ 107,204	\$ 0
Program expenses:			
Administration	5,360	6,056	(696)
Support	10,720	10,024	696
Labor	45,562	40,075	5,487
Material	45,562	51,049	(5,487)
Totals	\$ 107,204	\$ 107,204	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule F-10

Schedule of Revenue and Expenses Compared to Budget

Expenses of IPL Weatherization (Contract No. IPL-15-160)

Nine Months Ended September 30, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 108,431	\$ 67,960	\$ 40,471
Program expenses:			
Administration	5,422	3,847	1,575
Support	10,843	6,347	4,496
Labor	46,083	25,385	20,698
Material	46,083	32,381	13,702
Totals	\$ 108,431	\$ 67,960	\$ 40,471

Upper Des Moines Opportunity, Inc.

Schedule F-11

Schedule of Revenue and Expenses Compared to Budget

Expenses of Completed IPL Weatherization (Contract No. IPL-14-160)

Year Ended December 31, 2014

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 124,758	\$ 124,758	\$ 0
Program expenses:			
Administration	6,238	6,482	(244)
Support	12,476	10,727	1,749
Labor	53,022	48,342	4,680
Material	53,022	59,207	(6,185)
Totals	\$ 124,758	\$ 124,758	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule F-12

Schedule of Revenue and Expenses Compared to Budget

Expenses of MEC Weatherization (Contract No. MEC- 15-160)

Nine Months Ended September 30, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 141,678	\$ 141,678	\$ 0
Program expenses:			
Administration	7,084	8,005	(921)
Support	14,168	13,247	921
Labor	60,213	52,975	7,238
Material	60,213	67,451	(7,238)
Totals	\$ 141,678	\$ 141,678	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule F-13

Schedule of Revenue and Expenses Compared to Budget

Expenses of Completed MEC Weatherization (Contract No. MEC- 14-160)

Year Ended December 31, 2014

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 160,487	\$ 160,487	\$ 0
Program expenses:			
Administration	8,024	9,085	(1,061)
Support	16,049	14,988	1,061
Labor	68,207	62,148	6,059
Material	68,207	74,266	(6,059)
Totals	\$ 160,487	\$ 160,487	\$ 0

Upper Des Moines Opportunity, Inc.

Schedule F-14

Schedule of Revenue and Expenses Compared to Budget

Expenses of Completed Community Service Block Grant

(Contract No. CSBG 15-16)

Year Ended September 30, 2015

	Budget	Actual	(Over) Under Budget
Program revenue:			
Iowa Department of Human Rights	\$ 406,805	\$ 406,805	\$ 0
Program expenses:			
Consultants	10,000	2,846	7,154
Co-funded programs	396,805	403,959	(7,154)
Totals	\$ 406,805	\$ 406,805	\$ 0



Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters

Board of Directors
Upper Des Moines Opportunity, Inc.
Graettinger, Iowa

We have audited, in accordance with the auditing standards generally accepted in the United States 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 Upper Des Moines Opportunity, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2015, and the related statements of activities and cash flows for the year ended September 30, 2015, and the related notes to the financial statements, and have issued our report thereon dated January 26, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Upper Des Moines Opportunity, 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 Upper Des Moines Opportunity, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Upper Des Moines Opportunity, Inc.'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 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 a 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 the 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 Upper Des Moines Opportunity, Inc.'s financial statements are free from 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 results of that testing, and not to provide an opinion on the effectiveness of Upper Des Moines Opportunity, Inc.'s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Upper Des Moines Opportunity, Inc.'s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Wipfli LLP".

Wipfli LLP

January 26, 2016
Madison, Wisconsin



Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance

Board of Directors
Upper Des Moines Opportunity, Inc.
Graettinger, Iowa

Report on Compliance for Each Major Federal Program

We have audited Upper Des Moines Opportunity, Inc.'s compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2015. Upper Des Moines Opportunity, 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 Upper Des Moines Opportunity, 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Upper Des Moines Opportunity, 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 legal determination on Upper Des Moines Opportunity, Inc.'s compliance.

Opinion

In our opinion, Upper Des Moines Opportunity, 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, 2015.

Report on Internal Control Over Compliance

Management of Upper Des Moines Opportunity, 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 Upper Des Moines Opportunity, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program in order to determine our 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 Upper Des Moines Opportunity, 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 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.



Wipfli LLP

January 26, 2016
Madison, Wisconsin

Upper Des Moines Opportunity, Inc.

Schedule of Findings and Questioned Costs

A. Summary of Auditor's Results

1. The auditor's report expresses an unmodified opinion on the financial statements of Upper Des Moines Opportunity, Inc.
2. No material weaknesses or significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters.
3. No instances of noncompliance material to the financial statements of Upper Des Moines Opportunity, Inc. were disclosed during the audit.
4. There were no material weaknesses or significant deficiencies disclosed during the audit of the major federal award programs as reported in the Independent Auditor's Report on Compliance For Each Major Federal Program and on Internal Control Over Compliance.
5. The auditor's report on compliance for the major federal award programs for Upper Des Moines Opportunity, Inc. expresses an unmodified opinion.
6. There were no audit findings relative to the major federal award programs for Upper Des Moines Opportunity, Inc.
7. The programs tested as major programs were the Department of Agriculture, CFDA #10.557, and Department of Health and Human Services, CFDA # 93.568 and #93.575.
8. The threshold for distinguishing Types A and B programs was \$331,095.
9. Upper Des Moines Opportunity, Inc. was determined to be a low-risk auditee.

B. Findings – Financial Statements Audit

None

C. Findings and Questioned Costs – Major Federal Award Programs Audit

Findings: None

Questioned Costs: None

D. Prior Year Findings

None