

WEST CENTRAL COMMUNITY ACTION
INDEPENDENT AUDITOR'S REPORTS
FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2024

WEST CENTRAL COMMUNITY ACTION

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WEST CENTRAL COMMUNITY ACTION

BOARD OF DIRECTORS

Executive Board of Directors

Charles Parkhurst	President
Trista McLaughlin	Vice President
Kris Olson Harmon	Secretary

Board Members

Representing

<u>County</u>	<u>Government</u>	<u>Private</u>	<u>Low-Income</u>
Cass	Wendy Richter	Vacant	Justin Williams
Crawford	Craig Dozark	Donna Childress	Connie McGee
Fremont	Dustin Sheldon	Vacant	Cynthia Williams
Harrison	Brian Rife	Trista McLaughlin	Evert Colunga
Mills	Carol Vinton	Vacant	Donna Maddocks
Monona	Tom Brouillette	Vacant	Brent Watkins
Montgomery	Charla Schmid	Vacant	Pat Berendes
Page	Todd Maher	Lisa Connell	Jeannine Liljedahl
Pottawattamie	Jeff Jorgensen	Vacant	Molly Cummings
Shelby	Charles Parkhurst	Bryan Swain	Kris Olson Harmon

Agency Officials

Wendy Mueller	Executive Director
Keith Bruck	Chief Financial Officer
Angela Bladt	Human Resource Director
Debra Martens	Child & Adult Care Service Director
Danielle Segebart	Head Start/Early Head Start Director
Kelly Mahlberg	Weatherization Director
Ivy Nielsen	LIHEAP Director
Brittany Schoof	CSBG Director/CACFP Coordinator
Mindy Williamson	FaDSS Director

The Board of Directors and Officers of West Central Community Action represent each of the counties. The board members shall serve as follows:

- a. One-third shall be persons who are currently on a Board of Supervisors or their designee and appointed each January by each county board.
- b. One-third shall be persons who are representatives of business, industry, labor, religious, welfare and education organizations, or other major interest groups. Individuals are nominated by these interest groups and elected by the Organization's Board of Directors to a three year term with no limit on the number of terms they may serve.
- c. At least one-third shall be persons who, according to federal guidelines, have incomes at or below poverty level and are elected by such persons, or are representatives elected by such persons for a three year term with no limit on the number of terms they may serve.

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
West Central Community Action
Harlan, Iowa

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of West Central Community Action (an Iowa Non-Profit Corporation) which comprise the statement of financial position as of September 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of West Central Community Action as of September 30, 2024, 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 of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of West Central Community Action, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America. Management is also responsible for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about West Central Community Action's ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

To the Board of Directors of
West Central Community Action

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and Government Auditing Standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 West Central Community Action's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about West Central Community Action's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

To the Board of Directors of
West Central Community Action

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise West Central Community Action's basic financial statements. We previously audited, in accordance with the standards referred to in the Auditor's Responsibilities for the Audit of the Financial Statements section of this report, the financial statements for the two years ended September 30, 2023 (which are not presented herein) and expressed an unmodified opinion on those financial statements. The supplementary information included on page 1 and on Schedules 1 through 18, including the Schedule of Expenditures of Federal Awards required by Title 2, U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance), is presented for purposes of additional analysis and is not a required part of the basic 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated March 17, 2025 on our consideration of West Central Community Action'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 solely 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 effectiveness of West Central Community Action's 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 West Central Community Action's internal control over financial reporting and compliance.

Demond, Bell, Thynor & Co. P.C.

Atlantic, Iowa
March 17, 2025

WEST CENTRAL COMMUNITY ACTION
Statement of Financial Position
September 30, 2024

ASSETS

	Total
Cash	\$ 1,759,983
Investments:	
Cash and cash equivalents	33,084
Certificates of deposit	348,787
Accrued interest receivable	2,933
Receivables:	
Grantor agencies	1,655,031
Other sources	429
Prepaid expenses	16,537
Property and equipment at cost, less accumulated depreciation of \$2,554,490	1,818,712
Total Assets	\$ 5,635,496

LIABILITIES AND NET ASSETS

Liabilities	
Accounts payable	\$ 489,322
Accrued salaries and benefits	421,771
Compensated absences	374,720
Advances from grantors and others	191,079
Notes payable	409,001
Total Liabilities	1,885,893
Net Assets	
Without donor restrictions	2,590,186
With donor restrictions	1,159,417
Total Net Assets	3,749,603
Total Liabilities and Net Assets	\$ 5,635,496

See notes to financial statements.

WEST CENTRAL COMMUNITY ACTION
Statement of Activities
Year Ended September 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Totals
Public Support and Revenues:			
Grant Revenues	\$ 13,309,491	\$ 16,921	\$ 13,326,412
In-Kind Contributions	1,498,272	--	1,498,272
Public Support and Contributions	172,784	21,398	194,182
Co-funding	428,243	--	428,243
Investment Income	19,120	--	19,120
Gain on Sale of Equipment	10,419	--	10,419
Miscellaneous	530,740	99,341	630,081
Total Public Support and Revenues	15,969,069	137,660	16,106,729
Net Assets Released form Restrictions	225,194	(225,194)	--
Total Public Support, Revenues, and Net Assets Released from Program Restrictions	16,194,263	(87,534)	16,106,729
Expenses:			
Head Start	6,479,434	--	6,479,434
Community Services Block Grant (CSBG)	482,327	--	482,327
Child and Adult Care Food Program (CACFP)	859,368	--	859,368
Low-Income Household Water Assistance Program (LIHWAP)	74	--	74
Low-Income Home Energy Assistance Program (LIHEAP)	3,408,145	--	3,408,145
Weatherization Assistance	1,157,467	--	1,157,467
Child Care Resource & Referral (CCR&R)	849,634	--	849,634
Family Development and Self-Sufficiency	471,932	--	471,932
Early Childhood Iowa	201,106	--	201,106
Outreach	927,970	--	927,970
Other Programs	723,824	--	723,824
Administration	210,438	--	210,438
Depreciation	208,280	--	208,280
Total Expenses	15,979,999	--	15,979,999
Change in Net Assets	214,264	(87,534)	126,730
Net Assets - Beginning of Year	2,375,922	1,246,951	3,622,873
Net Assets - End of Year	\$ 2,590,186	\$ 1,159,417	\$ 3,749,603

See notes to financial statements.

WEST CENTRAL COMMUNITY ACTION
Statement of Functional Expenses
Year Ended September 30, 2024

	<u>Management and General</u>	<u>Program Services</u>	<u>Total</u>
Salaries and wages	\$ 422,540	\$ 4,249,719	\$ 4,672,259
Fringe benefits	92,130	1,246,143	1,338,273
Assistance to individuals	2,351	5,296,509	5,298,860
Professional fees	40,675	589,303	629,978
Travel	16,862	96,660	113,522
Occupancy	85,902	679,018	764,920
Utilities and telephone	21,922	167,030	188,952
Supplies and materials	91,868	354,756	446,624
Buildings and equipment	35,344	12,032	47,376
Printing, publications, and postage	42,616	75,909	118,525
Insurance	27,833	78,565	106,398
Interest expense	2,883	15,404	18,287
Miscellaneous	1,540	96,028	97,568
Co-funding	3,662	428,243	431,905
In-Kind:			
Labor	--	290,454	290,454
Materials and other	--	1,207,818	1,207,818
Depreciation	<u>90,656</u>	<u>117,624</u>	<u>208,280</u>
Total Expenses before Allocation of Indirect Costs	978,784	15,001,215	15,979,999
Allocation of Indirect Costs	<u>(677,690)</u>	<u>677,690</u>	<u>--</u>
Total Expenses	<u>\$ 301,094</u>	<u>\$ 15,678,905</u>	<u>\$ 15,979,999</u>

See notes to financial statements.

WEST CENTRAL COMMUNITY ACTION
Statement of Cash Flows
Year Ended September 30, 2024

Cash flows from operating activities:	
Cash received from State agencies	\$ 7,310,483
Cash received from Federal grantors	5,378,149
Contributions received	194,182
Investment income	20,086
Other receipts	705,465
Cash paid to employees and suppliers	(13,532,862)
Interest paid	(18,287)
Net cash provided by operating activities	<u>57,216</u>
Cash flows from investing activities:	
Change in investments	(17,149)
Payments to acquire property and equipment	(22,602)
Proceeds on sale of equipment	13,123
Net cash used in investing activities	<u>(26,628)</u>
Cash flows from financing activities:	
Payments on notes payable	<u>(39,688)</u>
Net decrease in cash and cash equivalents	(9,100)
Cash and cash equivalents at beginning of year	<u>1,802,167</u>
Cash and cash equivalents at end of year	<u>\$ 1,793,067</u>
Reconciliation of cash and cash equivalents to the statement of financial position:	
Cash	\$ 1,759,983
Cash and cash equivalents in investments	<u>33,084</u>
	<u>\$ 1,793,067</u>

See notes to financial statements.

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

West Central Community Action (the Agency), a not-for-profit corporation, is a community action agency that serves the Iowa counties of Cass, Crawford, Fremont, Harrison, Mills, Monona, Montgomery, Page, Pottawattamie, and Shelby. The Agency 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. The Agency is required to file a Form 990 annually to maintain its exempt status.

The Agency administers various programs funded by Federal, State and local governmental bodies. Each program is accounted for as a separate fund. For the year ended September 30, 2024, the Agency received approximately 83% of its revenues from governmental funding sources. The Agency has renewed substantially all of these governmental funding sources for fiscal year October 1, 2024 to September 30, 2025.

The Agency's financial statements are prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Financial Accounting Standards Board for non-profit corporations.

B. Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. Revenues are recognized when earned and expenses are recorded when the liability is incurred.

C. Revenue Recognition

Grant revenue is either considered revenue from contributions or from exchange transactions based on criteria contained in the grant award, and is considered to be earned over time. Grant revenue considered to be revenue from contributions is recognized in the period in which the related allowable expenses are incurred or when the capital asset is placed in service. Grant revenue considered to be revenue from exchange transactions is recognized when the performance obligations in the contract with the grantor agency are met. Grant revenues that are received in advance of when expenses are incurred, or performance obligations are met, are reflected as a liability titled advances from grantors.

Local funding and donations are generally recognized as revenue at the point in time that the unconditional pledge or contribution is received.

The Agency recognizes program revenue in the period in which it satisfies the performance obligations under contracts by providing services to its clients. These revenues are considered to be earned over time and are reported at the amounts the Agency expects to receive in exchange for providing client services.

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D. Basis of Presentation

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

Net Assets Without Donor Restrictions - Net assets without donor restrictions are resources available to support operations. The only limits on the use of these net assets are the broad limits resulting from the nature of the organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net Assets With Donor Restrictions - Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. Some donor-imposed restrictions are temporary in nature, and the restriction will expire when the resources are used in accordance with the donor's instructions or when the stipulated time has passed. Other donor-imposed restrictions are perpetual in nature; the organization must continue to use the resources in accordance with the donor's instructions.

Unconditional promises to give cash and other assets to the Agency are reported at fair value at the date the promise is received. Conditional promises to give and indications of intentions to give are reported at fair value at the date the gift is received. The gifts are reported as restricted support if they are received with donor stipulations that limit the use of the donated assets.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions. Net assets restricted for acquisition of buildings or equipment (or less commonly, the contribution of those assets directly) are reported as net assets with donor restrictions until the specified asset is placed in service by the Agency, unless the donor provides more specific directions about the period of its use.

Revenues and expenses are reported as increases or decreases in net assets without donor restrictions unless use of the related assets is limited by donor or grantor-imposed restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

E. Assets, Liabilities and Net Assets

The following accounting policies are followed in preparing the Statement of Financial Position:

Cash and Cash Equivalents - The Agency considers demand deposits and all other highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments - Investments are stated at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investment income or loss (including realized gains and losses on investments, interest and dividends) is included in the change in net assets unless the income or loss is restricted by donor or law. Unrealized gains or losses are recorded in investment income (loss) on trading securities and as a change in net assets on available for sale and held to maturity securities.

Receivables from Grantor Agencies and Other Sources - Reimbursement procedures used for grants and contracts may result in timing differences between program reimbursements and expenditures as of the beginning and end of the year. Receivables from grantor agencies and other sources represent an excess of expenditures over cash basis reimbursements at year end.

All receivables are considered fully collectible. Accordingly, no provision for credit losses has been recorded.

Prepaid Expenses - Prepaid expenses consist of the unexpired portion of insurance premiums for Agency auto, liability, property damage, and worker's compensation coverage.

Property and Equipment - Property and equipment are valued at historical cost or estimated cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date of donation.

Depreciation has been provided using the straight-line method over the estimated useful lives of the respective assets, generally 5 to 40 years. The depreciated cost of the property and equipment does not purport to be either a realizable value or a replacement value.

Expenses for maintenance, repairs and minor replacements are charged to the current year, while the cost for major replacements and betterments are capitalized. The cost of assets disposed of is deleted. No interest costs were capitalized during the year ended September 30, 2024.

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Advances from Grantors - Advances from grantors represents an excess of cash advances by the funding source over expenses incurred by year end.

Compensated Absences - Employees of the Agency accumulate a limited amount of earned but unused vacation payable to employees. Amounts representing the cost of compensated absences are recorded as liabilities on the statement of financial position. This liability has been computed based on rates of pay in effect at September 30, 2024.

Rent Expense - The Agency leases office and classroom space under leases which may be canceled by either party by giving written notice ranging from thirty to ninety days of their intention to vacate the lease. The Agency also leases copy machines, mailing systems and computer servers under leases having immaterial non-cancelable obligations remaining at September 30, 2024. Rent expense under these leases totaled \$317,458 during the year ended September 30, 2024.

Advertising and Promotion Costs - Advertising and promotion costs are expensed as they are incurred. Advertising and promotion costs totaled \$39,879 during the year ended September 30, 2024.

F. In-Kind Contributions

The Agency recognizes donated labor, services, materials and rent-free or rent-reduced usage of facilities and equipment as in-kind revenues at the time the services and materials are utilized. These in-kind contributions and the corresponding expense are valued at their estimated fair market value and recognized in the financial statements in accordance with grant requirements.

G. Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities and functional expenses. These statements report certain categories of expenses that are attributable to both program or supporting functions of the Agency. Natural expenses attributable to more than one functional expense category are allocated using a variety of cost allocation techniques such as square footage for space and utility costs and time and effort for personnel expenses and other costs.

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

H. Use of Estimates

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

NOTE 2 - INDIRECT COST RATE AGREEMENT

West Central Community Action entered into an Indirect Cost Rate Agreement with their cognizant agency, Department of Health and Human Services, setting a provisional Indirect Cost Rate of 12.3% from December 1, 2022 to May 31, 2024 and 12.4% from June 1, 2024 to September 30, 2026. The Indirect Cost allowed is calculated by multiplying the approved rate (12.3% or 12.4%) times the allocation base. The allocation base is the Agency's direct salaries and wages, including fringe benefits and is applicable to all programs. The use of the Indirect Cost Rate allows for an allocation process of the Agency's costs that are incurred for common or joint objectives and, therefore, cannot be readily and specifically identified with a particular project or activity.

NOTE 3 - DEPOSITS AND INVESTMENTS

The Agency's deposits at September 30, 2024 were entirely covered by Federal depository insurance, collateralized with securities or letters of credit held by the Agency or the Agency's agent in the Agency's name, or by a multiple financial institution collateral pool in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

Investments are stated as indicated in Note 1. All cash and certificates of deposit are considered deposits and, therefore, not subject to market value fluctuations. The composition of investments is as set forth below:

Cash and cash equivalents	\$	33,084
Certificates of deposit		348,787
		\$ 381,871

Investment income is composed entirely of interest income for the year ended September 30, 2024.

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 4 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions of \$1,159,417 consist of \$613,984 undepreciated capital items restricted for use within a specific program, and \$545,433 unspent donations restricted for expenditure for specific purposes, primarily food pantry and utility assistance.

Net assets released from restrictions of \$225,194 during the year ended September 30, 2024 represent amounts that satisfied program restrictions or were utilized during the time period for which it was restricted.

NOTE 5 - FINANCIAL ASSETS AND LIQUIDITY RESOURCES

As of September 30, 2024, financial assets and liquidity resources available within one year for general expenditure, such as operating expenses, scheduled principal payments on debt, and capital costs not financed with debt, were as follows:

Financial assets:

Cash and cash equivalents	\$ 1,793,067
Certificates of deposit	348,787
Accrued interest receivable	2,933
Receivables from grantor agencies and other sources	<u>1,655,460</u>
Total financial assets available within one year	<u>\$ 3,800,247</u>

The Agency does not have a formal liquidity policy but generally maintains financial assets in liquid form such as cash and cash equivalents. Most of the Agency's grant awards reimburse expenditures as they are incurred to meet liquidity needs.

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 6 - PROPERTY AND EQUIPMENT

A summary of property and equipment comprising the plant fund at September 30, 2024, categorized by acquiring program/source, is as follows:

<u>Acquiring Program/Source</u>	<u>Land and Buildings</u>	<u>Vehicles</u>	<u>Equipment</u>	<u>Total</u>
General Agency	\$ 556,418	\$ 85,774	\$ --	\$ 642,192
Shelby County Early Childhood Center	1,236,318	--	29,121	1,265,439
Harlan Administrative Building	508,743	--	49,793	558,536
Head Start	--	180,151	294,438	474,589
Child Care Resource & Referral	--	--	8,124	8,124
CSBG	--	--	3,135	3,135
Family Development	--	--	3,350	3,350
LIHEAP	--	--	2,640	2,640
Weatherization - HEAP	--	37,869	17,506	55,375
Early Head Start	936,452	117,773	229,853	1,284,078
Server Pool	--	--	6,500	6,500
Weatherization Pool	--	48,470	20,774	69,244
Total Cost	<u>3,237,931</u>	<u>470,037</u>	<u>665,234</u>	<u>4,373,202</u>
Less Accumulated Depreciation	<u>(1,568,037)</u>	<u>(377,418)</u>	<u>(609,035)</u>	<u>(2,554,490)</u>
Net	<u>\$1,669,894</u>	<u>\$ 92,619</u>	<u>\$ 56,199</u>	<u>\$ 1,818,712</u>

The components of the Agency's accumulated depreciation at September 30, 2024 are as follows:

	<u>Buildings</u>	<u>Vehicles</u>	<u>Equipment</u>	<u>Total</u>
Balance Beginning of Year	\$1,532,859	\$ 316,177	\$ 708,938	\$ 2,557,974
Current Year Depreciation	100,283	83,413	24,584	208,280
Less Disposals	<u>(65,105)</u>	<u>(22,172)</u>	<u>(124,487)</u>	<u>(211,764)</u>
Balance End of Year	<u>\$1,568,037</u>	<u>\$ 377,418</u>	<u>\$ 609,035</u>	<u>\$ 2,554,490</u>

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 7 - NOTES PAYABLE

Notes payable consist of the following at September 30, 2024:

Note payable to bank	\$	54,394
Note payable to U.S. Department of Agriculture (USDA)		<u>354,607</u>
	\$	<u>409,001</u>

The bank note payable of \$54,394 is payable in monthly installments of \$2,268, which consists of principal and interest computed at 4.19% per annum through October, 2026. The note is secured by a mortgage agreement on a commercial building owned and occupied by the Agency.

The note payable to the USDA of \$354,607 is payable in monthly installments of \$2,300, which consists of principal and interest computed at 4.25% per annum through May, 2043. The note is secured by a mortgage agreement on a commercial building owned and occupied by the Agency.

The principal and interest payments required on the notes payable for the next five and subsequent years are as follows:

<u>Year ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 38,173	\$ 16,643	\$ 54,816
2026	39,827	14,989	54,816
2027	16,375	13,503	29,878
2028	14,462	13,138	27,600
2029	15,125	12,475	27,600
2030-2043	<u>285,039</u>	<u>91,393</u>	<u>376,432</u>
	<u>\$ 409,001</u>	<u>\$ 162,141</u>	<u>\$ 571,142</u>

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 8 - PENSION AND RETIREMENT BENEFITS

Iowa Public Employees Retirement System

The Agency contributes to the Iowa Public Employees Retirement System (IPERS) which is identified as a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by State statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa, 50306-9117 or at www.ipers.org.

Plan members are required to contribute 6.29% of their annual salary and the Agency is required to contribute 9.44% of annual covered payroll. Contribution requirements are established by State statute. The Agency's contribution to IPERS for the year ended September 30, 2024 was approximately \$394,800, equal to the required contribution for the year, while the employees contributed approximately \$266,300.

Tax-Sheltered Annuity

The Agency has established a tax-sheltered annuity arrangement. The plan is available to all employees who normally work more than 20 hours per week.

Under the terms of the plan, the Agency makes a matching contribution up to the current IPERS rate (see above for rates) of the annual salary for each employee participating in the plan who elects not to participate in IPERS. Amounts credited to individual participants are 100 percent vested immediately. The accumulated monies are paid upon a participant's retirement or termination.

For the year ended September 30, 2024, the Agency's contributions amounted to \$9,317.

WEST CENTRAL COMMUNITY ACTION
Notes to Financial Statements
September 30, 2024

NOTE 9 - COUNTY CONTRIBUTIONS

The Agency received county support totaling \$49,350 in fiscal year 2024 which is included in public support and contributions on the Statement of Activities. The following table shows the breakdown of the county contributions.

Cass County	\$	4,500
Crawford County		4,000
Fremont County		3,500
Harrison County		4,850
Mills County		4,000
Monona County		2,500
Montgomery County		3,500
Page County		4,000
Pottawattamie County		15,000
Shelby County		<u>3,500</u>
	\$	<u>49,350</u>

NOTE 10 - COMMITMENTS AND CONTINGENCIES

Federal Assistance Grants

West Central Community Action receives a significant portion of its revenues from government grants and contracts, all of which are subject to audit by the federal government. The ultimate determination of amounts received under these programs generally is based upon allowable costs reported to and audited by the government. Until such audits have been completed and final settlement reached, there exists a contingency to refund any amount received in excess of allowable costs. Management is of the opinion that no material liability will result from such audits, therefore no liability is accrued on these financial statements.

Agency Risk Management

West Central Community Action is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past two years.

Subsequent Event

The Agency has evaluated all subsequent events through March 17, 2025, the date the financial statements were available to be issued.

* * *

SUPPLEMENTARY INFORMATION

WEST CENTRAL COMMUNITY ACTION
Schedule of Activities - Programs
Year Ended September 30, 2024

	Head Start - Early Head Start	CSBG
Revenues:		
Grant Revenue	\$ 5,452,961	\$ 482,327
In-Kind Contributions	1,019,082	--
Public Support and Contributions	--	--
Co-funding	--	--
Investment income	--	--
Gain on Sale of Equipment	8,900	--
Miscellaneous	15,412	--
Total Revenues	6,496,355	482,327
Expenses:		
Salaries and wages	2,812,555	37,808
Fringe benefits	819,384	7,771
Assistance to individuals	--	--
Professional fees	529,669	--
Travel	60,144	--
Occupancy	291,349	1,325
Utilities and telephone	79,408	182
Supplies and materials	269,438	1,116
Buildings and equipment	21,110	--
Printing, publications and postage	51,243	207
Insurance	55,722	60
Interest expense	--	--
Miscellaneous	39,467	--
Co-Funding	--	428,243
In-Kind:		
Labor	260,153	--
Materials and other	758,929	--
Total Expenses Before Allocation of Indirect Costs	6,048,571	476,712
Allocation of Indirect Costs	447,784	5,615
Total Expenses	6,496,355	482,327
Change in Net Assets	--	--
Net Assets at Beginning of Year	--	--
Net Assets at End of Year	\$ --	\$ --

(continued next page)

<u>CACFP Homes</u>	<u>CACFP Centers</u>	<u>LIHWAP</u>
\$ 707,048	\$ 151,756	\$ 74
--	--	--
--	--	--
--	--	--
--	--	--
564	--	--
<u>707,612</u>	<u>151,756</u>	<u>74</u>
55,233	--	49
12,724	--	17
602,229	151,756	--
--	--	--
3,168	--	--
6,574	--	--
2,007	--	--
9,691	--	--
--	--	--
1,110	--	--
280	--	--
--	--	--
6,209	--	--
--	--	--
--	--	--
<u>--</u>	<u>--</u>	<u>--</u>
699,225	151,756	66
<u>8,387</u>	<u>--</u>	<u>8</u>
<u>707,612</u>	<u>151,756</u>	<u>74</u>
--	--	--
<u>--</u>	<u>--</u>	<u>--</u>
<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

WEST CENTRAL COMMUNITY ACTION
Schedule of Activities - Programs - Continued
Year Ended September 30, 2024

	Weatherization Assistance Programs	
	LIHEAP	HEAP
Revenues:		
Grant Revenue	\$ 3,408,127	\$ 599,058
In-Kind Contributions	--	--
Public Support and Contributions	--	--
Co-funding	--	--
Investment income	--	--
Gain on Sale of Equipment	--	--
Miscellaneous	18	(4,750)
	3,408,145	594,308
Total Revenues		
Expenses:		
Salaries and wages	226,066	--
Fringe benefits	80,061	--
Assistance to individuals	2,994,986	584,343
Professional fees	--	--
Travel	781	--
Occupancy	45,282	--
Utilities and telephone	2,362	--
Supplies and materials	10,053	--
Buildings and equipment	109	--
Printing, publications and postage	9,847	--
Insurance	794	3,297
Interest expense	--	--
Miscellaneous	99	6,668
Co-Funding	--	--
In-Kind:		
Labor	--	--
Materials and other	--	--
	3,370,440	594,308
Total Expenses Before Allocation of Indirect Costs		
Allocation of Indirect Costs	37,705	--
	3,408,145	594,308
Total Expenses		
Change in Net Assets	--	--
Net Assets at Beginning of Year	--	--
Net Assets at End of Year	\$ --	\$ --

(continued next page)

Weatherization Assistance Programs		Child Care Resource and Referral	Family Development and Self-Sufficiency
Department of Energy	Utility Company		
\$ 775,960	\$ 265,229	\$ 684,824	\$ 459,145
--	--	164,804	12,761
--	--	--	--
--	--	--	26
--	--	--	--
--	--	--	--
<u>12,077</u>	<u>--</u>	<u>6</u>	<u>--</u>
788,037	265,229	849,634	471,932
--	--	376,174	262,914
--	--	106,679	73,212
770,973	265,229	--	9,799
--	--	40,219	--
--	--	10,777	11,096
--	--	34,412	27,613
--	--	7,684	4,476
--	--	17,005	21,579
--	--	1,741	281
--	--	7,465	923
--	--	2,260	1,631
--	--	--	--
17,064	--	20,841	4,185
--	--	--	--
--	--	5,808	12,111
<u>--</u>	<u>--</u>	<u>158,996</u>	<u>650</u>
788,037	265,229	790,061	430,470
<u>--</u>	<u>--</u>	<u>59,573</u>	<u>41,462</u>
<u>788,037</u>	<u>265,229</u>	<u>849,634</u>	<u>471,932</u>
--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

WEST CENTRAL COMMUNITY ACTION
Schedule of Activities - Programs - Continued
Year Ended September 30, 2024

	Early Childhood Iowa	Outreach
	<u> </u>	<u> </u>
Revenues:		
Grant Revenue	\$ 201,106	\$ --
In-Kind Contributions	--	301,625
Public Support and Contributions	--	--
Co-funding	--	427,560
Investment income	--	--
Gain on Sale of Equipment	--	--
Miscellaneous	--	198,785
	<u> </u>	<u> </u>
Total Revenues	201,106	927,970
Expenses:		
Salaries and wages	10,376	224,406
Fringe benefits	2,149	72,360
Assistance to individuals	153,818	--
Professional fees	19,415	--
Travel	360	798
Occupancy	11,624	209,192
Utilities and telephone	457	49,442
Supplies and materials	911	19,664
Buildings and equipment	164	5,455
Printing, publications and postage	157	2,228
Insurance	122	5,579
Interest expense	--	--
Miscellaneous	--	600
Co-Funding	--	--
In-Kind:		
Labor	--	12,382
Materials and other	--	289,243
	<u> </u>	<u> </u>
Total Expenses Before Allocation of Indirect Costs	199,553	891,349
Allocation of Indirect Costs	<u>1,553</u>	<u>36,621</u>
Total Expenses	<u>201,106</u>	<u>927,970</u>
Change in Net Assets	--	--
Net Assets at Beginning of Year	<u> </u>	<u> </u>
Net Assets at End of Year	<u>\$ --</u>	<u>\$ --</u>

See accompanying independent auditor's report.

<u>Other</u>	Elimination of Internal Agency Amounts and Capital Purchases	<u>Total</u>
\$ 138,797	\$(16,921)	\$ 13,309,491
--	--	1,498,272
130,749	--	130,749
657	--	428,243
264	--	264
--	--	8,900
<u>683,319</u>	<u>(490,107)</u>	<u>415,324</u>
953,786	(507,028)	15,791,243
244,138	--	4,249,719
71,786	--	1,246,143
253,483	(490,107)	5,296,509
--	--	589,303
9,536	--	96,660
51,647	--	679,018
21,012	--	167,030
5,299	--	354,756
5,774	(22,602)	12,032
2,729	--	75,909
8,820	--	78,565
15,404	--	15,404
895	--	96,028
--	--	428,243
--	--	290,454
<u>--</u>	<u>--</u>	<u>1,207,818</u>
690,523	(512,709)	14,883,591
<u>38,982</u>	<u>--</u>	<u>677,690</u>
<u>729,505</u>	<u>(512,709)</u>	<u>15,561,281</u>
224,281	5,681	229,962
<u>1,064,370</u>	<u>--</u>	<u>1,064,370</u>
<u>\$ 1,288,651</u>	<u>\$ 5,681</u>	<u>\$ 1,294,332</u>

WEST CENTRAL COMMUNITY ACTION
Schedule of Expenditures of Federal Awards
Year Ended September 30, 2024

Federal Grantor/Pass-through Grantor/Program Title	Assistance Listing Number	Grant or Contract Number
U.S. Department of Health and Human Services		
Head Start Cluster:		
Head Start/Early Head Start Program	93.600	07CH011100
Head Start/Early Head Start Program	93.600	07CH012492
COVID-19, Head Start/Early Head Start Program	93.600	07HE00016801C6
Passed through Iowa Department of Health and Human Services		
Low-Income Household Water Assistance Program	93.499	LIHWAP-21ARPA-17
Family Development and Self-Sufficiency Program	93.558	FaDSS-24-17
Family Development and Self-Sufficiency Program	93.558	FWBP-EIS-25-058
Low-Income Home Energy Assistance Program	93.568	LIHEAP 23-17
Low-Income Home Energy Assistance Program	93.568	LIHEAP 24-17
Low-Income Home Energy Assistance Program	93.568	LIHEAP 23ES-17
Low-Income Home Energy Assistance Program Infrastructure	93.568	LIHEAP 23IIJA-17
Weatherization Assistance Program	93.568	HEAP 23-17
Weatherization Assistance Program	93.568	HEAP 24-17
Weatherization Assistance Program	93.568	HEAP 3E-17
CCDF Cluster:		
Community Service Block Grant	93.569	CSBG 23-17
Community Service Block Grant	93.569	CSBG 24-17
Child Care Resource & Referral Grant	93.575	ACFS 19-048
Child Care Resource & Referral Grant	93.575	FWBP-CC-25-003
<i>Total U.S. Department of Health and Human Services</i>		
U.S. Department of Agriculture		
Passed through Iowa Department of Health and Human Services		
Child and Adult Care Food Program (Homes)	10.558	83-8011
Child and Adult Care Food Program (Centers)	10.558	83-8010
<i>Total U.S. Department of Agriculture</i>		
U.S. Department of Energy		
Passed through Iowa Department of Health and Human Services		
Weatherization Assistance for Low-Income Persons	81.042	DOE-23-17
Weatherization Assistance for Low-Income Persons	81.042	DOE-24-17
Weatherization Assistance for Low-Income Persons	81.042	DOE-BIL22-17
<i>Total U.S. Department of Energy</i>		
U.S. Department of Homeland Security		
Passed through Iowa Community Action Association		
Disaster Assistance Projects	97.088	FOSU-20-002
Disaster Assistance Projects	97.088	FOSU-20-002
<i>Total U.S. Department of Homeland Security</i>		
Total Expenditures of Federal Awards		

(continued next page)

<u>Period of Grant</u>	<u>Program Expenditures</u>
02/01/23 - 01/31/24	\$ 1,839,008
02/01/24 - 01/31/25	3,479,108
04/01/21 - 03/31/24	<u>134,845</u>
	5,452,961
03/01/22 - 03/31/24	74
07/01/23 - 09/30/24	169,003
07/01/24 - 06/30/25	<u>14,655</u>
	183,658
10/01/22 - 01/31/24	351,576
10/01/23 - 12/31/24	2,976,065
10/01/22 - 01/31/24	20,462
09/22/23 - 03/31/24	60,024
01/01/23 - 12/31/23	167,222
01/01/24 - 12/31/25	320,148
06/01/23 - 09/30/24	<u>111,688</u>
	4,007,185
10/01/22 - 06/30/24	300,615
10/01/23 - 03/31/25	<u>181,712</u>
	482,327
07/01/23 - 06/30/24	513,837
07/01/24 - 06/30/26	<u>170,987</u>
	<u>684,824</u>
	10,811,029
10/01/23 - 09/30/24	707,048
10/01/23 - 09/30/24	<u>151,756</u>
	<u>858,804</u>
	858,804
04/01/23 - 03/31/24	171,443
04/01/24 - 03/31/25	327,250
07/01/22 - 06/30/25	<u>277,267</u>
	<u>775,960</u>
	775,960
07/01/23 - 06/30/24	46,785
07/01/24 - 06/30/25	<u>76,489</u>
	<u>123,274</u>
	<u>123,274</u>
	<u>\$ 12,569,067</u>

WEST CENTRAL COMMUNITY ACTION
Schedule of Expenditures of Federal Awards - continued
Year Ended September 30, 2024

NOTE A - BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of West Central Community Action under programs of the federal government for the year ended September 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2, U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of West Central Community Action, it is not intended to and does not present the financial position, changes in net assets, or cash flows of West Central Community Action.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE C - SUBRECIPIENTS

No federal grant awards were passed through to subrecipients during the year ended September 30, 2024.

NOTE D - INDIRECT COST RATE

West Central Community Action has not elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance. It has a federal approved rate from the Department of Health and Human Services.

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
U.S. Department of Health and Human Services

Head Start/Early Head Start Grant No. 07CH011100-05
Schedule of Expenditure Comparison - Budget to Actual
For the Period from February 1, 2023 to January 31, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Personnel	\$ 2,954,825	\$ 2,452,137
Fringe benefits	1,081,967	966,786
Travel/mileage/vehicle expense	8,206	9,842
Supplies	84,829	80,058
Contractual	664,300	592,623
Other	471,261	574,023
Indirect	<u>495,418</u>	<u>420,528</u>
Total Expenditures	5,760,806	5,095,997
In-Kind:		
Space	161,926	322,602
Professional volunteers	10,000	39,506
Non-professional volunteers	126,000	195,899
Mileage	500	9,896
Materials	12,500	14,264
Other	--	2,737
Pre K collaborations/Early Childhood Iowa	<u>388,094</u>	<u>403,724</u>
Total In-Kind	<u>699,020</u>	<u>988,628</u>
Total Expenditures and In-Kind	6,459,826	6,084,625
Less:		
In-Kind	699,020	988,628
Other revenue	<u>--</u>	<u>9,805</u>
Net Grant Expenditure	<u>\$ 5,760,806</u>	<u>\$ 5,086,192</u>

(continued next page)

WEST CENTRAL COMMUNITY ACTION
U.S. Department of Health and Human Services

Head Start/Early Head Start Grant No. 07CH011100-05
Schedule of Expenditure Comparison - Budget to Actual - Continued
For the Period from February 1, 2023 to January 31, 2024

Summary by Functional Category

	<u>Budget</u>	<u>Percentage of Actual</u>	<u>Actual</u>
Administration	\$ 599,213	\$ 9.08%	\$ 551,593
T/TA	79,916	0.86%	51,852
Program operations	5,081,677	73.79%	4,482,747
Other revenue	--	0.16%	9,805
In-Kind	<u>699,020</u>	<u>16.27%</u>	<u>988,628</u>
 Total Expenditures	 6,459,826	 100.16%	 6,084,625
Less:			
Other revenue	--	0.16%	9,805
Net before in-kind	<u>6,459,826</u>	<u>100.00%</u>	<u>6,074,820</u>
Less in-kind	<u>699,020</u>		<u>988,628</u>
 Net Grant Expenditure	 <u>\$ 5,760,806</u>		 <u>\$ 5,086,192</u>

Head Start/Early Head Start Grant No. 07HE00016801C6
Schedule of Expenditure Comparison - Budget to Actual
For the Period from April 1, 2021 to March 31, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Personnel	\$ --	\$ --
Fringe benefits	--	--
Travel/mileage/vehicle expense	20,000	--
Equipment	170,000	76,217
Supplies	130,000	166,831
Contractual	--	--
Other	115,526	159,948
Indirect	<u>--</u>	<u>--</u>
 Total Expenditures	 435,526	 402,996
In-Kind	<u>--</u>	<u>--</u>
 Total Expenditures and In-Kind	 435,526	 402,996
Less:		
In-Kind	--	--
Other revenue	<u>--</u>	<u>--</u>
 Net Grant Expenditure	 <u>\$ 435,526</u>	 <u>\$ 402,996</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Community Service Block Grant CSBG 23-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from October 1, 2022 to June 30, 2024

	<u>Budget</u>	<u>Actual</u>
Personnel	\$ 54,753	\$ 57,073
Travel	--	--
Space Costs	1,610	1,373
Equipment Costs	--	--
Co-Funded Programs:		
Child and Adult Care Food Program	3,000	5,583
Family Development and Self-Sufficiency	--	1
Outreach	476,905	472,023
Embrace Iowa	250	--
Women, Infants and Children	--	--
General Relief	300	519
Headstart/Early Headstart	100	--
Other	975	1,003
Indirect	<u>6,704</u>	<u>7,022</u>
Total Grant Expenditures	<u>\$ 544,597</u>	<u>\$ 544,597</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Child and Adult Care Food Programs
Schedule of Expenditure Comparison - Budget to Actual
Day Care Homes - Contract 83-8011
For the Period from October 1, 2023 to September 30, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Personnel	\$ 83,895	\$ 67,958
Supplies	3,262	3,650
Transportation	5,000	3,168
Training	--	--
Rent/utilities	6,654	6,589
Communications	3,080	2,245
Admin services	13,535	13,387
Other	--	--
Indirect	<u>10,403</u>	<u>8,387</u>
	125,829	105,384
Food costs - home providers	<u>605,000</u>	<u>602,228</u>
Total Expenditures	730,829	707,612
Less:		
Other revenue	--	564
Supported by CSBG funds	<u>--</u>	<u>--</u>
	<u>--</u>	<u>564</u>
Net Funded by Grant	<u>\$ 730,829</u>	<u>\$ 707,048</u>

Child and Adult Care Food Programs
Schedule of Expenditure Comparison - Budget to Actual
Child Care Centers - Contract 83-8010
For the Period from October 1, 2023 to September 30, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Wages/fringe benefits	\$ --	\$ --
Indirect	--	--
Food costs	204,200	151,756
Kitchen supplies and other costs	<u>--</u>	<u>--</u>
	204,200	151,756
Less:		
Supported by Other Revenue	<u>--</u>	<u>--</u>
Net Funded by Grant	<u>\$ 204,200</u>	<u>\$ 151,756</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Low Income Home Energy Assistance Program
Contract LIHEAP-23-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from October 1, 2022 to January 31, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Regular assistance	\$ 2,006,390	\$ 2,006,391
Emergency crisis intervention program	482,084	482,084
Summer deliverable fuel	--	--
Program support	37,559	37,565
Assurance 16	16,196	16,200
Administration	<u>349,878</u>	<u>349,881</u>
Total Expenditures	2,892,107	2,892,121
Less:		
Other revenue	<u>--</u>	<u>14</u>
Total Grant Expenditures	<u>\$ 2,892,107</u>	<u>\$ 2,892,107</u>

Low Income Home Energy Assistance Program
Contract LIHEAP-23ES-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from October 1, 2022 to January 31, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Regular assistance	\$ 337,445	\$ 337,445
Emergency crisis intervention program	942,136	942,136
Summer deliverable fuel	303,607	303,607
Program support	44,086	44,087
Assurance 16	3,135	3,136
Administration	<u>125,647</u>	<u>125,647</u>
Total Expenditures	1,756,056	1,756,058
Less:		
Other revenue	<u>--</u>	<u>2</u>
Total Grant Expenditures	<u>\$ 1,756,056</u>	<u>\$ 1,756,056</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Low Income Home Energy Assistance Program
Contract LIHEAP-24-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from October 1, 2023 to December 31, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Regular assistance	\$ 2,432,802	\$ 2,391,553
Emergency crisis intervention program	172,835	122,699
Summer deliverable fuel	198,227	198,227
Program support	96,839	89,219
Assurance 16	14,728	12,535
Administration	<u>244,661</u>	<u>161,832</u>
Total Grant Expenditures	<u>\$ 3,160,092</u>	<u>\$ 2,976,065</u>

Low Income Home Energy Program Infrastructure
Contract LIHEAP-23IIJA-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from September 22, 2023 to March 31, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Regular assistance	\$ --	\$ --
Emergency crisis intervention program	44,312	44,312
Summer deliverable fuel	--	--
Program support	6,473	6,475
Assurance 16	3,236	3,236
Administration	<u>6,003</u>	<u>6,003</u>
Total Expenditures	60,024	60,026
Less:		
Other revenue	<u>--</u>	<u>2</u>
Total Grant Expenditures	<u>\$ 60,024</u>	<u>\$ 60,024</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Weatherization Assistance Programs
Contract HEAP 23-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from January 1, 2023 to December 31, 2023

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Administration	\$ 38,955	\$ 29,286
Health and safety	159,415	337,217
Support	177,757	149,929
Labor	174,243	28,322
Materials	174,243	--
Equipment/training	20,000	10,624
Pollution/mold insurance	3,126	3,126
Knob & Tube	<u>79,151</u>	<u>62,030</u>
Total Grant Expenditures	<u>\$ 826,890</u>	<u>\$ 620,534</u>

Weatherization Assistance Programs
Contract HEAP 3E-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from June 1, 2023 to September 30, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Administration	\$ 5,584	\$ 5,584
Health and safety	24,669	47,148
Support	27,507	47,778
Labor	26,964	7,178
Materials	<u>26,964</u>	<u>4,000</u>
Total Grant Expenditures	<u>\$ 111,688</u>	<u>\$ 111,688</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Weatherization Assistance Programs
Contract DOE 23-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from April 1, 2023 to March 31, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Administration	\$ 56,957	\$ 56,957
Health and safety	69,288	73,521
Support	61,940	97,489
Labor	67,590	65,196
Materials	67,590	59,262
Other (T&TA)	21,189	8,353
Readiness funds	<u>163,525</u>	<u>63,061</u>
Total Grant Expenditures	<u>\$ 508,079</u>	<u>\$ 423,839</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Utility Weatherization Assistance Programs
Contract IPL-23-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from January 1, 2023 to December 31, 2023

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Administration	\$ 4,234	\$ 1,782
Support	8,465	9,745
Labor	42,336	40,751
Materials	<u>42,336</u>	<u>45,093</u>
Total Expenditures	<u>\$ 97,371</u>	<u>\$ 97,371</u>

Utility Weatherization Assistance Programs
Contract MEC-23-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from January 1, 2023 to December 31, 2023

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Administration	\$ 4,643	\$ 2,980
Support	9,286	10,693
Labor	46,433	45,683
Materials	<u>46,433</u>	<u>47,439</u>
Total Expenditures	<u>\$ 106,795</u>	<u>\$ 106,795</u>

Utility Weatherization Assistance Programs
Contract BHE-23-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from January 1, 2023 to December 31, 2023

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Administration	\$ 4,268	\$ 2,697
Support	8,536	9,671
Labor	42,680	41,771
Materials	<u>42,680</u>	<u>44,025</u>
Total Expenditures	<u>\$ 98,164</u>	<u>\$ 98,164</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Child Care Resource and Referral Program
Grant ACFS 19-048
Schedule of Expenditure Comparison - Budget to Actual
For the Period from July 1, 2023 to June 30, 2024

	<u>Budget</u>	<u>Actual</u>
Child Care Resource and Referral Expenditures:		
Wages	\$ 428,308	\$ 326,181
Fringe benefits	172,648	129,449
Supplies	5,000	5,538
Printing/photocopy/postage/telephone	10,900	10,561
Travel	15,500	10,231
Dues and fees	3,600	1,281
Insurance	2,200	2,221
Space/utilities/maintenance	31,000	31,120
Advertising/marketing	7,500	13,528
Other	9,000	14,986
Staff professional development	25,000	9,347
Provider training expense	76,546	48,151
Indirect	<u>75,817</u>	<u>55,992</u>
Subtotal	863,019	658,586
Less:		
Training/other revenue	<u>--</u>	<u>6</u>
Total Grant Expenditures	<u>\$ 863,019</u>	<u>\$ 658,580</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services
Division of Community Action Agencies

Family Development and Self-Sufficiency Grant
Contract FaDSS-24-17
Schedule of Expenditure Comparison - Budget to Actual
For the Period from July 1, 2023 to September 30, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Indirect costs - administrative	\$ 38,916	\$ 38,922
Personnel wages	227,164	227,164
Fringe benefits	88,508	88,508
Travel	11,100	11,058
Space costs/utilities	25,318	25,319
Telephone	4,099	4,099
Postage	169	188
Publications/dues	--	--
Bonding	1,491	1,491
Supplies/printing	18,650	18,690
Third-party payments	9,799	9,799
Other costs	<u>12,497</u>	<u>12,499</u>
Total Expenditures	437,711	437,737
Less:		
Other revenue	--	--
Supported by CSBG funds	<u>--</u>	<u>26</u>
Total Federal and State Expenditures	<u>\$ 437,711</u>	<u>\$ 437,711</u>
Support by In-Kind Revenue	<u>\$ 9,950</u>	<u>\$ 12,118</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Early Childhood Iowa Programs
Pottawattamie Early Childhood Iowa
Schedule of Expenditure Comparison - Budget to Actual
For the Period from July 1, 2023 to June 30, 2024

	<u>Budget</u>	<u>Actual</u>
Quality Child Care Consultant Expenditures:		
Personnel wages	\$ 7,168	\$ 5,857
Fringe benefits	2,072	1,599
Supplies	3,700	1,361
Travel	1,050	317
Training/staff development	--	--
Purchased services	725	40
Other	15,165	14,439
Indirect	<u>1,000</u>	<u>916</u>
Total Expenditures	<u>\$ 30,880</u>	<u>\$ 24,529</u>
Provider Incentive Expenditures:		
Provider training	\$ 5,000	\$ 8,975
Provider incentive programs	<u>99,970</u>	<u>94,538</u>
Total Expenditures	<u>\$ 104,970</u>	<u>\$ 103,513</u>
Less:		
Training/other revenue	<u>\$ --</u>	<u>\$ --</u>
Total Grant Expenditures	<u>\$ 135,850</u>	<u>\$ 128,042</u>

Boost 4 Families
Cass/Mills/Montgomery Early Childhood Iowa
Schedule of Expenditure Comparison - Budget to Actual
For the Period from July 1, 2023 to June 30, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Provider training	\$ 6,000	\$ 5,250
Provider incentive programs	<u>19,000</u>	<u>19,159</u>
Total Expenditures	<u>\$ 25,000</u>	<u>\$ 24,409</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Iowa Department of Health and Human Services

Early Childhood Iowa Programs
Corner Counties Early Childhood Iowa
Schedule of Expenditure Comparison - Budget to Actual
For the Period from July 1, 2023 to June 30, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Provider training	\$ 5,250	\$ 5,150
Provider incentive programs	<u>19,750</u>	<u>18,163</u>
Total Expenditures	<u>\$ 25,000</u>	<u>\$ 23,313</u>

Harrison/Monona/Shelby Early Childhood Iowa
Schedule of Expenditure Comparison - Budget to Actual
For the Period from July 1, 2023 to June 30, 2024

	<u>Budget</u>	<u>Actual</u>
Expenditures:		
Provider training	\$ --	\$ --
Provider incentive programs	<u>19,000</u>	<u>17,958</u>
Total Expenditures	<u>\$ 19,000</u>	<u>\$ 17,958</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
 Schedule of Revenues and Expenditures
 Administration
 Year Ended September 30, 2024

	<u>Miscellaneous</u>	<u>Indirect Cost Pool</u>	<u>Total</u>
Revenues:			
Public support and contributions	\$ 63,433	\$ --	\$ 63,433
Investment income	18,856	--	18,856
Gain on sale of equipment	1,519	--	1,519
Miscellaneous	<u>214,757</u>	<u>--</u>	<u>214,757</u>
Total Revenues	<u>\$ 298,565</u>	<u>\$ --</u>	<u>\$ 298,565</u>
Expenses:			
Salaries and wages	\$ --	\$ 422,540	\$ 422,540
Fringe benefits	--	92,130	92,130
Assistance to individuals	2,351	--	2,351
Professional fees	7,095	33,580	40,675
Travel	7,864	8,998	16,862
Occupancy	61,516	24,386	85,902
Utilities and telephone	15,061	6,861	21,922
Supplies and materials	56,201	35,667	91,868
Buildings and equipment	35,344	--	35,344
Printing, publications and postage	11,091	31,525	42,616
Insurance	5,809	22,024	27,833
Interest expense	2,883	--	2,883
Miscellaneous	--	1,540	1,540
Co-funding	<u>3,662</u>	<u>--</u>	<u>3,662</u>
Total Expenses Before Allocation of Indirect Costs	208,877	679,251	888,128
Allocation of Indirect Costs	<u>--</u>	<u>(677,690)</u>	<u>(677,690)</u>
Total Expenses	<u>\$ 208,877</u>	<u>\$ 1,561</u>	<u>\$ 210,438</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
Schedule of Revenues and Expenditures
Administration - Miscellaneous Detail
Year Ended September 30, 2024

	Total	Corporate
Revenues:		
Public support and contributions	\$ 63,433	\$ 63,433
Investment income	18,856	18,856
Gain on sale of equipment	1,519	4,223
Miscellaneous	214,757	24,122
Total Revenues	298,565	110,634
Expenses:		
Assistance to individuals	2,351	2,351
Professional fees	7,095	7,095
Travel	7,864	7,864
Occupancy	61,516	9,277
Utilities and telephone	15,061	962
Supplies and materials	56,201	13,246
Buildings and equipment	35,344	624
Printing, publications, and postage	11,091	1,713
Insurance	5,809	--
Interest expense	2,883	--
Co-funding	3,662	3,662
Total Expenses Before Allocation of Indirect Costs	208,877	46,794
Allocation of Indirect Costs	--	--
Total Expenses	208,877	46,794
Change in Net Assets	\$ 89,688	\$ 63,840

See accompanying independent auditor's report.

<u>Central Supply</u>	<u>Photocopy</u>	<u>Postage</u>	<u>Administrative Building</u>
\$ --	\$ --	\$ --	\$ --
--	--	--	--
--	--	--	(2,704)
<u>66,262</u>	<u>20,364</u>	<u>76,063</u>	<u>27,946</u>
66,262	20,364	76,063	25,242
--	--	--	--
--	--	--	--
--	--	--	--
46,275	--	5,964	--
14,099	--	--	--
--	3,590	39,365	--
--	16,774	21,435	(3,489)
79	--	9,299	--
5,809	--	--	--
--	--	--	2,883
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
66,262	20,364	76,063	(606)
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>66,262</u>	<u>20,364</u>	<u>76,063</u>	<u>(606)</u>
<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 25,848</u>

WEST CENTRAL COMMUNITY ACTION
 Schedule of Revenues and Expenditures
 Indirect Cost Allocations Pool
 For the Year Ended September 30, 2024

Revenues:		
Other Revenue:		\$ --
Indirect Cost Reimbursements from Administration		--
Indirect Cost Reimbursements from Programs:		
Low Income Home Energy Assistance Program	\$ 35,991	
Low Income Home Energy Assistance Program Infrastructure	1,714	
Low Income Household Water Assistance Program	8	
Head Start	264,720	
Early Head Start	183,064	
Community Service Block Grant	5,615	
Child and Adult Care Food Program - Homes	8,387	
Child Care Resource and Referral	59,573	
Family Development and Self-Sufficiency	41,462	
Pottawattamie Early Childhood Iowa	1,553	
General Relief	577	
Outreach Cost Allocation Pool	36,621	
Disaster Case Management	5,181	
Iowa Individual Assistance Program	2,817	
Weatherization Cost Allocation Pool	<u>30,407</u>	
Total Indirect Cost Reimbursements from Programs		<u>677,690</u>
Total Support and Revenues		677,690

(continued next page)

WEST CENTRAL COMMUNITY ACTION
 Schedule of Revenues and Expenditures - Continued
 Indirect Cost Allocations Pool
 For the Year Ended September 30, 2024

Expenditures:	
Salaries and wages	\$ 422,540
Fringe benefits	92,130
Supplies	26,299
Rent	24,386
Travel	8,998
Telephone	6,861
Photocopy	6,934
Postage/server	3,823
Subscriptions/publications	2,127
Computer expenses	9,368
Dues/fees/registration	18,641
Audit and professional fees	33,580
Insurance	22,024
Board expenses	268
Direct deposit fees	1,272
Total Expenditures	<u>679,251</u>
Change in Net Assets	(1,561)
Net Assets - Beginning of Year	<u>188,748</u>
Net Assets - End of Year	<u>\$ 187,187</u>

See accompanying independent auditor's report.

WEST CENTRAL COMMUNITY ACTION
 Schedule of Revenues and Expenditures
 Indirect Reimbursement from Programs
 For the Year Ended September 30, 2024

<u>Program</u>	<u>Wages and Fringe Benefits</u>	<u>Indirect Cost</u>
Low Income Home Energy Assistance Program	\$ 292,190	\$ 35,991
Low Income Home Energy Assistance Program Infrastructure	13,937	1,714
Low Income Household Water Assistance Program	66	8
Head Start	2,148,170	264,720
Early Head Start	1,483,769	183,064
Community Service Block Grant	45,579	5,615
Child and Adult Care Food Program - Homes	67,957	8,387
Child Care Resource and Referral	482,853	59,573
Family Development and Self-Sufficiency	336,126	41,462
Pottawattamie Early Childhood Iowa	12,525	1,553
General Relief	4,668	577
Outreach Cost Allocation Pool	296,766	36,621
Disaster Case Management	41,923	5,181
Iowa Individual Assistance Program	22,717	2,817
Weatherization Cost Allocation Pool	246,616	30,407
	<u>\$ 5,495,862</u>	<u>\$ 677,690</u>

See accompanying independent auditor's report.

COMMENTS AND RECOMMENDATIONS

Gronewold, Bell, Kyhnn & Co. P.C.

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Independent Auditor's 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

To the Board of Directors of
West Central Community Action
Harlan, Iowa

We have audited, 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, the financial statements of West Central Community Action (an Iowa Non-Profit Corporation), which comprise the statement of financial position as of September 30, 2024 and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to financial statements, and have issued our report thereon dated March 17, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered West Central Community Action's internal control over financial reporting (internal control) as a basis for designing 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 West Central Community Action's internal control. Accordingly, we do not express an opinion on the effectiveness of West Central Community Action'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 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 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.

To the Board of Directors of
West Central Community Action

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether West Central Community Action'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 financial statements. 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 the Agency'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 Agency's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Donald Bell, Thyer + W. P. C.

Atlantic, Iowa
March 17, 2025

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Independent Auditor's Report on Compliance for
Each Major Federal Program and on Internal Control
Over Compliance Required by the Uniform Guidance

To the Board of Directors of
West Central Community Action
Harlan, Iowa

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited West Central Community Action's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on each of the Agency's major federal programs for the year ended September 30, 2024. The Agency's major federal programs are identified in the Summary of the Independent Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, West Central Community Action complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the audit requirements of Title 2, U.S. Code of Federal Regulations, Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of West Central Community Action and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of West Central Community Action's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to West Central Community Action's federal programs.

To the Board of Directors of
West Central Community Action

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on West Central Community Action's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, Government Auditing Standards and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence judgement made by a reasonable user of the report on compliance about West Central Community Action's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, Government Auditing Standards, and the Uniform Guidance, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding West Central Community Action's compliance with the compliance requirements referred to above and performing other such procedures as we considered necessary in the circumstances.
- Obtain an understanding of West Central Community Action's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of West Central Community Action's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance we identified during the audit.

Report on 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 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.

To the Board of Directors of
West Central Community Action

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Acornwood, Bell, Hyman & Co. P.C.

Atlantic, Iowa
March 17, 2025

WEST CENTRAL COMMUNITY ACTION
Schedule of Findings and Questioned Costs
Year ended September 30, 2024

Part II: Findings Related to the Financial Statements

INTERNAL CONTROL DEFICIENCIES:

No matters were reported.

INSTANCES OF NONCOMPLIANCE:

No matters were reported.

Part III: Findings and Questioned Costs for Federal Awards

INTERNAL CONTROL DEFICIENCIES:

No matters were reported.

INSTANCES OF NONCOMPLIANCE:

No matters were reported.

Part IV: Summary Schedule of Prior Audit Findings

None

* * *