

**MISSOURI OZARKS
COMMUNITY ACTION, INC.**
Richland, Missouri

Independent Auditors' Report and
Consolidated Financial Statements with
Supplementary Information

For the Year Ended January 31, 2019

MISSOURI OZARKS COMMUNITY ACTION, INC.
Richland, Missouri

TABLE OF CONTENTS

	<u>PAGE NUMBER</u>
Independent Auditors' Report	1-2
Consolidated Statement of Financial Position	3
Consolidated Statement of Activities	4
Consolidated Statement of Functional Expenses	5
Consolidated Statement of Cash Flows	6
Notes to the Consolidated Financial Statements	7-15
Supplementary Information:	
Combining Schedule of Activities	16-19
Schedule of Grant Revenue and Expenses	
Community Services Block Grant Program – Grant No. PG281700010.....	20
Weatherization Program–AMEREN GAS-Grant No. G18-10-0363-7-12	21
Weatherization Program–AMEREN GAS-Grant No. G19-10-0363-8-12	22
Weatherization Program–AMEREN ELECTRIC-Grant No. G18-14-0258-3-12 ...	23
Weatherization Program–AMEREN ELECTRIC-Grant No. G19-14-0258-4-12 ...	24
Weatherization Program-DOE – Grant No. G-17-EE0007930-12.....	25
Weatherization Program-DOE – Grant No. G-18-EE0007930-02-12.....	26
Weatherization Program-LIHEAP – Grant No. G-18-LIHEAP-18-12.....	27
Weatherization Program-LIHEAP – Grant No. G-19-LIHEAP-19-12.....	28
Low Income Home Energy Assistance Program – Grant No. ERS11017011.....	29
Head Start Program - Grant No. 07CH10350-03-03	30
Reconciliation of Final Financial Report to Audited Financial Statements	
Head Start Program	31
Schedule of Expenditures of Federal Awards	32-33
Independent Auditors’ Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	34-35
Independent Auditors’ Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance.....	36-37
Schedule of Findings and Questioned Costs	38-39
Summary Schedule of Prior Audit Findings	40

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Board of Directors
Missouri Ozarks Community Action, Inc.
Richland, Missouri

Report on the Consolidated financial statements

We have audited the accompanying consolidated financial statements of Missouri Ozarks Community Action, Inc. (a nonprofit organization), which comprise the consolidated statement of financial position as of January 31, 2019, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated financial statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the consolidated 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 Organization'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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Missouri Ozarks Community Action, Inc. as of January 31, 2019, 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 Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. The combining schedule of activities (presented on pages 16-19) is prepared for additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The supplementary schedules (presented on pages 20-31) are presented for purposes of additional analysis as required by grantors and are not a required part of the consolidated financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the consolidated financial statements, and accordingly, we express no opinion on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 19, 2019, on our consideration of Missouri Ozarks Community Action, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Missouri Ozarks Community Action, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Missouri Ozarks Community Action, Inc.'s internal control over financial reporting and compliance.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

July 19, 2019
Chanute, Kansas

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

Consolidated Statement of Financial Position

January 31, 2019

ASSETS

Current Assets	
Cash in Bank	\$ 2,345,930.58
Restricted Cash in Bank	75,000.00
Total Cash	<u>2,420,930.58</u>
Investments - Certificates of Deposit	2,192.35
Receivables, Net	498,595.53
Prepaid Expenses	47,281.33
Inventory	28,512.31
Total Current Assets	<u>2,997,512.10</u>
Capital Assets, Net	<u>712,365.58</u>
TOTAL ASSETS	<u>\$ 3,709,877.68</u>

LIABILITIES AND NET ASSETS

Liabilities	
Current Liabilities	
Accounts Payable	\$ 268,157.97
Accrued Payroll	192,629.10
Accrued Annual Leave	82,236.62
Accrued Payroll Withholdings	78,945.57
Refundable Grant Advances	1,098,718.10
Accrued Interest	535.86
Current Portion of Long-Term Debt	17,132.51
Total Current Liabilities	<u>1,738,355.73</u>
Long-Term Liabilities	
Notes Payable	153,142.52
Less: Current Portion	<u>(17,132.51)</u>
Total Long-Term Liabilities	<u>136,010.01</u>
TOTAL LIABILITIES	<u>1,874,365.74</u>
Net Assets	
Without Donor Restrictions	1,008,290.53
With Donor Restrictions	827,221.41
TOTAL NET ASSETS	<u>1,835,511.94</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 3,709,877.68</u>

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

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

Consolidated Statement of Activities

For the Year Ended January 31, 2019

CHANGES IN NET ASSETS

Changes in Net Assets without Donor Restrictions:

Support and Revenues	
Contributions	\$ 8,470,123.91
Interest Income	15,442.75
Program Income	12,150.00
Rental Income	9,392.48
Other Income	93,205.94
Total Support and Revenues without Donor Restrictions	<u>8,600,315.08</u>
Expenses	
Program Services	
Early Childhood	4,831,214.99
Energy Assistance	1,787,470.13
Community Services	730,012.15
Housing Services	1,759,917.14
Weatherization Services	597,052.34
Supporting Activities	
Management and General	657,452.84
Fundraising	31,258.58
Total Expenses	<u>10,394,378.17</u>
Net Assets Released From Restrictions	
Through Satisfaction of Program Restrictions	<u>1,743,705.06</u>
Increase (Decrease) in Net Assets without Donor Restrictions	<u>(50,358.03)</u>
Changes in Net Assets with Donor Restrictions:	
Contributions	1,719,437.00
Interest Income	10,326.90
Other Income	10,976.85
Net Assets Released From Restrictions	
Through Satisfaction of Program Restrictions	<u>(1,743,705.06)</u>
Increase (Decrease) in Net Assets with Donor Restrictions	<u>(2,964.31)</u>
Increase (Decrease) in Net Assets	<u>(53,322.34)</u>
Net Assets - Beginning of the Year	<u>1,888,834.28</u>
Net Assets - End of the Year	<u>\$ 1,835,511.94</u>

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

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

Consolidated Statement of Functional Expenses

For the Year Ended January 31, 2019

	Program Services					Supporting Activities			Total Organization Services
	Early Childhood	Energy Assistance	Community Services	Housing Services	Weatherization Services	Program Services	Management and General	Fundraising	
Personnel	\$ 3,428,839.30	\$ 234,186.68	\$ 491,233.77	\$ 138,475.64	\$ 327,280.45	\$ 4,620,015.84	\$ 476,930.65	\$ 22,675.65	\$ 5,119,622.14
Bad Debt Expense	-	-	-	4,463.00	-	4,463.00	-	-	4,463.00
Client Services	267,906.40	1,528,497.36	136,806.05	1,564,415.71	206,870.54	3,704,496.06	1,716.87	81.63	3,706,294.56
Depreciation Expense	54,186.18	-	2,224.51	1,156.97	-	57,567.66	29,497.71	1,402.47	88,467.84
General & Administrative	-	-	-	6,229.05	-	6,229.05	7,484.78	355.86	14,069.69
Insurance Expense	24,874.53	1,719.80	5,100.39	4,000.26	3,613.84	39,308.82	3,583.89	170.40	43,063.11
Occupancy	604,424.33	3,556.15	23,126.32	10,684.96	8,986.05	650,777.81	14,869.78	706.98	666,354.57
Office Expenses	298,872.68	17,098.18	27,242.25	22,651.35	16,064.87	381,929.33	90,288.57	4,292.77	476,510.67
Travel	87,595.85	-	32,614.87	5,865.92	13,329.51	139,406.15	32,195.75	1,530.75	173,132.65
Vehicle Expenses	64,515.72	2,411.96	11,663.99	1,974.28	20,907.08	101,473.03	884.84	42.07	102,399.94
Total Expenses	\$ 4,831,214.99	\$ 1,787,470.13	\$ 730,012.15	\$ 1,759,917.14	\$ 597,052.34	\$ 9,705,666.75	\$ 657,452.84	\$ 31,258.58	\$ 10,394,378.17

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

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

Consolidated Statement of Cash Flows

For the Year Ended January 31, 2019

CASH FLOWS FROM OPERATING ACTIVITIES

Change in Net Assets	\$ (53,322.34)
Adjustments to Reconcile Change in Net Assets to Net Cash Used in Operating Activities	
Depreciation Expense	88,467.84
(Increase) Decrease in Receivables	(70,822.34)
(Increase) Decrease in Prepaid Expense	(0.66)
(Increase) Decrease in Inventory	(6,571.24)
Increase (Decrease) in Accounts Payable	136,173.91
Increase (Decrease) in Accrued Payroll	49,154.98
Increase (Decrease) in Accrued Annual Leave	6,331.89
Increase (Decrease) in Accrued Payroll Withholdings	21,893.21
Increase (Decrease) in Refundable Grant Advances	80,422.75
Increase (Decrease) in Accrued Interest	(56.42)
	<hr/>
Net Cash Provided by (Used in) Operating Activities	251,671.58
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CASH FLOWS FROM INVESTING ACTIVITIES	
Payments for Purchase of Capital Assets	(38,209.84)
Reinvestment of Interest from Investments	(22.63)
	<hr/>
Net Cash Provided by (Used in) Investing Activities	(38,232.47)
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CASH FLOWS FROM FINANCING ACTIVITIES	
Principal Payments on Notes Payable	(16,318.94)
	<hr/>
Net Cash Provided by (Used in) Financing Activities	(16,318.94)
	<hr/>
Net Increase (Decrease) in Cash and Cash Equivalents	197,120.17
Cash and Cash Equivalents, Beginning of the Year	2,223,810.41
	<hr/>
Cash and Cash Equivalents, End of the Year	\$ 2,420,930.58
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Supplemental Information:

Cash Paid for Interest	\$ 7,897.06
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The accompanying notes are an integral part of the financial statements.

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

Notes to the Consolidated Financial Statements

January 31, 2019

1. NATURE OF ACTIVITIES

Missouri Ozarks Community Action, Inc. (the "Organization") is a nonprofit organization established in 1965 which serves the economically and socially disadvantaged persons in Camden, Crawford, Gasconade, Miller, Maries, Laclede, Phelps, and Pulaski counties. The consolidated financial statements include the accounts of Missouri Ozarks Community Action, Inc. and an affiliated organization, Pulaski Housing Authority (PHA). The affiliated organization is reported separately to emphasize that it is legally separate from the Organization. PHA can sue and be sued, and can buy, sell, or lease real property. Separate audited financial statements are prepared and are available at the PHA, and can be requested from the Organization's Chief Financial Officer. Material intercompany transactions and balances have been eliminated.

The Organization provides services to stimulate a better focusing of all available local, state, federal and private resources upon the goal of enabling low income families and individuals to attain the skills, knowledge, motivations and to secure the opportunities needed for them to become more fully self sufficient. The Organization administers the following major sources of revenue to meet the needs of the area it serves: Head Start Programs, Weatherization Assistance Programs, Low-Income Home Energy Assistance Programs, Community Services Block Grant Programs, Housing Choice Vouchers Program, and others. Expenses are broken down by program services. The following is a description of the program services:

Early Childhood – Provides children with activities that help them grow mentally, socially, emotionally, and physically.

Energy Assistance – Provides utility assistance to low-income individuals to assist them with energy bills, this could be gas, electric, Propane, etc.

Community Services – Community services programs strive to reduce poverty and empower low-income families to become self-sufficient.

Housing Services – Provides rental assistance to help low-income families afford decent, safe, and sanitary rental housing.

Weatherization Services – Provides services to help low-income people improve residential energy efficiency.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Change in Accounting Principle

Effective February 1, 2018, Missouri Ozarks Community Action, Inc. adopted Accounting Standards Update (ASU) 2016-14, Not-for-Profit Entities (ASC Topic 958) and Health Care Entities (ASC Topic 954) – Presentation of Financial Statements of Not-for-Profit Entities. The ASU amends the current reporting model for nonprofit organizations and enhances their required disclosures. The major changes include: (a) requiring the presentation of only two classes of net assets now entitled “net assets without donor restrictions” and “net assets with donor restrictions”, (b) modifying the presentation of underwater endowment funds and related disclosures, (c) requiring the use of the placed in service approach to recognize the expirations of restrictions on gifts used to acquire or construct long-lived assets absent explicit donor stipulations otherwise, (d) requiring that all nonprofits present an analysis of expenses by function and nature in either the statement of activities, a separate statement, or in the notes and disclose a summary of the allocation methods used to allocate costs, (e) requiring the disclosure of quantitative and qualitative information regarding liquidity and availability of resources, (f) presenting investment return net of external and direct expenses, and (g) modifying other financial statement reporting requirements and disclosures intended to increase the usefulness of nonprofit financial statements.

Implementation of ASU 2016-14 did not require reclassification or restatement of any opening balances related to the period presented. Missouri Ozarks Community Action, Inc. net assets previously reported as temporarily restricted are now reported as net assets with donor restrictions. Likewise, Missouri Ozarks Community Action, Inc. net assets previously reported as unrestricted are now reported as net assets without donor restrictions. Missouri Ozarks Community Action, Inc. did not have any permanently restricted net assets.

Basis of Accounting

The Organization’s policy is to prepare its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (US GAAP). Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor imposed restrictions. Accordingly, Missouri Ozarks Community Action, Inc.’s net assets and changes thereto are classified and reported as follows:

Net assets without donor restrictions – consists of amounts that are available for use in carrying out the activities of Missouri Ozarks Community Action, Inc. and are not subject to donor-imposed restrictions.

Net assets with donor restrictions – Net assets subject to donor or certain grantor imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. We report contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Accounting Estimates

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

Liquidity

Assets are presented in the accompanying statement of financial position according to their nearness of conversion to cash and liabilities according to the nearness of their maturity and resulting use of cash.

Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents include all highly liquid instruments with a maturity of three months or less when acquired.

Allowance for Doubtful Accounts

Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. The Organization provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of their grantors to meet their obligations. Receivables are considered impaired if full payments are not received in accordance with the contractual terms. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected.

Capital Assets

It is the Organization's policy to capitalize capital assets with a useful life of more than one year and a value over \$2,000.00. Capital assets are stated at cost, if purchased, and at fair value at the date of donation, if donated. Such items acquired under grants from Federal and state sources are considered to be owned by the Organization while used in the programs for which they are purchased or in programs authorized in the future. However, the funding source has a reversionary interest in the property. The Organization has \$374,126.68 of property in which the funding sources have a reversionary interest. Capital assets purchased or donated to the corporate account are depreciated based on estimated useful lives using the straight-line method as follows:

Equipment	3-7 Years
Vehicles	5 Years
Buildings and Improvements	15-40 Years

Contributions and Unconditional Promises to Give

Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for specific purposes are reported as contributions with donor restrictions that increases that net asset class. When donor restrictions expire, that is, when a time restriction ends and/or a purpose restriction is fulfilled, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

Inventory

Inventory consists of weatherization materials and work in process and are valued at cost, using the first-in, first-out method (FIFO).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Non Cash Contributions

Contributed personnel services are recognized and recorded at fair value only to the extent they create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donations. Contributed goods are recognized at fair value on the date received.

Income Taxes

The Organization is exempt from Federal income taxes under IRS Code Section 501(c)3. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

Allocated Costs

The Organization allocates its expenses on a functional basis among its various programs and support activities. Expenses that can be identified with a specific program and support activity are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated using various allocation methods.

3. CONCENTRATION OF CREDIT RISK

At year-end, the carrying amount of the Organization's deposits including certificates of deposit was \$2,420,372.93. The balance was held at two banks resulting in a concentration of credit risk. The bank balance was \$2,582,002.42. Of the bank balance, \$252,192.35 was covered by FDIC insurance, and the remaining \$2,329,810.07 was collateralized by pledged securities held under joint custody receipts by a third-party bank in the Organization's name.

4. CERTIFICATES OF DEPOSIT

The certificate bears interest at a rate of 1.15% and has a maturity of twelve months, with a penalty for early withdrawal. Any penalties for early withdrawal would not have a material effect on the financial statements. At year end, cost approximates fair value.

5. RECEIVABLES, NET

Receivables at January 31, 2019, consist of amounts due under the following programs:

Head Start	\$ 293,359.95
CACFP	10,585.92
CSBG	110,248.02
Weatherization	17,769.00
Weatherization – LIHEAP	40,199.20
Weatherization – Electric Coop	2,700.00
Weatherization - Ameren Electric	10,607.00
Weatherization – Ameren Gas	1,062.00
Weatherization – Summit Gas	7,764.44
HUD	85,308.39
Weatherization Energy Audits	<u>1,500.00</u>
Sub-Total Accounts Receivable	581,103.92
Less Allowance for Doubtful Accounts	
HUD Fraud Recovery	<u>(82,508.39)</u>
Total Receivables, Net	<u>\$ 498,595.53</u>

6. INVENTORY

Inventory consists of the following at January 31, 2019:

Weatherization Materials and Work In Process	\$ 28,512.31
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7. CAPITAL ASSETS, NET

Following are the changes in capital assets for the year ended January 31, 2019:

	Balance 1/31/2018	Additions	Retirements	Balance 1/31/2019
Capital assets not being depreciated				
Land	\$ 97,238.68	\$ 20,000.00	\$ -	\$ 117,238.68
Total capital assets not being depreciated	<u>97,238.68</u>	<u>20,000.00</u>	<u>-</u>	<u>117,238.68</u>
Other Capital Assets				
Buildings and Improvements	1,093,424.86	-	-	1,093,424.86
Equipment	553,621.13	7,602.50	-	561,223.63
Vehicles	1,274,353.40	10,607.34	(25,300.00)	1,259,660.74
Total Other Capital Assets	<u>2,921,399.39</u>	<u>18,209.84</u>	<u>(25,300.00)</u>	<u>2,914,309.23</u>
Accumulated Depreciation				
Buildings and Improvements	(589,871.55)	(36,083.48)	-	(625,955.03)
Equipment	(481,373.54)	(29,281.20)	-	(510,654.74)
Vehicles	(1,184,769.40)	(23,103.16)	25,300.00	(1,182,572.56)
Total Accumulated Depreciation	<u>(1,517,220.65)</u>	<u>(88,467.84)</u>	<u>25,300.00</u>	<u>(2,319,182.33)</u>
Capital Assets Summary				
Net Land, Buildings, and Improvements	600,791.99	(16,083.48)	-	584,708.51
Net Equipment	161,831.59	(34,174.52)	-	127,657.07
Total Net Capital Assets	<u>\$ 762,623.58</u>	<u>\$ (50,258.00)</u>	<u>\$ -</u>	<u>\$ 712,365.58</u>

8. RESTRICTED CASH FROM USDA DEBT SERVICE RESERVE

In accordance with the USDA Rural Development loan agreement, the Organization must make minimum contributions totaling \$625.00 per month into a debt service reserve account and a replacement and extension account until the combined balance of these accounts reaches \$75,000.00. The debt service reserve account is restricted for the purpose of principal and interest payments on the USDA Rural Development loan should the Organization be unable to make such payments from its unrestricted cash accounts. The replacement and extension account is restricted for the purpose of extraordinary maintenance or improvements to the administrative facility located in Richland, Missouri. If disbursements are made from either of these accounts, the balance must be replenished through monthly payments. The balance of these accounts at January 31, 2019, was \$124,501.57, of which \$75,000.00 was shown as Restricted Cash and the remaining \$49,501.57 was included with unrestricted cash.

9. REFUNDABLE GRANT ADVANCES

Refundable grant advances at January 31, 2019, consist of grant funds received in excess of expenditures in the following programs:

ECIP/LIHEAP	\$ 1,082,891.93
HUD	10,573.39
HUD/MHDC Mental Health	910.00
After Hours Childcare	<u>4,342.78</u>
Total Refundable Grant Advances	<u>\$ 1,098,718.10</u>

10. NOTES PAYABLE

The Organization signed an agreement dated February 12, 1997, with USDA Rural Development to assist in the building of the central office building in Richland, Missouri, which requires 372 monthly consecutive principal and interest payments at \$2,018.00 each, beginning February 12, 1998, including interest at 4.875% through December 12, 2027. The note is secured by real property located in Richland, Missouri. The balance on this note at January 31, 2019, is \$153,142.52.

The following is a summary of changes in notes payable for the year ended January 31, 2019:

Obligations:	Principal January 31, 2018	Principal Received (Paid)	Principal January 31, 2019	Interest Paid
USDA Rural Development	<u>\$ 169,461.46</u>	<u>\$ (16,318.94)</u>	<u>\$ 153,142.52</u>	<u>\$ 7,897.06</u>

10. NOTES PAYABLE (Continued)

The schedule of maturities of notes payable is as follows:

<u>Year Ending January 31:</u>	<u>Amount</u>
2020	\$ 17,132.51
2021	17,986.62
2022	18,883.35
2023	19,824.77
2024	20,813.10
2025-2027	<u>58,502.17</u>
Total	<u>\$ 153,142.52</u>

11. OPERATING LEASES

As of January 31, 2019, the Organization has entered into a number of operating leases for various office equipment, classroom, and office space. Total payments for the year ended January 31, 2019, were \$363,726.12. Under the current lease agreements, the future minimum lease rentals are as follows:

2020	\$ 144,860.88
2021	112,286.88
2022	64,946.88
2023	20,461.20

12. COMPENSATED ABSENCES

Vacation Pay

All regular, full-time and part-time employees are eligible for vacation benefits based upon the employee’s anniversary date. Vacation time is accrued or earned based upon the employee’s length of service and on the time actually worked. No employee may carry an accrued balance of leave of more than 10 days (80 hours) from December 31 to January 1. All accrued leave in excess of 10 days will be reduced after January 1 of each year. Head Start employees must use annual leave within the school year on days regularly scheduled for work. Head Start employees may carry a balance of up to 8 hours of annual leave from May 1 to September 1 of each year. Vacation time is earned on a graduated scale based on years of service and ranges from 2 to 3 hours per week to one to five years and over.

Sick Leave

All regular, full-time and part-time employees earn paid sick leave annually. Sick leave is earned at a rate of 2 hours per week. Employees may accumulate up to a maximum of 30 days (240 hours). Sick leave accrual in excess of 30 days will be bought back by the organization at 1 hour of pay for every 2 hours of sick leave in excess of 240 hours on January 1 of each year. Unused time earned for sick leave is lost if the employee is terminated for any reason.

12. COMPENSATED ABSENCES (Continued)

The Organization determines a liability for compensated absences when the following conditions are met:

- 1. The Organization’s obligation relating to employees’ rights to receive compensation for future absences is attributable to employee services already rendered;
- 2. The obligation relates to rights that vest or accumulate;
- 3. Payment of the compensation is probable; and
- 4. The amount can be reasonably estimated and is material to the financial statements.

In accordance with the above criteria, the Organization has accrued a liability for annual leave which has been earned, but not taken, by Organization employees. The Organization has not accrued a liability for sick leave earned, but not taken, by Organization employees, in accordance with guidance provided by FASB ASC 710-10-25-7, as the amounts cannot be reasonably estimated at this time.

13. EMPLOYEE BENEFIT PLANS

The Organization has a 403(b) plan available for its employees. An employee is eligible after one year of full-time service. The Organization contributes 3% of an eligible employee’s salary to their account. Total contributions made by the Organization into the plan on behalf of the employees for the year ended January 31, 2019, was \$87,996.50.

14. NET ASSETS

Net assets without donor restrictions

At January 31, 2019, all unrestricted net assets are undesignated as to their use.

Net assets with donor restrictions

Donation balances received & restricted to use within the following programs:

Community Service Donations	\$ 8,229.57
Pulaski County Public Housing Authority	550,769.14
New Hope Meadows – Net Book Value	196,722.70
Camdenton, Missouri Land and Building	<u>71,500.00</u>
Total Net Assets with Donor Restrictions	<u>\$ 827,221.41</u>

15. LIQUIDITY

At January 31, 2019, all net assets with donor restrictions are available for payment of qualifying expenses within the respective Missouri Ozarks Community Action, Inc. funds as such expenses are incurred, except for contributions receivable which are available when the receivable is collected which is expected within the next year and the expense is incurred. Likewise, as of January 31, 2019, all net assets without donor restrictions are available to meet cash needs for general expenses of the organization within one year.

Cash and Cash Equivalents	\$2,345,930.58
Investments	2,192.35
Accounts Receivable, Net	498,595.53
Less: Cash Received with Donor Restrictions	(558,998.71)
Less: Cash Received by Grants in Advance	<u>(1,098,718.10)</u>
Total Liquidity Available for Current Needs	<u>\$1,189,001.65</u>

16. IN-KIND CONTRIBUTIONS

Under the grant agreements, the Organization (grantee) receives a percentage of total estimated project funds from the Federal government. The balance of the project funds is contributed to the Organization from non-Federal sources in the form of “in-kind” contributions of services or goods from the Organization, delegated agencies, the community, or non-Federal governmental organizations. The services and goods donated are valued according to the grant guidelines. Presently, the Head Start program is the only program requiring in-kind match. The Organization only reports under the Head Start grant amounts up to the required match. In-kind revenues and in-kind expenses that are allowable under generally accepted accounting principles (GAAP) have been recognized in the Head Start programs.

Head Start	Volunteers - Parents	\$ 906,257.46
07CH010350-03-03	Volunteers – Professionals	5,793.95
	Mileage	9,197.75
	Space	92,799.36
	Materials	<u>60,160.27</u>
	Total In-Kind	1,074,208.79
	Non-GAAP	<u>(906,257.46)</u>
	In-Kind per GAAP	<u>\$ 167,951.33</u>

17. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Organization expects such amounts, if any, to be immaterial.

18. SUBSEQUENT EVENTS

The Organization evaluated events and transactions occurring subsequent to January 31, 2019 through July 19, 2019 the date the financial statements were available to be issued. During this period, there were no subsequent events requiring recognition in the financial statements. Additionally, there were no nonrecognized subsequent events requiring disclosure.

SUPPLEMENTARY INFORMATION

MISSOURI OZARKS COMMUNITY ACTION, INC.
 Richland, Missouri
 Combining Schedule of Activities
 For the Year ended January 31, 2019

	Program #:	Head Start & Early Head Start	CACFP	After Hours Child Care	ECIP	ECIP	AMEREN UE	AMEREN UE
	Grant Year End:	300	322	310	650	650	530	530
	CFDA #:	1/31/2019	9/30/2019	9/30/2019	9/30/2018	9/30/2019	10/31/2018	10/31/2019
		93.600	10.558	N/A	93.568	93.568	N/A	N/A
Support and Revenues								
Contributions								
Grant Revenue - Federal		\$ 4,672,072.00	\$ 320,727.40	\$ -	\$ 1,372,613.47	\$ 397,129.81	\$ -	\$ -
Grant Revenue - State		-	-	-	-	-	-	-
Grant Revenue - Other		-	-	-	-	-	25,859.00	14,523.00
Local Non-Cash		1,074,208.79	-	-	-	-	-	-
Local		-	-	-	-	-	-	-
Interest Income		-	-	-	-	-	-	-
Program Income		-	-	-	-	-	-	-
Rental Income		-	-	-	-	-	-	-
Other Income		-	-	80,626.64	-	-	-	-
Pool Revenues		-	-	-	-	-	-	-
Total Support and Revenues		5,746,280.79	320,727.40	80,626.64	1,372,613.47	397,129.81	25,859.00	14,523.00
Expenses								
Personnel		3,352,355.81	19,896.47	50,793.07	142,995.22	68,195.01	13,528.61	4,051.32
Personnel Non-Cash		912,051.41	-	-	-	-	-	-
Bad Debt Expense		-	-	-	-	-	-	-
Client Services		-	267,906.40	-	1,198,792.36	310,605.00	7,276.70	9,278.70
Depreciation Expense		-	-	-	-	-	-	-
General & Administrative		-	-	-	-	-	-	-
Indirect Cost		452,568.04	2,686.02	6,857.07	19,304.37	9,206.31	1,826.40	546.94
Insurance Expense		24,874.53	-	-	-	1,273.15	246.69	-
Occupancy		492,320.38	8,623.88	12,918.14	2,048.08	1,341.06	676.29	228.29
Occupancy Non-Cash		92,799.36	-	-	-	-	-	-
Office Expenses		207,244.31	21,410.33	10,057.77	9,452.21	6,509.28	806.79	34.67
Office Expenses Non-Cash		60,160.27	-	-	-	-	-	-
Operating Transfer To (From)		-	-	-	-	-	4.27	(4.27)
Travel		78,193.21	204.30	0.59	-	-	-	-
Travel Non-Cash		9,197.75	-	-	-	-	-	-
Vehicle Expenses		64,515.72	-	-	-	-	-	-
Total Expenses		5,746,280.79	320,727.40	80,626.64	1,372,613.47	397,129.81	25,859.00	14,523.00
Excess Support and Revenues Over (Under) Expenses		-	-	-	-	-	-	-
Net Assets, January 31, 2018		-	-	-	-	-	-	-
Net Assets, January 31, 2019		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

Combining Schedule of Activities

For the Year ended January 31, 2019

	AMEREN UE	AMEREN UE	Community Services Block Grant	Community Services Block Grant	Community Services SKILL UP	Other Community Service	Tran Housing	MO. Housing Trust-Community Services	SHELTER PLUS CARE PROGRAM
Program #:	531	531	600	600	630	690	250	670	700
Grant Year End:	10/31/2018	10/31/2019	9/30/2018	9/30/2019	1/31/2019	1/31/2019	1/31/2019	3/31/2011	5/31/2018
CFDA #:	N/A	N/A	93.569	93.569	N/A	N/A	N/A	N/A	14.238
Support and Revenues									
Contributions									
Grant Revenue - Federal	\$ -	\$ -	\$ 492,782.84	\$ 294,903.64	\$ -	\$ -	\$ -	\$ -	\$ 41,839.00
Grant Revenue - State	-	-	-	-	-	-	-	-	-
Grant Revenue - Other	8,975.00	1,062.00	-	-	-	-	-	-	-
Local Non-Cash	-	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-	-
Rental Income	-	-	-	-	-	-	9,392.48	-	-
Other Income	-	-	878.00	585.00	-	-	-	-	-
Pool Revenues	-	-	-	-	-	-	-	-	-
Total Support and Revenues	8,975.00	1,062.00	493,660.84	295,488.64	-	-	9,392.48	-	41,839.00
Expenses									
Personnel	4,676.02	740.50	312,494.12	171,029.51	7,710.14	-	195.52	-	2,790.05
Personnel Non-Cash	-	-	-	-	-	-	-	-	-
Bad Debt Expense	-	-	-	-	-	-	-	-	-
Client Services	2,544.60	-	80,880.70	55,278.35	-	647.00	-	-	40,013.00
Depreciation Expense	-	-	-	-	-	-	-	-	-
General & Administrative	-	-	-	-	-	-	-	-	-
Indirect Cost	631.27	99.96	42,186.71	23,088.98	1,040.87	-	26.40	-	376.66
Insurance Expense	199.96	-	-	5,100.39	-	-	2,526.71	-	-
Occupancy	253.70	85.63	18,671.87	8,897.74	-	-	4,121.90	-	115.86
Occupancy Non-Cash	-	-	-	-	-	-	-	-	-
Office Expenses	274.64	20.59	17,104.97	10,137.28	-	-	1,766.52	-	491.12
Office Expenses Non-Cash	-	-	-	-	-	-	-	-	-
Operating Transfer To (From)	0.50	(0.50)	-	-	(8,751.01)	-	-	-	(1,947.69)
Travel	-	-	17,438.65	15,176.22	-	-	22.50	-	-
Travel Non-Cash	-	-	-	-	-	-	-	-	-
Vehicle Expenses	394.31	115.82	4,883.82	6,780.17	-	-	-	-	-
Total Expenses	8,975.00	1,062.00	493,660.84	295,488.64	-	647.00	8,659.55	-	41,839.00
Excess Support and Revenues Over (Under) Expenses	-	-	-	-	-	(647.00)	732.93	-	-
Net Assets, January 31, 2018	-	-	-	-	-	8,876.57	51,110.82	0.41	-
Net Assets, January 31, 2019	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,229.57	\$ 51,843.75	\$ 0.41	\$ -

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

Combining Schedule of Activities

For the Year ended January 31, 2019

	HUD/MHDC MENTAL HEALTH	710	06/30/2019	710	06/30/2019	500	6/30/2018	500	6/30/2019	500	6/30/2019	510	9/30/2018	510	9/30/2019	Weatherization LIHEAP	Weatherization LIHEAP	WX - Summit	WX - Electric Coop	
Program #:	710	710	06/30/2019	710	06/30/2019	500	6/30/2018	500	6/30/2019	500	6/30/2019	510	9/30/2018	510	9/30/2019	Weatherization LIHEAP	Weatherization LIHEAP	WX - Summit	WX - Electric Coop	
Grant Year End:	N/A	N/A	N/A	N/A	N/A	81.042	81.042	81.042	81.042	81.042	81.042	93.568	93.568	93.568	93.568	Weatherization LIHEAP	Weatherization LIHEAP	N/A	N/A	
CFDA #:																				
Support and Revenues																				
Contributions																				
Grant Revenue - Federal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 122,978.00	\$ 122,978.00	\$ 160,187.00	\$ 160,187.00	\$ 203,411.76	\$ 203,411.76	\$ 136,271.00	\$ 136,271.00	\$ 136,271.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grant Revenue - State	2,170.00	4,719.57	4,719.57	4,719.57	4,719.57	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Grant Revenue - Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Local Non-Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	15.71	15.71	62.83	62.83	-	-	-	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,150.00
Rental Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Pool Revenues	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Support and Revenues	2,170.00	4,719.57	4,719.57	4,719.57	4,719.57	122,993.71	122,993.71	160,249.83	160,249.83	203,411.76	203,411.76	136,271.00	136,271.00	136,271.00	8,323.87	8,323.87	8,323.87	8,323.87	12,150.00	12,150.00
Expenses																				
Personnel	-	-	-	-	-	58,600.82	58,600.82	79,876.32	79,876.32	112,108.45	112,108.45	65,519.20	65,519.20	65,519.20	2,878.37	2,878.37	2,878.37	2,878.37	8,297.29	8,297.29
Personnel Non-Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bad Debt Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Client Services	2,028.00	4,861.57	4,861.57	4,861.57	4,861.57	44,145.98	44,145.98	49,909.05	49,909.05	58,627.84	58,627.84	49,093.47	49,093.47	49,093.47	5,056.92	5,056.92	5,056.92	5,056.92	37.28	37.28
Depreciation Expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
General & Administrative	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Indirect Cost	-	-	-	-	-	7,911.12	7,911.12	10,783.33	10,783.33	15,034.43	15,034.43	8,945.30	8,945.30	8,945.30	388.58	388.58	388.58	388.58	1,120.13	1,120.13
Insurance Expense	-	-	-	-	-	-	-	1,802.34	1,802.34	758.10	758.10	1,053.40	1,053.40	1,053.40	-	-	-	-	-	-
Occupancy	-	-	-	-	-	1,737.80	1,737.80	3,046.29	3,046.29	3,406.66	3,406.66	1,872.20	1,872.20	1,872.20	-	-	-	-	-	-
Occupancy Non-Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Office Expenses	-	-	-	-	-	1,905.30	1,905.30	2,598.21	2,598.21	8,618.84	8,618.84	1,894.64	1,894.64	1,894.64	-	-	-	-	1,047.88	1,047.88
Office Expenses Non-Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating Transfer To (From)	5,407.95	(5,407.95)	(5,407.95)	(5,407.95)	(5,407.95)	(1.50)	(1.50)	1.50	1.50	1.32	1.32	(1.32)	(1.32)	(1.32)	-	-	-	-	1,947.69	1,947.69
Travel	-	-	-	-	-	5,143.29	5,143.29	5,773.11	5,773.11	2,256.65	2,256.65	146.28	146.28	146.28	-	-	-	-	10.18	10.18
Travel Non-Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vehicle Expenses	-	-	-	-	-	3,550.90	3,550.90	6,459.68	6,459.68	2,599.47	2,599.47	7,747.83	7,747.83	7,747.83	-	-	-	-	549.20	549.20
Total Expenses	7,435.95	(546.38)	(546.38)	(546.38)	(546.38)	122,993.71	122,993.71	160,249.83	160,249.83	203,411.76	203,411.76	136,271.00	136,271.00	136,271.00	8,323.87	8,323.87	8,323.87	8,323.87	13,009.65	13,009.65
Excess Support and Revenues Over (Under) Expenses	(5,265.95)	5,265.95	5,265.95	5,265.95	5,265.95	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(859.65)
Net Assets, January 31, 2018	5,265.95	-	-	-	-	25.83	25.83	-	-	-	-	-	-	-	-	-	-	-	-	19,435.93
Net Assets, January 31, 2019	\$ -	\$ 5,265.95	\$ 5,265.95	\$ 5,265.95	\$ 5,265.95	\$ 25.83	\$ 25.83	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18,576.28

MISSOURI OZARKS COMMUNITY ACTION, INC.
 Richland, Missouri
 Combining Schedule of Activities
 For the Year ended January 31, 2019

Program #:	Agency Indirect Cost	Corporate, Non-Federal	Pulaski County Public	Pulaski County Public	Generally Accepted Accounting Principles	Inter-Company	Consolidated	Totals
Grant Year End:	1/31/2019	1/31/2019	12/31/2018	12/31/2019	Adjustments	Entries	Organization Wide	Totals
CFDA #:	N/A	N/A	14.871	14.871				
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ -	\$ -	\$ 1,574,909.85	\$ 144,527.15	\$ -	\$ -	\$ -	\$ 9,934,352.92
Grant Revenue - State	-	-	-	-	-	-	-	6,889.57
Grant Revenue - Other	-	-	-	-	-	-	-	50,419.00
Local Non-Cash	-	-	-	-	(906,257.46)	-	-	167,951.33
Local	-	32,231.56	-	-	(10,607.34)	-	-	29,948.09
Interest Income	-	15,364.21	8,975.55	1,351.35	-	-	-	25,769.65
Program Income	-	-	-	-	-	-	-	12,150.00
Rental Income	-	24,216.00	-	-	(24,216.00)	-	-	9,392.48
Other Income	-	11,116.30	10,219.00	757.85	-	-	-	104,182.79
Pool Revenues	623,138.64	-	-	-	(623,138.64)	-	-	-
Total Support and Revenues	623,138.64	82,928.07	1,594,104.40	146,636.35	(1,564,219.44)	-	-	10,341,055.83
Expenses								
Personnel	491,655.20	7,951.10	128,171.68	7,318.39	-	-	-	5,113,828.19
Personnel Non-Cash	-	-	-	-	(906,257.46)	-	-	5,793.95
Bad Debt Expense	-	-	4,463.00	-	-	-	-	4,463.00
Client Services	-	1,798.50	1,382,389.14	135,124.00	-	-	-	3,706,294.56
Depreciation Expense	-	87,310.87	942.69	214.28	-	-	-	88,467.84
General & Administrative	-	7,840.64	6,081.53	147.52	-	-	-	14,069.69
Indirect Cost	-	218.59	16,868.30	1,422.86	(623,138.64)	-	-	-
Insurance Expense	3,754.95	(0.66)	1,473.55	-	-	-	-	43,063.11
Occupancy	17,958.59	11,745.12	6,962.23	739.50	(24,216.00)	-	-	573,555.21
Occupancy Non-Cash	-	-	-	-	-	-	-	92,799.36
Office Expenses	78,987.83	15,593.51	27,862.05	3,139.00	(10,607.34)	-	-	416,350.40
Office Expenses Non-Cash	-	-	-	-	-	-	-	60,160.27
Operating Transfer To (From)	-	8,751.01	552,330.70	(552,330.70)	-	-	-	-
Travel	33,133.53	592.97	5,841.20	2.22	-	-	-	163,934.90
Travel Non-Cash	-	-	-	-	-	-	-	9,197.75
Vehicle Expenses	-	-	1,884.14	90.14	-	-	-	102,399.94
Total Expenses	626,417.01	141,801.65	2,135,270.21	(404,132.79)	(1,564,219.44)	-	-	10,394,378.17
Excess Support and Revenues								
Over (Under) Expenses	(3,278.37)	(58,873.58)	(541,165.81)	550,769.14	-	-	-	(53,322.34)
Net Assets, January 31, 2018	-	1,262,952.96	541,165.81	-	-	-	-	1,888,834.28
Net Assets, January 31, 2019	\$ (3,278.37)	\$ 1,204,079.38	\$ -	\$ 550,769.14	\$ -	\$ -	\$ -	\$ 1,835,511.94

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

COMMUNITY SERVICES BLOCK GRANT PROGRAM

CONTRACT NUMBER: PG281700010

For the Program Period October 1, 2017 to September 30, 2018

Schedule of Revenue and Expenses Compared with Budget

	<u>10/1/2017</u> <u>1/31/2018</u>	<u>02/01/2018 to</u> <u>09/30/2018</u>	<u>Total</u> <u>Grant</u>
Beginning CSBG Residual Receipts			\$ -
Revenue			
Grant Revenue-CSBG	\$ 255,075	\$ 492,783	747,858
Interest	-	-	-
Other	787	878	1,665
Total Revenue	<u>255,862</u>	<u>493,661</u>	<u>749,523</u>
Expenditures			
Indirect Costs	21,906	42,187	64,093
Personnel	124,628	240,677	365,305
Fringe Benefits	37,640	71,817	109,457
Program Expenses	15,209	36,046	51,255
Travel	2,997	429	3,426
Training	5,242	17,010	22,252
Rent/Space	1,905	3,479	5,384
Utilities	11,811	27,013	38,824
Insurance Expense	8,228	-	8,228
Office Supplies	688	5,285	5,973
Vehicle Expense	2,764	4,884	7,648
Leveraging - ECIP/LIHEAP	-	-	-
Leveraging - WX LIHEAP	-	-	-
Leveraging - WX Electric Coop	-	-	-
Leveraging - Other CSBG Prgms	-	-	-
Direct Client Services	22,844	44,834	67,678
Total Expenditures	<u>255,862</u>	<u>493,661</u>	<u>749,523</u>
Revenue over(under) Expense	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>
Ending CSBG Residuals			<u>\$ -</u>

Missouri Ozarks Community Action, Inc.

Subgrant Number: Ameren Gas G18-10-0363-7-12

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OF November 1, 2017 to October 31, 2018

DIVISION OF ENERGY

Beginning Fund Balance (funds that have been reimbursed but not expensed from the previous grant) 0.00

Revenue

Grant Income (funds that have been reimbursed to the agency from DNR) 11,640.00

Program Income 0.00

Total Revenue 11,640.00

Expenditures

Administration 832.00

Insurance 200.00

Financial Audit 0.00

Leveraging 0.00

T&TA 0.00

Program Operations 10,608.00

Total Expenditures 11,640.00

Ending Fund Balance (this is the sum of the Beginning Fund Balance + Grant Income + Program Income - minus total Expenitures) 0.00

SUBGRANTEE

Beginning Fund Balance 0.00

Revenue

Grant Income 11,640.00

Program Income 0.00

Total Revenue 11,640.00

Expenditures

Administration 832.00

Insurance 200.00

Financial Audit 0.00

Leveraging 0.00

T&TA 0.00

Program Operations 10,608.00

Total Expenditures 11,640.00

Ending Fund Balance 0.00

Ending Cash on Hand 0.00

Ending Inventory 0.00

Missouri Ozarks Community Action, Inc.

Subgrant Number: Ameren Gas G19-10-0363-8-12

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OF November 1, 2018 to January 31, 2019

DIVISION OF ENERGY

SUBGRANTEE

Beginning Fund Balance (funds that have been reimbursed but not expensed from the previous grant) 0.00

Beginning Fund Balance 0.00

Revenue

Revenue

Grant Income (funds that have been reimbursed to the agency from DNR) 1,062.00

Grant Income 1,062.00

Program Income 0.00

Program Income 0.00

Total Revenue 1,062.00

Total Revenue 1,062.00

Expenditures

Expenditures

Administration 100.00

Administration 100.00

Insurance 0.00

Insurance 0.00

Financial Audit 0.00

Financial Audit 0.00

Leveraging 0.00

Leveraging 0.00

T&TA 0.00

T&TA 0.00

Program Operations 962.00

Program Operations 962.00

Total Expenditures 1,062.00

Total Expenditures 1,062.00

Ending Fund Balance (this is the sum of the Beginning Fund Balance + Grant Income + Program Income - minus total Expenitures) 0.00

Ending Fund Balance 0.00

Ending Cash on Hand 0.00

Ending Inventory 0.00

Missouri Ozarks Community Action, Inc.

Subgrant Number: Ameren Electric G18-14-0258-3-12

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OF November 1, 2017 to October 31, 2018

DIVISION OF ENERGY

Beginning Fund Balance (funds that have been reimbursed but not expensed from the previous grant) 0.00

Revenue

Grant Income (funds that have been reimbursed to the agency from DNR) 36,795.00

Program Income 0.00

Total Revenue 36,795.00

Expenditures

Administration 2,652.00

Insurance 247.00

Financial Audit 0.00

Leveraging 0.00

T&TA 0.00

Program Operations 33,896.00

Total Expenditures 36,795.00

Ending Fund Balance (this is the sum of the Beginning Fund Balance + Grant Income + Program Income - minus total Expenitures) 0.00

SUBGRANTEE

Beginning Fund Balance 0.00

Revenue

Grant Income 36,795.00

Program Income 0.00

Total Revenue 36,795.00

Expenditures

Administration 2,652.00

Insurance 247.00

Financial Audit 0.00

Leveraging 0.00

T&TA 0.00

Program Operations 33,896.00

Total Expenditures 36,795.00

Ending Fund Balance 0.00

Ending Cash on Hand 0.00

Ending Inventory 0.00

Missouri Ozarks Community Action, Inc.

Subgrant Number: Ameren Electric G19-14-0258-4-12

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OF November 1, 2018 to January 31, 2019

DIVISION OF ENERGY

SUBGRANTEE

Beginning Fund Balance (funds that have been reimbursed but not expensed from the previous grant) 0.00

Beginning Fund Balance 0.00

Revenue

Revenue

Grant Income (funds that have been reimbursed to the agency from DNR) 14,523.00

Grant Income 14,523.00

Program Income 0.00

Program Income 0.00

Total Revenue 14,523.00

Total Revenue 14,523.00

Expenditures

Expenditures

Administration 547.00

Administration 547.00

Insurance 0.00

Insurance 0.00

Financial Audit 0.00

Financial Audit 0.00

Leveraging 0.00

Leveraging 0.00

T&TA 0.00

T&TA 0.00

Program Operations 13,976.00

Program Operations 13,976.00

Total Expenditures 14,523.00

Total Expenditures 14,523.00

Ending Fund Balance (this is the sum of the Beginning Fund Balance + Grant Income + Program Income - minus total Expenitures) 0.00

Ending Fund Balance 0.00

Ending Cash on Hand 0.00

Ending Inventory 0.00

Missouri Ozarks Community Action, Inc.

Subgrant Number: DOE G-17-EE0007930-12

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OF July 1, 2017 to June 30, 2018

DIVISION OF ENERGY

Beginning Fund Balance (funds that have been reimbursed but not expensed from the previous grant) 0.00

Revenue

Grant Income (funds that have been reimbursed to the agency from DNR) 213,273.00

Program Income 0.00

Total Revenue 213,273.00

Expenditures

Administration 14,407.00

Insurance 1,400.00

Financial Audit 0.00

Leveraging 1,649.00

T&TA 12,633.00

Program Operations 183,184.00

Total Expenditures 213,273.00

Ending Fund Balance (this is the sum of the Beginning Fund Balance + Grant Income + Program Income - minus total Expenitures) 0.00

SUBGRANTEE

Beginning Fund Balance 0.00

Revenue

Grant Income 213,273.00

Program Income 16.00

Total Revenue 213,289.00

Expenditures

Administration 14,407.00

Insurance 1,400.00

Financial Audit 0.00

Leveraging 1,649.00

T&TA 12,633.00

Program Operations 183,200.00

Total Expenditures 213,289.00

Ending Fund Balance 0.00

Ending Cash on Hand 0.00

Ending Inventory 0.00

Missouri Ozarks Community Action, Inc.

Subgrant Number: DOE G-18-EE0007930-02-12

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OF July 1, 2018 to January 31, 2019

DIVISION OF ENERGY

Beginning Fund Balance (funds that have been reimbursed but not expensed from the previous grant) 0.00

Revenue

Grant Income (funds that have been reimbursed to the agency from DNR) 160,187.00

Program Income 0.00

Total Revenue 160,187.00

Expenditures

Administration 10,784.00

Insurance 1,802.00

Financial Audit 0.00

Leveraging 1,826.00

T&TA 13,069.00

Program Operations 132,706.00

Total Expenditures 160,187.00

Ending Fund Balance (this is the sum of the Beginning Fund Balance + Grant Income + Program Income - minus total Expenitures) 0.00

SUBGRANTEE

Beginning Fund Balance 0.00

Revenue

Grant Income 160,187.00

Program Income 63.00

Total Revenue 160,250.00

Expenditures

Administration 10,784.00

Insurance 1,802.00

Financial Audit 0.00

Leveraging 1,826.00

T&TA 13,069.00

Program Operations 132,769.00

Total Expenditures 160,250.00

Ending Fund Balance 0.00

Ending Cash on Hand 0.00

Ending Inventory 0.00

Missouri Ozarks Community Action, Inc.

Subgrant Number: G-18-LIHEAP-18-12

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OF October 1, 2017 to September 30, 2018

DIVISION OF ENERGY**SUBGRANTEE**

Beginning Fund Balance (funds that have been reimbursed but not expensed from the previous grant)	0.00	Beginning Fund Balance	0.00
<u>Revenue</u>		<u>Revenue</u>	
Grant Income (funds that have been reimbursed to the agency from DNR)	294,381.00	Grant Income	294,381.00
Program Income	0.00	Program Income	64.00
Total Revenue	294,381.00	Total Revenue	294,445.00
<u>Expenditures</u>		<u>Expenditures</u>	
Administration	21,960.00	Administration	21,960.00
Insurance	2,005.00	Insurance	2,005.00
Financial Audit	0.00	Financial Audit	0.00
Leveraging	0.00	Leveraging	0.00
T&TA	2,988.00	T&TA	2,988.00
Program Operations	267,428.00	Program Operations	267,492.00
Total Expenditures	294,381.00	Total Expenditures	294,445.00
Ending Fund Balance (this is the sum of the Beginning Fund Balance + Grant Income + Program Income - minus total Expenitures)	0.00	Ending Fund Balance	0.00
		Ending Cash on Hand	0.00
		Ending Inventory	0.00

Missouri Ozarks Community Action, Inc.

Subgrant Number: G-19-LIHEAP-19-12

RECONCILIATION OF REVENUES AND EXPENSES

FOR THE PERIOD OF October 1, 2018 to January 31, 2019

DIVISION OF ENERGY

Beginning Fund Balance (funds that have been reimbursed but not expensed from the previous grant) 0.00

Revenue

Grant Income (funds that have been reimbursed to the agency from DNR) 136,271.00

Program Income 0.00

Total Revenue 136,271.00

Expenditures

Administration 8,945.00

Insurance 1,053.00

Financial Audit 0.00

Leveraging 0.00

T&TA 413.00

Program Operations 125,860.00

Total Expenditures 136,271.00

Ending Fund Balance (this is the sum of the Beginning Fund Balance + Grant Income + Program Income - minus total Expenitures) 0.00

SUBGRANTEE

Beginning Fund Balance 0.00

Revenue

Grant Income 136,271.00

Program Income 0.00

Total Revenue 136,271.00

Expenditures

Administration 8,945.00

Insurance 1,053.00

Financial Audit 0.00

Leveraging 0.00

T&TA 413.00

Program Operations 125,860.00

Total Expenditures 136,271.00

Ending Fund Balance 0.00

Ending Cash on Hand 0.00

Ending Inventory 0.00

MISSOURI OZARKS COMMUNITY ACTION

Richland, Missouri

LOW INCOME HOUSING ENERGY ASSISTANCE PROGRAM

CONTRACT NUMBER: ER11017011

For the Program Period October 1, 2017 to September 30, 2018

Schedule of Contracted Revenues and Expenses

Revenue

Contracted Grant Revenue-LIHEAP

Special Start-up	\$	-
Current (initial + amendments)		1,721,050.19
Carryover		-

Total Contracted Grant Revenues 1,721,050.19

Expenditures

Personnel		211,506.24
Travel/Training		77.23
Rent/Fuel/Utilities/Insurance		5,626.61
Equipment		-
Supplies		11,035.36
Communication Services		4,895.03
Repair and Maintenance		-
Other		28,553.36
Total Administrative/ Program Services		<u>261,693.83</u>

ECIP Direct Services

Winter		1,097,296.00
Summer		362,060.36
Total ECIP Direct Services		<u>1,459,356.36</u>

Outreach & Education

Total Outreach & Education		-
Total Expenditures		<u>1,721,050.19</u>

Contracted Revenue over (under) Expenditures

Transfer from CSBG

Ending Program Balance

\$ -

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

HEAD START PROGRAM

GRANT NO. 07CH010350-03-03

For the Program Year Ended January 31, 2019

Schedule of Revenue and Expenses Compared with Budget

	BUDGET	ACTUAL	VARIANCE - FAVORABLE (UNFAVORABLE)
<u>REVENUE</u>			
Grant Revenue - Head Start	\$ 4,672,072	\$ 4,672,072	\$ -
Grant Revenue - CACFP	300,000	320,727	20,727
Grantee's In-Kind Contributions	968,018	1,074,209	106,191
Donations	-	-	-
Other Income	-	-	-
Interest Income	-	-	-
Short Fall Income	-	-	-
	<hr/>	<hr/>	<hr/>
TOTAL REVENUE	5,940,090	6,067,008	126,918
<u>EXPENSES</u>			
Direct Costs			
Personnel	2,320,780	2,427,647	(106,867)
Fringe Benefits	1,055,618	944,606	111,012
Travel	6,637	15,896	(9,259)
Equipment	-	-	-
Supplies	132,704	193,464	(60,760)
Other	1,003,895	955,933	47,962
Indirect Costs	452,438	455,254	(2,816)
	<hr/>	<hr/>	<hr/>
Total Federal Expenses	4,972,072	4,992,799	(20,727)
Grantee's In-Kind Expenses			
Personnel and Supplies	968,018	1,074,209	(106,191)
	<hr/>	<hr/>	<hr/>
TOTAL EXPENSES	5,940,090	6,067,008	(126,918)
	<hr/>	<hr/>	<hr/>
REVENUE OVER (UNDER) EXPENSES	\$ -	\$ -	\$ -

MISSOURI OZARKS COMMUNITY ACTION, INC.

Richland, Missouri

HEAD START PROGRAM

GRANT NO. 07CH010350-03-03

For the Program Year Ended January 31, 2019

Reconciliation of Final Financial Report to Audited Financial Statements

	<u>UNOBLIGATED BALANCE OF FEDERAL FUNDS</u>
Unobligated Balance of Federal Funds on Financial Status Report	\$ -
Adjustments: None	<u>-</u>
Balance of Grant Funds Not Received to Carryover to Program Year Ending January 31, 2020	<u>\$ -</u>

MISSOURI OZARKS COMMUNITY ACTION, INC.
Richland, Missouri

Schedule of Expenditures of Federal Awards
For the Year Ended January 31, 2019

Federal Grantor/Pass-Through Grantor/Program Title	Year End	Pass Through Identifying Number	CFDA #	Federal Expenditures
<u>U.S. Department of Health and Human Services</u>				
Direct Programs:				
Head Start	1/31/2019	N/A	93.600	(M) \$ 4,672,072.00
Pass-through Programs:				
State of Missouri Department of Social Services - Family Support Division				
Low-Income Home Energy Assistance Program (ECIP)	9/30/2018	ERS11017011	93.568	1,372,613.47
Low-Income Home Energy Assistance Program (ECIP)	9/30/2019	ERS11017011	93.568	397,129.81
State of Missouri Department of Natural Resources				
Weatherization Assistance for Low-Income Individuals	9/30/2018	G-18-LIHEAP-18-12	93.568	203,411.76
Weatherization Assistance for Low-Income Individuals	9/30/2019	G-19-LIHEAP-19-12	93.568	136,271.00
		Total	93.568	2,109,426.04
State of Missouri Department of Social Services - Family Support Division				
Community Services Block Grant	9/30/2018	PG281800010	93.569	492,782.84
Community Services Block Grant	9/30/2019	PG281800010	93.569	294,903.64
		Total	93.569	787,686.48
Total U.S. Department of Health and Human Services				7,569,184.52

U.S. Department of Energy

Pass-through Programs				
State of Missouri Department of Natural Resources				
Weatherization Assistance for Low-Income Individuals	6/30/2018	G-17-EE0007930-12	81.042	122,978.00
Weatherization Assistance for Low-Income Individuals	6/30/2019	G-18-EE0007930-02-12	81.042	160,187.00
		Total	81.042 (M)	283,165.00
Total U.S. Department of Energy				283,165.00

MISSOURI OZARKS COMMUNITY ACTION, INC.
Richland, Missouri

Schedule of Expenditures of Federal Awards
For the Year Ended January 31, 2019

Federal Grantor/Pass-Through Grantor/Program Title	Year End	Pass Through Identifying Number	CFDA #	Federal Expenditures
<u>U.S. Department of Housing and Urban Development</u>				
Passed-through:				
State of Missouri Department of Mental Health Shelter Plus Program	5/31/2018	SCR6-MO0120L7E061507	14.238	\$ 41,839.00
Pulaski County Public Housing Authority Section 8 Housing Choice Vouchers	12/31/2018	MO207	14.871	1,574,909.85
Section 8 Housing Choice Vouchers	12/31/2019	MO207	14.871	144,527.15
		Total	14.871 (M)	1,719,437.00
Total U.S. Department of Housing and Urban Development				1,761,276.00

U.S. Department of Agriculture

Passed-through:				
State of Missouri Department of Health and Senior Services Child and Adult Care Food Program	9/30/2019	ERS46110026	10.558	320,727.40
Total U.S. Department of Agriculture				320,727.40
Total Expenditures of Federal Awards				\$ 9,934,352.92

NOTE A -- BASIS OF PRESENTATION

The accompanying schedule of federal awards includes the federal grant activity of Missouri Ozarks Community Action, Inc. and is presented on the accrual basis of accounting, except for subsidy programs, which follows REAC PHA - Financial Accounting Brief - Accounting Issue #10, which defines a Federal expenditure expended for single audit purposes as when dollars are received. 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.

NOTE B --INDIRECT COST RATE

Missouri Ozarks Community Action, Inc. did not elect to use the 10% de minimis cost rate, as it does not qualify.

(M) = Major Program

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**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
Missouri Ozarks Community Action, Inc.
Richland, Missouri

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Missouri Ozarks Community Action, Inc. (a nonprofit organization), which comprise the consolidated statement of financial position as of January 31, 2019, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated July 19, 2019.

Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Organization's consolidated 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 Missouri Ozarks Community Action, Inc.'s consolidated 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 consolidated financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

July 19, 2019
Chanute, Kansas

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

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

Board of Directors
Missouri Ozarks Community Action, Inc.
Richland, Missouri

Report on Compliance for Each Major Federal Program

We have audited Missouri Ozarks Community Action, Inc.'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 Missouri Ozarks Community Action, Inc.'s major federal programs for the year ended January 31, 2019. Missouri Ozarks Community Action, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Missouri Ozarks Community Action, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States 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 200, 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 Missouri Ozarks Community Action, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, Missouri Ozarks Community Action, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended January 31, 2019.

Report on Internal Control Over Compliance

Management of Missouri Ozarks Community Action, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Missouri Ozarks Community Action, Inc.'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 Missouri Ozarks Community Action, Inc.'s internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a 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.

Purpose of this Report

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.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

July 19, 2019
Chanute, Kansas

MISSOURI OZARKS COMMUNITY ACTION, INC.
Richland, Missouri

Schedule of Findings and Questioned Costs
For the Year Ended January 31, 2019

I. SUMMARY OF AUDITORS' RESULTS

Financial Statements:

The auditors' report expresses an unmodified opinion on the consolidated financial statements of Missouri Ozarks Community Action, Inc.

Internal Control over Financial Reporting:

Material weakness(es) identified?	_____	Yes	_____ <u>X</u> _____	No
Significant deficiency(ies) identified?	_____	Yes	_____ <u>X</u> _____	None Reported
Non compliance or other matters required to be reported under <i>Government Auditing Standards</i> ?	_____	Yes	_____ <u>X</u> _____	No

Federal Awards:

Internal control over major programs:				
Material weakness(es) identified?	_____	Yes	_____ <u>X</u> _____	No
Significant deficiency(ies) identified?	_____	Yes	_____ <u>X</u> _____	None Reported

The auditors' report on compliance for the major federal award programs for Missouri Ozarks Community Action, Inc. expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____	Yes	_____ <u>X</u> _____	No
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Identification of major programs:

- U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT**
- Section 8 Housing Choice Vouchers CFDA 14.871
-
- U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES**
- Head Start CFDA 93.600
-
- U.S. DEPARTMENT OF ENERGY**
- Weatherization Assistance for Low-Income Persons CFDA 81.042

The threshold for distinguishing Types A and B programs was \$750,000.00.

Auditee qualified as a low risk auditee?	_____ <u>X</u> _____	Yes	_____	No
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MISSOURI OZARKS COMMUNITY ACTION, INC.
Richland, Missouri

Schedule of Findings and Questioned Costs
(Continued)
For the Year Ended January 31, 2019

II. FINANCIAL STATEMENT FINDINGS

None

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

MISSOURI OZARKS COMMUNITY ACTION, INC.
Richland, Missouri

Summary Schedule of Prior Audit Findings
For the Year Ended January 31, 2019

None