



Empowering People, Enriching Communities

FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION
WITH
INDEPENDENT AUDITORS' REPORT
YEAR ENDED SEPTEMBER 30, 2015

CONTENTS

	<u>Page</u>
Independent Auditors' 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:	
Combining statements:	
Combining statement of financial position	17
Combining statement of financial activities	18
Federal:	
Combining statement of financial position ó federal programs	20
Combining statement of financial position ó federal non-major programs	21
Statement of activities	22
Combining statement of activities ó federal major programs	23
Combining statement of activities ó federal non-major programs	24
State and other:	
Combining statement of financial position ó state and other	26
Combining statement of activities ó state and other	27
Program schedules:	
Supplemental CSBG program schedule	29
Low Income Home Energy Assistance Program ó grant number ERS11014016	30
Supplemental Family Planning schedule	31
Weatherization program ó DOE Grant only interim report ó subgrant number G-14-EE0006164-2-17	32
Weatherization program ó DOE Grant only interim report ó subgrant number G-14-EE0006164-2-17 Schedule B	33
Weatherization program ó DOE Grant only interim report ó subgrant number G-15-EE0006164-3-17	34
Weatherization program ó DOE Grant only interim report ó subgrant number G-15-EE0006164-3-17 Schedule B	35
Weatherization program ó DOE Grant only interim report ó subgrant number G-15-LIHEAP-15-17	36
Weatherization program ó DOE Grant only interim report ó subgrant number G-15-LIHEAP-15-17 ó Schedule B	37
Weatherization program ó interim report ó subgrant number G-16-Utilicare-16A-17	38
Weatherization program ó interim report ó subgrant number G-16-Utilicare -16A-17 ó Schedule B	39
Head Start ó reconciliation of program years	40
Family Planning ó reconciliation of program years	42
Foster Grandparents ó reconciliation of program years	43
Compliance and internal controls	
Schedule of expenditures of federal awards	45
Notes to schedule of expenditures of federal awards	47
Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	48
Independent Auditors' Report on Compliance for each Major Program and on Internal Control over Compliance Required by OMB Circular A-133	50
Schedule of findings and questioned costs ó federal programs	52
Schedule of prior audit findings and questioned costs	54

ROBERTS, MCKENZIE, MANGAN & CUMMINGS

A Professional Corporation

4035 S. Fremont

Springfield, Missouri 65804

(417) 883-5348 – (417) 883-8961 fax

INDEPENDENT AUDITORS' REPORT

Board of Directors
Ozarks Area Community Action Corporation
Springfield, Missouri

Report on the Financial Statements

We have audited the accompanying financial statements of Ozarks Area Community Action Corporation (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 then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 17 to 41 is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is also 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 of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 9, 2016 on our consideration of Ozarks Area Community Action Corporation'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 Ozarks Area Community Action Corporation's internal control over financial reporting and compliance.

Roberts, McKenzie, Mangan & Cummings

Springfield, Missouri
March 9, 2016

OZARKS AREA COMMUNITY ACTION CORPORATION

STATEMENT OF FINANCIAL POSITION

SEPTEMBER 30, 2015

ASSETS

Current assets:		
Cash		\$ 1,886,500
Grant funds receivable		755,372
Other accounts receivable, net		113,265
Other assets		5,159
Inventory		<u>123,738</u>
Total current assets		2,884,034
Property and equipment, net		<u>1,244,030</u>
		<u>\$ 4,128,064</u>

LIABILITIES AND NET ASSETS

Current liabilities:		
Accounts payable		\$ 864,966
Payroll taxes and benefits payable		86,950
Accrued annual leave		189,955
Other liabilities		28,046
Current portion notes payable		10,866
Deferred grant revenue		<u>179,919</u>
Total current liabilities		1,360,702
Long-term notes payable		<u>147,955</u>
Total liabilities		1,508,657
Net assets:		
Unrestricted	\$ 2,585,107	
Temporarily restricted	<u>34,300</u>	<u>2,619,407</u>
		<u>\$ 4,128,064</u>

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

OZARKS AREA COMMUNITY ACTION CORPORATION

STATEMENT OF ACTIVITIES

YEAR ENDED SEPTEMBER 30, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Totals</u>
Revenues:			
Federal grants	\$ 21,157,162	\$ -	\$ 21,157,162
Other grants	669,007	-	669,007
Fee income	1,030,886	-	1,030,886
Interest income	8,176	-	8,176
In-kind	563,667	-	563,667
Donations	178,110	14,690	192,800
Other income	<u>502,250</u>	<u>-</u>	<u>502,250</u>
Total revenues	24,109,258	14,690	24,123,948
Net assets released from restrictions	<u>19,385</u>	<u>(19,385)</u>	<u>-</u>
	<u>24,128,643</u>	<u>(4,695)</u>	<u>24,123,948</u>
Expenditures:			
Program services:			
Head Start	12,879,033	-	12,879,033
LIHEAP	2,561,889	-	2,561,889
Housing Assistance	2,471,586	-	2,471,586
CSGB	1,339,708	-	1,339,708
Weatherization	1,330,882	-	1,330,882
Family Planning	764,183	-	764,183
Foster Grandparents	453,427	-	453,427
Other assistance programs	<u>1,379,370</u>	<u>-</u>	<u>1,379,370</u>
	<u>23,180,078</u>	<u>-</u>	<u>23,180,078</u>
Supporting services:			
Management and general expense	893,321	-	893,321
Fundraising expenses	<u>164,750</u>	<u>-</u>	<u>164,750</u>
	<u>1,058,071</u>	<u>-</u>	<u>1,058,071</u>
Total expenditures	<u>24,238,149</u>	<u>-</u>	<u>24,238,149</u>
Changes in net assets before other income	(109,506)	(4,695)	(114,201)
Other income:			
Bad debt recovery	<u>150</u>	<u>-</u>	<u>150</u>
Change in net assets after other income	(109,356)	(4,695)	(114,051)
Net assets, beginning of year	<u>2,694,463</u>	<u>38,995</u>	<u>2,733,458</u>
Net assets, end of year	<u>\$ 2,585,107</u>	<u>\$ 34,300</u>	<u>\$ 2,619,407</u>

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

OZARKS AREA COMMUNITY ACTION CORPORATION

STATEMENT OF CASH FLOWS

YEAR ENDED SEPTEMBER 30, 2015

Cash flows from operating activities:	
Change in net assets	\$ (114,051)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	298,888
Loss on disposal of property and equipment	107,314
(Increase) decrease in assets:	
Grant funds receivable	442,864
Other accounts receivable	(80,406)
Inventory	(22,439)
Other assets	1,701
Increase (decrease) in liabilities:	
Accounts payable	(152,736)
Payroll taxes and benefits payable	8,675
Deferred revenue	(206,007)
Accrued annual leave	12,627
Other liabilities	<u>2,625</u>
Net cash provided by operating activities	<u>299,055</u>
Cash flows from investing activities:	
Purchase of property and equipment	(256,555)
Proceeds from sale of property and equipment	<u>1,252</u>
Net cash used in investing activities	<u>(255,303)</u>
Cash flows from financing activities:	
Payments on long-term debt	<u>(10,630)</u>
Net increase in cash	33,122
Cash, beginning of year	<u>1,853,378</u>
Cash, end of year	<u>\$ 1,886,500</u>
Supplemental disclosure of cash flow information:	
Cash paid during the year for:	
Interest	<u>\$ 2,756</u>

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

OZARKS AREA COMMUNITY ACTION CORPORATION

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2015

1. Summary of significant accounting policies

Nature of activities

Ozarks Area Community Action Corporation (OACAC) is a not-for-profit corporation established in 1965 for the purpose of alleviating the causes and conditions of poverty in a ten county area of Southwest Missouri. Administrative offices of OACAC are located in Springfield, Missouri. OACAC provides various programs operated through federal, state and other grants, including the following:

Head Start
LIHEAP
Housing Assistance
Community Services Block Grant
Weatherization
Family Planning
Foster Grandparents

Over the period of their existence, OACAC has served low-income individuals in the following counties:

Barry	Christian	Taney
Polk	Lawrence	Greene
Dade	Stone	Webster
Dallas		

Basis of accounting

Revenues and expenditures are recognized on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned. Expenditures under the accrual basis of accounting are recorded when the liability is incurred.

Financial statement presentation

OACAC has adopted Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Agency is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. Accordingly, net assets of the Agency and changes therein are classified and reported as follows:

Unrestricted net assets ó Net assets that are not subject to funding source stipulations.

1. Summary of significant accounting policies (continued)

Financial statement presentation (continued)

Temporarily restricted net assets ó Net assets subject to donor restrictions that may or will be met, either by actions of the Agency and/or the passage of time. When a restriction expires or is satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. At September 30, 2015, OACAC had temporarily restricted net assets of \$5,086 from donations to a mental health fund for Head Start children, \$19,876 for energy services, \$6,930 from donations to the Head Start I CAN program, and \$2,408 remaining on donations to the neighborhood centers.

Permanently restricted net assets ó Net assets subject to donor restrictions that they be maintained permanently by the Agency. OACAC had no such funds during the year ended September 30, 2015.

OACAC has adopted a policy of recording those donations whose restriction is met in the same accounting period as unrestricted support.

Combining statements

Accounting information of the various agency and grant programs has been combined into the formal financial statements, including the statement of financial position, as well as the statement of activities, as listed in the table of contents. Details of the financial statements by program are included in the supplementary information. A description of each category is as follows:

State and other ó This schedule accounts for all funds over which the board of directors of OACAC has discretionary control, as well as state grants and contracts. Some funds grouped in this schedule did receive minimal federal grants in the current year.

Federal ó This schedule accounts for all funds received from federal grantor sources. Amounts received in this particular fund must be spent in accordance with budgets approved by the funding sources. This schedule is further divided between major programs and nonmajor programs. Some funds in this schedule also received state grants in the current year.

Fiscal Agent ó Dallas County PHA - OACAC is fiscal agent for the Dallas County PHA. As such, the assets, liabilities, revenues and expenditures for the period October 1, 2014 through September 30, 2015 are included in a separate column of OACAC's combining financial statements. However, due to statutory requirements for a separate single audit of PHA funds, the financial information of the Dallas County PHA is included for financial statement purposes only.

1. Summary of significant accounting policies (continued)

Income taxes

Ozarks Area Community Action Corporation is a nonprofit organization exempt from income taxes under Internal Revenue Code Section 501(c)(3) and a similar section of state law. However, the Organization is subject to federal income tax on any unrelated business taxable income.

The Organization adopted the provisions of FASB Interpretation No. 48, *Accounting for Uncertainty in Income Taxes* (FASB ASC 740-10), effective January 1, 2009. Under the interpretation, the Organization would record a liability for uncertain tax positions when it is probable that a tax position would not be upheld under examination and the amount can be reasonably estimated. The Organization, with advice from their CPA as needed, continually evaluates expiring statutes of limitations, changes in tax law and new authoritative rulings in determining if there are unreasonable tax positions subject to the provisions of FASB Interpretation No. 48 when preparing their annual 990. At September 30, 2015, the Organization has determined that there were no unreasonable tax positions whereby a liability would need to be recorded.

The federal 990s of the Organization for 2015, 2014, and 2013 are subject to examination by the respective taxing authorities, generally for three years after they were filed.

Inventory

Inventory as listed in the financial statements consists of weatherization materials held by the Weatherization program and pharmaceutical supplies held by the Family Planning program. Materials and supplies in these two programs are valued at cost.

Compensated absences

Sick and annual leave are accumulated on a monthly basis according to agency policies. Sick leave cannot be taken as cash upon termination; therefore the Agency records no liability for amounts that could be used under agency sick leave policies.

Annual leave in the amount of 200 hours can be carried over to the following year, with 160 total hours payable upon termination of employment or upon relocation to another OACAC program. Liability for unpaid annual leave has been accrued as an agency liability.

Indirect costs

OACAC maintains an indirect cost rate with the Department of Health and Human Services. Administrative costs are allocated to the various programs based upon that rate.

Cash and cash equivalents

For purposes of the statement of cash flows, OACAC considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

1. Summary of significant accounting policies (continued)

Estimates

Preparation of financial statements on conformity with accounting principles generally accepted in the United States of America requires the use of certain estimates. Actual results may vary from these estimates.

Donated services and materials

Contributions of services are recognized as revenue at their estimated fair value only when the services received create or enhance nonfinancial assets or require specialized skills possessed by the individuals providing the service and the service would typically need to be purchased if not donated. For the year ended September 30, 2015, \$563,667 of contributed professional services and in-kind contributions related to the Head Start, Family Planning and Foster Grandparents programs were reflected in the financial statements. Other services with an estimated fair value of \$3,127,503, which have not been included in the financial statements because they do not meet the criteria for recognition under accounting principles generally accepted in the United States of America, were contributed by parents and others to the Head Start Program.

OACAC also receives donated services in the form of volunteer hours at the various neighborhood centers, as well as other programs of the Agency. The valuation of volunteer hours is indeterminable; therefore no entries were made to the financial statements.

The neighborhood centers receive donated materials to be sold or given away through the neighborhood center thrift shops. These donated items are not recorded in the financial statements of the Agency due to the difficulty in placing an appropriate value on these materials.

Other accounts receivable

Other accounts receivable consist of amounts due from other organizations for services performed within the year ended September 30, 2015. OACAC's policy on other accounts receivable is that fees are due from clients when services are rendered; however, unsecured credit is occasionally extended to clients. At September 30, 2015, the gross other accounts receivable and related allowance account information are as follows:

Other accounts receivable	\$ 116,479
Less allowance for uncollectible accounts	<u>(3,214)</u>
Other accounts receivable, net	<u>\$ 113,265</u>

1. Summary of significant accounting policies (continued)

Grant funds receivable

Grant funds receivable consists of amounts due on grants and contracts from federal, state and other funding and pass-through agencies. The grants and contracts are generally paid on an expense reimbursement or units of service basis. The receivable is due upon the Agency's submission of a request for reimbursement. Funding agencies generally pay within 30 days.

2. Property and equipment

Property and equipment are stated at cost and are depreciated over their estimated useful lives. Depreciation is calculated on the straight-line method. Depreciation expense for the year ended September 30, 2015 was \$298,888.

Summary of property and equipment at September 30, 2015 is as follows:

Land	\$ 9,134
Leasehold improvements	1,094,624
Buildings	555,422
Vehicles, furniture and equipment	<u>3,261,932</u>
	4,921,112
Less accumulated depreciation	<u>(3,677,082)</u>
	<u>\$ 1,244,030</u>

OACAC's policy is to capitalize all fixed assets costing more than \$5,000.

The Federal Head Start property and equipment was acquired with funds received from the Department of Health and Human Services (HHS). Under terms of the grant agreement, the property and equipment may revert to HHS if it is no longer used in the Agency's Head Start program. Additionally, proceeds from the sale of Head Start property and equipment is to be deposited and used in the Head Start program.

3. Notes payable

At September 30, 2015, notes payable of OACAC consists of the following individual items, as outlined below:

City of Springfield, Missouri, originated October 14, 1998, in the amount of \$55,544. Of that total, \$26,272 is payable with monthly payments of \$173 at 5% interest over 240 months, with the first payment due May 1, 1999. The balance is deferred 240 months at 0% interest, payable in full. Upon transfer, sale or refinancing, the entire principal of the loan and all accrued interest becomes immediately due and payable. This loan is collateralized by property located at 819 E. Garfield, Springfield, Missouri.

	<u>\$ 35,357</u>
Total forward	\$ 35,357

3. Notes payable (continued)

Total forward	\$ 35,357
<p>City of Springfield, Missouri, originated October 1, 2001, in the amount of \$33,903. Of that total, \$15,175 is payable with monthly payments of \$120 at 5% interest over 180 months, with the first payment due November 1, 2001. The balance is deferred 180 months at 0% interest, payable in full. Upon transfer, sale or refinancing, the entire principal of the loan and all accrued interest becomes immediately due and payable. This loan is collateralized by property located at 1200 W. Harrison, Springfield, Missouri.</p>	
	20,130
<p>City of Springfield, Missouri, originated June 1, 2002, in the amount of \$25,580. Of that total, \$12,790 is payable with monthly payments of \$101 at 5% interest over 180 months, with the first payment due June 1, 2002. The balance is deferred 180 months at 0% interest, payable in full. Upon transfer, sale or refinancing, the entire principal of the loan and all accrued interest becomes immediately due and payable. This loan is collateralized by property located at 940 W. Harrison, Springfield, Missouri.</p>	
	14,624
<p>City of Springfield, Missouri, originated November 22, 2010, in the amount of \$42,270. Of that total, \$16,135 is payable with monthly payments of \$128 at 5% interest over 180 months, with the first payment due December 1, 2010. The balance is deferred 180 months at 0% interest, payable in full. Upon transfer, sale or refinancing, the entire principal of the loan and all accrued interest becomes immediately due and payable. This loan is collateralized by property located at 604 N. Weaver, Springfield, Missouri.</p>	
	38,423
<p>City of Springfield, Missouri, originated January 1, 2003, in the amount of \$66,250. Of that total, \$33,125 is payable with monthly payments of \$219 at 5% interest over 240 months and a final payment of \$343, with the first payment due February 1, 2003. The balance is deferred 240 months at 0% interest, payable in full. Upon transfer, sale or refinancing, the entire principal of the loan and all accrued interest becomes immediately due and payable. This loan is collateralized by property located at 630 S. Missouri, Springfield, Missouri.</p>	
	36,209
<p>Bank of America, originated September 4, 2001, in the amount of \$22,090 with 180 monthly payments of \$176 each, with interest at 7.375%. This loan is collateralized by property located at 1200 W. Harrison, Springfield, Missouri.</p>	
	<u>10,414</u>
Total forward	\$ 155,157

3. Notes payable (continued)

Total forward	\$ 155,157
Bank of America, originated March 1, 2002, in the amount of \$21,560 with 179 monthly payments of \$198 each and a final payment of \$179, with interest at 7.375%. This loan is collateralized by property located at 940 W. Harrison, Springfield, Missouri.	<u>3,664</u>
	158,821
Less current portion	<u>(10,866)</u>
	<u>\$ 147,955</u>

Maturities of the long-term debt as outlined above are as follows:

<u>Year ending</u> <u>September 30,</u>	
2016	\$ 10,866
2017	46,725
2018	32,330
2019	1,439
2020	1,157
Thereafter	<u>66,304</u>
	<u>\$ 158,821</u>

Total interest expense for the year on the above debt was \$2,756.

OACAC leases the property under the above notes payable to tenants under operating leases with terms of twelve months. Cost of the rental property is \$413,896 and accumulated depreciation at September 30, 2015 is \$277,224. Rental income from the property during the year ended September 30, 2015 was \$24,101 and is included under the caption "fee income" in the accompanying statement of activities.

4. Deferred grant revenue

Deferred revenue amounts listed on the statement of financial position represent grant or other funds, which are available for use in future periods, but remain as yet unearned by the Agency. Revenue recognition will occur as qualifying expenditures are made.

5. Operating leases

OACAC has entered into 42 separate operating leases with various individuals and organizations to provide locations for Head Start classrooms, Administrative offices, and Neighborhood Center offices. All lease agreements are negotiated at arm's length and in accordance with OACAC's conflict of interest policy. The long-term operating leases have various terms.

5. Operating leases (continued)

The minimum lease payments under these leases are as follows:

<u>Year ending</u> <u>September 30,</u>	
2016	\$ 1,329,181
2017	970,116
2018	554,384
2019	402,699
2020	390,192
Thereafter	<u>347,660</u>
	<u>\$ 3,994,232</u>

The total amount of rent expense under these operating lease for the year ended September 30, 2015 was \$1,359,084.

6. Concentration of credit risk

OACAC maintained balances in excess of \$250,000 at Guaranty Bank at September 30, 2015. FDIC insurance covers the first \$250,000 in deposits at Guaranty Bank. The balance in excess of the FDIC coverage is swept into the Demand Deposit Marketplace program where OACAC receives full FDIC coverage on all deposits.

7. Grant contingencies

OACAC receives a large portion of its funding through various federal and state grants for specific purposes that are subject to audit by grantor agencies. Compliance audits conducted by those agencies in the future could lead to disallowed costs relating to the current period; however OACAC expects such amounts, if any, to be immaterial. In addition, budget cuts at the federal and state government level could lead to reduced funding for the programs OACAC provides.

8. Related party transactions

During the period under audit, transactions were consummated with various individuals related to the Agency. These transactions are initiated in accordance with OACAC's conflict of interest policy.

<u>Related party ó relationship</u>	<u>Amount</u>
Employees ó consultant	\$ 375
Employees ó repairs and maintenance	1,425
Relatives of employees ó child care services	59,393
Relatives of employees ó repairs and maintenance	22,215
Employees ó child care services	<u>1,743</u>
	<u>\$ 85,151</u>

9. Housing Projects

In 1999, OACAC was approached to participate in the Countryview Estates I, LP (the Project) located in Buffalo, Missouri. The Project is a limited partnership formed to construct and manage a low-income housing complex. The project was financed by the Missouri Housing Development Corporation (MHDC) which required a nonprofit member in the partnership as a term of providing the financing. OACAC Buffalo Housing Project, Inc. was formed as a wholly owned subsidiary of OACAC to participate as a general partner in the project.

OACAC Buffalo Housing Project, Inc. applied for their tax-exempt status with IRS in 2000. This application was denied and it was necessary to admit OACAC as a general partner to the Project in December 2000 in order to obtain the MHDC financing.

As a general partner, OACAC is legally responsible for liabilities of the Project. However, Carlson Gardner, Inc., the other general partner of the Project, has executed an agreement indemnifying OACAC of any liabilities associated with this project.

In 2009, OACAC formed the OACAC Woodlands, LLC to participate in a housing project in Forsyth, Missouri. Similar to the OACAC Buffalo Housing Project, OACAC's participation was needed in order for the project to qualify for state tax credits and to receive the grant funding needed for the project. OACAC will receive a 5% development fee for the participation in the project.

Financial information of the projects are not included in the OACAC financial statements.

10. Retirement plan

OACAC has adopted a defined contribution retirement plan in accordance with Internal Revenue Code Sec. 403(b). The plan includes all permanent employees with at least two years of service. If the employee elects to participate in the tax sheltered annuity portion of this retirement, an additional matching contribution is made by OACAC. The maximum additional contribution by OACAC is 3%. Total amount paid into the retirement plan by the Agency for the year ended September 30, 2015 was \$69,189.

11. Line-of-credit

During the year, OACAC maintained a \$200,000 line-of-credit with Great Southern Bank. Interest was payable monthly at Prime, but not less than 5%, on all outstanding balances. The line-of-credit matured March 28, 2015 and was not renewed. There were no advances on the line-of-credit for the year ended September 30, 2015.

12. Subsequent events

The Organization has evaluated subsequent events through March 9, 2016, the date which the financial statements were available to be issued. There were no significant events noted that did not exist at the date of the consolidated statement of financial position but arose subsequent to that date.

SUPPLEMENTARY INFORMATION

COMBINING STATEMENTS

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF FINANCIAL POSITION

SEPTEMBER 30, 2015

	<u>Federal</u>	<u>State and Other</u>	<u>Dallas County PHA</u>	<u>Eliminations</u>	<u>Totals</u>
<u>ASSETS</u>					
Current assets:					
Cash	\$ 770,882	\$ 826,547	\$ 289,071	\$ -	\$ 1,886,500
Grant funds receivable	755,372	-	-	-	755,372
Accounts and other receivable, net	19,465	88,217	5,583	-	113,265
Due from other funds	173,162	687,132	-	(860,294)	-
Other assets	1,650	3,435	74	-	5,159
Inventory	123,091	647	-	-	123,738
Total current assets	1,843,622	1,605,978	294,728	(860,294)	2,884,034
Property and equipment, net	961,087	282,943	-	-	1,244,030
	<u>\$ 2,804,709</u>	<u>\$ 1,888,921</u>	<u>\$ 294,728</u>	<u>\$ (860,294)</u>	<u>\$ 4,128,064</u>
<u>LIABILITIES AND NET ASSETS</u>					
Current liabilities:					
Accounts payable	\$ 785,868	\$ 34,206	\$ 44,892	\$ -	\$ 864,966
Payroll taxes and benefits payable	-	86,950	-	-	86,950
Accrued annual leave	-	185,981	3,974	-	189,955
Other liabilities	23,591	4,455	-	-	28,046
Due to other funds	800,411	59,530	353	(860,294)	-
Current portion notes payable	-	10,866	-	-	10,866
Deferred grant revenue	178,988	92	839	-	179,919
Total current liabilities	1,788,858	382,080	50,058	(860,294)	1,360,702
Long-term notes payable, less current portion	-	147,955	-	-	147,955
Total liabilities	1,788,858	530,035	50,058	(860,294)	1,508,657
Net assets:					
Unrestricted	1,008,921	1,331,516	244,670	-	2,585,107
Temporarily restricted	6,930	27,370	-	-	34,300
	1,015,851	1,358,886	244,670	-	2,619,407
	<u>\$ 2,804,709</u>	<u>\$ 1,888,921</u>	<u>\$ 294,728</u>	<u>\$ (860,294)</u>	<u>\$ 4,128,064</u>

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED SEPTEMBER 30, 2015

	<u>Federal</u>	<u>State and Other</u>	<u>Dallas County PHA</u>	<u>Totals</u>
Revenues:				
Federal grants	\$ 18,779,552	\$ -	\$ 2,377,610	\$ 21,157,162
Other grants	407,673	258,942	2,392	669,007
Fee income	765,688	265,198	-	1,030,886
Interest income	865	6,400	911	8,176
In-kind	563,667	-	-	563,667
Donations	10,200	182,600	-	192,800
Other income	<u>113,895</u>	<u>171,656</u>	<u>216,699</u>	<u>502,250</u>
	<u>20,641,540</u>	<u>884,796</u>	<u>2,597,612</u>	<u>24,123,948</u>
Expenditures:				
Salaries and related costs	11,285,217	163,388	178,332	11,626,937
Contract services	627,905	82,508	14,264	724,677
Travel	317,676	3,111	4,164	324,951
Payments to/for participants	2,755,980	426,691	2,000,726	5,183,397
Occupancy	1,771,601	42,581	14,218	1,828,400
Operating expenses	2,161,303	207,976	28,293	2,397,572
Administrative and indirect costs	1,028,019	13,418	16,634	1,058,071
In-kind	563,667	-	-	563,667
Portable voucher payments	-	-	231,589	231,589
Depreciation	<u>239,567</u>	<u>59,321</u>	<u>-</u>	<u>298,888</u>
	<u>20,750,935</u>	<u>998,994</u>	<u>2,488,220</u>	<u>24,238,149</u>
Change in net assets before other income	(109,395)	(114,198)	109,392	(114,201)
Other income:				
Fraud and bad debt recovery, net of bad debt expense	-	-	150	150
Net assets, beginning of year	1,813,150	785,180	135,128	2,733,458
Transfers between funds	<u>(687,904)</u>	<u>687,904</u>	<u>-</u>	<u>-</u>
Net assets, end of year	<u>\$ 1,015,851</u>	<u>\$ 1,358,886</u>	<u>\$ 244,670</u>	<u>\$ 2,619,407</u>

FEDERAL

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF FINANCIAL POSITION
FEDERAL PROGRAMS

SEPTEMBER 30, 2015

	<u>Head Start</u>	<u>LIHEAP</u>	<u>Non-Major</u>	<u>Totals</u>
<u>ASSETS</u>				
Current assets:				
Cash	\$ 900	\$ -	\$ 769,982	\$ 770,882
Grant funds receivable	441,191	-	314,181	755,372
Accounts and other receivables, net	14,801	-	4,664	19,465
Due from other funds	-	154,882	18,280	173,162
Other assets	-	-	1,650	1,650
Inventory	-	-	<u>123,091</u>	<u>123,091</u>
Total current assets	456,892	154,882	1,231,848	1,843,622
Property and equipment, net	<u>907,497</u>	<u>-</u>	<u>53,590</u>	<u>961,087</u>
	<u>\$ 1,364,389</u>	<u>\$ 154,882</u>	<u>\$ 1,285,438</u>	<u>\$ 2,804,709</u>
<u>LIABILITIES AND NET ASSETS</u>				
Current liabilities:				
Accounts payable	\$ 415,827	\$ 91,596	\$ 278,445	\$ 785,868
Other liabilities	-	-	23,591	23,591
Due to other funds	41,065	-	759,346	800,411
Deferred grant revenue	<u>-</u>	<u>63,286</u>	<u>115,702</u>	<u>178,988</u>
Total liabilities	<u>456,892</u>	<u>154,882</u>	<u>1,177,084</u>	<u>1,788,858</u>
Net assets:				
Unrestricted	907,497	-	101,424	1,008,921
Temporarily restricted	<u>-</u>	<u>-</u>	<u>6,930</u>	<u>6,930</u>
	<u>907,497</u>	<u>-</u>	<u>108,354</u>	<u>1,015,851</u>
	<u>\$ 1,364,389</u>	<u>\$ 154,882</u>	<u>\$ 1,285,438</u>	<u>\$ 2,804,709</u>

COMBINING STATEMENT OF FINANCIAL POSITION
FEDERAL NON-MAJOR PROGRAMS

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF FINANCIAL POSITION
FEDERAL NON-MAJOR PROGRAMS

SEPTEMBER 30, 2015

	<u>USDA</u>	<u>Weather- ization</u>	<u>CSBG</u>	<u>Foster Grandparents</u>
<u>ASSETS</u>				
Current assets:				
Cash	\$ -	\$ 100,124	\$ 566,355	\$ 54,428
Grant funds receivable	89,366	64,732	142,837	17,246
Accounts and other receivables, net	-	2,056	-	2,423
Due from other funds	-	-	-	-
Other assets	-	1,650	-	-
Inventory	-	<u>109,733</u>	-	-
Total current assets	89,366	278,295	709,192	74,097
Property and equipment, net	<u>-</u>	<u>53,590</u>	<u>-</u>	<u>-</u>
	<u>\$ 89,366</u>	<u>\$ 331,885</u>	<u>\$ 709,192</u>	<u>\$ 74,097</u>
<u>LIABILITIES AND NET ASSETS</u>				
Current liabilities:				
Accounts payable	\$ 89,366	\$ 94,292	\$ 46,759	\$ 22,134
Other liabilities	-	-	-	-
Due to other funds	-	81,809	665,350	3,362
Deferred grant revenue	-	<u>86,050</u>	<u>282</u>	-
Total current liabilities	<u>89,366</u>	<u>262,151</u>	<u>712,391</u>	<u>25,496</u>
Net assets:				
Unrestricted	-	69,734	(3,199)	48,601
Temporarily restricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>69,734</u>	<u>(3,199)</u>	<u>48,601</u>
	<u>\$ 89,366</u>	<u>\$ 331,885</u>	<u>\$ 709,192</u>	<u>\$ 74,097</u>

<u>Family Planning</u>	<u>Shelter Plus Care ó DMH</u>	<u>Emergency Food and Shelter</u>	<u>Head Start I Can</u>	<u>Head Start Eat Smart</u>	<u>Totals</u>
\$ 2,053	\$ 38,688	\$ -	\$ 7,533	\$ 801	\$ 769,982
-	-	-	-	-	314,181
185	-	-	-	-	4,664
-	-	18,280	-	-	18,280
-	-	-	-	-	1,650
<u>13,358</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>123,091</u>
15,596	38,688	18,280	7,533	801	1,231,848
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>53,590</u>
<u>\$ 15,596</u>	<u>\$ 38,688</u>	<u>\$ 18,280</u>	<u>\$ 7,533</u>	<u>\$ 801</u>	<u>\$ 1,285,438</u>
\$ 16,317	\$ 4,796	\$ 4,781	\$ -	\$ -	\$ 278,445
-	23,591	-	-	-	23,591
8,825	-	-	-	-	759,346
<u>15,871</u>	<u>-</u>	<u>13,499</u>	<u>-</u>	<u>-</u>	<u>115,702</u>
<u>41,013</u>	<u>28,387</u>	<u>18,280</u>	<u>-</u>	<u>-</u>	<u>1,177,084</u>
(25,417)	10,301	-	603	801	101,424
<u>-</u>	<u>-</u>	<u>-</u>	<u>6,930</u>	<u>-</u>	<u>6,930</u>
<u>(25,417)</u>	<u>10,301</u>	<u>-</u>	<u>7,533</u>	<u>801</u>	<u>108,354</u>
<u>\$ 15,596</u>	<u>\$ 38,688</u>	<u>\$ 18,280</u>	<u>\$ 7,533</u>	<u>\$ 801</u>	<u>\$ 1,285,438</u>

OZARKS AREA COMMUNITY ACTION CORPORATION

STATEMENT OF ACTIVITIES

YEAR ENDED SEPTEMBER 30, 2015

	<u>Major Programs</u>	<u>Non-major Programs</u>	<u>Totals</u>
Revenues:			
Federal grants	\$ 14,428,099	\$ 4,351,453	\$ 18,779,552
Other grants	173,701	233,972	407,673
Fee income	671,682	94,006	765,688
Interest income	-	865	865
In-kind	166,734	396,933	563,667
Donations	-	10,200	10,200
Other income	<u>81,049</u>	<u>32,846</u>	<u>113,895</u>
 Total revenues	 <u>15,521,265</u>	 <u>5,120,275</u>	 <u>20,641,540</u>
Expenditures:			
Salaries and related costs	9,057,110	2,228,107	11,285,217
Contract services	430,583	197,322	627,905
Travel	270,808	46,868	317,676
Payments to/for participants	2,154,735	601,245	2,755,980
Occupancy	1,504,864	266,737	1,771,601
Operating expenses	936,058	1,225,245	2,161,303
Administrative and indirect costs	825,023	202,996	1,028,019
In-kind	166,734	396,933	563,667
Depreciation	<u>171,220</u>	<u>68,347</u>	<u>239,567</u>
 Total expenditures	 <u>15,517,135</u>	 <u>5,233,800</u>	 <u>20,750,935</u>
 Changes in net assets	 4,130	 (113,525)	 (109,395)
Net assets, beginning of year	903,120	910,030	1,813,150
Transfers between funds	<u>247</u>	<u>(688,151)</u>	<u>(687,904)</u>
Net assets, end of year	<u>\$ 907,497</u>	<u>\$ 108,354</u>	<u>\$ 1,015,851</u>

OZARKS AREA COMMUNITY ACTION CORPORATION

STATEMENT OF ACTIVITIES
FEDERAL MAJOR PROGRAMS

YEAR ENDED SEPTEMBER 30, 2015

	<u>Head Start</u>	<u>LIHEAP</u>	<u>Totals</u>
Revenues:			
Federal grants	\$ 11,837,408	\$ 2,590,691	\$ 14,428,099
Other grants	173,701	-	173,701
Fee income	671,682	-	671,682
In-kind	166,734	-	166,734
Other income	<u>81,049</u>	<u>-</u>	<u>81,049</u>
Total revenues	<u>12,930,574</u>	<u>2,590,691</u>	<u>15,521,265</u>
Expenditures:			
Salaries and related costs	8,740,947	316,163	9,057,110
Contract services	384,699	45,884	430,583
Travel	270,643	165	270,808
Payments to/for participants	8,814	2,145,921	2,154,735
Occupancy	1,477,621	27,243	1,504,864
Operating expenses	909,545	26,513	936,058
Administrative and indirect costs	796,221	28,802	825,023
In-kind	166,734	-	166,734
Depreciation	<u>171,220</u>	<u>-</u>	<u>171,220</u>
Total expenditures	<u>12,926,444</u>	<u>2,590,691</u>	<u>15,517,135</u>
Changes in net assets	4,130	-	4,130
Net assets, beginning of year	903,120	-	903,120
Transfers between funds	<u>247</u>	<u>-</u>	<u>247</u>
Net assets, end of year	<u>\$ 907,497</u>	<u>\$ -</u>	<u>\$ 907,497</u>

COMBINING STATEMENT OF ACTIVITIES
FEDERAL NON-MAJOR PROGRAMS

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF ACTIVITIES
FEDERAL NON-MAJOR PROGRAMS

YEAR ENDED SEPTEMBER 30, 2015

	<u>USDA</u>	<u>Weather- ization</u>	<u>CSBG</u>	<u>Foster Grandparents</u>
Revenues:				
Federal grants	\$ 748,810	\$ 1,120,654	\$ 1,431,153	\$ 267,110
Other grants	-	210,140	265	20,896
Fee income	-	6,306	-	-
Interest income	-	552	-	199
In-kind	-	-	-	162,806
Donations	-	-	-	10,000
Other income	-	357	1,092	-
	<u>748,810</u>	<u>1,338,009</u>	<u>1,432,510</u>	<u>461,011</u>
Expenditures:				
Salaries and related costs	-	781,062	1,019,573	79,578
Contract services	-	65,195	641	391
Travel	-	28,753	14,796	596
Payments to/for participants	-	-	7,430	197,037
Occupancy	-	44,577	189,682	6,492
Operating expenses	748,810	343,097	107,437	6,527
Administrative and indirect costs	-	71,155	92,883	7,250
In-kind	-	-	-	162,806
Depreciation	-	68,198	149	-
	<u>748,810</u>	<u>1,402,037</u>	<u>1,432,591</u>	<u>460,677</u>
Changes in net assets	-	(64,028)	(81)	334
Net assets, beginning of year	-	133,762	651,361	48,267
Transfers between funds	-	-	(654,479)	-
Net asset, end of year	<u>\$ -</u>	<u>\$ 69,734</u>	<u>\$ (3,199)</u>	<u>\$ 48,601</u>

<u>Family Planning</u>	<u>Shelter Plus Care ó DMH</u>	<u>Emergency Food and Shelter</u>	<u>Head Start I Can</u>	<u>Head Start Eat Smart</u>	<u>MHDC Home Repair (HERO)</u>	<u>Totals</u>
\$ 382,528	\$ 259,949	\$ 52,727	\$ -	\$ -	\$ 88,522	\$ 4,351,453
2,671	-	-	-	-	-	233,972
87,700	-	-	-	-	-	94,006
77	37	-	-	-	-	865
234,127	-	-	-	-	-	396,933
200	-	-	-	-	-	10,200
31,397	-	-	-	-	-	32,846
<u>738,700</u>	<u>259,986</u>	<u>52,727</u>	<u>-</u>	<u>-</u>	<u>88,522</u>	<u>5,120,275</u>
333,600	14,242	52	-	-	-	2,228,107
41,908	665	-	-	-	88,522	197,322
2,640	83	-	-	-	-	46,868
109,115	234,993	52,670	-	-	-	601,245
24,844	1,142	-	-	-	-	266,737
17,949	2,072	-	-	(647)	-	1,225,245
30,391	1,312	5	-	-	-	202,996
234,127	-	-	-	-	-	396,933
-	-	-	-	-	-	68,347
<u>794,574</u>	<u>254,509</u>	<u>52,727</u>	<u>-</u>	<u>(647)</u>	<u>88,522</u>	<u>5,233,800</u>
(55,874)	5,477	-	-	647	-	(113,525)
30,457	4,824	-	7,533	154	33,672	910,030
-	-	-	-	-	(33,672)	(688,151)
<u>\$ (25,417)</u>	<u>\$ 10,301</u>	<u>\$ -</u>	<u>\$ 7,533</u>	<u>\$ 801</u>	<u>\$ -</u>	<u>\$ 108,354</u>

STATE AND OTHER

COMBINING STATEMENT OF FINANCIAL POSITION
STATE AND OTHER

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF FINANCIAL POSITION
STATE AND OTHER

SEPTEMBER 30, 2015

	Head Start Center Funds	Agency Weatherization Program	Neighborhood Centers	Agency Funds
<u>ASSETS</u>				
Current assets:				
Cash	\$ 259,544	\$ -	\$ 219,131	\$ 274,869
Accounts and other receivables, net	-	5,400	-	82,817
Due from other funds	-	105,088	-	581,952
Other assets	-	-	-	3,435
Inventory	-	647	-	-
	<u>259,544</u>	<u>111,135</u>	<u>219,131</u>	<u>943,073</u>
Total current assets				
Property and equipment, net	<u>101,989</u>	<u>136,672</u>	<u>-</u>	<u>44,282</u>
	<u>\$ 361,533</u>	<u>\$ 247,807</u>	<u>\$ 219,131</u>	<u>\$ 987,355</u>
<u>LIABILITIES AND NET ASSETS</u>				
Current liabilities:				
Accounts payable	\$ 1,114	\$ 3,296	\$ -	\$ 26,210
Payroll taxes and benefits payable	-	-	-	86,950
Accrued annual leave	-	-	-	185,981
Other liabilities	-	-	-	-
Due to other funds	59,530	-	-	-
Current portion notes payable	-	10,866	-	-
Deferred grant revenue	-	-	-	-
	<u>60,644</u>	<u>14,162</u>	<u>-</u>	<u>299,141</u>
Total current liabilities				
Long-term notes payable, less current portion	<u>-</u>	<u>147,955</u>	<u>-</u>	<u>-</u>
	<u>60,644</u>	<u>162,117</u>	<u>-</u>	<u>299,141</u>
Net assets:				
Unrestricted	295,802	85,690	216,723	668,339
Temporarily restricted	<u>5,087</u>	<u>-</u>	<u>2,408</u>	<u>19,875</u>
	<u>300,889</u>	<u>85,690</u>	<u>219,131</u>	<u>688,214</u>
	<u>\$ 361,533</u>	<u>\$ 247,807</u>	<u>\$ 219,131</u>	<u>\$ 987,355</u>

<u>DMH ó RAP</u>	<u>Project Share</u>	<u>Senior Citizens Tax Fund</u>	<u>MHDC Disaster Relief</u>	<u>Utilicare</u>	<u>Total</u>
\$ 16,232	\$ 31,620	\$ 25,151	\$ -	\$ -	\$ 826,547
-	-	-	-	-	88,217
-	-	-	81	11	687,132
-	-	-	-	-	3,435
-	-	-	-	-	647
16,232	31,620	25,151	81	11	1,605,978
-	-	-	-	-	282,943
<u>\$ 16,232</u>	<u>\$ 31,620</u>	<u>\$ 25,151</u>	<u>\$ 81</u>	<u>\$ 11</u>	<u>\$ 1,888,921</u>
\$ 3,586	\$ -	\$ -	\$ -	\$ -	\$ 34,206
-	-	-	-	-	86,950
-	-	-	-	-	185,981
4,455	-	-	-	-	4,455
-	-	-	-	-	59,530
-	-	-	-	-	10,866
-	-	-	81	11	92
8,041	-	-	81	11	382,080
-	-	-	-	-	147,955
8,041	-	-	81	11	530,035
8,191	31,620	25,151	-	-	1,331,516
-	-	-	-	-	27,370
8,191	31,620	25,151	-	-	1,358,886
<u>\$ 16,232</u>	<u>\$ 31,620</u>	<u>\$ 25,151</u>	<u>\$ 81</u>	<u>\$ 11</u>	<u>\$ 1,888,921</u>

COMBINING STATEMENT OF ACTIVITIES
STATE AND OTHER

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF ACTIVITIES
STATE AND OTHER

YEAR ENDED SEPTEMBER 30, 2015

	Head Start Center Funds	Agency Weatherization Program	Neighborhood Centers	Agency Funds
Revenues:				
Other grants	\$ 4,060	\$ 3,265	\$ 30,629	\$ 3,280
Fee income	-	162,861	-	12,325
Interest income	1,034	-	73	5,169
Donations	16,626	-	54,562	14,880
Other income	<u>3,354</u>	<u>24,101</u>	<u>108,625</u>	<u>35,576</u>
	<u>25,074</u>	<u>190,227</u>	<u>193,889</u>	<u>71,230</u>
Expenditures:				
Salaries and related costs	43,720	36,480	11,611	35,206
Contract services	15,916	66,380	-	-
Travel	454	354	10	72
Payments to/for participants	132	-	70,993	17,280
Occupancy	1,045	16,862	22,084	-
Operating expenses	24,798	48,202	60,884	58,742
Administrative and indirect costs	4,329	3,323	1,058	1,765
Depreciation	<u>33,850</u>	<u>20,395</u>	<u>-</u>	<u>5,076</u>
	<u>124,244</u>	<u>191,996</u>	<u>166,640</u>	<u>118,141</u>
Changes in net assets	(99,170)	(1,769)	27,249	(46,911)
Net assets, beginning of year	400,306	53,787	191,882	80,646
Transfers between funds	<u>(247)</u>	<u>33,672</u>	<u>-</u>	<u>654,479</u>
Net asset, end of year	<u>\$ 300,889</u>	<u>\$ 85,690</u>	<u>\$ 219,131</u>	<u>\$ 688,214</u>

<u>DMH ó RAP</u>	<u>Project Share</u>	<u>Senior Citizens Tax Fund</u>	<u>Missouri Move Smart Child Care</u>	<u>Utilicare</u>	<u>Total</u>
\$ -	\$ -	\$ 166,821	\$ 7,500	\$ 43,387	\$ 258,942
90,012	-	-	-	-	265,198
18	106	-	-	-	6,400
-	96,532	-	-	-	182,600
-	-	-	-	-	<u>171,656</u>
<u>90,030</u>	<u>96,638</u>	<u>166,821</u>	<u>7,500</u>	<u>43,387</u>	<u>884,796</u>
5,846	-	629	349	29,547	163,388
212	-	-	-	-	82,508
45	-	7	-	2,169	3,111
79,280	95,670	163,336	-	-	426,691
461	-	-	-	2,129	42,581
817	1	170	7,119	7,243	207,976
555	-	57	32	2,299	13,418
-	-	-	-	-	<u>59,321</u>
<u>87,216</u>	<u>95,671</u>	<u>164,199</u>	<u>7,500</u>	<u>43,387</u>	<u>998,994</u>
2,814	967	2,622	-	-	(114,198)
5,377	30,653	22,529	-	-	785,180
-	-	-	-	-	<u>687,904</u>
<u>\$ 8,191</u>	<u>\$ 31,620</u>	<u>\$ 25,151</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,358,886</u>

PROGRAM SCHEDULES

OZARKS AREA COMMUNITY ACTION CORPORATION

SUPPLEMENTAL CSBG PROGRAM SCHEDULE

YEAR ENDED SEPTEMBER 30, 2015

Revenues:		
Federal grants		\$ 1,431,153
Other income		<u>10</u>
Total revenue		1,431,163
Expenditures:		
Salaries and related costs	\$ 1,020,214	
Travel	14,796	
Payments to/for participants	7,431	
Occupancy	189,682	
Operating expense	106,157	
Administrative expense	<u>92,883</u>	<u>1,431,163</u>
Change in net assets		-
Transfer of net assets to agency funds		(654,479)
Net assets, beginning of year		<u>654,479</u>
Net assets, end of year		<u><u>\$ -</u></u>

OZARKS AREA COMMUNITY ACTION CORPORATION
 LOW INCOME HOME ENERGY ASSISTANCE PROGRAM
 GRANT NUMBER ERS11014016

SUPPLEMENTAL SCHEDULE OF REVENUE AND EXPENSES

PROGRAM PERIOD OCTOBER 1, 2014 TO SEPTEMBER 30, 2015

Revenue:

Grant revenue ó LIHEAP:

Current (initial + amendments)	\$ 2,589,357
Prior year refunds	<u>1,334</u>

2,590,691

Expenditures:

Administrative/program services:

Personnel	\$ 362,047	
Travel/training	165	
Rent/fuel/utilities	23,283	
Supplies	23,699	
Communication services	2,019	
Repairs and maintenance	3,994	
Other	<u>29,563</u>	

Total administrative/program services	<u>444,770</u>	
---------------------------------------	----------------	--

ECIP direct services:

Winter	1,702,903	
Summer	<u>443,018</u>	

Total ECIP direct services	<u>2,145,921</u>	<u>2,590,691</u>
----------------------------	------------------	------------------

Ending program balance		\$ <u><u> -</u></u>
------------------------	--	------------------------------

OZARKS AREA COMMUNITY ACTION CORPORATION

SUPPLEMENTAL FAMILY PLANNING SCHEDULE

YEAR ENDED SEPTEMBER 30, 2015

Missouri Department of Health
Comprehensive Family Planning Services

Based on our testing of expenditures, we include the following assurances:

1. We note no funds expended for the purpose of performing, assisting or encouraging abortion.
2. We note no funds expended, directly or indirectly, to subsidize abortion services or administrative expenses.

OZARKS AREA COMMUNITY ACTION CORPORATION
 WEATHERIZATION PROGRAM ó DOE GRANT ONLY INTERIM REPORT
 SUBGRANT NUMBER G-14-EE0006164-2-17

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD JULY 1, 2014 TO JUNE 30, 2015

ENERGY CENTER

SUBGRANTEE

Beginning fund balance	\$ _____ -	Beginning fund balance	\$ _____ -
Revenue:		Revenue:	
Grant income	475,011	Grant income	475,011
Carry over funds	-	Carry over funds	-
Program income	<u> -</u>	Program income	<u> -</u>
Total revenue	<u>475,011</u>	Total revenue	<u>475,011</u>
Expenditures:		Expenditures:	
Administration	26,514	Administration	26,514
Program operations	406,046	Program operations	406,046
Insurance	10,800	Insurance	10,800
T&TA	9,323	T&TA	9,323
Other	<u>22,328</u>	Other	<u>22,328</u>
Total expenditures	<u>475,011</u>	Total expenditures	<u>475,011</u>
Ending fund balance	<u>\$ _____ -</u>	Ending fund balance	<u>\$ _____ -</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
WEATHERIZATION PROGRAM ó DOE GRANT ONLY INTERIM REPORT
SUBGRANT NUMBER G-14-EE0006164-2-17

SCHEDULE B

FOR THE PERIOD JULY 1, 2014 TO JUNE 30, 2015

Beginning agency fund balance	\$ _____ -
Grant revenue	475,011
Program income	-
Less expenditures	<u>475,011</u>
Agency ending fund balance	<u><u>\$ _____ -</u></u>
Ending cash on hand	<u><u>\$ _____ -</u></u>
Ending inventory	<u><u>\$ _____ -</u></u>

OZARKS AREA COMMUNITY ACTION CORPORATION
 WEATHERIZATION PROGRAM ó DOE GRANT ONLY INTERIM REPORT
 SUBGRANT NUMBER G-15-EE0006164-3-17

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD JULY 1, 2015 TO SEPTEMBER 30, 2015

ENERGY CENTER

SUBGRANTEE

Beginning fund balance	\$ _____ -	Beginning fund balance	\$ _____ -
Revenue:		Revenue:	
Grant income	133,778	Grant income	133,778
Carry over funds	-	Carry over funds	-
Program income	<u> -</u>	Program income	<u> -</u>
Total revenue	<u>133,778</u>	Total revenue	<u>133,778</u>
Expenditures:		Expenditures:	
Administration	10,551	Administration	10,551
Program operations	101,730	Program operations	101,730
Insurance	8,117	Insurance	8,117
T&TA	7,350	T&TA	7,350
Other	<u>5,924</u>	Other	<u>5,924</u>
Total expenditures	<u>133,672</u>	Total expenditures	<u>133,672</u>
Ending fund balance	<u>\$ 106</u>	Ending fund balance	<u>\$ 106</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
WEATHERIZATION PROGRAM ó DOE GRANT ONLY INTERIM REPORT
SUBGRANT NUMBER G-15-EE0006164-3-17

SCHEDULE B

FOR THE PERIOD JULY 1, 2014 TO JUNE 30, 2015

Beginning agency fund balance	\$ _____ -
Grant revenue	133,778
Program income	-
Less expenditures	<u>133,672</u>
Agency ending fund balance	<u>\$ 106</u>
Ending cash on hand	<u>\$ 106</u>
Ending inventory	<u>\$ -</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
 WEATHERIZATION PROGRAM ó DOE GRANT ONLY INTERIM REPORT
 SUBGRANT NUMBER G-15-LIHEAP-15-17

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OCTOBER 1, 2014 THROUGH SEPTEMBER 30, 2015

ENERGY CENTER

SUBGRANTEE

Beginning fund balance	\$ _____ -	Beginning fund balance	\$ _____ -
Revenue:		Revenue:	
Grant income	746,505	Grant income	746,505
Carry over funds	-	Carry over funds	-
Program income	<u> -</u>	Program income	<u> -</u>
Total revenue	<u> 746,505</u>	Total revenue	<u> 746,505</u>
Expenditures:		Expenditures:	
Administration	37,325	Administration	37,325
Program operations	676,415	Program operations	676,415
Insurance	15,500	Insurance	15,500
T&TA	17,265	T&TA	17,265
Other	<u> -</u>	Other	<u> -</u>
Total expenditures	<u> 746,505</u>	Total expenditures	<u> 746,505</u>
Ending fund balance	<u> \$ _____ -</u>	Ending fund balance	<u> \$ _____ -</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
WEATHERIZATION PROGRAM ó DOE GRANT ONLY INTERIM REPORT
SUBGRANT NUMBER G-15-LIHEAP-15-17

SCHEDULE B

FOR THE PERIOD OCTOBER 1, 2014 THROUGH SEPTEMBER 30, 2015

Beginning agency fund balance	\$ _____ -
Grant revenue	746,505
Program income	-
Less expenditures	<u>746,505</u>
Agency ending fund balance	\$ _____ -
Ending cash on hand	\$ _____ -
Ending inventory	\$ _____ -

OZARKS AREA COMMUNITY ACTION CORPORATION
 WEATHERIZATION PROGRAM 6 INTERIM REPORT
 SUBGRANT NUMBER G-16-Utilicare-16A-17

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD JULY 1, 2015 THROUGH SEPTEMBER 30, 2015

ENERGY CENTER

SUBGRANTEE

Beginning fund balance	\$ _____ -	Beginning fund balance	\$ _____ -
Revenue:		Revenue:	
Grant income	43,387	Grant income	43,387
Carry over funds	-	Carry over funds	-
Program income	<u> -</u>	Program income	<u> -</u>
Total revenue	<u> 43,387</u>	Total revenue	<u> 43,387</u>
Expenditures:		Expenditures:	
Administration	3,471	Administration	3,471
Program operations	36,747	Program operations	36,747
Insurance	1,000	Insurance	1,000
T&TA	2,169	T&TA	2,169
Other	<u> -</u>	Other	<u> -</u>
Total expenditures	<u> 43,387</u>	Total expenditures	<u> 43,387</u>
Ending fund balance	<u> \$ _____ -</u>	Ending fund balance	<u> \$ _____ -</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
WEATHERIZATION PROGRAM ó DOE GRANT ONLY INTERIM REPORT
SUBGRANT NUMBER G-16-Utilicare-16A-17

SCHEDULE B

FOR THE PERIOD JULY 1, 2015 THROUGH SEPTEMBER 30, 2015

Beginning agency fund balance	\$ <u> -</u>
Grant revenue	43,387
Program income	-
Less expenditures	<u>43,387</u>
Agency ending fund balance	\$ <u> -</u>
Ending cash on hand	\$ <u> -</u>
Ending inventory	\$ <u> -</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
HEAD START

RECONCILIATION OF PROGRAM YEARS

SEPTEMBER 30, 2015

	Grant # 07CH6157/49			Grant #07CH01022 01-00	2015 Fiscal Year Total
	9-1-14 / 9-30-14	10-1-14 / 8-31-15	Grant Total	9-1-15 / 9-30-15	
Revenues:					
Head Start grant	\$ 1,150,283	\$ 10,716,127	\$ 11,866,410	\$ 1,121,281	\$ 11,837,408
USDA program	93,597	659,444	753,041	89,366	748,810
Other grants	-	10,459	10,459	871	11,330
Fee income	55,601	620,135	675,736	50,265	670,400
Other income	620	81,002	81,622	47	81,049
In-kind	<u>275,603</u>	<u>2,965,002</u>	<u>3,240,605</u>	<u>274,657</u>	<u>3,239,659</u>
	<u>1,575,704</u>	<u>15,052,169</u>	<u>16,627,873</u>	<u>1,536,487</u>	<u>16,588,656</u>
Expenditures:					
Training and Technical Assistance (CAN #11):					
Salaries	21,613	16,862	38,475	3,852	20,714
Fringe	3,332	2,737	6,069	505	3,242
Travel	6,181	9,380	15,561	225	9,605
Supplies	-	594	594	2,261	2,855
Contractual	-	74	74	100	174
Other	<u>5,956</u>	<u>4,471</u>	<u>10,427</u>	<u>1,033</u>	<u>5,504</u>
	37,082	34,118	71,200	7,976	42,094
Indirect costs	<u>2,270</u>	<u>2,286</u>	<u>4,556</u>	<u>397</u>	<u>2,683</u>
	<u>39,352</u>	<u>36,404</u>	<u>75,756</u>	<u>8,373</u>	<u>44,777</u>
Training and Technical Assistance (CAN #20):					
Salaries	5,604	16,971	22,575	19,363	36,334
Fringe	688	2,960	3,648	2,943	5,903
Travel	1,344	33,678	35,022	2,284	35,962
Supplies	-	1,204	1,204	16,696	17,900
Contractual	-	1,946	1,946	12	1,958
Other	<u>363</u>	<u>13,237</u>	<u>13,600</u>	<u>5,114</u>	<u>18,351</u>
	7,999	69,996	77,995	46,412	116,408
Indirect costs	<u>573</u>	<u>1,816</u>	<u>2,389</u>	<u>2,032</u>	<u>3,848</u>
	<u>8,572</u>	<u>71,812</u>	<u>80,384</u>	<u>48,444</u>	<u>120,256</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
HEAD START

RECONCILIATION OF PROGRAM YEARS
(CONTINUED)

SEPTEMBER 30, 2015

	Grant # 07CH6157/49			Grant #07CH01022 01-00	2015 Fiscal Year
	9-1-14 / 9-30-14	10-1-14 / 8-31-15	Grant Total	9-1-15 / 9-30-15	Total
Full Year Head Start ó Part Day and Handicapped (CAN #22):					
Salaries	\$ 533,042	\$ 5,024,582	\$ 5,557,624	\$ 491,423	\$ 5,516,005
Fringe	135,982	1,471,841	1,607,823	132,846	1,604,687
Travel	18,959	165,945	184,904	15,088	181,033
Equipment	26,971	125,914	152,885	-	125,914
Supplies	47,505	163,325	210,830	55,746	219,071
Contractual	1,064	39,011	40,075	4,575	43,586
Other	<u>186,021</u>	<u>1,688,451</u>	<u>1,874,472</u>	<u>166,153</u>	<u>1,854,604</u>
	949,544	8,679,069	9,628,613	865,831	9,544,900
Indirect costs	<u>60,852</u>	<u>576,214</u>	<u>637,066</u>	<u>56,804</u>	<u>633,018</u>
	<u>1,010,396</u>	<u>9,255,283</u>	<u>10,265,679</u>	<u>922,635</u>	<u>10,177,918</u>
Early Head Start (CAN #25):					
Salaries	78,345	1,020,523	1,098,868	99,003	1,119,526
Fringe	26,387	325,574	351,961	26,663	352,237
Travel	1,837	36,299	38,136	3,093	39,392
Supplies	10,234	52,242	62,476	11,966	64,208
Contractual	7,841	270,785	278,626	20,253	291,038
Other	<u>14,016</u>	<u>238,680</u>	<u>252,696</u>	<u>20,590</u>	<u>259,270</u>
	138,660	1,944,103	2,082,763	181,568	2,125,671
Indirect costs	<u>9,524</u>	<u>120,121</u>	<u>129,645</u>	<u>11,444</u>	<u>131,565</u>
	<u>148,184</u>	<u>2,064,224</u>	<u>2,212,408</u>	<u>193,012</u>	<u>2,257,236</u>
In-kind expense (see note below)	<u>275,603</u>	<u>2,965,002</u>	<u>3,240,605</u>	<u>274,657</u>	<u>3,239,659</u>
USDA	<u>93,597</u>	<u>659,444</u>	<u>753,041</u>	<u>89,366</u>	<u>748,810</u>
Total program expenditures	<u>1,575,704</u>	<u>15,052,169</u>	<u>16,627,873</u>	<u>1,536,487</u>	<u>16,588,656</u>
Change in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

DIFFERENCES COMPARED TO OVERALL STATEMENTS

1. This in-kind represents the amount reported internally that is required by the funding source, and does not match financial statements in accordance with accounting principles generally accepted in the United States of America.
2. Depreciation is not included in total program expenditures as it is not considered a program expenditure by the funding source.

OZARKS AREA COMMUNITY ACTION CORPORATION
FAMILY PLANNING

RECONCILIATION OF PROGRAM YEARS

SEPTEMBER 30, 2015

	October 1, 2014 - March 30, 2015		April 1, 2015 - September 30, 2015		Totals (Memorandum Only)
	Federal	Match	Federal	Match	
Revenues:					
Federal grants	\$ 177,303	\$ -	\$ 205,225	\$ -	\$ 382,528
Other grants	-	280	-	2,591	2,871
Fee income	-	39,864	-	47,836	87,700
Interest income	-	58	-	19	77
In-kind	-	118,021	-	116,106	234,127
Other income	-	16,322	-	15,075	31,397
	<u>177,303</u>	<u>174,545</u>	<u>205,225</u>	<u>181,627</u>	<u>738,700</u>
Expenditures:					
Salaries	134,852	41,361	144,234	13,153	333,600
Contract services	16,848	4,931	19,829	300	41,908
Travel	-	1,969	-	671	2,640
Occupancy	-	12,404	-	12,440	24,844
Operating expenses	25,603	42,304	41,162	17,995	127,064
Administrative expenses	-	16,035	-	14,356	30,391
In-kind	-	118,021	-	116,106	234,127
	<u>177,303</u>	<u>237,025</u>	<u>205,225</u>	<u>175,021</u>	<u>794,574</u>
Change in net assets	-	(62,480)	-	6,606	(55,874)
Net assets, beginning of year	-	-	-	30,457	30,457
Reclassification of net assets	-	62,480	-	(62,480)	-
Net assets, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,417)</u>	<u>\$ (25,417)</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
FOSTER GRANDPARENTS

RECONCILIATION OF PROGRAM YEARS

SEPTEMBER 30, 2015

	October 1, 2014 - March 31, 2015		April 1, 2015 - September 30, 2015		Totals
	Federal	Match	Federal	Match	(Memorandum Only)
Revenues:					
Federal grants	\$ 137,912	\$ -	\$ 129,198	\$ -	\$ 267,110
Other grants	-	6,863	-	14,033	20,896
Interest income	-	103	-	96	199
In-kind	-	110,312	-	52,494	162,806
Donations	-	10,000	-	-	10,000
Other income	-	-	-	-	-
	<u>137,912</u>	<u>127,278</u>	<u>129,198</u>	<u>66,623</u>	<u>461,011</u>
Expenditures:					
Salaries	30,115	12,345	37,118	-	79,578
Contract services	391	-	-	-	391
Travel	434	-	162	-	596
Payments to/for participants	95,223	18,416	83,398	-	197,037
Occupancy	3,247	-	3,245	-	6,492
Operating expenses	4,638	-	1,889	-	6,527
Administrative expenses	3,864	-	3,386	-	7,250
In-kind	-	110,312	-	52,494	162,806
	<u>137,912</u>	<u>141,073</u>	<u>129,198</u>	<u>52,494</u>	<u>460,677</u>
Change in net assets	-	(13,795)	-	14,129	334
Net assets, beginning of year	-	-	-	48,267	48,267
Reclassification of net assets	<u>-</u>	<u>13,795</u>	<u>-</u>	<u>(13,795)</u>	<u>-</u>
Net assets, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 48,601</u>	<u>\$ 48,601</u>

COMPLIANCE AND INTERNAL CONTROLS

OZARKS AREA COMMUNITY ACTION CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED SEPTEMBER 30, 2015

	<u>Grant Award Number</u>	<u>Federal CFDA Number</u>	<u>Expenditures</u>
<u>U.S. Department of Health and Human Services:</u>			
Head Start Cluster:			
Direct program:			
	07CH6157/49		
Head Start Program	07CH010221-01-00	93.600	\$ 9,690,789
Early Head Start Program		93.600	<u>2,146,619</u>
Total Head Start Cluster			11,837,408
Passed through Missouri State Department of Social Services:			
Community Services Block Grant	PG281300014	93.569	1,431,153
Low-Income Housing Energy Assistance	ERS11014016	93.568	2,590,691
Passed through Missouri Family Health Council:			
Family Planning (Services)	None	93.217	382,528
Passed through Missouri Department of Economic Development:			
Weatherization Assistance for Low-Income Persons	G-15-LIHEAP-15-17	93.568	<u>746,505</u>
Total Department of Health and Human Services			<u>16,988,285</u>
<u>U.S. Department of Agriculture:</u>			
Passed through Missouri Department of Health:			
Child and Adult Care Food Program	ERS46-0857	10.558	748,810
Passed through Missouri Department of Social Services:			
Emergency Food Assistance Program (Food Commodities)	None	10.569	<u>17,254</u>
Total Department of Agriculture			<u>766,064</u>
<u>U.S. Department of Energy:</u>			
Weatherization Cluster:			
Passed through Missouri Department of Economic Development:			
Weatherization Assistance for Low-Income Persons	G-14-EE0006164-2-17	81.042	221,277
Weatherization Assistance for Low-Income Persons	G-15-EE0006164-3-17	81.042	<u>133,672</u>
Total Department of Energy			<u>354,949</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
(CONTINUED)

YEAR ENDED SEPTEMBER 30, 2015

	<u>Grant Award Number</u>	<u>Federal CFDA Number</u>	<u>Expenditures</u>
<u>U.S. Department of Housing and Urban Development:</u>			
Passed through Department of Mental Health:			
Shelter Plus Care	MO 0083L7P061407/ MO 0026L7P0010407	14.238	\$ 254,472
Passed through Missouri Housing Development Commission:			
Home Investment Partnership Act (HERO)	14-HERO-10-HOME REPAIR	14.239	88,522
Passed through the City of Springfield, Missouri:			
Community Development Block Grant	2014-1058	14.219	<u>19,200</u>
Total Department of Housing and Urban Development			<u>362,194</u>
<u>U.S. Department of Homeland Security:</u>			
Direct Program:			
Emergency Food and Shelter	31-5280-00 31-5269-16 31-5510-16 31-5336-00 31-5354-00 31-5392-16 31-5452-00 31-5494-00 31-5498-00	97.024	<u>52,727</u>
<u>Corporation for National and Community Service:</u>			
Direct Program:			
Foster Grandparents Program	2014-OPE1-P71-OPO- 22415-4102	94.011	<u>267,110</u>
			<u>\$ 18,791,329</u>

OZARKS AREA COMMUNITY ACTION CORPORATION

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED SEPTEMBER 30, 2015

Basis of presentation

The accompanying schedule of revenues and expenditures of federal awards includes the federal grant activity of Ozarks Area Community Action Corporation and is presented on the modified accrual basis of accounting. The modification to the accrual basis of accounting is that property and equipment are recorded as expenditures in the year purchased according to grant requirements. 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*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Dallas County Public Housing Authority

The financial statements of Ozarks Area Community Action Corporation include the operations of the Dallas County Public Housing Authority, which received \$2,377,610 in federal awards that have not been included in the accompanying schedule for the year ended September 30, 2015. The federal expenditures of the Dallas County Public Housing Authority are not included due to the fact that Ozarks Area Community Action Corporation acted only as the fiscal agent for this organization. The Dallas County Public Housing Authority is required by statute to have a separate single audit on its fiscal year of June 30. A separate single audit for year ended June 30, 2015 has been completed and reported separately and is not included within the accompanying schedule.

TEFAP Program

During the year ended September 30, 2015, Ozarks Area Community Action Corporation distributed commodities with a total value of \$17,254. The amount distributed is not reflected in Ozarks Area Community Action Corporation's statement of financial position, statement of activities, or statement of cash flows, but is included in the schedule of expenditures of federal awards.

ROBERTS, MCKENZIE, MANGAN & CUMMINGS

A Professional Corporation

4035 S. Fremont

Springfield, Missouri 65804

(417) 883-5348 – (417) 883-8961 fax

INDEPENDENT AUDITORS' 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

Board of Directors
Ozarks Area Community Action Corporation
Springfield, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Ozarks Area Community Action Corporation (a nonprofit organization), which comprise the consolidated statement of financial position as of September 30, 2015, and the related consolidated statement of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 9, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Ozarks Area Community Action Corporation'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 Ozarks Area Community Action Corporation's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Ozarks Area Community Action Corporation'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*.

We also noted certain matters that we reported to management of Ozarks Area Community Action Corporation in a separate letter dated March 9, 2016.

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 organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Roberts, McKenzie, Mangan & Cummings

Springfield, Missouri
March 9, 2016

ROBERTS, MCKENZIE, MANGAN & CUMMINGS

A Professional Corporation

4035 S. Fremont

Springfield, Missouri 65804

(417) 883-5348 – (417) 883-8961 fax

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
OMB CIRCULAR A-133**

Board of Directors
Ozarks Area Community Action Corporation
Springfield, Missouri

Report on Compliance for Each Major Federal Program

We have audited Ozarks Area Community Action Corporation's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Ozarks Area Community Action Corporation's major federal programs for the year ended September 30, 2015. Ozarks Area Community Action Corporation's major federal programs are identified in the summary of auditors' 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.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Ozarks Area Community Action Corporation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and 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 Ozarks Area Community Action Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, Ozarks Area Community Action Corporation 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 Ozarks Area Community Action Corporation 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 Ozarks Area Community Action Corporation's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Ozarks Area Community Action Corporation's internal control over compliance.

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

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

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

Roberts, McKenzie, Mangan & Cummings

Springfield, Missouri
March 9, 2016

OZARKS AREA COMMUNITY ACTION CORPORATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS ó FEDERAL PROGRAMS

YEAR ENDED SEPTEMBER 30, 2015

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditor’s report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?
 Yes No
- Significant deficiencies identified that are not considered to be material weaknesses?
 Yes None reported
- Noncompliance material to financial statements noted?
 Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified?
 Yes No
- Significant deficiencies identified that are not considered to be material weakness(es)?
 Yes None reported

Type of auditor’s report issued on compliance for major programs: Unmodified.

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?

Yes No

OZARKS AREA COMMUNITY ACTION CORPORATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS ó FEDERAL PROGRAMS
(CONTINUED)

YEAR ENDED SEPTEMBER 30, 2015

Identification of major programs:

CFDA Number(s)

93.600

Head Start Cluster

93.568

Low-Income Housing Energy Assistance Program

Dollar threshold used to distinguish between type A and B programs: \$563,740

Auditee qualified as low-risk auditee? X Yes ___ No

Section II – Financial Statement Findings

There were no findings or significant deficiencies for the year ended September 30, 2015.

Section III – Federal Award Findings and Questioned Costs

There were no findings or significant deficiencies for the year ended September 30, 2015.

OZARKS AREA COMMUNITY ACTION CORPORATION
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2015

There were no findings for the year ended September 30, 2014.