

**LAKES AND PINES COMMUNITY  
ACTION COUNCIL, INC.**

**AUDITED FINANCIAL STATEMENTS**

**Years Ended September 30, 2015 and 2014**



**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

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## INDEPENDENT AUDITOR'S REPORT

BerganKDV, Ltd.

Board of Directors  
Lakes and Pines Community Action  
Council, Inc.  
Mora, Minnesota

**Cedar Falls**  
602 Main Street  
Suite 100  
P.O. Box 489  
Cedar Falls, IA  
50613-0026  
T 319.268.1715  
F 319.268.1720

**Cedar Rapids**  
2720 1st Avenue NE  
Suite 300  
P.O. Box 10200  
Cedar Rapids, IA  
52402-0200  
T 319.294.8000  
F 319.294.9003

**Coralville**  
2530 Corridor Way  
Suite 301  
P.O. Box 5267  
Coralville, IA  
52241-0267  
T 319.248.0367  
F 319.248.0582

**Des Moines**  
9207 Northpark Drive  
Johnston, IA  
50131-2933  
T 515.727.5700  
F 515.727.5800

**Minneapolis**  
3800 American Blvd W  
Suite 1000  
Bloomington, MN  
55431-4420  
T 952.563.6800  
F 952.563.6801

**St. Cloud**  
220 Park Avenue S  
P.O. Box 1304  
St. Cloud, MN  
56302-3713  
T 320.251.7010  
F 320.251.1784

**Waterloo**  
100 East Park Avenue  
Suite 300  
P.O. Box 2100  
Waterloo, IA  
50704-2100  
T 319.234.6885  
F 319.234.6287

bergankdv.com

### Report on the Financial Statements

We have audited the accompanying financial statements of Lakes and Pines Community Action Council, Inc. (the "Council"), which comprise the Statements of Financial Position as of September 30, 2015 and 2014, and the related Statements of Activities and Cash Flows for the years then ended and related Notes to the Financial Statements.

### *Management's Responsibility for the Financial Statements*

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

### *Auditor's Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 Council'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 Council'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 Lakes and Pines Community Action Council, Inc., as of September 30, 2015 and 2014, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### ***Other Information***

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information, including the Schedule of Expenditures of Federal Awards, as required by U.S. Office of Management and Budget (OMB) *Circular A-133, Audits of States, Local Governments and Nonprofit Organizations*, is presented for purposes of additional analysis and is 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 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 as a whole.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated January 7, 2016, on our consideration of the Council'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Council's internal control over financial reporting and compliance.

*Bergan KDV, Ltd.*

BerganKDV, Ltd.  
St. Cloud, Minnesota  
January 7, 2016

**AUDITED FINANCIAL STATEMENTS**

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENTS OF FINANCIAL POSITION**

	September 30,	
	2015	2014
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 865,878	\$ 955,327
Restricted Cash - Unemployment Trust	178,712	197,395
Investments - Certificates of Deposit	413,771	756,037
Interest Receivable	438	435
Accounts Receivable	30,723	78,944
Grants Receivable	510,493	606,297
Prepaid Expenses	49,355	29,450
Weatherization Inventory	76,099	66,068
Total Current Assets	2,125,469	2,689,953
<b>Property and Equipment, Net</b>	206,837	244,140
<b>Noncurrent Asset</b>		
Investments - Certificates of Deposit	345,739	-
Total Assets	\$ 2,678,045	\$ 2,934,093
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 259,484	\$ 290,393
Due to Other Agencies	29,340	-
Accrued Payroll and Related Taxes and Benefits	254,800	303,300
Accrued Vacation	134,444	127,513
Accrued Unemployment Insurance	178,712	197,395
Deferred Revenue - Grants	95,478	361,159
Total Current Liabilities	952,258	1,279,760
<b>Net Assets</b>		
Unrestricted:		
Undesignated	1,412,776	1,305,047
Designated	106,174	105,146
Investment in Property and Equipment	206,837	244,140
Total Unrestricted	1,725,787	1,654,333
Total Liabilities and Net Assets	\$ 2,678,045	\$ 2,934,093

The Notes to the Financial Statements are an integral part of these statements.

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENTS OF ACTIVITIES**

	Years Ended September 30,	
	2015	2014
<b>REVENUES</b>		
<b>Grant Revenue</b>		
Federal Grants	\$ 5,508,177	\$ 5,228,632
State Grants	2,103,398	2,320,339
Other Grants	342,272	447,469
<b>In-Kind Contributions</b>	27,931	25,113
<b>Program Support</b>	176,027	192,003
<b>Interest Income</b>	4,926	5,901
Total Revenues	8,162,731	8,219,457
 <b>EXPENSES</b>		
Wages and Fringe Benefits	4,777,631	4,745,301
Professional Services	61,072	26,746
Contractual Services	182,300	189,551
Vehicle Expense and Travel	367,123	376,509
Training	54,545	53,365
In-Kind Contribution	27,931	25,113
Supplies and Copy Costs	199,510	248,128
Insurance	51,717	46,483
Equipment Maintenance	31,791	43,748
Office Rent, Utilities and Space Costs	210,285	145,830
Dues, Subscriptions and Memberships	31,248	22,589
Communication (Postage and Telephone)	65,569	69,656
Printed Forms and Advertising	19,032	22,221
Direct Client Support	1,974,220	2,101,390
Depreciation	37,303	55,203
Miscellaneous	-	341
Total Expenses	8,091,277	8,172,174
 <b>Change in Net Assets</b>	71,454	47,283
 <b>NET ASSETS</b>		
<b>Beginning of Year</b>	1,654,333	1,607,050
<b>End of Year</b>	\$ 1,725,787	\$ 1,654,333

The Notes to the Financial Statements are an integral part of these statements.

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENTS OF CASH FLOWS**

	Years Ended September 30,	
	2015	2014
<b>CASH FLOWS - OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 71,454	\$ 47,283
Adjustments to Reconcile Change in Net Assets to Net Cash Flows - Operating Activities:		
Depreciation	37,303	55,203
Gain on Sale of Equipment	(2,000)	-
Change in Assets and Liabilities:		
Interest Receivable	(3)	214
Accounts Receivable	48,221	41,081
Grants Receivable	95,804	(293,366)
Transportation Loans Receivable	-	200
Prepaid Expenses	(19,905)	(5,757)
Weatherization Inventory	(10,031)	2,204
Accounts Payable	(30,909)	102,094
Due to Other Agencies	29,340	-
Accrued Payroll and Related Taxes and Benefits	(48,500)	63,191
Accrued Vacation	6,931	16,809
Deferred Revenue - Grants	(265,681)	95,626
Total Adjustments	(159,430)	77,499
Net Cash Flows - Operating Activities	(87,976)	124,782
<b>CASH FLOWS - INVESTING ACTIVITIES</b>		
Net Purchases of Investments	(3,473)	(4,522)
Proceeds from Sale of Equipment	2,000	-
Purchases of Property and Equipment	-	(20,860)
Net Cash Flows - Investing Activities	(1,473)	(25,382)
<b>Net Change in Cash and Cash Equivalents</b>	(89,449)	99,400
<b>CASH AND CASH EQUIVALENTS</b>		
<b>Beginning of Year</b>	955,327	855,927
<b>End of Year</b>	\$ 865,878	\$ 955,327

# LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.

## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2015 and 2014

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### **Nature of Organization**

Lakes and Pines Community Action Council, Inc. (the “Council”) is a nonprofit community action agency incorporated under the provisions of the Minnesota Nonprofit Corporations Act, *Minnesota Statutes*. The mission of the Council is to build prosperous communities by serving local families and individuals in their pursuit of self-reliance. The Council is a private, non-profit corporation that offers a variety of programs to assist low-income families and individuals of seven county areas. Using income guidelines along with other criteria, the Council provides assistance to eligible residents of Aitkin, Carlton, Chisago, Isanti, Kanabec, Mille Lacs and Pine Counties of Minnesota. The Board of Directors consists of representatives of the public sector, sector-served and private sector.

#### **Basis of Accounting**

The financial statements of the Council have been prepared on the accrual basis of accounting. The accounting policies of the Council conform to accounting principles generally accepted in the United States of America applicable to nonprofit organizations.

Revenues and expenses are accounted for on the accrual basis for all classes of net assets. Revenues are recognized when earned and expensed when incurred.

#### **Financial Statement Presentation**

The net assets and revenues of the Council are reported based upon net asset restrictions and the purposes for which resources are to be spent and the means by which spending activities are controlled. Net asset restrictions are categorized as follows:

##### **Unrestricted**

Accounts for all financial resources which are neither permanently restricted nor temporarily restricted by donor-imposed stipulations. Resources may be used at the discretion of the Board of Directors.

The Council has elected to present temporarily restricted contributions, which are fulfilled in the same period, within unrestricted net assets.

##### **Temporarily Restricted**

Accounts for (a) contributions and other inflows of assets whose use by the Council is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Council pursuant to those stipulations, (b) other asset enhancements and diminishment subject to the same kinds of stipulations and (c) reclassifications to (or from) other classes of net assets as a consequence of donor-imposed stipulations, their expiration by passage of time or their fulfillment and removal by actions of the Council pursuant to those stipulations. At September 30, 2015 and 2014 the Council did not have temporarily restricted net assets.

##### **Permanently Restricted**

Accounts for all financial resources which include a donor-imposed restriction that stipulates the resources be maintained permanently, but permits the Council to use or expend part or all of the income derived from the donated assets. At September 30, 2015 and 2014 the Council did not have permanently restricted net assets.

# LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.

## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2015 and 2014

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### **Use of Estimates**

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

#### **Cash and Cash Equivalents**

The Council considers cash in financial institutions and all highly liquid instruments purchased with a maturity of three months or less to be cash and cash equivalents. Restricted cash is limited in use for the Council's unemployment savings program. There were no payments made for interest or income taxes.

#### **Investments**

Investments consist of certificates of deposit that have original maturities greater than three months and are recorded at cost. Certificates of deposit that mature within one year are shown as current assets.

#### **Accounts Receivable**

The accounts receivable of the Council are the result of the Council extending unsecured credit to the users of the Council's programs. Management reviews the current status of the receivables and currently expenses all accounts which are determined to be uncollectible, accordingly, no allowance for doubtful accounts was deemed necessary at September 30, 2015 and 2014. Accounts receivable are considered delinquent after 30 days and the Council does not accrue interest on delinquent receivables.

#### **Weatherization Inventory**

Inventory is valued at the lower of cost based on first-in, first-out (FIFO) method or market. Inventory consists of materials and supplies used for the Weatherization Program.

#### **Property and Equipment**

The Council capitalizes expenses for land, building and equipment with a cost greater than \$ 5,000. Contributed items are recorded at fair value at the date of the contribution. Capitalized property and equipment are depreciated over their estimated useful lives ranging from 5 to 25 years. Depreciation is calculated using the straight line basis and totaled \$ 37,303 and \$ 55,203 for the years ended September 30, 2015 and 2014, respectively.

The funding sources have a reversionary interest in the equipment purchased with grant funds. Dispositions and ownership of any proceeds are subject to funding source regulations.

#### **Long-Lived Assets**

Long-lived assets to be held and used are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of such assets may not be recoverable. Determination of recoverability is based on an estimate of undiscounted future cash flows resulting from the use of the asset and its eventual disposition. Measurement of an impairment loss for long-lived assets that management expects to hold and use is based on the fair value of the asset. Long-lived assets to be disposed of are reported at the lower of carrying amount or fair value less costs to sell. The Council has determined that no impairment existed at September 30, 2015 and 2014.

# LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.

## NOTES TO THE FINANCIAL STATEMENTS

September 30, 2015 and 2014

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### **Accrued Vacation**

Compensated absences are charged to expense during the period earned based on employee length of service. A liability for accrued vacation is shown in the Statements of Financial Position as of September 30, 2015 and 2014.

#### **Grants**

Grant revenues and expenses are accounted for on the accrual basis. Revenues from grant awards are recognized as spent. Expenses are recognized when the related liability is incurred. Grant monies drawn in excess of the related grant expenses are treated as deferred revenue. Grant expenses in excess of the related grant monies drawn are treated as grants receivable.

#### **In-Kind Contributions**

In-kind contributions are reflected as contributions valued at fair value on date of donation. Contributions of services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

A substantial number of nonprofessional and professional volunteers have donated significant amounts of their time in the Council's Early Childhood and Family Development Program, specifically the Head Start Program. For the years ended September 30, 2015 and 2014, donated time totaling \$ 599,709 and \$ 562,253, respectively, were recorded in the Head Start Program. In addition, for the years ended September 30, 2015 and 2014, donated transportation costs totaled \$ 5,113 and \$ 4,617, respectively. The Council received the use of private vehicles driven by parents or guardians to transport Head Start children to required socialization visits. However, no amounts have been reflected in the Statements for donated services or transportation costs.

Due to the nature of the Council's Head Start program, the Council receives the use of private homes while conducting home visits free of charge for the Head Start Program and recognizes an in-kind contribution for the fair value of rent. For the years ended September 30, 2015 and 2014, the fair value of the donated space was estimated at \$ 7,613 and \$ 6,555, respectively.

In addition, for the years ended September 30, 2015 and 2014, donated supplies costs totaled \$ 20,318 and \$ 18,557, respectively. The Head Start program received donated education supplies in the form of discounts and free-will donations. Supplies of the above nature would be purchased by the Head Start program if not provided by donation.

#### **Program Support**

Program support is recognized as revenue in the year services are provided.

#### **Functional Expense Allocation**

The Council allocates its expenses on a functional basis among its programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural expense classification. Other expenses that are common to several functions are allocated based on estimates by management. Functional classification of expenses for the years ended September 30, 2015 and 2014, consisted of \$ 7,234,249 and \$ 7,355,614 related to program services and \$ 857,028 and \$ 816,560 related to management and general support services, respectively.

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**September 30, 2015 and 2014**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Cost Allocation**

The Council follows a cost allocation plan to allocate costs not directly attributable to specific programs.

**Advertising Costs**

The Council's policy is to expense advertising costs as they are incurred. During the years ended September 30, 2015 and 2014, the Council incurred advertising costs totaling \$ 19,030 and \$ 22,223, respectively.

**Tax Status**

The Council is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC). The Council is also exempt from Minnesota Franchise and income tax.

The Council is required to assess whether an uncertain tax position exists and if there should be recognition of a related benefit or liability in the financial statements. The Council has determined there are no amounts to record as assets or liabilities related to uncertain tax positions. Generally, the Council is no longer subject to examination by tax authorities for years before the year ended September 30, 2012.

**Subsequent Events**

The Council has evaluated subsequent events through January 7, 2016, the date which the financial statements were available to be issued.

**NOTE 2 – GRANTS RECEIVABLE/DEFERRED REVENUE**

	September 30,	
	2015	2014
Federal Programs	\$ 329,005	\$ 439,902
State and Local Programs	86,010	(194,764)
Net Grants Receivable	<u>\$ 415,015</u>	<u>\$ 245,138</u>

Grants receivable and deferred revenue are included on Statements of Financial Position as follows:

	September 30,	
	2015	2014
Grants Receivable	\$ 510,493	\$ 606,297
Deferred Revenue	<u>(95,478)</u>	<u>(361,159)</u>
Net Deferred Revenue - Grants	<u>\$ 415,015</u>	<u>\$ 245,138</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**September 30, 2015 and 2014**

**NOTE 3 – PROPERTY AND EQUIPMENT**

	September 30,	
	2015	2014
Land	\$ 40,900	\$ 40,900
Buildings and Improvements	522,632	522,632
Vehicles and Equipment	755,719	807,759
	1,319,251	1,371,291
Less Accumulated Depreciation	(1,112,414)	(1,127,151)
Property and Equipment, Net	\$ 206,837	\$ 244,140

**NOTE 4 – DESIGNATED NET ASSETS**

	September 30,	
	2015	2014
Designated for:		
Caring Members (East Central Energy)	\$ 6,559	\$ 35
Contracted Services	4,948	6,324
EAP/Furnace	28,628	29,667
Emergency Services	27,112	26,005
Head Start	2,996	887
Head Start Transportation	126	126
Inspection Services	29,315	29,315
Princeton Contract Income	676	676
Reach Out for Warmth	2,129	2,594
Reading is Fundamental (RIF)	2,941	2,941
Sustainable Communities	-	5,832
Transportation Assistance	744	744
	744	744
Total Board of Director Designated Net Assets	\$ 106,174	\$ 105,146

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**

**September 30, 2015 and 2014**

**NOTE 5 – RETIREMENT PLAN**

The Council sponsors a 403(b) retirement plan. The plan covers substantially all full-time employees. Contributions to the plan amounted to \$ 105,044 and \$ 111,242 for the years ended September 30, 2015 and 2014, respectively.

**NOTE 6 – OPERATING LEASES**

The Council leases certain office and warehouse facilities under leases classified as operating leases, the last of which expires July 31, 2020. Total lease expense for years ended September 31, 2015 and 2014, were \$ 82,684 and \$ 72,355 respectively.

Minimum future rental payments under noncancelable operating leases having initial or remaining terms in excess of one year as of September 30 for each of the next five years and in the aggregate are:

2016	\$ 111,744
2017	65,364
2018	58,884
2019	39,444
2020	<u>32,870</u>
Total Minimum Future Rental Payments	<u><u>\$ 308,306</u></u>

**NOTE 7 – MATCHING FUNDS**

Certain grants require securing of matching funds from other sources. The Council is meeting the matching fund requirements.

**NOTE 8 – CONCENTRATIONS AND CONTINGENCIES**

**Concentrations – Revenue**

During the year ended September 30, 2015, 31% of the Council's revenue was from the Head Start Program funded through the U.S. Department of Health and Human Services. During the year ended September 30, 2015, 30% of the Council's revenue was from the Energy Assistance and Weatherization Programs funded through the U.S. Department of Health and Human Services and the U.S. Department of Energy. Federal and state grant revenue accounted for a total of 93% of the Council's revenue for the year ended September 30, 2015.

During the year ended September 30, 2014, 29% of the Council's revenue was from the Head Start Program funded through the U.S. Department of Health and Human Services. During the year ended September 30, 2014, 29% of the Council's revenue was from the Energy Assistance and Weatherization Programs funded through the U.S. Department of Health and Human Services and the U.S. Department of Energy. Federal and state grant revenue accounted for a total of 92% of the Council's revenue for the year ended September 30, 2014.

**Nonexpendable Property**

Under provisions of various federal grants, title to all nonexpendable property acquired for use in the programs shall revert to the grantor upon termination of the programs.

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**NOTES TO THE FINANCIAL STATEMENTS**  
**September 30, 2015 and 2014**

**NOTE 8 – CONCENTRATIONS AND CONTINGENCIES**

**Federal and State Program Activities**

Federal and state program activities are subject to financial and compliance regulation. To the extent that any expenditures are disallowed, a liability to the respective federal or state agency could result.

**Claims**

The Council is subject to claims arising in the normal course of business. While it is not feasible to determine the outcomes of any of these claims, it is the opinion of management that their outcomes will not have a material effect on the financial position or activities of the Council.

**Employee Dental Plan**

The Council maintains a self-insured employee dental plan which insures covered employees and their families for approved claims. The Council is liable for those claims up to the Plan's limit of \$ 1,000 per enrolled employee and each eligible family member.

**State Unemployment**

The Council has elected out of Minnesota state unemployment insurance and participates in a grantor trust to cover unemployment insurance claims.

Restricted cash represents the Council's estimated cash balance at September 30, 2015 and 2014 for eligible unemployment insurance claims. If claims exceed payments into the trust the Council could become liable for those claims.

**NOTE 9 – FISCAL AGENT AGREEMENTS**

**Northern Technology Initiative**

The Council acts as a fiscal agent for the Northern Technology Initiative (dba GPS 45:30). During the year ended September 30, 2015, the Association collected \$ 34,300 and disbursed \$ 6,233 on behalf of the GPS 45:30. At September 30, 2015 there was \$ 28,067 of remaining unexpended funds.

**Lakes Media Foundation**

The Council also acts as a fiscal agent for Lakes Media Foundation. During the year ended September 30, 2015, the Association collected \$ 4,000 and disbursed \$ 2,727 on behalf of the Lakes Media Foundation. At September 30, 2015 there was \$ 1,273 of remaining unexpended funds.

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**SUPPLEMENTARY INFORMATION**

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF FINANCIAL POSITION - BY FUNCTION**  
**September 30, 2015**

	Administration	Community Services	Early Childhood and Family Development
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ -	\$ 18,110	\$ 34
Restricted Cash - Unemployment Trust	-	-	-
Investments - Certificates of Deposit	-	-	-
Due from Other Funds	-	-	-
Interest Receivable	-	-	-
Accounts Receivable	-	6,300	1,050
Grants Receivable	36,951	97,939	170,789
Prepaid Expenses	12,805	3,192	24,564
Weatherization Inventory	-	-	-
Total Current Assets	49,756	125,541	196,437
<b>Property and Equipment</b>	-	-	-
<b>Noncurrent Assets</b>			
Investments - Certificates of Deposit	-	-	-
Total Assets	\$ 49,756	\$ 125,541	\$ 196,437
<b>LIABILITIES AND NET ASSETS</b>			
<b>Current Liabilities</b>			
Due to Other Funds	\$ 47,376	\$ 63,314	\$ 165,145
Accounts Payable	2,380	38,637	31,292
Due to Other Agencies	-	-	-
Accrued Payroll and Related Taxes and Benefits	-	-	-
Accrued Vacation	-	-	-
Accrued Unemployment	-	-	-
Deferred Revenue - Grants	-	23,590	-
Total Current Liabilities	49,756	125,541	196,437
<b>Net Assets</b>			
Unrestricted	-	-	-
Designated	-	-	-
Investment in Property and Equipment	-	-	-
Total Unrestricted	-	-	-
Total Liabilities and Net Assets	\$ 49,756	\$ 125,541	\$ 196,437

<u>Weatherization</u>	<u>Energy Assistance</u>	<u>Housing Rehabilitation</u>	<u>Other Programs</u>	<u>GAAP Elimination</u>	<u>Total</u>
\$ -	\$ -	\$ 51,815	\$ 795,919	\$ -	\$ 865,878
-	-	-	178,712	-	178,712
-	-	-	413,771	-	413,771
-	-	-	407,526	(407,526)	-
-	-	-	438	-	438
489	-	-	22,884	-	30,723
90,107	71,337	43,370	-	-	510,493
3,426	4,045	307	1,016	-	49,355
76,099	-	-	-	-	76,099
<u>170,121</u>	<u>75,382</u>	<u>95,492</u>	<u>1,820,266</u>	<u>(407,526)</u>	<u>2,125,469</u>
-	-	-	206,837	-	206,837
-	-	-	345,739	-	345,739
<u>\$ 170,121</u>	<u>\$ 75,382</u>	<u>\$ 95,492</u>	<u>\$ 2,372,842</u>	<u>\$ (407,526)</u>	<u>\$ 2,678,045</u>
\$ 44,203	\$ 52,855	\$ 34,633	\$ -	\$ (407,526)	\$ -
49,819	22,527	36,262	78,567	-	259,484
-	-	-	29,340	-	29,340
-	-	-	254,800	-	254,800
-	-	-	134,444	-	134,444
-	-	-	178,712	-	178,712
-	-	24,597	47,291	-	95,478
<u>94,022</u>	<u>75,382</u>	<u>95,492</u>	<u>723,154</u>	<u>(407,526)</u>	<u>952,258</u>
76,099	-	-	1,336,677	-	1,412,776
-	-	-	106,174	-	106,174
-	-	-	206,837	-	206,837
<u>76,099</u>	<u>-</u>	<u>-</u>	<u>1,649,688</u>	<u>-</u>	<u>1,725,787</u>
<u>\$ 170,121</u>	<u>\$ 75,382</u>	<u>\$ 95,492</u>	<u>\$ 2,372,842</u>	<u>\$ (407,526)</u>	<u>\$ 2,678,045</u>

LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.

STATEMENT OF ACTIVITIES - BY FUNCTION  
Year Ended September 30, 2015

	Administration	Community Services	Early Childhood and Family Development
<b>REVENUES</b>			
<b>Grant Revenue</b>			
Federal Grants	\$ 319,663	\$ 194,737	\$ 2,554,705
State Grants	98,354	860,053	543,711
Other Grants	-	55,335	171,768
<b>In-Kind Contributions</b>	-	-	27,931
<b>Program Support</b>	-	29,558	12,510
<b>Interest Income</b>	-	55	10
Total Revenues	<u>418,017</u>	<u>1,139,738</u>	<u>3,310,635</u>
<b>EXPENSES</b>			
Wages and Fringe Benefits	154,921	550,059	2,099,486
Professional Services	3,883	6,518	35,611
Contractual Services	193	1,823	158,923
Vehicle Expense and Travel	24,961	40,031	256,143
Training	16,241	2,020	18,599
In-Kind Contribution	-	-	27,931
Supplies and Copy Costs	9,072	26,651	115,079
Insurance	5,423	1,745	22,508
Equipment Maintenance	-	-	-
Office Rent, Utilities, Space Costs and Support	178,721	61,034	486,515
Dues, Subscriptions and Memberships	15,308	2,048	11,458
Communication (Postage and Telephone)	2,247	6,933	18,919
Printed Forms and Advertising	1,736	2,884	9,978
Direct Client Support	5,311	437,992	49,485
Depreciation	-	-	-
Total Expenses	<u>418,017</u>	<u>1,139,738</u>	<u>3,310,635</u>
<b>Change in Net Assets</b>	-	-	-
<b>Other Change in Net Assets</b>			
Weatherization Inventory Used	-	-	-
<b>NET ASSETS</b>			
<b>Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Weatherization</u>	<u>Energy Assistance</u>	<u>Housing Rehabilitation</u>	<u>Other Programs</u>	<u>GAAP Adjustment</u>	<u>Total</u>
\$ 1,015,927	\$ 1,423,145	\$ -	\$ -	\$ -	\$ 5,508,177
69,354	-	531,926	-	-	2,103,398
-	-	-	115,169	-	342,272
-	-	-	-	-	27,931
6,955	4,000	32,090	90,914	-	176,027
-	-	203	4,658	-	4,926
<u>1,092,236</u>	<u>1,427,145</u>	<u>564,219</u>	<u>210,741</u>	<u>-</u>	<u>8,162,731</u>
599,885	549,170	97,004	727,106	-	4,777,631
3,036	2,408	2,791	6,825	-	61,072
-	10	280	21,071	-	182,300
30,810	2,606	7,058	5,514	-	367,123
9,487	1,594	-	6,604	-	54,545
-	-	-	-	-	27,931
555	20,031	210	37,943	(10,031)	199,510
16,393	4,870	585	193	-	51,717
246	-	-	31,545	-	31,791
112,010	141,569	38,898	(808,462)	-	210,285
1,500	30	103	801	-	31,248
2,966	8,006	1,620	24,878	-	65,569
-	1,113	62	3,259	-	19,032
315,348	695,738	415,608	54,738	-	1,974,220
-	-	-	37,303	-	37,303
<u>1,092,236</u>	<u>1,427,145</u>	<u>564,219</u>	<u>149,318</u>	<u>(10,031)</u>	<u>8,091,277</u>
-	-	-	61,423	10,031	71,454
10,031	-	-	-	(10,031)	-
66,068	-	-	1,588,265	-	1,654,333
<u>\$ 76,099</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,649,688</u>	<u>\$ -</u>	<u>\$ 1,725,787</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF FINANCIAL POSITION - ADMINISTRATION**  
**September 30, 2015**

	<u>#182 Community Services Block Grant</u>	<u>#172 Discretionary Community Services Block Grant</u>	<u>#196 MN Community Action Grant</u>	<u>Total</u>
<b>ASSETS</b>				
<b>Current Assets</b>				
Grants Receivable	\$ 31,861	\$ 1,088	\$ 4,002	\$ 36,951
Prepaid Expenses	11,758	1,047	-	12,805
Total Current Assets	<u>\$ 43,619</u>	<u>\$ 2,135</u>	<u>\$ 4,002</u>	<u>\$ 49,756</u>
<b>LIABILITIES AND NET ASSETS</b>				
<b>Current Liabilities</b>				
Due to Other Programs	\$ 41,239	\$ 2,135	\$ 4,002	\$ 47,376
Accounts Payable	<u>2,380</u>	<u>-</u>	<u>-</u>	<u>2,380</u>
Total Current Liabilities	43,619	2,135	4,002	49,756
<b>Net Assets</b>				
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 43,619</u>	<u>\$ 2,135</u>	<u>\$ 4,002</u>	<u>\$ 49,756</u>

LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.

STATEMENT OF ACTIVITIES - ADMINISTRATION  
Year Ended September 30, 2015

	#196 MN Community Action Grant	#182 Community Services Block Grant	#172 Discretionary Community Services Block Grant	#181 MN Community Action Grant	Total
<b>REVENUES</b>					
<b>Grant Revenue</b>					
Federal Grants	\$ -	\$ 299,022	\$ 20,641	\$ -	\$ 319,663
State Grants	4,002	-	-	94,352	98,354
Total Revenues	<u>4,002</u>	<u>299,022</u>	<u>20,641</u>	<u>94,352</u>	<u>418,017</u>
<b>EXPENSES</b>					
Wages and Fringe Benefits	-	118,407	8,839	27,675	154,921
Professional Services	21	2,946	452	464	3,883
Contractual Services	-	193	-	-	193
Vehicle Expense and Travel	-	20,364	1,076	3,521	24,961
Training	-	7,243	499	8,499	16,241
Supplies and Copy Costs	-	6,012	3,060	-	9,072
Insurance	-	5,371	52	-	5,423
Office Rent, Utilities, Space Costs and Support	3,381	119,427	6,663	49,250	178,721
Dues, Subscriptions and Memberships	600	11,532	-	3,176	15,308
Communication (Postage and Telephone)	-	1,627	-	620	2,247
Printed Forms and Advertising	-	1,507	-	229	1,736
Administration Direct Client Support	-	4,393	-	918	5,311
Total Expenses	<u>4,002</u>	<u>299,022</u>	<u>20,641</u>	<u>94,352</u>	<u>418,017</u>
<b>Change in Net Assets</b>	-	-	-	-	-
<b>NET ASSETS</b>					
<b>Beginning of Year</b>	-	-	-	-	-
<b>End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF FINANCIAL POSITION - COMMUNITY SERVICES**  
**September 30, 2015**

	<u>#138 Financial Literacy Initiative</u>	<u>#157 SSI/SSDI Outreach Access and Recovery</u>	<u>#162 BCBS Access to Coverage</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ 751	\$ 523	\$ -
Accounts Receivable	-	-	-
Grants Receivable	-	-	2,453
Prepaid Expenses	-	-	15
Total Current Assets	<u>\$ 751</u>	<u>\$ 523</u>	<u>\$ 2,468</u>
<b>LIABILITIES AND NET ASSETS</b>			
<b>Current Liabilities</b>			
Due to Other Programs	\$ -	\$ -	\$ 2,468
Accounts Payable	-	22	-
Deferred Revenue - Grants	751	501	-
Total Current Liabilities	<u>751</u>	<u>523</u>	<u>2,468</u>
<b>Net Assets</b>			
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 751</u>	<u>\$ 523</u>	<u>\$ 2,468</u>

<u>#173 SNAP Outreach</u>	<u>#174 Tax Assistance</u>	<u>#175 Transitional Housing Program</u>	<u>#191 Homeless Youth Program</u>	<u>#167 Transportation Loan Program</u>	<u>#193 Transitional Housing</u>
\$ -	\$ 405	\$ -	\$ -	\$ 11,632	\$ -
-	-	-	-	-	-
3,310	-	7,157	10,310	-	8,466
455	-	293	478	6	204
<u>\$ 3,765</u>	<u>\$ 405</u>	<u>\$ 7,450</u>	<u>\$ 10,788</u>	<u>\$ 11,638</u>	<u>\$ 8,670</u>
\$ 3,550	\$ -	\$ 2,982	\$ 10,080	\$ -	\$ 8,310
215	71	4,468	708	387	360
-	334	-	-	11,251	-
<u>3,765</u>	<u>405</u>	<u>7,450</u>	<u>10,788</u>	<u>11,638</u>	<u>8,670</u>
-	-	-	-	-	-
<u>\$ 3,765</u>	<u>\$ 405</u>	<u>\$ 7,450</u>	<u>\$ 10,788</u>	<u>\$ 11,638</u>	<u>\$ 8,670</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF FINANCIAL POSITION - COMMUNITY SERVICES**  
**September 30, 2015**

	<u>#194 Emergency Services Program</u>	<u>#195 Alcohol, Tobacco and Other Drug Prevention</u>	<u>#198 Live Well At Home</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ -	\$ 1,403	\$ -
Accounts Receivable	-	-	-
Grants Receivable	28,294	-	8,696
Prepaid Expenses	27	329	120
Total Current Assets	<u>\$ 28,321</u>	<u>\$ 1,732</u>	<u>\$ 8,816</u>
 <b>LIABILITIES AND NET ASSETS</b>			
<b>Current Liabilities</b>			
Due to Other Programs	\$ 15,283	\$ -	\$ 8,816
Accounts Payable	13,038	597	-
Deferred Revenue - Grants	-	1,135	-
Total Current Liabilities	<u>28,321</u>	<u>1,732</u>	<u>8,816</u>
 <b>Net Assets</b>			
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 28,321</u>	<u>\$ 1,732</u>	<u>\$ 8,816</u>

<u>#199 Commonbond Communities</u>	<u>#200 Economic Gardening</u>	<u>#185 MNSure '16</u>	<u>#192 Emergency Solutions Grant Rehousing</u>	<u>#190 Family Homeless Prevention '15/'17</u>	<u>Total</u>
\$ -	\$ -	\$ 3,396	\$ -	\$ -	\$ 18,110
-	-	6,300	-	-	6,300
1,599	4,843	-	4,989	17,822	97,939
10	-	121	140	994	3,192
<u>\$ 1,609</u>	<u>\$ 4,843</u>	<u>\$ 9,817</u>	<u>\$ 5,129</u>	<u>\$ 18,816</u>	<u>\$ 125,541</u>
\$ 1,536	\$ 20	\$ -	\$ 5,129	\$ 5,140	\$ 63,314
73	4,823	199	-	13,676	38,637
-	-	9,618	-	-	23,590
<u>1,609</u>	<u>4,843</u>	<u>9,817</u>	<u>5,129</u>	<u>18,816</u>	<u>125,541</u>
-	-	-	-	-	-
<u>\$ 1,609</u>	<u>\$ 4,843</u>	<u>\$ 9,817</u>	<u>\$ 5,129</u>	<u>\$ 18,816</u>	<u>\$ 125,541</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF ACTIVITIES - COMMUNITY SERVICES**  
**Year Ended September 30, 2015**

	<u>#174 Tax Assistance</u>	<u>#167 Transportation Program</u>	<u>#171 Homeless Youth Program</u>
<b>REVENUES</b>			
<b>Grant Revenue</b>			
Federal Grants	\$ 13,100	\$ -	\$ -
State Grants	17,468	-	123,505
Other Grants	-	-	-
<b>Program Support</b>	2,398	3,492	-
<b>Interest Income</b>	-	-	-
Total Revenues	<u>32,966</u>	<u>3,492</u>	<u>123,505</u>
<b>EXPENSES</b>			
Wages and Fringe Benefits	29,100	-	60,030
Professional Services	-	-	680
Contractual Services	-	-	-
Vehicle Expense and Travel	986	1,110	4,846
Training	-	-	-
Supplies and Copy Costs	766	16	10,756
Insurance	-	-	-
Office Rent, Utilities, Space Costs and Support	-	-	104
Dues, Subscriptions and Memberships	-	-	-
Communication (Postage and Telephone)	563	6	924
Printed Forms and Advertising	200	-	210
Community Services Direct Client Support	1,351	2,360	45,955
Total Expenses	<u>32,966</u>	<u>3,492</u>	<u>123,505</u>
<b>Change in Net Assets</b>	-	-	-
<b>NET ASSETS</b>			
<b>Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

#191 Homeless Youth Program	#159 Transitional Housing Program	#175 Transitional Housing Program	#138 Financial Literacy Initiative	#157 SSI/SSDI Outreach Access & Recovery	#173 SNAP Outreach
\$ -	\$ 26,398	\$ 94,905	\$ -	\$ -	\$ -
30,214	-	-	-	2,430	51,589
-	-	-	-	-	25,000
-	-	-	453	-	-
-	-	-	-	-	-
<u>30,214</u>	<u>26,398</u>	<u>94,905</u>	<u>453</u>	<u>2,430</u>	<u>76,589</u>
13,315	5,099	14,286	-	2,018	67,641
212	230	723	-	-	690
-	-	-	-	-	-
768	233	2,356	71	375	3,722
-	-	-	-	-	-
8	-	-	359	25	3,238
-	47	134	-	-	-
4,774	1,340	3,992	-	-	-
-	-	-	-	-	-
416	-	-	23	12	728
105	-	-	-	-	570
<u>10,616</u>	<u>19,449</u>	<u>73,414</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>30,214</u>	<u>26,398</u>	<u>94,905</u>	<u>453</u>	<u>2,430</u>	<u>76,589</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF ACTIVITIES - COMMUNITY SERVICES**  
**Year Ended September 30, 2015**

	<u>#184 MNSure '15</u>	<u>#185 MNSure '16</u>	<u>#162 BCBS Access to Coverage</u>
<b>REVENUES</b>			
<b>Grant Revenue</b>			
Federal Grants	\$ -	\$ -	\$ -
State Grants	35,690	-	-
Other Grants	-	-	26,500
<b>Program Support</b>	10,334	12,881	-
<b>Interest Income</b>	-	-	-
Total Revenues	<u>46,024</u>	<u>12,881</u>	<u>26,500</u>
<b>EXPENSES</b>			
Wages and Fringe Benefits	34,594	8,539	21,569
Professional Services	530	163	249
Contractual Services	-	-	-
Vehicle Expense and Travel	5,847	672	907
Training	-	-	-
Supplies and Copy Costs	389	-	399
Insurance	-	-	-
Office Rent, Utilities, Space Costs and Support	4,000	3,330	3,278
Dues, Subscriptions and Memberships	-	-	-
Communication (Postage and Telephone)	409	177	98
Printed Forms and Advertising	255	-	-
Community Services Direct Client Support	-	-	-
Total Expenses	<u>46,024</u>	<u>12,881</u>	<u>26,500</u>
<b>Change in Net Assets</b>	-	-	-
<b>NET ASSETS</b>			
<b>Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

#163 Emergency Solutions Grant Rehousing	#192 Emergency Solutions Grant Rehousing	#164 Transitional Housing	#193 Transitional Housing	#165 Emergency Services Program	#194 Emergency Services Program
\$ 45,010	\$ 15,324	\$ -	\$ -	\$ -	\$ -
-	-	64,326	25,192	62,778	33,885
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>45,010</u>	<u>15,324</u>	<u>64,326</u>	<u>25,192</u>	<u>62,778</u>	<u>33,885</u>
16,148	10,007	29,459	9,170	18,809	5,845
549	214	583	212	-	115
-	-	-	-	-	-
936	60	1,007	318	1,806	273
-	-	-	-	-	-
-	-	315	5	756	-
-	-	-	-	-	-
-	1,532	-	4,775	-	2,951
1,799	-	-	-	-	-
-	-	57	13	-	-
-	-	-	105	-	-
<u>25,578</u>	<u>3,511</u>	<u>32,905</u>	<u>10,594</u>	<u>41,407</u>	<u>24,701</u>
<u>45,010</u>	<u>15,324</u>	<u>64,326</u>	<u>25,192</u>	<u>62,778</u>	<u>33,885</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF ACTIVITIES - COMMUNITY SERVICES**  
**Year Ended September 30, 2015**

	#166 Hunger Free Planning Fund	#170 Family Homeless Prevention '13/'15	#190 Family Homeless Prevention '15/'17
	<u>          </u>	<u>          </u>	<u>          </u>
<b>REVENUES</b>			
<b>Grant Revenue</b>			
Federal Grants	\$ -	\$ -	\$ -
State Grants	-	271,845	104,836
Other Grants	392	-	-
<b>Program Support</b>	-	-	-
<b>Interest Income</b>	-	38	17
Total Revenues	<u>392</u>	<u>271,883</u>	<u>104,853</u>
 <b>EXPENSES</b>			
Wages and Fringe Benefits	374	146,095	30,286
Professional Services	-	843	255
Contractual Services	-	-	-
Vehicle Expense and Travel	-	9,518	2,788
Training	-	1,175	370
Supplies and Copy Costs	-	3,881	4,438
Insurance	-	1,190	252
Office Rent, Utilities, Space Costs and Support	18	8,630	16,542
Dues, Subscriptions and Memberships	-	249	-
Communication (Postage and Telephone)	-	2,420	770
Printed Forms and Advertising	-	269	614
Community Services Direct Client Support	-	97,613	48,538
Total Expenses	<u>392</u>	<u>271,883</u>	<u>104,853</u>
 <b>Change in Net Assets</b>	-	-	-
 <b>NET ASSETS</b>			
<b>Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>
 <b>End of Year</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

<u>#195 Alcohol, Tobacco and Other Drug Prevention</u>	<u>#198 Live Well At Home</u>	<u>#199 Commonbond Communities</u>	<u>#200 Economic Gardening</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ 194,737
27,598	8,697	-	-	860,053
-	-	1,599	1,844	55,335
-	-	-	-	29,558
-	-	-	-	55
<u>27,598</u>	<u>8,697</u>	<u>1,599</u>	<u>1,844</u>	<u>1,139,738</u>
19,511	6,883	1,281	-	550,059
187	83	-	-	6,518
-	-	-	1,823	1,823
1,114	-	318	-	40,031
475	-	-	-	2,020
1,292	8	-	-	26,651
122	-	-	-	1,745
4,581	1,166	-	21	61,034
-	-	-	-	2,048
316	1	-	-	6,933
-	556	-	-	2,884
-	-	-	-	437,992
<u>27,598</u>	<u>8,697</u>	<u>1,599</u>	<u>1,844</u>	<u>1,139,738</u>
-	-	-	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF FINANCIAL POSITION -  
EARLY CHILDHOOD AND FAMILY DEVELOPMENT  
September 30, 2015**

	<u>#236 Head Start 'W'</u>	<u>#237 Head Start 'X'</u>	<u>#15C Child and Adult Care Food Program '16</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ -	\$ -	\$ -
Accounts Receivable	-	1,050	-
Grants Receivable	3,345	102,941	3,141
Prepaid Expenses	-	16,566	-
Total Current Assets	<u>\$ 3,345</u>	<u>\$ 120,557</u>	<u>\$ 3,141</u>
 <b>LIABILITIES AND NET ASSETS</b>			
<b>Current Liabilities</b>			
Due to Other Programs	\$ 3,319	\$ 94,841	\$ 3,141
Accounts Payable	<u>26</u>	<u>25,716</u>	<u>-</u>
Total Current Liabilities	3,345	120,557	3,141
 <b>Net Assets</b>			
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 3,345</u>	<u>\$ 120,557</u>	<u>\$ 3,141</u>

#15E Early Head Start "X"	#250 Early Head Start Childcare Partnership	#263 State '16	#286 Building Blocks for Success '15	#287 Bright Beginnings '15	Total
\$ -	\$ -	\$ -	\$ 23	\$ 11	\$ 34
-	-	-	-	-	1,050
14,057	6,184	41,121	-	-	170,789
2,228	119	5,651	-	-	24,564
<u>\$ 16,285</u>	<u>\$ 6,303</u>	<u>\$ 46,772</u>	<u>\$ 23</u>	<u>\$ 11</u>	<u>\$ 196,437</u>
\$ 14,440	\$ 6,107	\$ 43,297	\$ -	\$ -	\$ 165,145
1,845	196	3,475	23	11	31,292
<u>16,285</u>	<u>6,303</u>	<u>46,772</u>	<u>23</u>	<u>11</u>	<u>196,437</u>
-	-	-	-	-	-
<u>\$ 16,285</u>	<u>\$ 6,303</u>	<u>\$ 46,772</u>	<u>\$ 23</u>	<u>\$ 11</u>	<u>\$ 196,437</u>

LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.

STATEMENT OF ACTIVITIES - EARLY CHILDHOOD AND FAMILY DEVELOPMENT  
Year Ended September 30, 2015

	#236 Head Start 'W'	#237 Head Start 'X'	#250 Early Head Start Childcare Partnership	#15E Early Head Start "X"
<b>REVENUES</b>				
<b>Grant Revenue</b>				
Federal Grants	\$ 2,164,879	\$ 333,529	\$ 10,529	\$ 25,869
State Grants	-	-	-	-
Other Grants	-	-	-	-
<b>In-Kind Contributions</b>	632,753	-	-	-
<b>Program Support</b>	10,743	-	-	-
<b>Interest Income</b>	-	-	-	-
Total Revenues	<u>2,808,375</u>	<u>333,529</u>	<u>10,529</u>	<u>25,869</u>
<b>EXPENSES</b>				
Wages and Fringe Benefits	1,439,885	228,405	6,792	18,488
Professional Services	25,576	296	143	113
Contractual Services	116,700	20,224	-	39
Vehicle Expense and Travel	181,904	23,275	1,178	2,110
Training	16,941	182	-	15
In-Kind Contribution	632,753	-	-	-
Supplies and Copy Costs	56,549	5,918	-	569
Insurance	16,437	2,274	51	163
Office Rent, Utilities, Space Costs and Support	270,044	45,759	2,080	3,900
Dues, Subscriptions and Memberships	7,913	1,479	285	87
Communication (Postage and Telephone)	12,078	2,734	-	206
Printed Forms and Advertising	6,801	529	-	-
Head Start Direct Client Support	24,794	2,454	-	179
Total Expenses	<u>2,808,375</u>	<u>333,529</u>	<u>10,529</u>	<u>25,869</u>
<b>Change in Net Assets</b>	-	-	-	-
<b>NET ASSETS</b>				
<b>Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

#14C Child and Adult Care Food Program '15	#15C Child and Adult Care Food Program '16	#262 State '15	#263 State '16	#286 Building Blocks for Success '15	#287 Bright Beginnings '15	Head Start 'V' Non-Federal Share Elimination	Total
\$ 16,758	\$ 3,141	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,554,705
-	-	446,735	96,976	-	-	-	543,711
-	-	-	-	90,115	81,653	-	171,768
-	-	-	-	-	-	(604,822)	27,931
-	-	1,767	-	-	-	-	12,510
-	-	-	-	-	10	-	10
<u>16,758</u>	<u>3,141</u>	<u>448,502</u>	<u>96,976</u>	<u>90,115</u>	<u>81,663</u>	<u>(604,822)</u>	<u>3,310,635</u>
-	-	259,780	61,869	41,869	42,398	-	2,099,486
-	-	7,114	446	894	1,029	-	35,611
-	-	1,027	25	20,865	43	-	158,923
-	-	30,570	7,511	5,514	4,081	-	256,143
-	-	1,281	55	75	50	-	18,599
-	-	-	-	-	-	(604,822)	27,931
-	-	29,838	2,139	4,330	15,736	-	115,079
-	-	2,179	734	298	372	-	22,508
-	-	110,716	20,847	15,645	17,524	-	486,515
-	-	1,035	516	143	-	-	11,458
-	-	2,414	1,002	322	163	-	18,919
-	-	891	1,490	160	107	-	9,978
<u>16,758</u>	<u>3,141</u>	<u>1,657</u>	<u>342</u>	<u>-</u>	<u>160</u>	<u>-</u>	<u>49,485</u>
<u>16,758</u>	<u>3,141</u>	<u>448,502</u>	<u>96,976</u>	<u>90,115</u>	<u>81,663</u>	<u>(604,822)</u>	<u>3,310,635</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF FINANCIAL POSITION - WEATHERIZATION**  
**September 30, 2015**

	#335 DOE Wx '16	#373 EAP Wx C/O II '15	#374 EAP Wx C/O '16	#393 Propane/Oil '16	Total
<b>ASSETS</b>					
<b>Current Assets</b>					
Accounts Receivable	\$ -	\$ -	\$ 489	\$ -	\$ 489
Grants Receivable	50,942	25,130	6,833	7,202	90,107
Prepaid Expenses	698	1	2,721	6	3,426
Weatherization Inventory	76,099	-	-	-	76,099
Total Current Assets	\$ 127,739	\$ 25,131	\$ 10,043	\$ 7,208	\$ 170,121
<b>LIABILITIES AND NET ASSETS</b>					
<b>Current Liabilities</b>					
Due to Other Programs	\$ 34,917	\$ 2,296	\$ 6,748	\$ 242	\$ 44,203
Accounts Payable	16,723	22,835	3,295	6,966	49,819
Total Current Liabilities	51,640	25,131	10,043	7,208	94,022
<b>Net Assets</b>					
Unrestricted	76,099	-	-	-	76,099
Total Liabilities and Net Assets	\$ 127,739	\$ 25,131	\$ 10,043	\$ 7,208	\$ 170,121

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF ACTIVITIES - WEATHERIZATION  
Year Ended September 30, 2015**

	<u>#311 State Wx '15</u>	<u>#334 DOE Wx '15</u>	<u>#335 DOE Wx '16</u>
<b>REVENUES</b>			
<b>Grant Revenue</b>			
Federal Grants	\$ -	\$ 215,335	\$ 181,902
State Grants	3,461	-	-
<b>Program Support</b>	-	2,591	313
Total Revenues	<u>3,461</u>	<u>217,926</u>	<u>182,215</u>
 <b>EXPENSES</b>			
Wages and Fringe Benefits	243	146,497	116,445
Professional Services	-	716	400
Vehicle Expense and Travel	540	6,830	4,927
Training	1,178	7,524	485
Supplies and Copy Costs	-	423	-
Insurance	-	4,262	1,424
Equipment Maintenance	-	-	246
Office Rent, Utilities, Space Costs and Support	-	23,309	16,827
Dues, Subscriptions and Memberships	1,500	-	-
Communication (Postage and Telephone)	-	1,094	-
Weatherization Direct Client Support	-	27,271	41,461
Total Expenses	<u>3,461</u>	<u>217,926</u>	<u>182,215</u>
 <b>Change in Net Assets</b>	-	-	-
 <b>Other Changes in Net Assets</b>			
Change in Weatherization Inventory	-	-	10,031
 <b>NET ASSETS</b>			
<b>Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>66,068</u>
 <b>End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,099</u>

<u>#372</u> <u>EAP Wx</u> <u>C/O '15</u>	<u>#373</u> <u>EAP Wx</u> <u>C/O II '15</u>	<u>#374</u> <u>EAP Wx</u> <u>C/O '16</u>	<u>#392</u> <u>Propane/Oil</u> <u>'15</u>	<u>#393</u> <u>Propane/Oil</u> <u>'16</u>	<u>Total</u>
\$ 284,461	\$ 25,130	\$ 309,099	\$ -	\$ -	\$ 1,015,927
-	-	-	58,508	7,385	69,354
1,660	-	2,391	-	-	6,955
<u>286,121</u>	<u>25,130</u>	<u>311,490</u>	<u>58,508</u>	<u>7,385</u>	<u>1,092,236</u>
155,623	-	178,479	2,598	-	599,885
642	87	992	160	39	3,036
11,034	-	7,479	-	-	30,810
300	-	-	-	-	9,487
-	-	132	-	-	555
4,234	-	6,473	-	-	16,393
-	-	-	-	-	246
28,247	2,208	37,776	3,263	380	112,010
-	-	-	-	-	1,500
583	-	1,289	-	-	2,966
85,458	22,835	78,870	52,487	6,966	315,348
<u>286,121</u>	<u>25,130</u>	<u>311,490</u>	<u>58,508</u>	<u>7,385</u>	<u>1,092,236</u>
-	-	-	-	-	-
-	-	-	-	-	10,031
-	-	-	-	-	66,068
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 76,099</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF FINANCIAL POSITION - ENERGY ASSISTANCE**

**September 30, 2015**

	<u>#438 Energy Assistance '15</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Grants Receivable	\$ 71,337
Prepaid Expenses	4,045
Total Current Assets	<u>\$ 75,382</u>
<b>LIABILITIES AND NET ASSETS</b>	
<b>Current Liabilities</b>	
Due to Other Programs	\$ 52,855
Accounts Payable	22,527
Total Current Liabilities	<u>75,382</u>
<b>Net Assets</b>	
Unrestricted	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 75,382</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF ACTIVITIES - ENERGY ASSISTANCE  
Year Ended September 30, 2015**

	<u>#438 Energy Assistance '15</u>	<u>Energy Assistance '15 Elimination</u>	<u>Total</u>
<b>REVENUES</b>			
<b>Grant Revenue</b>			
Federal Grants	\$ 7,486,203	\$ (6,063,058)	\$ 1,423,145
<b>Program Support</b>			
Total Revenues	<u>7,490,203</u>	<u>(6,063,058)</u>	<u>1,427,145</u>
<b>EXPENSES</b>			
Wages and Fringe Benefits	549,170	-	549,170
Professional Services	2,408	-	2,408
Contractual Services	10	-	10
Vehicle Expense and Travel	2,606	-	2,606
Training	1,594	-	1,594
Supplies and Copy Costs	20,031	-	20,031
Insurance	4,870	-	4,870
Office Rent, Utilities, Space Costs and Support	141,569	-	141,569
Dues, Subscriptions and Memberships	30	-	30
Communication (Postage and Telephone)	8,006	-	8,006
Printed Forms and Advertising	1,113	-	1,113
Energy Assistance Direct Client Support	<u>6,758,796</u>	<u>(6,063,058)</u>	<u>695,738</u>
Total Expenses	<u>7,490,203</u>	<u>(6,063,058)</u>	<u>1,427,145</u>
<b>Change in Net Assets</b>	-	-	-
<b>NET ASSETS</b>			
<b>Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF FINANCIAL POSITION - HOUSING REHABILITATION  
September 30, 2015**

	<u>#517 MHFA Loan Program</u>	<u>#518 Rental Rehabilitation Loan Program</u>	<u>#519 MHFA Fix-Up Loan Program</u>	<u>#575 Pine County</u>
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Cash Equivalents	\$ 49,095	\$ -	\$ -	\$ 2,312
Grants Receivable	-	2,141	8,976	8,684
Prepaid Expenses	70	4	12	4
Total Current Assets	<u>\$ 49,165</u>	<u>\$ 2,145</u>	<u>\$ 8,988</u>	<u>\$ 11,000</u>
<b>LIABILITIES AND NET ASSETS</b>				
<b>Current Liabilities</b>				
Due to Other Programs	\$ -	\$ 2,145	\$ 8,988	\$ -
Accounts Payable	24,976	-	-	11,000
Deferred Revenue - Grants	24,189	-	-	-
Total Current Liabilities	<u>49,165</u>	<u>2,145</u>	<u>8,988</u>	<u>11,000</u>
<b>Net Assets</b>				
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 49,165</u>	<u>\$ 2,145</u>	<u>\$ 8,988</u>	<u>\$ 11,000</u>

#580 Braham/ Grasston Collaborative	#581 City of Princeton	#582 Kathio Township	#583 City of Cloquet	#584 City of Mora	Total
\$ -	\$ -	\$ 408	\$ -	\$ -	\$ 51,815
16,008	1,855	-	4,986	720	43,370
101	36	-	44	36	307
<u>\$ 16,109</u>	<u>\$ 1,891</u>	<u>\$ 408</u>	<u>\$ 5,030</u>	<u>\$ 756</u>	<u>\$ 95,492</u>
\$ 16,081	\$ 1,816	\$ -	\$ 4,847	\$ 756	\$ 34,633
28	75	-	183	-	36,262
-	-	408	-	-	24,597
<u>16,109</u>	<u>1,891</u>	<u>408</u>	<u>5,030</u>	<u>756</u>	<u>95,492</u>
-	-	-	-	-	-
<u>\$ 16,109</u>	<u>\$ 1,891</u>	<u>\$ 408</u>	<u>\$ 5,030</u>	<u>\$ 756</u>	<u>\$ 95,492</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF ACTIVITIES - HOUSING REHABILITATION**  
**Year Ended September 30, 2015**

	#517 MHFA Loan Program	#518 Rental Rehabilitation Loan Program	#519 MHFA Fix-Up Loan Program	#575 Pine County
<b>REVENUES</b>				
<b>Grant Revenue</b>				
State Grants	\$ 425,999	\$ 2,026	\$ 20,483	\$ 11,674
<b>Program Support</b>	1,030	1,575	29,485	-
<b>Interest Income</b>	203	-	-	-
Total Revenues	427,232	3,601	49,968	11,674
<b>EXPENSES</b>				
Wages and Fringe Benefits	45,585	1,915	2,140	-
Professional Services	928	153	385	55
Contractual Services	-	-	280	-
Vehicle Expense and Travel	5,317	-	-	118
Supplies and Copy Costs	5	-	-	-
Insurance	275	10	12	-
Office Rent, Utilities, Space Costs and Support	15,000	1,477	3,784	426
Dues, Subscriptions and Memberships	103	-	-	-
Communication (Postage and Telephone)	951	46	6	29
Printed Forms and Advertising	-	-	-	-
Housing Rehabilitation Direct Client Support	359,068	-	43,361	11,046
Total Expenses	427,232	3,601	49,968	11,674
<b>Change in Net Assets</b>	-	-	-	-
<b>NET ASSETS</b>				
<b>Beginning of Year</b>	-	-	-	-
<b>End of Year</b>	\$ -	\$ -	\$ -	\$ -

#580 Braham/ Grasston Collaborative	#581 City of Princeton	#582 Kathio Township	#583 City of Cloquet	#584 City of Mora	Total
\$ 50,450	\$ 15,548	\$ 40	\$ 4,986	\$ 720	\$ 531,926
-	-	-	-	-	32,090
-	-	-	-	-	203
<u>50,450</u>	<u>15,548</u>	<u>40</u>	<u>4,986</u>	<u>720</u>	<u>564,219</u>
34,445	9,071	-	3,416	432	97,004
740	421	11	78	20	2,791
-	-	-	-	-	280
882	558	-	183	-	7,058
205	-	-	-	-	210
214	49	-	22	3	585
11,664	5,015	29	1,238	265	38,898
-	-	-	-	-	103
474	65	-	49	-	1,620
62	-	-	-	-	62
1,764	369	-	-	-	415,608
<u>50,450</u>	<u>15,548</u>	<u>40</u>	<u>4,986</u>	<u>720</u>	<u>564,219</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF FINANCIAL POSITION - OTHER PROGRAMS**  
**September 30, 2015**

	<u>#051 Conservation Improvement</u>	<u>#001 Payroll Fund</u>	<u>#050 Special Programs</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ 46,083	\$ 567,956	\$ 139,632
Restricted Cash	-	-	178,712
Investments - Certificates of Deposit	-	-	413,771
Due from Other Programs	-	-	407,526
Interest Receivable	-	-	438
Accounts Receivable	14,825	-	8,059
Prepaid Expenses	8	-	1,008
Total Current Assets	60,916	567,956	1,149,146
<b>Property and Equipment, Net</b>	-	-	206,837
<b>Noncurrent Asset</b>			
Investments - Certificates of Deposit	-	-	345,739
Total Assets	\$ 60,916	\$ 567,956	\$ 1,701,722
<b>LIABILITIES AND NET ASSETS</b>			
<b>Current Liabilities</b>			
Due to Other Programs	\$ -	\$ -	\$ -
Accounts Payable	13,625	-	52,034
Due to Other Agencies	-	-	-
Accrued Payroll and Related Taxes and Benefits	-	254,800	-
Accrued Vacation	-	134,444	-
Accrued Unemployment	-	178,712	-
Deferred Revenue - Grants	47,291	-	-
Total Current Liabilities	60,916	567,956	52,034
<b>Net Assets</b>			
Unrestricted	-	-	1,336,677
Designated	-	-	106,174
Investment in Property and Equipment	-	-	206,837
	-	-	1,649,688
Total Liabilities and Net Assets	\$ 60,916	\$ 567,956	\$ 1,701,722

<u>#700-701</u> <u>Fiscal - Agent</u> <u>Activity</u>	<u>#995</u> <u>Agency-wide</u> <u>Advocacy</u>	<u>#910-960</u> <u>Cost</u> <u>Allocation</u>	<u>Total</u>
\$ 29,340	\$ 9,360	\$ 3,548	\$ 795,919
-	-	-	178,712
-	-	-	413,771
-	-	-	407,526
-	-	-	438
-	-	-	22,884
-	-	-	1,016
<u>29,340</u>	<u>9,360</u>	<u>3,548</u>	<u>1,820,266</u>
-	-	-	206,837
-	-	-	345,739
<u>\$ 29,340</u>	<u>\$ 9,360</u>	<u>\$ 3,548</u>	<u>\$ 2,372,842</u>
\$ -	\$ -	\$ -	\$ -
-	9,360	3,548	78,567
29,340	-	-	29,340
-	-	-	254,800
-	-	-	134,444
-	-	-	178,712
-	-	-	47,291
<u>29,340</u>	<u>9,360</u>	<u>3,548</u>	<u>723,154</u>
-	-	-	1,336,677
-	-	-	106,174
-	-	-	206,837
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,649,688</u>
<u>\$ 29,340</u>	<u>\$ 9,360</u>	<u>\$ 3,548</u>	<u>\$ 2,372,842</u>

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**STATEMENT OF ACTIVITIES - OTHER PROGRAMS**  
**Year Ended September 30, 2015**

	<u>#051</u>	<u>#050</u>	<u>#995</u>
	Conservation Improvement	Special Programs	Agency-wide Advocacy
<b>REVENUES</b>			
<b>Grant Revenue</b>			
Other Grants	\$ 115,169	\$ -	\$ -
<b>Program Support</b>	-	90,914	22,201
<b>Interest Income</b>	81	4,577	-
Total Revenues	<u>115,250</u>	<u>95,491</u>	<u>22,201</u>
<b>EXPENSES</b>			
Wages and Fringe Benefits	23,034	3,651	9,302
Professional Services	575	5,403	-
Contractual Services	-	422	-
Vehicle Expense and Travel	-	575	1,172
Training	-	799	-
Supplies and Copy Costs	-	332	11,132
Insurance	137	23	-
Equipment Maintenance	-	-	-
Office Rent, Utilities, Space Costs and Support	7,861	13,633	-
Dues, Subscriptions and Memberships	-	-	-
Communication (Postage and Telephone)	-	92	85
Printed Forms and Advertising	-	740	510
Other Direct Client Support	83,643	(28,905)	-
Depreciation	-	37,303	-
Total Expenses	<u>115,250</u>	<u>34,068</u>	<u>22,201</u>
<b>Change in Net Assets</b>	-	61,423	-
<b>NET ASSETS</b>			
<b>Beginning of Year</b>	<u>-</u>	<u>1,588,265</u>	<u>-</u>
<b>End of Year</b>	<u>\$ -</u>	<u>\$ 1,649,688</u>	<u>\$ -</u>

<u>Agency-wide Advocacy Elimination</u>	<u>#910-960 Cost Allocation</u>	<u>Cost Allocation Elimination</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 115,169
(22,201)	857,028	(857,028)	90,914
-	-	-	4,658
<u>(22,201)</u>	<u>857,028</u>	<u>(857,028)</u>	<u>210,741</u>
-	691,119	-	727,106
-	847	-	6,825
-	20,649	-	21,071
-	3,767	-	5,514
-	5,805	-	6,604
-	26,479	-	37,943
-	33	-	193
-	31,545	-	31,545
(22,201)	49,273	(857,028)	(808,462)
-	801	-	801
-	24,701	-	24,878
-	2,009	-	3,259
-	-	-	54,738
-	-	-	37,303
<u>(22,201)</u>	<u>857,028</u>	<u>(857,028)</u>	<u>149,318</u>
-	-	-	61,423
-	-	-	1,588,265
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,649,688</u>

# FEDERAL FINANCIAL REPORT

(Follow form instructions)

1. Federal Agency and Organizational Element to Which Report is Submitted ADMINISTRATION FOR CHILDREN & FAMILIES	2. Federal Grant or Other Identifying Number Assigned by Federal Agency (To report multiple grants, use FFR Attachment) 05CH4092/49	Page	1	of	
pages					

3. Recipient Organization (Name and complete address including Zip code)  
 LAKES & PINES COMMUNITY ACTION COUNCIL, INC, 1700 MAPLE AVENUE EAST, MORA, MN 55051

4a. DUNS Number 074217639	4b. EIN 1410900982A1	5. Recipient Account Number or Identifying Number (To report multiple grants, use FFR Attachment) A449P	6. Report Type <input type="checkbox"/> Quarterly <input type="checkbox"/> Semi-Annual <input type="checkbox"/> Annual <input checked="" type="checkbox"/> Final	7. Basis of Accounting <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual
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8. Project/Grant Period From: (Month, Day, Year) 08/01/2014	To: (Month, Day, Year) 07/31/2015	9. Reporting Period End Date (Month, Day, Year) 07/31/2015
---	--------------------------------------	--

10. Transactions Cumulative

*(Use lines a-c for single or multiple grant reporting)*

<b>Federal Cash (To report multiple grants, also use FFR Attachment):</b>	
a. Cash Receipts	2,531,011
b. Cash Disbursements	2,531,011
c. Cash on Hand (line a minus b)	0

*(Use lines d-o for single grant reporting)*

<b>Federal Expenditures and Unobligated Balance:</b>	
d. Total Federal funds authorized	2,531,011
e. Federal share of expenditures	2,531,011
f. Federal share of unliquidated obligations	0
g. Total Federal share (sum of lines e and f)	2,531,011
h. Unobligated balance of Federal funds (line d minus g)	0

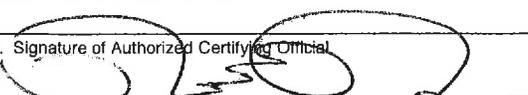
<b>Recipient Share:</b>	
i. Total recipient share required	632,753
j. Recipient share of expenditures	632,753
k. Remaining recipient share to be provided (line i minus j)	0

<b>Program Income:</b>	
l. Total Federal program income earned	13,047
m. Program income expended in accordance with the deduction alternative	0
n. Program income expended in accordance with the addition alternative	13,047
o. Unexpended program income (line l minus line m or line n)	0

11. Indirect Expense	a. Type	b. Rate	c. Period From	Period To	d. Base	e. Amount Charged	f. Federal Share
g. Totals:							

12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation:  
 ADMINISTRATION=11.3% TOTAL \$357,341.74 DEVELOPMENT = \$33,156.00 USDA REIMBURSEMENT = \$20,265.17

13. Certification: By signing this report, I certify to the best of my knowledge and belief that the report is true, complete, and accurate, and the expenditures, disbursements and cash receipts are for the purposes and intent set forth in the award documents. I am aware that any false, fictitious, or fraudulent information may subject me to criminal, civil, or administrative penalties. (U.S. Code, Title 18, Section 1001)

a. Typed or Printed Name and Title of Authorized Certifying Official  Robert C. Benes, Executive Director	c. Telephone (Area code, number and extension) 320-679-1800 ext.112
b. Signature of Authorized Certifying Official 	d. Email address bob.benes@lakesandpines.org
	e. Date Report Submitted (Month, Day, Year) 10/26/2015

4. Agency use only

Standard Form 425 - Revised 6/28/2010  
 OMB Approval Number: 0348-0061  
 Expiration Date: 10/31/2011

**Paperwork Burden Statement**  
 According to the Paperwork Reduction Act, as amended, no persons are required to respond to a collection of information unless it displays a valid OMB Control Number. The valid OMB control number for this information collection is 0348-0061. Public reporting burden for this collection of information is estimated to average 1.5 hours per response, including time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding the burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to the Office of Management and Budget, Paperwork Reduction Project (0348-0061), Washington, DC 20503.

LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended September 30, 2015

Federal Grantors/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Number	Federal Expenditures
<b>Federal Expenditures - Cash</b>			
U.S. Department of Agriculture			
Pass-through from Minnesota Department of Education:			
Child and Adult Care Food Program 14/15	10.558	2MN300061	\$ 16,758
Child and Adult Care Food Program 15/16	10.558	2MN300061	3,141
Total U.S. Department of Agriculture			19,899
U.S. Department of Housing and Urban Development			
Direct:			
Emergency Solutions Grant - Rehousing	14.231	GRK%63507	45,010
Emergency Solutions Grant - Rehousing	14.231	GRK%63507	15,324
Transitional Housing Program	14.235	MN0252L5K051201	26,398
Transitional Housing Program	14.235	MN0252L5K051302	94,905
Total U.S. Department of Housing and Urban Development			181,637
U.S. Department of Treasury:			
Direct:			
Volunteer Income Tax Assistance Grant	21.009	15VITA0204	13,100
U.S. Department of Energy:			
Pass-through from Minnesota Department of Commerce:			
Weatherization Assistance for Low Income Persons:			
DOE Weatherization 14/15	81.042	79587	215,335
DOE Weatherization 15/16	81.042	95378/6861	181,902
Total U.S. Department of Energy			397,237
U.S. Department of Health and Human Services:			
Pass-through from Minnesota Department of Commerce:			
Low Income Home Energy Assistance:			
EAP/WX Carryover 2015	93.568	95378	284,461
EAP/WX Carryover II 2015	93.568	95378	25,130
EAP/WX Carryover 2016	93.568	95378	309,099
EAP 2015	93.568	82881/5821	1,423,145
Pass-through from Minnesota Department of Health and Human Services:			
CSBG Discretionary Grant	93.569	GRK%74145	20,641
CSBG 2013-2016	93.569	GRK%64979	299,022
Pass-through from Tri-County Community Action:			
Early Head Start - Childcare Partnership	93.600	05HP0017/01	10,529
Direct:			
Head Start 'W'	93.600	05CH 4092/49	2,164,879
Early Head Start 'X'	93.600	05CH010176-01-01	25,869
Head Start 'X'	93.600	05CH010176-01-01	333,529
Total U.S. Department of Health and Human Services			4,896,304
<b>Total Federal Expenditures - Cash</b>			5,508,177
<b>Federal Expenditures - Noncash</b>			
Head Start 'W'	93.600	05CH 4092/49	632,753
<b>Total Federal Awards</b>			\$ 6,140,930

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**NOTE TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**September 30, 2015**

**NOTE 1 – BASIS OF PRESENTATION**

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

Noncash expenditures of federal awards include amounts estimated for donated facility space of \$ 7,613, donated transportation of \$ 5,113, donated supplies of \$ 20,318 and volunteer services of \$ 599,709.



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT  
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

**INDEPENDENT AUDITOR'S REPORT**

Board of Directors  
Lakes and Pines Community Action  
Council, Inc.  
Mora, Minnesota

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Lakes and Pines Community Action Council, Inc., as of and for the year ended September 30, 2015, and the related notes to the financial statements, which collectively comprise the Council's financial statements, and have issued our report thereon dated January 7, 2016.

**Internal Control Over Financial Reporting**

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

BergankDV, Ltd.

**Cedar Falls**  
602 Main Street  
Suite 100  
P.O. Box 489  
Cedar Falls, IA  
50613-0026  
T 319.268.1715  
F 319.268.1720

**Cedar Rapids**  
2720 1st Avenue NE  
Suite 300  
P.O. Box 10200  
Cedar Rapids, IA  
52402-0200  
T 319.294.8000  
F 319.294.9003

**Coralville**  
2530 Corridor Way  
Suite 301  
P.O. Box 5267  
Coralville, IA  
52241-0267  
T 319.248.0367  
F 319.248.0582

**Des Moines**  
9207 Northpark Drive  
Johnston, IA  
50131-2933  
T 515.727.5700  
F 515.727.5800

**Minneapolis**  
3800 American Blvd W  
Suite 1000  
Bloomington, MN  
55431-4420  
T 952.563.6800  
F 952.563.6801

**St. Cloud**  
220 Park Avenue S  
P.O. Box 1304  
St. Cloud, MN  
56302-3713  
T 320.251.7010  
F 320.251.1784

**Waterloo**  
100 East Park Avenue  
Suite 300  
P.O. Box 2100  
Waterloo, IA  
50704-2100  
T 319.234.6885  
F 319.234.6287

bergankdv.com



## **Compliance and Other Matters**

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

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the Council'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 Council's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads 'BerganKDV, Ltd.' in a cursive script.

BerganKDV, Ltd.  
St. Cloud, Minnesota  
January 7, 2016



**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;  
AND ON INTERNAL CONTROL OVER COMPLIANCE; REQUIRED BY  
OMB CIRCULAR A-133**

**INDEPENDENT AUDITOR'S REPORT**

Board of Directors  
Lakes and Pines Community Action  
Council, Inc.  
Mora, Minnesota

**Report on Compliance for Each Major Federal Program**

We have audited Lakes and Pines Community Action Council, Inc.'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 the Council's major federal programs for the year ended September 30, 2015. The Council's major federal programs are identified in the summary of the auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the Council'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 the Council's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

BerganKDV, Ltd.

**Cedar Falls**  
602 Main Street  
Suite 100  
P.O. Box 489  
Cedar Falls, IA  
50613-0026  
T 319.268.1715  
F 319.268.1720

**Cedar Rapids**  
2720 1st Avenue NE  
Suite 300  
P.O. Box 10200  
Cedar Rapids, IA  
52402-0200  
T 319.294.8000  
F 319.294.9003

**Coralville**  
2530 Corridor Way  
Suite 301  
P.O. Box 5267  
Coralville, IA  
52241-0267  
T 319.248.0367  
F 319.248.0582

**Des Moines**  
9207 Northpark Drive  
Johnston, IA  
50131-2933  
T 515.727.5700  
F 515.727.5800

**Minneapolis**  
3800 American Blvd W  
Suite 1000  
Bloomington, MN  
55431-4420  
T 952.563.6800  
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220 Park Avenue S  
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F 320.251.1784

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100 East Park Avenue  
Suite 300  
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T 319.234.6885  
F 319.234.6287

bergankdv.com



### *Opinion on Each Major Federal Program*

In our opinion, the Council 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 the Council 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 the Council'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 the Council'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.

A handwritten signature in black ink that reads "BerganKDV, Ltd." in a cursive, stylized font.

BerganKDV, Ltd.  
St. Cloud, Minnesota  
January 7, 2016

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
IN ACCORDANCE WITH OMB *CIRCULAR A-133*  
September 30, 2015**

**SECTION I – SUMMARY OF AUDITOR’S RESULTS**

**Financial Statements**

Type of auditor’s report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

**Federal Awards**

Internal control over major programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified?	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 <i>Circular A-133</i> ?	No

**Identification of Major Programs**

CFDA No.:	93.568
Name of Federal Program	Low Income Home Energy Assistance
CFDA No.:	93.569
Name of Federal Program	Community Services Block Grant
Dollar threshold used to distinguish between type A and type B programs?	\$ 300,000
Auditee qualified as low risk auditee?	Yes

**LAKES AND PINES COMMUNITY ACTION COUNCIL, INC.**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
IN ACCORDANCE WITH OMB *CIRCULAR A-133*  
September 30, 2015**

**SECTION II – FINANCIAL STATEMENT FINDINGS**

**Current Year and Prior Year**

There were no financial statement findings.

**SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS**

**Current Year and Prior Year**

There were no federal award findings and no questioned costs.