



Empowering People, Enriching Communities

FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION
WITH
INDEPENDENT AUDITORS' REPORT
YEAR ENDED SEPTEMBER 30, 2020

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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, 2020, and the related statements of activities, functional expenses, 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, 2020, 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 18 to 44 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 Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 17, 2021 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.

R/M/C, CPA's

Springfield, Missouri
March 17, 2021

OZARKS AREA COMMUNITY ACTION CORPORATION

STATEMENT OF FINANCIAL POSITION

SEPTEMBER 30, 2020

ASSETS

Current assets:	
Cash	\$ 7,384,478
Grant funds receivable	1,099,356
Other accounts receivable, net	65,850
Other assets	9,740
Inventory	<u>179,414</u>
Total current assets	8,738,838
Property and equipment, net	<u>2,468,194</u>
	<u>\$ 11,207,032</u>

LIABILITIES AND NET ASSETS

Current liabilities:	
Accounts payable	\$ 1,375,293
Payroll taxes and benefits payable	83,962
Accrued annual leave	275,092
Other liabilities	26,508
Current portion notes payable	34,502
Deferred grant revenue	<u>5,565,215</u>
Total current liabilities	7,360,572
Long-term notes payable	<u>71,875</u>
Total liabilities	7,432,447
Net assets:	
Without donor restrictions	\$ 3,732,848
With donor restrictions	<u>41,737</u>
	<u>3,774,585</u>
	<u>\$ 11,207,032</u>

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

OZARKS AREA COMMUNITY ACTION CORPORATION

STATEMENT OF ACTIVITIES

YEAR ENDED SEPTEMBER 30, 2020

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Totals</u>
Revenues:			
Federal grants	\$ 23,263,830	\$ -	\$ 23,263,830
Other grants	317,703	-	317,703
Fee income	906,500	-	906,500
Interest income	54,188	-	54,188
In-kind	203,390	-	203,390
Donations	263,593	3,400	266,993
Other income	<u>624,589</u>	<u>-</u>	<u>624,589</u>
Total revenues	25,633,793	3,400	25,637,193
Net assets released from restrictions	<u>1,850</u>	<u>(1,850)</u>	<u>-</u>
	<u>25,635,643</u>	<u>1,550</u>	<u>25,637,193</u>
Expenditures:			
Program services:			
Head Start	13,911,735	-	13,911,735
LIHEAP	2,934,856	-	2,934,856
Housing Assistance	2,812,178	-	2,812,178
CSBG	1,743,159	-	1,743,159
Weatherization	1,476,340	-	1,476,340
Family Planning	667,207	-	667,207
Foster Grandparents	350,481	-	350,481
Other assistance programs	<u>1,402,565</u>	<u>-</u>	<u>1,402,565</u>
	<u>25,298,521</u>	<u>-</u>	<u>25,298,521</u>
Supporting services:			
Management and general expense	876,231	-	876,231
Fundraising expenses	<u>246,236</u>	<u>-</u>	<u>246,236</u>
	<u>1,122,467</u>	<u>-</u>	<u>1,122,467</u>
Total expenditures	<u>26,420,988</u>	<u>-</u>	<u>26,420,988</u>
Changes in net assets	(785,345)	1,550	(783,795)
Net assets, beginning of year	<u>4,518,193</u>	<u>40,187</u>	<u>4,558,380</u>
Net assets, end of year	<u>\$ 3,732,848</u>	<u>\$ 41,737</u>	<u>\$ 3,774,585</u>

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

STATEMENT OF FUNCTIONAL EXPENSES

OZARKS AREA COMMUNITY ACTION CORPORATION

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED SEPTEMBER 30, 2020

	<u>Head Start</u>	<u>LIHEAP</u>	<u>Housing</u>	<u>CSBG</u>
Salaries and related costs	\$10,094,909	\$ 535,229	\$ 229,994	\$ 1,419,473
Contract services	183,314	1,064	14,011	(2,736)
Travel	136,602	219	141	15,490
Payments to / for participants	4,808	2,331,369	2,211,443	16,555
Occupancy	1,534,592	33,580	16,039	200,311
Operating expenses	1,411,467	32,132	34,386	86,150
In-kind	-	-	-	-
Portable voucher payment	-	-	302,113	-
Depreciation	<u>546,043</u>	<u>1,263</u>	<u>4,051</u>	<u>7,916</u>
	<u>\$13,911,735</u>	<u>\$ 2,934,856</u>	<u>\$ 2,812,178</u>	<u>\$ 1,743,159</u>

<u>Weather- ization</u>	<u>Family Planning</u>	<u>Foster Grandparents</u>	<u>Other Assistance Programs</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
\$ 1,021,505	\$ 327,547	\$ 71,896	\$ 152,733	\$ 490,133	\$ 193,111	\$14,536,530
56,700	107,026	225	40,972	94,152	-	494,728
24,809	1,171	1,416	254	2,047	-	182,149
-	19,472	230,784	840,639	-	2,984	5,658,054
52,064	26,914	6,499	72,896	112,195	-	2,055,090
318,551	17,015	4,333	273,575	171,123	50,141	2,398,873
-	168,062	35,328	21,496	-	-	224,886
-	-	-	-	-	-	302,113
<u>2,711</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,581</u>	<u>-</u>	<u>568,565</u>
<u>\$ 1,476,340</u>	<u>\$ 667,207</u>	<u>\$ 350,481</u>	<u>\$ 1,402,565</u>	<u>\$ 876,231</u>	<u>\$ 246,236</u>	<u>\$26,420,988</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, 2020

Cash flows from operating activities:	
Change in net assets	\$ (783,795)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	588,056
Gain on disposal of property and equipment	(27,050)
(Increase) decrease in assets:	
Grant funds receivable	276,648
Other accounts receivable	(32,306)
Inventory	(137,757)
Other assets	(4,636)
Increase (decrease) in liabilities:	
Accounts payable	233,325
Payroll taxes and benefits payable	44,038
Deferred grant revenue	3,555,814
Accrued annual leave	31,075
Other liabilities	<u>2,784</u>
Net cash provided by operating activities	<u>3,746,196</u>
Cash flows from investing activities:	
Purchase of property and equipment	(356,852)
Proceeds from sale of property and equipment	<u>27,050</u>
Net cash used in investing activities	<u>(329,802)</u>
Cash flows from financing activities:	
Payments on long-term debt	<u>(9,048)</u>
Net increase in cash	3,407,346
Cash, beginning of year	<u>3,977,132</u>
Cash, end of year	<u>\$ 7,384,478</u>
Supplemental disclosure of cash flow information:	
Cash paid during the year for:	
Interest	<u>\$ 3,788</u>

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

OZARKS AREA COMMUNITY ACTION CORPORATION

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2020

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

For financial reporting purposes, accounting principles generally accepted in the United States of America requires that resources be classified for reporting purposes based on the existence or absence of donor-imposed restrictions. Descriptions of the two net asset categories and the types of transactions affecting each category follow:

- Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions. Items that affect this net asset category principally consist of unrestricted contributions, grants, and other income.

1. Summary of significant accounting policies (continued)

Financial statement presentation (continued)

- With Donor Restrictions – Net assets subject to donor-imposed restrictions that will be met by actions of the Agency. Expirations of restrictions on net assets with donor restrictions are reported as net assets released from restrictions. At September 30, 2020, OACAC had net assets with restrictions of \$4,291 from donations to a mental health fund for Head Start children, \$13,108 for energy services, \$6,930 from donations to the Head Start I CAN program, \$15,000 for Agency donations, and \$2,408 remaining on donations to the neighborhood centers.

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

Accounting guidance issue but not adopted as of June 30, 2020

In February 2016, the FASB issued ASU-2016-02 *Leases (Topic 842)*. This ASU will require entities that lease assets – referred to as “lessees” – to recognize on the statement of financial position the assets and liabilities for the rights and obligations created by leases with lease terms of more than 12 months. Consistent with current U.S. GAAP, the recognition, measurement and presentation of expenses and cash flows arising from a lease by a lessee will depend primarily on its classification as a finance or operating lease. However, unlike current U.S. GAAP – which requires only finance leases to be recognized on the balance sheet – the new ASU will require both types of leases to be recognized on the balance sheet. This ASU is effective for annual periods beginning after December 15, 2021.

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 – 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 – 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.

1. Summary of significant accounting policies (continued)

Combining statements (continued)

Fiscal Agent – 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, 2019 through September 30, 2020 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.

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 Agency is subject to federal income tax on any unrelated business taxable income.

The Agency 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 Agency 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 Agency, 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, 2020, the Agency has determined that there were no unreasonable tax positions whereby a liability would need to be recorded.

The federal 990's of the Agency for 2020, 2019, and 2018 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 240 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.

1. Summary of significant accounting policies (continued)

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.

Estimates

Preparation of financial statements in 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, 2020, \$203,390 of in-kind contributions related to the Family Planning and Foster Grandparents programs were reflected in the financial statements. Other services with an estimated fair value of \$2,854,069, 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, 2020. 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.

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.

Contributions

Gifts of cash and other assets received without donor stipulations are reported as revenue and net assets without donor restrictions. Gifts having donor stipulations which are satisfied in the period the gift is received are also reported as revenue and net assets without donor restrictions.

Gifts of land, buildings, equipment, and other long-lived assets are reported as revenue and net assets without donor restrictions unless explicit donor stipulations specify how such assets must be used, in which case the gifts are reported as revenue and net assets with donor restrictions.

Functional allocation of expenses

The costs of supporting the various programs and other activities have been summarized on a functional basis in the statement of activities. Certain costs have been allocated among the programs and management and general categories. Expenses that can be identified with a specific program and support activity are allocated directly according to their natural expense classification. Other expenses that are common to several functions are allocated using various allocation methods.

2. Liquidity and availability

The Agency's activities are funded primarily through federal grants. These amounts are available to meet general expenditures of the Agency. As part of its liquidity management, the Agency has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations become due.

The Agency's financial assets as of September 30, 2020 are reflected below. The financial assets are reduced by amounts that are not available for general use due to donor-imposed restrictions within one year of the statement of financial position date.

Financial assets at year-end	\$ 8,549,684
Less those unavailable for general expenditures within one year due to:	
Donor-imposed restrictions:	
Restricted by donors with purpose restrictions	<u>(41,737)</u>
Financial assets available to meet cash needs for general/program expenditures within one year	<u>\$ 8,507,947</u>

3. 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, 2020 was \$588,056.

Summary of property and equipment at September 30, 2020 is as follows:

Land	\$ 6,000
Leasehold improvements	1,261,784
Buildings	470,655
Vehicles, furniture and equipment	<u>4,827,328</u>
	6,565,767
Less accumulated depreciation	<u>(4,097,573)</u>
	<u>\$ 2,468,194</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.

4. Notes payable

At September 30, 2020, 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. \$ 26,754

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. 33,054

Total forward \$ 59,808

4. Notes payable (continued)

Total forward	\$ 59,808
Guaranty Bank, originated November 17, 2016, in the amount of \$35,000 with 120 monthly payments of \$355 each, with interest at 4%. This loan is collateralized by property located at 940 W. Harrison, Springfield, Missouri.	23,284
Guaranty Bank, originated November 17, 2016, in the amount of \$35,000 with 120 monthly payments of \$355 each, with interest at 4%. This loan is collateralized by property located at 630 S. Missouri, Springfield, Missouri.	<u>23,285</u>
	106,377
Less current portion	<u>(34,502)</u>
	<u>\$ 71,875</u>

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

Year ending
September 30,

2021	\$ 34,502
2022	8,076
2023	8,419
2024	8,776
2025	9,148
Thereafter	<u>37,456</u>
	<u>\$ 106,377</u>

Total interest expense for the year on the above debt was \$3,788.

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, 2020 is \$366,717. Rental income from the property during the year ended September 30, 2020 was \$34,034 and is included under the caption "fee income" in the accompanying statement of activities.

5. 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.

6. Operating leases

OACAC has entered into 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.

The minimum lease payments under these leases are as follows:

Year ending
September 30,

2021	\$ 1,127,708
2022	603,695
2023	435,382
2024	220,478
2025	184,200
Thereafter	<u>705,010</u>
	<u>\$ 3,276,473</u>

The total amount of rent expense under these operating leases for the year ended September 30, 2020 was \$1,407,639.

7. Concentration of credit risk

OACAC maintained balances in excess of \$250,000 at Guaranty Bank at September 30, 2020. 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.

8. 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.

9. Retirement plan

OACAC has adopted a defined contribution retirement plan in accordance with Internal Revenue Code Sec. 403(b). 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, 2020 was \$171,214.

10. COVID-19

On March 11, 2020, the World Health Organization (“WHO”) recognized COVID-19 as a global pandemic, prompting many national, regional, and local governments to implement preventative or protective measures, such as travel and business restrictions, temporary store closures and wide-sweeping quarantines and stay-at-home orders. As a result, COVID-19 and the related restrictive measures have had a significant adverse impact upon many sectors of the economy.

The COVID-19 pandemic remains a rapidly evolving situation. The extent of the impact of COVID-19 on the Agency and financial results will depend on future developments, including the duration and spread of the outbreak within the state and the related impact on the economy which could impact grant awards, contributions, and other revenues, all of which are highly uncertain.

On March 27, 2020, the Federal CARES Act (established the Coronavirus Relief Fund (the “Fund”) was signed by President Trump and appropriated \$150 billion to the Fund. Under the CARES Act, the Fund is to be used to make payments for specified Coronavirus public health-related used to States and certain local governments; the District of Columbia and U.S. Territories; and Tribal governments.

We consider the impact of the COVID-19 pandemic on the Agency and determined that there were no material adverse impacts on the financial statements for the year ended September 30, 2020

11. Subsequent events

The Agency has evaluated subsequent events through March 17, 2021, 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, 2020

	<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	\$ 215,321	\$ 6,358,143	\$ 811,014	\$ -	\$ 7,384,478
Grant funds receivable	1,099,356	-	-	-	1,099,356
Other accounts receivable, net	35,922	25,067	4,861	-	65,850
Due from other funds	5,235,466	114,361	-	(5,349,827)	-
Other assets	716	9,024	-	-	9,740
Inventory	179,414	-	-	-	179,414
	<u>6,766,195</u>	<u>6,506,595</u>	<u>815,875</u>	<u>(5,349,827)</u>	<u>8,738,838</u>
Total current assets					
Property and equipment, net	<u>2,362,327</u>	<u>93,032</u>	<u>12,835</u>	<u>-</u>	<u>2,468,194</u>
	<u>\$ 9,128,522</u>	<u>\$ 6,599,627</u>	<u>\$ 828,710</u>	<u>\$ (5,349,827)</u>	<u>\$ 11,207,032</u>
<u>LIABILITIES AND NET ASSETS</u>					
Current liabilities:					
Accounts payable	\$ 1,240,132	\$ 93,617	\$ 41,544	\$ -	\$ 1,375,293
Payroll taxes and benefits payable	-	83,962	-	-	83,962
Accrued annual leave	-	263,259	11,833	-	275,092
Other liabilities	26,508	-	-	-	26,508
Due to other funds	720,149	4,606,980	22,698	(5,349,827)	-
Current portion notes payable	-	34,502	-	-	34,502
Deferred grant revenue	<u>5,378,246</u>	<u>135,680</u>	<u>51,289</u>	<u>-</u>	<u>5,565,215</u>
	<u>7,365,035</u>	<u>5,218,000</u>	<u>127,364</u>	<u>(5,349,827)</u>	<u>7,360,572</u>
Total current liabilities					
Long-term notes payable, less current portion	<u>-</u>	<u>71,875</u>	<u>-</u>	<u>-</u>	<u>71,875</u>
	<u>7,365,035</u>	<u>5,289,875</u>	<u>127,364</u>	<u>(5,349,827)</u>	<u>7,432,447</u>
Total liabilities					
Net assets:					
Without donor restrictions	1,756,557	1,274,945	701,346	-	3,732,848
With donor restrictions	<u>6,930</u>	<u>34,807</u>	<u>-</u>	<u>-</u>	<u>41,737</u>
	<u>1,763,487</u>	<u>1,309,752</u>	<u>701,346</u>	<u>-</u>	<u>3,774,585</u>
Total net assets					
	<u>\$ 9,128,522</u>	<u>\$ 6,599,627</u>	<u>\$ 828,710</u>	<u>\$ (5,349,827)</u>	<u>\$ 11,207,032</u>

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF ACTIVITIES

YEAR ENDED SEPTEMBER 30, 2020

	<u>Federal</u>	<u>State and Other</u>	<u>Dallas County PHA</u>	<u>Totals</u>
Revenues:				
Federal grants	\$ 20,706,000	\$ -	\$ 2,557,830	\$ 23,263,830
Other grants	119,127	198,576	-	317,703
Fee income	733,806	34,344	138,350	906,500
Interest income	1,678	49,628	2,882	54,188
In-kind	203,390	-	-	203,390
Donations	52,919	212,914	1,160	266,993
Other income	<u>91,664</u>	<u>246,181</u>	<u>286,744</u>	<u>624,589</u>
	<u>21,908,584</u>	<u>741,643</u>	<u>2,986,966</u>	<u>25,637,193</u>
Expenditures:				
Salaries and related costs	13,493,387	129,905	229,994	13,853,286
Contract services	346,132	40,433	14,011	400,576
Travel	179,710	251	141	180,102
Payments to/for participants	3,069,189	374,438	2,211,443	5,655,070
Occupancy	1,855,231	71,625	16,039	1,942,895
Operating expenses	1,969,404	173,819	34,386	2,177,609
Administrative and indirect costs	1,095,826	8,281	18,360	1,122,467
In-kind	203,390	-	-	203,390
Portable voucher payments	-	-	302,113	302,113
Depreciation	<u>557,933</u>	<u>21,496</u>	<u>4,051</u>	<u>583,480</u>
	<u>22,770,202</u>	<u>820,248</u>	<u>2,830,538</u>	<u>26,420,988</u>
Change in net assets	(861,618)	(78,605)	156,428	(783,795)
Net assets, beginning of year	<u>2,625,105</u>	<u>1,388,357</u>	<u>544,918</u>	<u>4,558,380</u>
Net assets, end of year	<u>\$ 1,763,487</u>	<u>\$ 1,309,752</u>	<u>\$ 701,346</u>	<u>\$ 3,774,585</u>

FEDERAL

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF FINANCIAL POSITION
FEDERAL PROGRAMS

SEPTEMBER 30, 2020

	<u>Head Start</u>	<u>LIHEAP</u>	<u>Non-Major</u>	<u>Totals</u>
<u>ASSETS</u>				
Current assets:				
Cash	\$ 450	\$ -	\$ 214,871	\$ 215,321
Grant funds receivable	458,865	-	640,491	1,099,356
Other accounts receivable, net	16,913	-	19,009	35,922
Due from other funds	-	5,133,896	101,570	5,235,466
Other assets	-	-	716	716
Inventory	-	-	179,414	179,414
	<u>476,228</u>	<u>5,133,896</u>	<u>1,156,071</u>	<u>6,766,195</u>
Total current assets				
Property and equipment, net	<u>2,354,468</u>	<u>1,263</u>	<u>6,596</u>	<u>2,362,327</u>
	<u>\$ 2,830,696</u>	<u>\$ 5,135,159</u>	<u>\$ 1,162,667</u>	<u>\$ 9,128,522</u>
<u>LIABILITIES AND NET ASSETS</u>				
Current liabilities:				
Accounts payable	\$ 1,036,172	\$ 23,017	\$ 180,943	\$ 1,240,132
Other liabilities	-	-	26,508	26,508
Due to other funds	101,550	-	618,599	720,149
Deferred grant revenue	-	5,110,879	267,367	5,378,246
	<u>1,137,722</u>	<u>5,133,896</u>	<u>1,093,417</u>	<u>7,365,035</u>
Total current liabilities				
Net assets:				
Without donor restrictions	1,692,974	1,263	62,320	1,756,557
With donor restrictions	-	-	6,930	6,930
	<u>1,692,974</u>	<u>1,263</u>	<u>69,250</u>	<u>1,763,487</u>
	<u>\$ 2,830,696</u>	<u>\$ 5,135,159</u>	<u>\$ 1,162,667</u>	<u>\$ 9,128,522</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, 2020

	<u>USDA</u>	<u>Weather- ization</u>	<u>LIHEAP</u>	<u>Foster Grandparents</u>
<u>ASSETS</u>				
Current assets:				
Cash	\$ -	\$ 1,284	\$ -	\$ 58,486
Grant funds receivable	34,247	161,514	425,260	19,470
Other accounts receivable, net	-	18,459	-	-
Due from other funds	-	-	-	7,286
Other assets	-	716	-	-
Inventory	-	<u>171,139</u>	-	-
Total current assets	34,247	353,112	425,260	85,242
Property and equipment, net	<u>-</u>	<u>-</u>	<u>6,596</u>	<u>-</u>
	<u>\$ 34,247</u>	<u>\$ 353,112</u>	<u>\$ 431,856</u>	<u>\$ 85,242</u>
<u>LIABILITIES AND NET ASSETS</u>				
Current liabilities:				
Accounts payable	\$ 34,247	\$ 91,229	\$ -	\$ 26,848
Other liabilities	-	-	-	-
Due to other funds	-	100,657	429,807	-
Deferred grant revenue	<u>-</u>	<u>194,575</u>	<u>-</u>	<u>-</u>
Total current liabilities	<u>34,247</u>	<u>386,461</u>	<u>429,807</u>	<u>26,848</u>
Net assets:				
Without donor restrictions	-	(33,349)	2,049	58,394
With donor restrictions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net assets	<u>-</u>	<u>(33,349)</u>	<u>2,049</u>	<u>58,394</u>
	<u>\$ 34,247</u>	<u>\$ 353,112</u>	<u>\$ 431,856</u>	<u>\$ 85,242</u>

<u>Family Planning</u>	<u>Shelter Plus Care – DMH</u>	<u>Emergency Food and Shelter</u>	<u>Cares Stone Co.</u>	<u>Greene Co. CDBG (HOME)</u>	<u>Head Start I Can</u>	<u>Head Start Eat Smart</u>	<u>Totals</u>
\$ 84,238	\$ 17,445	\$ -	\$ 45,084	\$ -	\$ 7,533	\$ 801	\$ 214,871
-	-	-	-	-	-	-	640,491
-	550	-	-	-	-	-	19,009
-	25,079	69,205	-	-	-	-	101,570
-	-	-	-	-	-	-	716
<u>8,275</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>179,414</u>
92,513	43,074	69,205	45,084	-	7,533	801	1,156,071
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,596</u>
<u>\$ 92,513</u>	<u>\$ 43,074</u>	<u>\$ 69,205</u>	<u>\$ 45,084</u>	<u>\$ -</u>	<u>\$ 7,533</u>	<u>\$ 801</u>	<u>\$1,162,667</u>
\$ 24,735	\$ 1,709	\$ 2,175	\$ -	\$ -	\$ -	\$ -	\$ 180,943
-	26,508	-	-	-	-	-	26,508
38,702	-	-	-	49,433	-	-	618,599
<u>10,337</u>	<u>-</u>	<u>62,455</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>267,367</u>
<u>73,774</u>	<u>23,579</u>	<u>64,630</u>	<u>-</u>	<u>49,433</u>	<u>-</u>	<u>-</u>	<u>1,093,417</u>
18,739	14,857	4,575	45,084	(49,433)	603	801	62,320
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,930</u>	<u>-</u>	<u>6,930</u>
<u>18,738</u>	<u>16,680</u>	<u>4,575</u>	<u>48,084</u>	<u>(49,433)</u>	<u>7,533</u>	<u>801</u>	<u>69,250</u>
<u>\$ 92,513</u>	<u>\$ 43,074</u>	<u>\$ 69,205</u>	<u>\$ 45,084</u>	<u>\$ -</u>	<u>\$ 7,533</u>	<u>\$ 801</u>	<u>\$1,162,667</u>

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF ACTIVITIES – FEDERAL

YEAR ENDED SEPTEMBER 30, 2020

	<u>Major Programs</u>	<u>Non-major Programs</u>	<u>Totals</u>
Revenues:			
Federal grants	\$ 15,794,645	\$ 4,911,355	\$ 20,706,000
Other grants	-	119,127	119,127
Fee income	606,532	127,274	733,806
Interest income	-	1,678	1,678
In-kind	-	203,390	203,390
Donations	-	52,919	52,919
Other income	<u>43,269</u>	<u>48,395</u>	<u>91,664</u>
 Total revenues	 <u>16,444,446</u>	 <u>5,464,138</u>	 <u>21,908,584</u>
Expenditures:			
Salaries and related costs	10,630,138	2,863,249	13,493,387
Contract services	184,378	161,754	346,132
Travel	136,821	42,889	179,710
Payments to/for participants	2,336,177	733,012	3,069,189
Occupancy	1,568,172	287,059	1,855,231
Operating expenses	1,029,916	939,488	1,969,404
Administrative and indirect costs	863,484	232,342	1,095,826
In-kind	-	203,390	203,390
Depreciation	<u>547,306</u>	<u>10,627</u>	<u>557,933</u>
 Total expenditures	 <u>17,296,392</u>	 <u>5,473,810</u>	 <u>22,770,202</u>
 Changes in net assets	 (851,946)	 (9,672)	 (861,618)
 Net assets, beginning of year	 <u>2,546,183</u>	 <u>78,922</u>	 <u>2,625,105</u>
 Net assets, end of year	 <u>\$ 1,694,237</u>	 <u>\$ 69,250</u>	 <u>\$ 1,763,487</u>

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF ACTIVITIES
FEDERAL MAJOR PROGRAMS

YEAR ENDED SEPTEMBER 30, 2020

	<u>Head Start</u>	<u>LIHEAP</u>	<u>Total</u>
Revenues:			
Federal grants	\$ 12,817,565	\$ 2,977,080	\$ 15,794,645
Fee income	606,532	-	606,532
Other income	<u>43,269</u>	<u>-</u>	<u>43,269</u>
Total revenues	<u>13,467,366</u>	<u>2,977,080</u>	<u>16,444,446</u>
Expenditures:			
Salaries and related costs	10,094,909	535,229	10,630,138
Contract services	183,314	1,064	184,378
Travel	136,602	219	136,821
Payments to/for participants	4,808	2,331,369	2,336,177
Occupancy	1,534,592	33,580	1,568,172
Operating expenses	997,784	32,132	1,029,916
Administrative and indirect costs	819,997	43,487	863,484
Depreciation	<u>546,043</u>	<u>1,263</u>	<u>547,306</u>
Total expenditures	<u>14,318,049</u>	<u>2,978,343</u>	<u>17,296,392</u>
Changes in net assets	(850,683)	(1,263)	(851,946)
Net assets, beginning of year	<u>2,543,657</u>	<u>2,526</u>	<u>2,546,183</u>
Net assets, end of year	<u>\$ 1,692,974</u>	<u>\$ 1,263</u>	<u>\$ 1,694,237</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, 2020

	<u>USDA</u>	<u>Weather- ization</u>	<u>CSBG</u>	<u>Foster Grandparents</u>	<u>Family Planning</u>
Revenues:					
Federal grants	\$ 413,683	\$ 1,385,047	\$ 1,833,449	\$ 312,708	\$ 376,055
Other grants	-	93,802	3,275	22,050	-
Fee income	-	66,137	-	-	61,137
Interest income	-	12	-	413	1,060
In-kind	-	-	-	35,328	168,062
Donations	-	-	11,801	16,025	25,093
Other income	-	-	-	-	48,395
	<u>413,683</u>	<u>1,544,998</u>	<u>1,848,525</u>	<u>386,524</u>	<u>679,802</u>
Expenditures:					
Salaries and related costs	-	1,021,505	1,419,473	71,896	327,547
Contract services	-	56,700	(2,736)	225	107,026
Travel	-	24,809	15,490	1,416	1,171
Payments to/for participants	-	-	16,555	230,784	19,472
Occupancy	-	52,064	200,311	6,499	26,914
Operating expenses	413,683	318,551	86,150	4,333	17,015
Administrative and indirect costs	-	82,997	115,286	5,841	26,613
In-kind	-	-	-	35,328	168,062
Depreciation	-	2,711	7,916	-	-
	<u>413,683</u>	<u>1,559,337</u>	<u>1,858,445</u>	<u>356,322</u>	<u>693,820</u>
Changes in net assets	-	(14,339)	(9,920)	30,202	(14,018)
Net assets, beginning of year	-	(19,010)	11,969	28,192	32,757
Net asset, end of year	<u>\$ -</u>	<u>\$ (33,349)</u>	<u>\$ 2,049</u>	<u>\$ 58,394</u>	<u>\$ 18,739</u>

<u>Shelter Plus Care – DMH</u>	<u>Emergency Food & Shelter</u>	<u>MHDC Home Repair (HERO)</u>	<u>CARES Stone Co.</u>	<u>City of Springfield CDBG (HOME)</u>	<u>Head Start I Can</u>	<u>Head Start Eat Smart</u>	<u>Totals</u>
\$ 283,461	\$ 146,884	\$ 91,502	\$ 50,000	\$ 18,566	\$ -	\$ -	\$4,911,385
-	-	-	-	-	-	-	119,127
-	-	-	-	-	-	-	127,274
193	-	-	-	-	-	-	1,678
-	-	-	-	-	-	-	203,390
-	-	-	-	-	-	-	52,919
-	-	-	-	-	-	-	48,395
<u>283,654</u>	<u>146,884</u>	<u>91,502</u>	<u>50,000</u>	<u>18,566</u>	<u>-</u>	<u>-</u>	<u>5,464,138</u>
18,234	-	4,034	560	-	-	-	2,863,249
539	-	-	-	-	-	-	161,754
3	-	-	-	-	-	-	42,889
251,583	142,309	-	4,310	67,999	-	-	733,012
1,271	-	-	-	-	-	-	287,059
12,288	-	87,468	-	-	-	-	939,488
1,559	-	-	46	-	-	-	232,342
-	-	-	-	-	-	-	203,390
-	-	-	-	-	-	-	10,627
<u>285,477</u>	<u>142,309</u>	<u>91,502</u>	<u>4,916</u>	<u>67,999</u>	<u>-</u>	<u>-</u>	<u>5,473,810</u>
(1,823)	4,575	-	45,084	(49,433)	-	-	(9,672)
<u>16,680</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,533</u>	<u>801</u>	<u>78,922</u>
<u>\$ 14,857</u>	<u>\$ 4,575</u>	<u>\$ -</u>	<u>\$ 45,084</u>	<u>\$ (49,433)</u>	<u>\$ 7,533</u>	<u>\$ 801</u>	<u>\$ 69,250</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, 2020

	Head Start Center Funds	Agency Weatherization Program	Neighborhood Centers	Agency Funds
<u>ASSETS</u>				
Current assets:				
Cash	\$ 251,685	\$ 56,540	\$ 239,545	\$ 5,733,202
Other accounts receivable, net	-	7,800	-	15,084
Due from other funds	-	102,047	-	-
Other assets	-	-	-	9,024
	<u>251,685</u>	<u>166,387</u>	<u>239,545</u>	<u>5,757,310</u>
Property and equipment, net	<u>20,177</u>	<u>47,179</u>	<u>-</u>	<u>25,676</u>
	<u>\$ 271,862</u>	<u>\$ 213,566</u>	<u>\$ 239,545</u>	<u>\$ 5,782,986</u>
<u>LIABILITIES AND NET ASSETS</u>				
Current liabilities:				
Accounts payable	\$ 195	\$ 7,177	\$ -	\$ 84,405
Payroll taxes and benefits payable	-	-	-	83,962
Accrued annual leave	-	-	-	263,259
Due to other funds	28,163	-	-	4,576,715
Current portion notes payable	-	34,502	-	-
Deferred grant revenue	-	135,273	-	-
	<u>28,358</u>	<u>176,952</u>	<u>-</u>	<u>5,008,341</u>
Long-term notes payable, less current portion	<u>-</u>	<u>71,875</u>	<u>-</u>	<u>-</u>
	<u>28,358</u>	<u>248,827</u>	<u>-</u>	<u>5,008,341</u>
Net assets:				
Without donor restrictions	239,213	(35,261)	237,137	746,537
With donor restrictions	<u>4,291</u>	<u>-</u>	<u>2,408</u>	<u>28,108</u>
	<u>243,504</u>	<u>(35,261)</u>	<u>239,545</u>	<u>714,645</u>
	<u>\$ 271,862</u>	<u>\$ 213,566</u>	<u>\$ 239,545</u>	<u>\$ 5,782,986</u>

<u>DMH – RAP</u>	<u>Project Share</u>	<u>Senior Citizens Tax Fund</u>	<u>Utilicare</u>	<u>AHAP Taney County</u>	<u>MHDC Disaster Relief</u>	<u>Total</u>
\$ 21,708	\$ 25,326	\$ 30,137	\$ -	\$ -	\$ -	\$ 6,358,143
-	-	-	-	-	2,183	25,067
-	-	-	326	11,988	-	114,361
-	-	-	-	-	-	9,024
27,708	25,326	30,137	326	11,988	2,183	6,506,595
-	-	-	-	-	-	93,032
<u>\$ 21,708</u>	<u>\$ 25,326</u>	<u>\$ 30,137</u>	<u>\$ 326</u>	<u>\$ 11,988</u>	<u>\$ 2,183</u>	<u>\$ 6,599,627</u>
\$ 1,840	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 93,617
-	-	-	-	-	-	83,962
-	-	-	-	-	-	263,259
-	-	-	-	-	2,102	4,606,980
-	-	-	-	-	-	34,502
-	-	-	326	-	81	135,680
1,840	-	-	326	-	2,183	5,218,000
-	-	-	-	-	-	71,875
<u>1,840</u>	<u>-</u>	<u>-</u>	<u>326</u>	<u>-</u>	<u>2,183</u>	<u>5,289,875</u>
19,868	25,326	30,137	-	11,988	-	1,274,945
-	-	-	-	-	-	34,807
<u>19,868</u>	<u>25,326</u>	<u>30,137</u>	<u>-</u>	<u>11,988</u>	<u>-</u>	<u>1,309,752</u>
<u>\$ 21,708</u>	<u>\$ 25,326</u>	<u>\$ 30,137</u>	<u>\$ 326</u>	<u>\$ 11,988</u>	<u>\$ 2,183</u>	<u>\$ 6,599,627</u>

COMBINING STATEMENT OF ACTIVITIES
STATE AND OTHER

OZARKS AREA COMMUNITY ACTION CORPORATION

COMBINING STATEMENT OF ACTIVITIES
STATE AND OTHER

YEAR ENDED SEPTEMBER 30, 2020

	Head Start Center Funds	Agency Weatherization Program	Neighborhood Centers	Agency Funds	DMH – RAP
Revenues:					
Other grants	\$ 3,000	\$ 53,000	\$ 24,674	\$ -	\$ -
Fee income	-	20,150	-	4,760	9,434
Interest income	2,650	582	134	45,134	7
Donations	6,686	249	91,525	28,125	-
Other income	<u>649</u>	<u>34,034</u>	<u>184,261</u>	<u>27,237</u>	<u>-</u>
	<u>12,985</u>	<u>108,015</u>	<u>300,594</u>	<u>105,256</u>	<u>9,441</u>
Expenditures:					
Salaries and related costs	-	25,959	53,237	49,109	323
Contract services	1,849	37,692	-	879	13
Travel	-	170	58	-	-
Payments to/for participants	-	-	61,271	2,984	8,816
Occupancy	-	28,865	41,109	1,630	21
Operating expenses	5,543	19,902	100,074	48,127	42
Administrative and indirect costs	-	2,110	4,326	1,712	30
Depreciation	<u>3,662</u>	<u>14,013</u>	<u>-</u>	<u>3,821</u>	<u>-</u>
	<u>11,054</u>	<u>128,711</u>	<u>260,075</u>	<u>108,262</u>	<u>9,245</u>
Changes in net assets	1,931	(20,696)	40,519	(3,006)	196
Net assets, beginning of year	<u>241,573</u>	<u>(14,565)</u>	<u>199,026</u>	<u>777,651</u>	<u>19,672</u>
Net assets, end of year	<u>\$ 243,504</u>	<u>\$ (35,261)</u>	<u>\$ 239,545</u>	<u>\$ 777,645</u>	<u>\$ 19,868</u>

<u>Project Share</u>	<u>Senior Citizens Tax Fund</u>	<u>AHAP Taney County</u>	<u>MHDC State Disaster Grant</u>	<u>Total</u>
\$ -	\$ 104,743	\$ -	\$ 13,159	\$ 198,576
-	-	-	-	34,344
462	-	659	-	49,628
86,329	-	-	-	212,914
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>246,181</u>
<u>86,791</u>	<u>104,743</u>	<u>659</u>	<u>13,159</u>	<u>741,643</u>
-	1,277	-	-	129,905
-	-	-	-	40,433
-	23	-	-	251
91,335	96,037	103,995	10,000	374,438
-	-	-	-	71,625
-	131	-	-	173,819
-	103	-	-	8,281
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,496</u>
<u>91,335</u>	<u>97,571</u>	<u>103,995</u>	<u>10,000</u>	<u>820,248</u>
(4,544)	7,172	(103,336)	3,159	(78,605)
<u>29,870</u>	<u>22,965</u>	<u>115,324</u>	<u>(3,159)</u>	<u>1,388,357</u>
<u>\$ 25,326</u>	<u>\$ 30,137</u>	<u>\$ 11,988</u>	<u>\$ -</u>	<u>\$ 1,309,752</u>

PROGRAM SCHEDULES

OZARKS AREA COMMUNITY ACTION CORPORATION

SUPPLEMENTAL CSBG PROGRAM SCHEDULE

YEAR ENDED SEPTEMBER 30, 2020

Revenues:		
Federal grants		\$ 1,833,449
Expenditures:		
Salaries and related costs	\$ 1,419,472	
Travel	15,490	
Payments to/for participants	962	
Occupancy	200,005	
Operating expense	82,231	
Administrative expense	<u>115,288</u>	<u>1,833,449</u>
Change in net assets		-
Net assets, beginning of year		<u>-</u>
Net assets, end of year		<u>\$ -</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
 LOW INCOME HOME ENERGY ASSISTANCE PROGRAM
 GRANT NUMBER ER11020016

SUPPLEMENTAL SCHEDULE OF REVENUE AND EXPENSES

PROGRAM PERIOD OCTOBER 1, 2019 TO SEPTEMBER 30, 2020

Revenue:

Grant revenue – LIHEAP:

Current (initial + amendments)	\$ 2,974,880
Prior year refunds	2,200
Prior year carryover	<u> -</u>

Total revenue	2,977,080
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Expenditures:

Administrative/program services:

Personnel	\$ 535,053
Travel / training	219
Rent / fuel / utilities	28,734
Supplies	15,339
Communication services	2,456
Repairs and maintenance	4,884
Other	<u>59,024</u>

Total administrative/program services	<u>645,709</u>
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ECIP direct services:

Winter	1,320,533
Summer	<u>1,010,838</u>

Total ECIP direct services	<u>2,331,371</u>	<u>2,977,080</u>
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Ending program balance	<u><u>\$ -</u></u>
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OZARKS AREA COMMUNITY ACTION CORPORATION
 WEATHERIZATION PROGRAM – DOE GRANT ONLY INTERIM REPORT
 SUBGRANT NUMBER G-19-EE0007930-3-17

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD JULY 1, 2019 TO JUNE 30, 2020

ENERGY CENTER

SUBGRANTEE

Beginning fund balance	\$ _____ -	Beginning fund balance	\$ _____ -
Revenue:		Revenue:	
Grant income	635,387	Grant income	635,387
Carry over funds	-	Carry over funds	-
Program income	_____ -	Program income	_____ -
Total revenue	<u>635,387</u>	Total revenue	<u>635,387</u>
Expenditures:		Expenditures:	
Administration	37,373	Administration	37,373
Program operations	540,643	Program operations	540,643
Insurance	10,646	Insurance	10,646
T&TA	12,227	T&TA	12,227
Other	<u>34,498</u>	Other	<u>34,498</u>
Total expenditures	<u>635,387</u>	Total expenditures	<u>635,387</u>
Ending fund balance	<u>\$ _____ -</u>	Ending fund balance	<u>\$ _____ -</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
WEATHERIZATION PROGRAM – DOE GRANT ONLY INTERIM REPORT
SUBGRANT NUMBER G-19-EE0007930-3-17

SCHEDULE B

FOR THE PERIOD JULY 1, 2019 TO JUNE 30, 2020

Beginning agency fund balance	\$ _____ -
Grant revenue	635,387
Program income	-
Less expenditures	<u>635,387</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 – DOE GRANT ONLY INTERIM REPORT
 SUBGRANT NUMBER G-20-EE0007930-4-17

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD JULY 1, 2020 TO SEPTEMBER 30, 2020

ENERGY CENTER

SUBGRANTEE

Beginning fund balance	\$ _____ -	Beginning fund balance	\$ _____ -
Revenue:		Revenue:	
Grant income	101,185	Grant income	101,185
Carry over funds	-	Carry over funds	-
Program income	<u> -</u>	Program income	<u> -</u>
Total revenue	<u>101,185</u>	Total revenue	<u>101,185</u>
Expenditures:		Expenditures:	
Administration	1,674	Administration	1,674
Program operations	81,854	Program operations	81,854
Insurance	10,580	Insurance	10,580
T&TA	5,265	T&TA	5,265
Other	<u>1,812</u>	Other	<u>1,812</u>
Total expenditures	<u>101,185</u>	Total expenditures	<u>101,185</u>
Ending fund balance	<u>\$ _____ -</u>	Ending fund balance	<u>\$ _____ -</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
WEATHERIZATION PROGRAM – DOE GRANT ONLY INTERIM REPORT
SUBGRANT NUMBER G-20-EE0007930-4-17

SCHEDULE B

FOR THE PERIOD JULY 1, 2020 TO SEPTEMBER 30, 2020

Beginning agency fund balance	\$ _____ -
Grant revenue	101,185
Program income	-
Less expenditures	<u>101,185</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 – DOE GRANT ONLY INTERIM REPORT
 SUBGRANT NUMBER G-19-LIHEAP-20-17

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OCTOBER 1, 2019 THROUGH SEPTEMBER 30, 2020

<u>ENERGY CENTER</u>		<u>SUBGRANTEE</u>	
Beginning fund balance	\$ _____ -	Beginning fund balance	\$ _____ -
Revenue:		Revenue:	
Grant income	785,606	Grant income	785,606
Carry over funds	-	Carry over funds	-
Program income	<u> -</u>	Program income	<u> -</u>
Total revenue	<u>785,606</u>	Total revenue	<u>785,606</u>
Expenditures:		Expenditures:	
Administration	39,280	Administration	39,280
Program operations	722,392	Program operations	722,392
Insurance	8,694	Insurance	8,694
T&TA	15,240	T&TA	15,240
Other	<u> -</u>	Other	<u> -</u>
Total expenditures	<u>785,606</u>	Total expenditures	<u>785,606</u>
Ending fund balance	<u><u>\$ _____ -</u></u>	Ending fund balance	<u><u>\$ _____ -</u></u>

OZARKS AREA COMMUNITY ACTION CORPORATION
WEATHERIZATION PROGRAM – DOE GRANT ONLY INTERIM REPORT
SUBGRANT NUMBER G-19-LIHEAP-20-17

SCHEDULE B

FOR THE PERIOD OCTOBER 1, 2019 THROUGH SEPTEMBER 30, 2020

Beginning agency fund balance	\$ _____ -
Grant revenue	785,606
Program income	-
Less expenditures	<u>785,606</u>
Agency ending fund balance	\$ _____ -
Ending cash on hand	\$ _____ -
Ending inventory	\$ _____ -

OZARKS AREA COMMUNITY ACTION CORPORATION
 WEATHERIZATION PROGRAM – DOE GRANT ONLY INTERIM REPORT
 SUBGRANT NUMBER G-20-16-0213E-3-17

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OCTOBER 1, 2019 THROUGH SEPTEMBER 30, 2020

ENERGY CENTER

SUBGRANTEE

Beginning fund balance	\$ _____ -	Beginning fund balance	\$ _____ -
Revenue:		Revenue:	
Grant income	93,802	Grant income	93,802
Carry over funds	-	Carry over funds	-
Program income	<u> -</u>	Program income	<u> -</u>
Total revenue	<u>93,802</u>	Total revenue	<u>93,802</u>
Expenditures:		Expenditures:	
Administration	5,180	Administration	5,180
Program operations	88,122	Program operations	88,122
Insurance	500	Insurance	500
T&TA	-	T&TA	-
Other	<u> -</u>	Other	<u> -</u>
Total expenditures	<u>93,802</u>	Total expenditures	<u>93,802</u>
Ending fund balance	<u><u>\$ _____ -</u></u>	Ending fund balance	<u><u>\$ _____ -</u></u>

OZARKS AREA COMMUNITY ACTION CORPORATION
WEATHERIZATION PROGRAM – DOE GRANT ONLY INTERIM REPORT
SUBGRANT NUMBER G-20-16-0213E-3-17

SCHEDULE B

FOR THE PERIOD OCTOBER 1, 2019 THROUGH SEPTEMBER 30, 2020

Beginning agency fund balance	\$ _____ -
Grant revenue	93,802
Program income	-
Less expenditures	<u>93,802</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, 2020

	Grant # 07CH010221-05		Grant # 07CH011799 -01		2020 Fiscal Year Total
	9-1-19 / 9-30-19	10-1-19 / 8-31-20	Grant Total	9-1-20 / 9-30-20	
Revenues:					
Head Start Grant	\$ 1,063,053	\$ 12,303,308	\$ 13,366,361	\$ 1,175,751	\$ 13,479,059
USDA Program	74,712	379,436	454,148	34,247	413,683
Other Grants	38,517	538,700	577,217	28,022	566,722
Other income	1,090	81,403	82,493	1,676	83,079
In-kind	-	2,854,069	2,854,069	-	2,854,069
	<u>1,177,372</u>	<u>16,156,916</u>	<u>17,334,288</u>	<u>1,239,696</u>	<u>17,396,612</u>
Expenditures:					
Training and Technical Assistance (CAN #5-G074121)					
Salaries	4,276	79,668	83,944	10,244	89,912
Fringe	498	9,731	10,229	1,132	10,863
Travel	431	4,904	5,335	640	5,544
Supplies	-	-	-	3	3
Contractual	-	-	-	-	-
Other	-	741	741	-	741
	<u>5,205</u>	<u>95,044</u>	<u>100,249</u>	<u>12,019</u>	<u>107,063</u>
Indirect costs	<u>442</u>	<u>7,264</u>	<u>7,706</u>	<u>983</u>	<u>8,247</u>
	<u>5,647</u>	<u>102,308</u>	<u>107,955</u>	<u>13,002</u>	<u>115,310</u>
Training and Technical Assistance (CAN #G-074120)					
Salaries	4,676	73,236	77,912	8,497	81,733
Fringe	624	9,451	10,075	1,124	10,575
Travel	2,655	12,236	14,891	2,578	14,814
Supplies	-	18	18	-	18
Contractual	-	-	-	-	-
Other	-	-	-	16	16
	<u>7,955</u>	<u>94,941</u>	<u>102,896</u>	<u>12,215</u>	<u>107,156</u>
Indirect costs	<u>458</u>	<u>6,720</u>	<u>7,178</u>	<u>782</u>	<u>7,502</u>
	<u>8,413</u>	<u>101,661</u>	<u>110,074</u>	<u>12,997</u>	<u>114,658</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
HEAD START

RECONCILIATION OF PROGRAM YEARS
(CONTINUED)

SEPTEMBER 30, 2020

	Grant # 07CH010221-05			Grant # 07CH011799 -01	2020 Fiscal Year Total
	9-1-19 / 9-30-19	10-1-19 / 8-31-20	Grant Total	9-1-20 / 9-30-20	
Full Year Head Start – Part Day and Handicapped (CAN #G-074122)					
Salaries	\$ 483,147	\$ 4,983,207	\$ 5,466,354	\$ 535,589	\$ 5,518,796
Fringe	121,598	1,356,912	1,478,510	117,684	1,474,596
Travel	11,425	81,516	92,941	5,389	86,905
Equipment	-	167,947	167,947	-	167,947
Supplies	5,797	179,237	185,034	19,220	198,457
Contractual	5,304	62,200	67,504	3,027	65,227
Other	129,791	1,421,987	1,551,778	119,899	1,541,886
	757,062	8,253,006	9,010,068	800,808	9,053,814
Indirect costs	52,224	515,082	567,306	53,012	568,094
	809,386	8,768,088	9,577,374	853,820	9,621,908
Early Head Start (CAN #G-074125)					
Salaries	160,259	1,987,565	2,147,824	202,966	2,190,531
Fringe	44,235	555,706	599,941	48,597	604,303
Travel	2,713	27,436	30,149	1,905	29,341
Equipment	-	61,032	61,032	-	61,032
Supplies	3,309	74,211	77,520	7,902	82,113
Contractual	12,861	117,065	129,926	601	117,666
Other	38,107	380,259	418,366	42,200	422,459
	261,484	3,203,274	3,464,758	304,171	3,507,445
Indirect costs	17,629	206,637	224,266	20,360	226,997
	279,113	3,409,911	3,689,024	324,531	3,734,442

OZARKS AREA COMMUNITY ACTION CORPORATION
HEAD START

RECONCILIATION OF PROGRAM YEARS
(CONTINUED)

SEPTEMBER 30, 2020

	Grant # 07CH010221-05			Grant # 07CH011799 -01	2020 Fiscal Year Total
	9-1-19 / 9-30-19	10-1-19 / 8-31-20	Grant Total	9-1-20 / 9-30-20	
Duration (CAN #9-074127)					
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -
Fringe	-	882	882	-	882
Travel	-	-	-	-	-
Equipment	-	127,874	127,874	-	127,874
Supplies	-	21,841	21,841	-	21,841
Contractual	-	400	400	-	400
Other	201	213,826	214,027	-	213,826
	201	364,823	365,024	-	364,823
Indirect costs	-	-	-	-	-
	201	364,823	365,024	-	364,823
Duration (CAN #9-074127)					
Salaries	\$ -	\$ 99,138	\$ 99,138	\$ -	\$ 99,138
Fringe	-	13,579	13,579	-	13,579
Travel	-	-	-	-	-
Equipment	-	42,726	42,726	-	42,726
Supplies	-	-	-	-	-
Contractual	-	-	-	-	-
Other	-	12,019	12,019	1,099	13,118
	-	167,462	167,462	1,099	168,561
Indirect costs	-	9,158	9,158	-	9,158
	-	176,620	176,620	1,099	177,719
In-kind expense (see note below)	-	2,854,069	2,854,069	-	2,854,069
USDA	74,712	379,436	454,148	34,247	413,683
Total program expenditures	1,177,372	16,156,916	17,334,288	1,239,696	17,396,612
Change in net assets	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2020

	October 1, 2019 - March 30, 2020		April 1, 2020 - September 30, 2020		Totals
	Federal	Match	Federal	Match	(Memorandum Only)
Revenues:					
Federal grants	\$ 167,793	\$ -	\$ 208,262	\$ -	\$ 376,055
Other grants	-	1,250	-	2,790	4,040
Fee income	-	34,561	-	26,576	61,137
Interest income	-	742	-	818	1,060
In-kind	-	93,745	-	74,317	168,062
Other income	-	37,765	-	31,683	69,448
	<u>167,793</u>	<u>168,063</u>	<u>208,262</u>	<u>135,684</u>	<u>679,802</u>
Expenditures:					
Salaries	150,929	14,020	148,509	14,090	327,548
Contract services	11,217	42,491	53,317	-	107,025
Travel	-	889	-	282	1,171
Occupancy	-	12,867	-	14,047	26,914
Operating expenses	5,647	14,528	6,436	9,876	36,487
Administrative expenses	-	15,258	-	11,355	26,613
In-kind	-	93,745	-	74,317	168,062
	<u>167,793</u>	<u>193,798</u>	<u>208,262</u>	<u>123,967</u>	<u>693,820</u>
Change in net assets	-	(25,735)	-	11,717	(14,018)
Net assets, beginning of year	-	-	-	32,757	32,757
Reclassification of net assets	-	25,735	-	(25,735)	-
Net assets, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,739</u>	<u>\$ 18,739</u>

OZARKS AREA COMMUNITY ACTION CORPORATION
FOSTER GRANDPARENTS

RECONCILIATION OF PROGRAM YEARS

SEPTEMBER 30, 2020

	October 1, 2019 - March 30, 2020		April 1, 2020 - September 30, 2020		Totals (Memorandum Only)
	Federal	Match	Federal	Match	
Revenues:					
Federal grants	\$ 157,664	\$ -	\$ 155,044	\$ -	\$ 312,708
Other grants	-	11,086	-	10,964	22,050
Interest income	-	316	-	97	413
In-kind	-	29,935	-	5,393	35,328
Donations	-	16,025	-	-	16,025
	<u>157,664</u>	<u>57,362</u>	<u>155,044</u>	<u>16,454</u>	<u>386,524</u>
Expenditures:					
Salaries	35,862	3,264	32,770	-	71,896
Contract services	225	-	-	-	225
Travel	1,239	-	177	-	1,416
Payments to/for participants	111,069	4,757	114,958	-	230,784
Occupancy	3,242	-	3,257	-	6,499
Operating expenses	2,408	-	1,926	-	4,334
Administrative expenses	3,619	-	1,956	265	5,840
In-kind	-	29,935	-	5,393	35,328
	<u>157,664</u>	<u>37,956</u>	<u>155,044</u>	<u>5,658</u>	<u>356,322</u>
Change in net assets	-	19,406	-	10,797	30,203
Net assets, beginning of year	-	-	-	28,192	28,192
Reclassification of net assets	-	(19,406)	-	19,406	-
Net assets, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,394</u>	<u>\$ 58,394</u>

COMPLIANCE AND INTERNAL CONTROLS

OZARKS AREA COMMUNITY ACTION CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED SEPTEMBER 30, 2020

	<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:			
Head Start Program	07CH010221-05	93.600	\$ 9,852,248
Early Head Start Program	07CH010221-05	93.600	<u>3,626,811</u>
Total Head Start Cluster			13,479,059
Passed through Missouri Department of Social Services:			
Community Services Block Grant	PG281800014	93.569	1,833,449
Low-Income Housing Energy Assistance	ER11020016	93.568	2,977,080
Passed through Missouri Family Health Council:			
Family Planning	FPHPA006455	93.217	376,055
Passed through Missouri Department of Economic Development:			
Weatherization Assistance for Low-Income Persons	G-19-LIHEAP-20-17	93.568	<u>784,649</u>
Total Department of Health and Human Services			<u>19,450,292</u>
<u>U.S. Department of Agriculture:</u>			
Passed through Missouri Department of Health:			
Child and Adult Care Food Program	ERS46110057	10.558	413,683
Passed through Ozarks Food Harvest:			
Emergency Food Assistance Program	None	10.569	<u>70,784</u>
Total Department of Agriculture			<u>484,467</u>
<u>U.S. Department of Energy:</u>			
Weatherization Cluster:			
Passed through Missouri Department of Economic Development:			
Weatherization Assistance for Low-Income Persons	G-20-EE0007930-4-17		473,071
Weatherization Assistance for Low-Income Persons	G-19-EE0007930-3-17	81.042	<u>101,185</u>
Total Department of Energy			<u>574,256</u>

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

YEAR ENDED SEPTEMBER 30, 2020

	<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 0083L7P061710/ MO 0026L7P001710	14.238	\$ 283,461
Passed through Missouri Housing Development Commission:			
Home Investment Partnership Act (HERO)	2020-HERO-004 Home Repair	14.239	91,502
Passed through the City of Springfield, Missouri:			
Community Development Block Grant	2020-0576	14.219	26,142
CARES Act Home Rental Assistance	2020-0618	14.239	<u>18,566</u>
Total Department of Housing and Urban Development			<u>419,671</u>
<u>U.S. Department of Homeland Security:</u>			
Direct Program:			
Emergency Food and Shelter	None	97.024	<u>146,884</u>
<u>Corporation for National and Community Service:</u>			
Direct Program:			
Foster Grandparents Program	2020-OPE1-P71-OPO- 26000-4106	94.011	<u>312,708</u>
<u>U.S. Department of Treasury:</u>			
Passed through Stone County:			
CARES Act	None	21.019	<u>50,000</u>
			<u>\$ 21,438,278</u>

See the accompanying notes to schedule of expenditures of federal awards.

OZARKS AREA COMMUNITY ACTION CORPORATION

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED SEPTEMBER 30, 2020

Basis of presentation

The accompanying schedule of 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 the Uniform Guidance. 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 \$2,557,830 in federal awards that have not been included in the accompanying schedule for the year ended September 30, 2020. 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, 2020 has been completed and reported separately and is not included within the accompanying schedule.

Indirect Cost Rate

OACAC maintains an indirect cost rate with the Department of Health and Human Services and is not eligible to use the 10 percent de minimus indirect cost rate.

ROBERTS, MCKENZIE, MANGAN & CUMMINGS

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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 financial statements of Ozarks Area Community Action Corporation (a nonprofit organization), which comprise the statement of financial position as of September 30, 2020, and the related statement of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 17, 2021.

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 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 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.

R/M/C, CPA's

Springfield, Missouri
March 17, 2021

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE

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 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, 2020. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 2, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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, 2020.

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

R/M/C, CPA's

Springfield, Missouri
March 17, 2021

OZARKS AREA COMMUNITY ACTION CORPORATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS – FEDERAL PROGRAMS

YEAR ENDED SEPTEMBER 30, 2020

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 2CFR section 200.516(a)?

Yes No

OZARKS AREA COMMUNITY ACTION CORPORATION

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

YEAR ENDED SEPTEMBER 30, 2020

Identification of major programs:

CFDA Number(s)

93.568	Low-Income Housing Energy Assistance
93.600	Head Start Cluster

Dollar threshold used to distinguish between type A and B programs: \$750,000

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, 2020.

Section III – Federal Award Findings and Questioned Costs

There were no findings or significant deficiencies for the year ended September 30, 2020.

OZARKS AREA COMMUNITY ACTION CORPORATION
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2020

There were no findings for the year ended September 30, 2019.