

**SOUTH CENTRAL COMMUNITY
ACTION PARTNERSHIP, INC.**

**TWIN FALLS, IDAHO
CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020 AND 2019**

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.

TABLE OF CONTENTS

Independent Auditors' Report	1-2
Consolidated Statements of Financial Position	3
Consolidated Statements of Activities	4
Consolidated Statements of Cash Flows	5
Statements of Functional Expenses	6
Notes to Consolidated Financial Statements	7-15
Supplementary Information	16
Consolidating Statement of Financial Position	17
Consolidating Statement of Activities	18
Schedule of Program Expenditures	19
Schedule of Program Expenditures - Summary	20
Community Action Partnership Association of Idaho	
State of Idaho	
Idaho Housing & Finance Association	
Other Federal Funding Sources	
Other Funding Sources	
PASSED THROUGH COMMUNITY ACTION PARTNERSHIP ASSOCIATION OF IDAHO	21
Schedule of Program Expenditures – Summary	22-23
Community Service Block Grant	
US Department of Agriculture	
Bonneville Power Administration	
Low Income Home Energy Assistance Program	
Department of Energy	
LIHEAP-Weatherization	
PASSED THROUGH THE STATE OF IDAHO	24
Schedule of Program Expenditures – Summary	25
US Department of Agriculture-TEFAP	

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.

TABLE OF CONTENTS

PASSED THROUGH THE IDAHO HOUSING AND FINANCE ASSOCIATION	26
Schedule of Program Expenditures – Summary	27-28
ESG Emergency Solutions Grant	
Continuum of Care	
Transitional Housing	
Poplar Duplex Operating Funds	
OTHER FEDERAL FUNDING SOURCES	29
Schedule of Program Expenditures – Summary	30
USDA/RD Mutual Self-Help	
OTHER FUNDING SOURCES	31
Schedule of Program Expenditures – Summary	32
Idaho Power Company	
Idaho Energy Authority	
Fund Development	
INDIRECT COSTS	33-34
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Audit Standards	35-36
Schedule of Expenditures of Federal Awards	37
Notes to the Schedule of Expenditures of Federal Awards	38
Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	39-40
Schedule of Findings and Questioned Costs	41-42
Summary Schedule of Prior Audit Findings	43

INDEPENDENT AUDITORS' REPORT

Board of Directors
South Central Community Action Partnership, Inc.
Twin Falls, ID 83301

We have audited the accompanying consolidated financial statements of South Central Community Action Partnership, Inc. (a non-profit organization) and affiliates, which comprise the consolidated statement of financial position as of December 31, 2020 and 2019, and the related consolidated statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of South Central Community Action Partnership, Inc. and affiliates as of December 31, 2020 and 2019, and the changes in their net assets and their 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 audit was conducted for the purpose of forming an opinion on the 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 financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Schedules of Program Expenditures and Indirect Costs on pages 19 - 34 are presented for purposes of additional analysis and are not a required part of the basic financial statements. We have applied certain additional analytical limited procedures, which consist principally of analytical procedures and inquiries of management regarding the methods and measurement and presentation of the additional information. However, we did not audit the information and express no opinion on them.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated May 20, 2021, on our consideration of South Central Community Action Partnership, 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 South Central Community Action Partnership, 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 South Central Community Action Partnership, Inc.'s internal control over financial reporting and compliance.

Sincerely,

Mahlke Hunsaker & Co.

MAHLKE HUNSAKER & COMPANY, pllc
Twin Falls, Idaho

May 20, 2021

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2020 AND 2019

	2020	2019
Assets		
Current Assets		
Cash	\$ 1,049,135	\$ 825,990
Cash-Restricted	438,690	208,556
Accounts Receivable	312,745	308,903
Loan Receivable	-	-
Due From Federal and State Governments	2,909,367	2,772,973
Prepaid Expenses	1,464	1,464
Inventory	692,262	789,085
Land Held for Resale	672,000	1,327,000
Other Current Assets	-	-
Total Current Assets	6,075,663	6,233,971
Non-Current Assets		
Loan Receivable	38,523	38,523
Total Non-Current Assets	38,523	38,523
Fixed Assets		
Fixed Assets, net	917,332	895,530
Total Fixed Assets	917,332	895,530
 Total Assets	 \$ 7,031,518	 \$ 7,168,024
 Liabilities and Net Assets		
Current Liabilities		
Accounts Payable	\$ 142,427	\$ 184,648
Accrued Expenses	117,812	87,869
Funds Held in Trust	204,213	204,279
Current Portion of Long-Term Debt	-	604,800
Deferred Grant and Contract Revenue	2,954,210	2,796,518
Total Current Liabilities	3,418,662	3,878,114
Long-Term Liabilities		
Mortgage Payable, Less Current Portion	945,000	765,000
Total Long-Term Liabilities	945,000	765,000
 Total Liabilities	 4,363,662	 4,643,114
Net Assets		
Without Donor Restrictions	900,464	1,049,740
Without Donor Restrictions, Board Designated	151,055	88,545
With Donor Restrictions	1,616,337	1,386,625
Total Net Assets	2,667,856	2,524,910
 Total Liabilities and Net Assets	 \$ 7,031,518	 \$ 7,168,024

See Notes to Financial Statements.

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
CONSOLIDATED STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	Without Donor Restrictions	With Donor Restrictions	2020 Total	2019 Total
<u>SUPPORT AND REVENUE</u>				
Support				
Contributions and Other	\$ 79,475	\$ 233,469	\$ 312,944	\$ 264,011
Grant Income	-	4,524,145	4,524,145	4,029,259
In-Kind Materials and Labor	-	72,263	72,263	73,650
Service Income - Home Energy Management	48,953	-	48,953	327,126
Total Support	128,428	4,829,877	4,958,305	4,694,046
Net Assets Released from Restrictions	4,600,165	(4,600,165)	-	-
Total Revenue and Gains (Losses)	4,600,165	(4,600,165)	-	-
TOTAL SUPPORT AND REVENUE	4,728,593	229,712	4,958,305	4,694,046
<u>EXPENSES</u>				
Program Support and Service	2,695,092	-	2,695,092	2,682,881
Indirect Costs	317,667	-	317,667	313,421
In-Kind Program Expenses	72,263	-	72,263	73,650
Home Energy Management	87,945	-	87,945	320,996
Mutual Self Help	1,565,670	-	1,565,670	1,171,119
Total Program Activities	4,738,637	-	4,738,637	4,562,067
Management & General	76,722	-	76,722	(475,838)
Total Expenses	4,815,359	-	4,815,359	4,086,229
CHANGE IN NET ASSETS	(86,766)	229,712	142,946	607,817
Net Assets, Beginning of Year	1,138,285	1,386,625	2,524,910	1,917,093
Net Assets, End of Year	\$ 1,051,519	\$ 1,616,337	\$ 2,667,856	\$ 2,524,910

See Notes to Financial Statements.

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

	2020	2019
<i>Cash Flows From Operating Activities</i>		
Change in Net Assets	\$ 142,946	\$ 607,817
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	71,378	92,563
Loss on Abandoned Assets	1,091	-
(Increase) Decrease in Cash-Restricted	(230,134)	427,821
(Increase) Decrease in Accounts Receivable	(3,842)	36,642
(Increase) Decrease in Loan Receivable	-	319,404
(Increase) Decrease in Due from Federal and State Government	(136,394)	(324,122)
(Increase) Decrease in Prepaid Expenses	-	(267)
(Increase) Decrease in Inventory	96,823	(509,923)
(Increase) Decrease in Other Current Assets	-	6,274
Increase (Decrease) in Accounts Payable and Other Payables	(42,287)	84,043
Increase (Decrease) in Accrued Expenses	29,943	(16,741)
Increase (Decrease) in Deferred Revenue	157,692	16,004
	87,216	739,515
<i>Cash Flows From Financing Activities</i>		
Purchase of Fixed Assets	(94,271)	(67,340)
Purchase of Lots for Sale	-	(1,327,000)
Proceeds from Sale of Lots	655,000	246,000
Proceeds from Long-Term Borrowing	180,000	604,800
Principal Payments on Long-Term Debt	(604,800)	-
	135,929	(543,540)
Net Cash Provided (Used) By Financing Activities		
Net Increase (Decrease) in Cash and Cash Equivalents	223,145	195,975
Cash and Cash Equivalents, Beginning of Year	825,990	630,015
Cash and Cash Equivalents, End of Year	\$ 1,049,135	\$ 825,990

Supplemental Disclosure:

Interest and income taxes paid during 2020 were \$0 and \$0 respectively.

Interest and income taxes paid during 2019 were \$0 and \$0 respectively.

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

2020

	Federal/State Share	Private Sector Share	In-Kind Contributions	Indirect	2019 Total
Expenses					
Personnel	\$ 584,992	\$ 437	\$ -	\$ 214,843	\$ 800,272
Fringe Benefits	133,415	-	-	34,906	168,321
Travel	14,187	-	-	496	14,683
Consumables	59,307	2,641	72,263	12,084	146,295
Equipment	65,656	-	-	-	65,656
Contractual	10,251	-	-	7,510	17,761
Space Costs	-	16,854	-	29,401	46,255
Other	1,643,744	163,608	-	18,427	1,825,779
Total Expenses	\$ 2,511,552	\$ 183,540	\$ 72,263	\$ 317,667	\$ 3,085,022

2019

	Federal/State Share	Private Sector Share	In-Kind Contributions	Indirect	2018 Total
Expenses					
Personnel	\$ 570,729	\$ 1,559	\$ -	\$ 212,410	\$ 784,698
Fringe Benefits	146,309	-	-	36,172	182,481
Travel	37,317	-	-	8,494	45,811
Consumables	75,600	5,607	-	12,847	94,054
Contractual	19,499	-	-	5,477	24,976
Space Costs	-	7,347	-	11,019	18,366
Other	1,539,044	279,870	73,650	27,002	1,919,566
Total Expenses	\$ 2,388,498	\$ 294,383	\$ 73,650	\$ 313,421	\$ 3,069,952

See Notes to Financial Statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying summary of the South Central Community Action Partnership, Inc.'s (the Organization) more significant accounting policies are presented to assist the reader in interpreting the financial statements and other data in this report. The accounting policies of the South Central Community Action Partnership, Inc. conform to generally accepted accounting principles. These policies, as presented, should be reviewed as an integral part of the accompanying financial statements.

NATURE OF THE ORGANIZATION

The Organization is a non-profit organization incorporated under the laws of the State of Idaho for the purpose of providing a wide range of services in an effort to improve the quality of life for people with an economic disadvantage. The Organization's affiliate is a for profit limited liability company Home Energy Management, L.L.C. (HEM).

BASIS OF ACCOUNTING

The consolidated financial statements of South Central Community Action Partnership, Inc. have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

BASIS OF PRESENTATION

The Organization has adopted the Accounting Standard Codification (ASC) No. 958-205-45, "Financial Statements of Not-for-Profit-Organizations". Under ASC 958-205-45, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. The Organization is also required to present a statement of cash flows.

Net Assets Without Donor Restrictions – net assets without donor restrictions are available for use at the discretion of the Board of Directors and/or management to fulfill the mission and vision of the Organization. From time to time the Board designates a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion. At December 31, 2020 and 2019, the governing board designated \$151,055 and \$88,545 respectively for homeless prevention.

Net Assets with Donor Restrictions – net assets with donor restrictions consist of assets whose use is limited by donor-imposed, time and/or purpose restrictions.

Revenues are reported as increases in without donor restriction net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in without donor restriction net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in without donor restriction net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of restrictions on net assets (i.e. the donor-stipulated purpose has been fulfilled or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

PRINCIPLES OF CONSOLIDATION

The consolidated financial statements include the accounts of South Central Community Action Partnership and its wholly owned subsidiary, Home Energy Management. All material intercompany transactions have been eliminated in consolidation.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

CASH AND CASH EQUIVALENTS

For purposes of the Consolidated Statement of Cash Flows, the Organization considers all unrestricted highly- liquid investments with an initial maturity of three months or less to be cash equivalents. As of December 31, 2020 and 2019, the Organization had no cash equivalents.

The Organization maintains a general bank account into which funds are deposited. At the end of each day, balances in excess of \$250,000 are automatically swept into interest-bearing repurchase agreements. The amounts are secured for the full amount by the banking repurchase agreements. The securities are direct obligations of or guaranteed by the United States, its agencies or instrumentalities. They have a current market value equal to or greater than the principal amount of the transaction.

ACCOUNTS RECEIVABLE

Bad debts have been immaterial in the past so the Organization uses the direct write-off method. When an amount becomes uncollectible, it is charged to expense in the year it is deemed to be uncollectible. During the years ended December 31, 2020 and 2019, there were no bad debts. Receivables are considered past due if not collected within 90 days. As of December 31, 2020, and 2019, all receivables are current and management estimated that all accounts receivable were collectible.

DUE FROM OTHER AGENCIES, STATE OR FEDERAL GOVERNMENT

Grant or contract amounts awarded for organizational use that are not drawn upon at December 31, 2020 and 2019.

INVENTORY

Inventory is stated at cost. Inventory consists of food, dry goods, and weatherization materials.

LAND HELD FOR RESALE

The Organization owns land in conjunction with the self-help housing program that is held for sale. The Organization assists families building homes by purchasing tracts of land to resell to program participants. Proceeds from the sale of land are used to purchase additional tracts of land.

FIXED ASSETS

Purchased fixed assets are stated at cost. Fixed assets received by donation are recorded at their estimated fair value on the date received. Maintenance and repairs are charged to expense as incurred. The Organization follows the practice of capitalizing all expenditures for improvements, furniture & fixtures and equipment with useful lives greater than one year and costs in excess of \$5,000.

Depreciation is determined by the straight-line method over an asset's estimated useful life. When assets are sold or otherwise disposed of, the cost and related depreciation or amortization are removed from the accounts, and any remaining gain or loss is included in the consolidated statement of activities.

Fixed assets acquired are owned by South Central Community Action Partnership while used in the programs for which they were purchased or in other future authorized programs. However, the various funding sources have a reversionary interest in the fixed assets purchased with grant funds; therefore, the disposition of fixed assets, as well as the ownership of any proceeds therefrom, are subject to funding source regulations.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

DEFERRED REVENUES

Grant funds not expended are shown as deferred revenues. Revenues are recognized from grants when expenditures are incurred.

DONATED ASSETS

Donated assets and services are reflected as non-federal contributions based on the fair market value of such assets or services. These assets and services are presented in the statements to disclose community participation and matching requirements of federal programs.

CONTRIBUTIONS

Contributions are recognized when the donor makes the contribution. Contributions that are restricted by the donor are reported as increases in without donor restriction net assets if the restrictions expire in the year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in with donor restrictions net assets depending on the nature of the restriction. When a restriction expires, with donor restriction net assets are reclassified to without donor restriction net assets.

GRANTS

All grants, except for expenditure reimbursements grants are recognized as income after meeting the grant requirements. Expenditure reimbursement grants are recognized as income when the related expenditures are made. As of December 31, 2020, and 2019, grants receivable in the amount of \$311,442 and \$292,708 respectively were recognized as revenue due to request made for grant monies expended during those years.

COST ALLOCATION

Joint costs are allocated to benefiting programs using various allocation methods depending on the type of joint cost being allocated. Joint costs are cost incurred for the common benefit of more than one program which cannot be readily identified with a final cost objective.

TAX STATUS AND NATURE OF THE CORPORATION

South Central Community Action Partnership, Inc. is a non-profit Corporation exempt from federal income tax under Section 501(c) (3).

The Organization files a consolidated 990 tax return with Home Energy Management whose net income is subject to the unrelated business tax on for 990-T. The Organization paid \$1,077 in taxes for the 2019 tax return and \$1,533 for the 2018 tax return.

The Organization believes that it has appropriate support for any tax positions taken affecting its annual filing requirements, and as such, does not have any uncertain tax positions that are material to the financial statements. The Organization would recognize future accrued interest and penalties related to unrecognized tax benefits and liabilities in income tax expense if such interest and penalties are incurred.

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-continued

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of program and administration service activities have been summarized on a functional basis in the statements of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and administration services benefited.

CUSTODIAL CREDIT RISK

For deposits and investments, custodial credit risk is the risk that, in the event of the failure of the counterpart, the Organization will not be able to recover the value of its deposits, investments or collateral securities that are in the possession of an outside party. The Organization does not have a policy for custodial credit risk outside of the deposit and investment agreements.

CONCENTRATIONS OF CREDIT RISK

Financial instruments that subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents and grants receivable. The Organization does not require collateral to support financial instruments.

The Organization maintains its cash balances in one financial institution located in Twin Falls, Idaho. At times, these deposits exceeded the Federal Deposit Insurance Corporation (FDIC) coverage.

LIQUIDITY MANAGEMENT

The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Organization invests cash in excess of daily requirements into interest-bearing repurchase agreements. The Organization has \$1,361,880 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditures, consisting of cash of \$1,049,135 and accounts receivable of \$312,745 as of December 31, 2020. The Organization had \$1,134,893 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditures, consisting of cash of \$825,990 and accounts receivable of \$308,903 as of December 31, 2019. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditures within one year of the statement of financial position date.

USE OF ESTIMATES

The preparation of consolidated 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 disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

EVALUATION OF SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through May 20, 2021, the date which the consolidated financial statements were available to be issued.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019**

NOTE 2 – ECONOMIC DEPENDENCY

The Organization’s primary sources of revenue are Community Service Block Grant (CSBG), Low Income Home Energy Assistance Program (LIHEAP), Department of Energy (DOE), Department of Housing & Urban Development (HUD) and the United States Department of Agriculture (USDA). These are federal funds passed through Community Action Partnership Association of Idaho, Inc. (CAPAI), the Idaho Department of Health and Welfare and Idaho Housing and Finance Association. Continued operations are contingent upon future funding. Use of these funds is subject to the administrative directives, rules and regulations related to the contracts with the Idaho Department of Health and Welfare and Idaho Housing and Finance Association. These programs are subject to change by an act of Congress or administrative changes mandated by the U.S. Department of Health and Human Services. Contracts from CAPAI are in place for DOE through March 31, 2021. Contracts from Idaho Housing and Finance Association, Continuum of Care (COC) and Emergency Solutions Grant (ESG) are in place until June 30, 2021 and September 30, 2021 respectively. The contracts with the Idaho Department of Health and Welfare are in place for CSBG through September 30, 2022, for LIHEAP and Bonneville Power Association (BPA) and The Emergency Food Assistance Program (TEFAP) through September 30, 2021. A contract is also in place with United States Department of Agriculture for the Mutual Self Help Housing Technical Assistance grant through May 30, 2021.

NOTE 3 – LEASES

The Organization leases various facilities and office equipment for administration purposes and programs, as well as for commodity programs and weatherization inventories. These are operating leases which are renewed as the leases expire.

Future minimum lease payments under the leases are as follows:

Year Ending December 31:	
2021	\$ 16,788
2022	16,788
2023	16,788
2024	8,988
2025	<u>1,188</u>
Total	<u>\$ 60,540</u>

NOTE 4 – WEATHERIZATION INVENTORIES

Purchases of weatherization supplies and materials to be used to weatherize homes are recognized in accordance with grantor policies as expenses in all programs during the current period. Amounts purchased but not yet installed totaled \$63,064 at December 31, 2020 and \$56,786 at December 31, 2019.

NOTE 5 – LAND HELD FOR RESALE

Parcels of land have been purchased for the self-help housing program and will be sold to low income families when they have received a loan from USDA Rural Development to build a house on the land. The amount of land held for sale is \$672,000 at December 31, 2020 and \$1,327,000 at December 31, 2019.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019**

NOTE 6 – SELF HELP FAMILY ACCOUNTS

For the year ended December 31, 2020 as part of the audit testing, we tested the Self-Help Family Accounts. Part of the responsibilities of the Organization as a recipient of a Self-Help Technical Assistance grant from USDA is to manage the loan funds of all the participating families and report monthly activity to the families. The Organization draws funds from the loans and purchases all the materials and sub-contractors, as needed, to build the homes. The testing included reviewing the agreements and tracing the ending balances to supporting documentation and agreements. We also verified any activity during the 2020 calendar year by tracing to supporting documentation. We did not have any issues or concerns from testing the Self-Help Family Accounts.

NOTE 7 - COMMODITY FOOD

South Central Community Action Partnership, Inc. receives commodity food from the State of Idaho Department of Health and Welfare for distribution to low income households. Food distributed during the years ended December 31, 2020 and 2019 was as follows:

	<u>2020</u>	<u>2019</u>
Baking Mix	\$ 33,541	\$ 15,709
Beans	27,694	73,066
Beef, Chicken, Fish and Turkey	257,422	38,209
Butter and Milk	83,913	24
Cheese	31,716	36,250
Fruit	130,280	205,590
Juice	92,961	19,423
Nuts	39,227	36,443
Pasta	4,531	7,057
Peanut Butter	90,468	8,909
Pork	197,697	226,095
Rice	18,011	9,964
Rolled Oats	3,125	-
Soup	92,825	23
Stew, Beef	46,011	15,551
Tomatoes/Spaghetti Sauce	54,616	15,585
Vegetables	4,906	-
Total	<u>\$ 1,208,944</u>	<u>\$ 707,898</u>

The estimated value of remaining food commodities at December 31, 2020 and 2019 were \$620,702 and \$725,465 respectively.

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

NOTE 8 – FIXED ASSETS

Land, Building and Equipment are summarized as follows:

	<u>12/31/2019</u>	<u>Additions</u>	<u>Disposals</u>	<u>Accumulated Depreciation</u>	<u>12/31/2020</u>
Land	\$ 244,223	\$ -	\$ -	\$ -	\$ 244,223
Buildings & Improvements	1,415,660	-	-	-	1,415,660
Equipment	708,299	94,271	(9,820)	-	792,750
HEM	8,948	-	-	-	8,948
Accum. Deprec.	(1,481,600)	-	8,729	(71,378)	(1,544,249)
Total	<u>\$ 895,530</u>	<u>\$ 94,271</u>	<u>\$ (1,091)</u>	<u>\$ (71,378)</u>	<u>\$ 917,332</u>

Depreciation expense amounted to \$71,378 in 2020 and \$92,565 in 2019.

NOTE 9 – LONG-TERM DEBT

In 2012, 2013, 2014, 2015 and 2020, the Organization received Self-Help Homeownership Opportunity Program (SHOP) funds for \$150,000, \$105,000, \$165,000, \$345,000 and \$180,000 respectively to purchase land for the Self-Help Housing Opportunity Program. The funds were used to purchase 37 lots in Kimberly, Idaho and 38 lots in Filer Idaho. At year end the Organization has recorded a liability for these funds.

During 2019, the Organization purchased additional land for the Self-Help Housing Opportunity Program. They purchased an additional 28 lots in Filer, Idaho. They signed a note for 14 of the lots in the amount of \$604,800. The note was payable on December 15, 2020.

Maturities for Long-Term debt are as follows:

	<u>SHOP 09</u>	<u>SHOP 10</u>	<u>SHOP 12</u>	<u>SHOP 17</u>	<u>SHOP 19</u>	<u>Total</u>
2022	\$ 150,000	\$ -	\$ -	\$ -	\$ -	\$ 150,000
2023	-	105,000	-	-	-	105,000
2024	-	165,000	-	-	-	165,000
2025	-	105,000	240,000	-	-	345,000
2030	-	-	-	105,000	75,000	180,000
Total	<u>\$ 150,000</u>	<u>\$ 375,000</u>	<u>\$ 240,000</u>	<u>\$ 105,000</u>	<u>\$ 75,000</u>	<u>\$ 945,000</u>

The Self-Help Homeownership Opportunity Program (SHOP) funds of \$945,000 do not accrue interest and no monthly payments are required. When SHOP funded lots are sold, the funds are available for future land purchases and thus are revolved. The payable is forgiven 10 years from the date of commitment.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019**

NOTE 9 – LONG-TERM DEBT-continued

The following changes occurred in long-term debt:

	Balance at 1/1/2020	Additions	Payments	Balance at 12/31/2020
Shop-09	\$ 150,000			\$ 150,000
Shop-10	375,000			375,000
Shop-12	240,000			240,000
Shop-17	-	105,000		105,000
Shop-19	-	75,000		75,000
Filer Lots	604,800		(604,800)	-
Total	<u>\$ 1,369,800</u>	<u>\$ 180,000</u>	<u>\$ (604,800)</u>	<u>\$ 945,000</u>

NOTE 10 – RISKS AND UNCERTAINTIES

The World Health Organization has declared the spread of the coronavirus disease 2019 (“COVID-19”) a world-wide pandemic. COVID-19 is impacting global markets, supply chains, businesses, and communities. With regard specifically to South Central Community Action Partnership, Inc., the organization has experienced some negative impacts, such as inability to perform program objectives due to inability to enter clients’ homes for a number of months, production slowdowns due to COVID-19 reentry protocols, and cost and/or unavailability of materials. It has also been difficult to hire a workforce when it’s more financially beneficial to stay on unemployment that pays more than wages. The Organization believes it is taking appropriate actions to mitigate this negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as it is still developing.

SUPPLEMENTARY INFORMATION

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC./HOME ENERGY MANAGEMENT, L.L.C.
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2020

	South Central Community Action Partnership	Home Energy Management	Eliminations	Total
Assets				
Current Assets				
Cash	\$ 846,084	\$ 203,051	\$ -	\$ 1,049,135
Cash-Restricted	438,690			438,690
Accounts Receivable	312,745	-	-	312,745
Due From Federal and State Governments	2,909,367	-	-	2,909,367
Prepaid Expenses	-	1,464	-	1,464
Inventory	683,766	8,496	-	692,262
Land Held for Resale	672,000	-	-	672,000
Other Current Assets	-	-	-	-
Total Current Assets	5,862,652	213,011	-	6,075,663
Non-Current Assets				
Loan Receivable	38,523	-	-	38,523
Total Non-Current Assets	38,523	-	-	38,523
Fixed Assets				
Fixed Assets, net	914,245	3,087	-	917,332
Total Fixed Assets	914,245	3,087	-	917,332
Total Assets	\$ 6,815,420	\$ 216,098	\$ -	\$ 7,031,518
Liabilities and Net Assets				
Current Liabilities				
Accounts Payable	\$ 139,269	\$ 3,158	\$ -	\$ 142,427
Accrued Expenses	117,383	429	-	117,812
Funds Held in Trust	204,213	-	-	204,213
Current Portion of Long-Term Debt	-	-	-	-
Deferred Grant and Contract Revenue	2,954,210	-	-	2,954,210
Total Current Liabilities	3,415,075	3,587	-	\$ 3,418,662
Long-Term Liabilities				
Mortgage Payable, Less Current Portion	945,000	-	-	945,000
Total Long-Term Liabilities	945,000	-	-	945,000
Total Liabilities	4,360,075	3,587	-	4,363,662
Net Assets				
Without Donor Restrictions	839,008	212,511	-	1,051,519
With Donor Restrictions	1,616,337	-	-	1,616,337
Total Net Assets	2,455,345	212,511	-	2,667,856
Total Liabilities and Net Assets	\$ 6,815,420	\$ 216,098	\$ -	\$ 7,031,518

See Notes to the Financial Statements

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC./HOME ENERGY MANAGEMENT, L.L.C.
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020

	South Central Community Action Partnership	Home Energy Management	Eliminations	Total
<u>SUPPORT AND REVENUE</u>				
Support				
Contributions and Other	\$ 312,944	\$ -	\$ (5,435)	\$ 307,509
Grant Income	2,958,475	-	-	2,958,475
In-Kind Materials and Labor	72,263	-	-	72,263
Mutual Self Help	1,565,670	-	-	1,565,670
Service Income - Home Energy Management	-	48,953	-	48,953
Total Support	4,909,352	48,953	(5,435)	4,952,870
TOTAL SUPPORT AND REVENUE	4,909,352	48,953	(5,435)	4,952,870
<u>EXPENSES</u>				
Program Support and Service	2,695,092	-	-	2,695,092
Indirect	317,667	-	-	317,667
In-Kind Program Expenses	72,263	-	-	72,263
Home Energy Management	-	87,945	(5,435)	82,510
Mutual Self Help-Construction Costs	1,565,670	-	-	1,565,670
Total Program Expenditures	4,650,692	87,945	(5,435)	4,733,202
Management & General	76,722	-	-	76,722
Total Expenses	4,727,414	87,945	(5,435)	4,809,924
CHANGE IN NET ASSETS	181,938	(38,992)	-	142,946
Net Assets, January 1, 2020	2,273,407	251,503	-	2,524,910
Net Assets, December 31, 2020	\$ 2,455,345	\$ 212,511	\$ -	\$ 2,667,856

See Notes to the Financial Statements

SCHEDULES OF PROGRAM EXPENDITURES

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP
STATEMENT OF PROGRAM EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Community Action Partnership Association of Idaho	State of Idaho	Idaho Housing & Finance Association	Other Federal Funding Sources	Other Funding Sources	Total
Expenditures						
Grant Share Direct Costs						
Personnel	\$ 220,741	\$ 166,614	\$ 88,843	\$ 108,793	\$ -	\$ 584,991
Fringe Benefits	70,628	36,349	-	26,439	-	133,416
Travel	2,385	7,579	-	4,223	-	14,187
Space	-	34,381	-	-	-	34,381
Consumables	21,329	29,996	-	7,983	-	59,308
Contractual	6,248	-	-	4,003	-	10,251
Indirect expenses	172,680	56,539	15,774	18,572	47,693	311,258
Other	1,116,736	12,727	342,455	3,053	100,037	1,575,008
Equipment	-	65,656	-	-	-	65,656
Client Assistance	-	17,268	-	-	-	17,268
Support-Labor	-	84,546	-	-	-	84,546
Support-Other	-	11,160	-	-	-	11,160
Materials	-	21,266	-	-	-	21,266
Total Direct Costs	1,610,747	544,081	447,072	173,066	147,730	2,922,696
Private Sector Share Cash Expenditures						
Program Expenses						
Salaries & Benefits	437	-	-	-	-	437
Consultants	-	-	-	-	-	-
Other	222	-	27,566	11,763	6,528	46,079
Consumables	1,492	-	111	63	975	2,641
Space	-	-	-	16,854	-	16,854
Equipment	-	-	-	-	-	-
Acquisition	-	-	-	-	-	-
Indirect expenses	-	-	3,341	2,840	381	6,562
Client Assistance	17,492	-	-	-	-	17,492
Total Cash Expenditures	19,643	-	31,018	31,520	7,884	90,065
In-Kind Contributions						
Consumables	-	72,264	-	-	-	72,264
Total In-Kind Contributions	-	72,264	-	-	-	72,264
Total Private Sector Cash & In-Kind Contributions	19,643	72,264	31,018	31,520	7,884	162,329
Total Expenditures	\$ 1,630,390	\$ 616,345	\$ 478,090	\$ 204,586	\$ 155,614	\$ 3,085,025

PASSED THROUGH COMMUNITY ACTION PARTNERSHIP OF IDAHO

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP
 PASSED THROUGH COMMUNITY ACTION PARTNERSHIP ASSOCIATION OF IDAHO
 STATEMENT OF PROGRAM EXPENDITURES
 FOR THE YEAR ENDED DECEMBER 31, 2020**

CONTRACT NAME	Community Service Block Grant	Community Service Block Grant	Community Service Block Grant	Bonniville Power Administration	Bonniville Power Administration	Low Income Home Energy Assist Prog
CONTRACT NUMBER	<u>CSBG-420</u>	<u>CSBG 419</u>	<u>CSBG CARES</u>	<u>BPA-420</u>	<u>BPA-419</u>	<u>EA-419</u>
CONTRACT PERIOD	<u>1/1/20-9/30/2020</u>	<u>1/1/19-9/30/2020</u>	<u>7/22/20-12/31/2020</u>	<u>10/1/20-12/31/2020</u>	<u>1/1/19-9/30/2019</u>	<u>1/1/20-9/30/2020</u>
Expenditures						
State Contract Share						
<u>Direct Costs</u>						
Salaries	\$ 33,647	\$ 118,407	\$ -	\$ -		\$ 65,335
Fringe Benefits	13,346	42,174	-	-	-	14,648
Consultants	-	1,966	-	-	-	1,397
Travel	880	1,125	-	-	-	380
Space	1,706	8,625	-	-	-	1,733
Consumables	5,032	11,321	-	-	-	4,976
Other	583	4,815	-	-	-	701
Training	575	2,800	-	16,473	-	-
Support-Labor	-	-	-	40,059	-	-
Support-Other	-	-	-	13,596	-	-
Materials	-	-	-	60,282	-	-
Liability	-	-	-	-	-	-
Leveraging	-	-	-	-	-	-
Health & Safety	-	-	-	-	-	-
Indirect expenses	16,952	44,431	15,844	15,649	-	26,320
Client Assistance	12,912	-	131,507	-	-	24,445
Total Direct Costs	85,633	235,664	147,351	146,059	-	139,935
Grantee's Share						
Cash Expenditures						
<u>Program Expenses</u>						
Salaries	-	-	-	-	-	-
Other	155	-	-	-	-	-
Consumables	609	-	-	-	-	-
Travel	33	-	-	-	-	-
Client Assistance	16,622	-	-	-	-	870
Total Cash Expenditures	17,419	-	-	-	-	870
<u>In-Kind Contributions</u>						
Volunteers	-	-	-	-	-	-
Other	-	-	-	-	-	-
Space	-	-	-	-	-	-
Consumables	-	-	-	-	-	-
Client Assistance	-	-	-	-	-	-
Total In-Kind Contributions	-	-	-	-	-	-
Total Grantee's Share	17,419	-	-	-	-	870
Total Expenditures	\$ 103,052	\$ 235,664	\$ 147,351	\$ 146,059	\$ -	\$ 140,805

See Notes to Financial Statements

Low Income Home Energy Assist Prog	Department of Energy	Department of Energy	LIHEAP Weatherization Program	LIHEAP Weatherization Program	Total
<u>EA-420</u>	<u>DOE-420</u>	<u>DOE-419</u>	<u>LPW-419</u>	<u>LPW-419</u>	
<u>1/1/20-12/31/2020</u>	<u>1/1/20-12/31/2020</u>	<u>1/1/20-3/31/2020</u>	<u>1/1/20-9/30/2020</u>	<u>1/1/19-12/31/2019</u>	
\$ 3,352	\$ -	\$ -	\$ -	\$ -	\$ 220,741
460	-	-	-	-	70,628
-	2,885	-	-	-	6,248
-	-	-	-	-	2,385
-	-	-	-	-	12,064
-	-	-	-	-	21,329
-	-	-	-	-	6,099
-	6,707	18,654	-	-	45,209
-	35,767	11,443	273,370	-	360,639
-	27,903	3,728	66,694	-	111,921
-	44,928	22,622	79,930	-	207,762
-	5,346	-	-	-	5,346
-	713	513	-	-	1,226
-	15,637	-	-	-	15,637
457	13,531	7,617	31,879	-	172,680
91,202	-	-	90,767	-	350,833
<u>95,471</u>	<u>153,417</u>	<u>64,577</u>	<u>542,640</u>	<u>-</u>	<u>1,610,747</u>
-	-	437	-	-	437
-	34	-	-	-	189
-	60	823	-	-	1,492
-	-	-	-	-	33
-	-	-	-	-	17,492
-	94	1,260	-	-	19,643
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	94	1,260	-	-	19,643
<u>\$ 95,471</u>	<u>\$ 153,511</u>	<u>\$ 65,837</u>	<u>\$ 542,640</u>	<u>\$ -</u>	<u>\$ 1,630,390</u>

See Notes to Financial Statements

PASSED THROUGH THE STATE OF IDAHO

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP
PASSED THROUGH THE STATE OF IDAHO
STATEMENT OF PROGRAM EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2020**

	USDA TEFAP 20-420	USDA TEFAP 21	Community Service Block Grant CSBG 98600	Low Income Home Energy Assistance Program LP-99100	Low Income Home Energy Assistance Program LP-100800	Low Income Home Energy Assistance Program LPW-100800	Bonniville Power Administration BPA-100000	Total
	<u>1/1/2020 1/31/2020</u>	<u>10/1/2020 12/31/2020</u>	<u>10/1/2020 12/31/2020</u>	<u>10/1/2020 12/31/2020</u>	<u>11/16/2020 12/31/2021</u>	<u>11/16/2020 12/31/2021</u>	<u>10/1/2020 12/31/2020</u>	
Expenditures								
State Contract Share								
Personnel	\$ 49,602	\$ 977	\$ 54,468	\$ 26,572	\$ 34,995	\$ -	\$ -	\$ 166,614
Fringe Benefits	5,051	-	23,998	1,872	5,428	-	-	36,349
Travel	5,367	-	554	788	870	-	-	7,579
Consumables	20,720	-	6,273	1,301	1,702	-	-	29,996
Space	27,973	-	5,587	187	634	-	-	34,381
Other	3,575	1,010	5,443	2,521	178	-	-	12,727
Equipment	65,656	-	-	-	-	-	-	65,656
Indirect expenses	13,583	127	27,936	3,989	3,444	6,496	964	56,539
Client Assistance	-	-	17,268	-	-	-	-	17,268
Support-Labor	-	-	-	-	-	82,216	2,330	84,546
Support-Other	-	-	-	-	-	10,268	892	11,160
Materials	-	-	-	-	-	16,451	4,815	21,266
Total Direct Costs	191,527	2,114	141,527	37,230	47,251	115,431	9,001	544,081
Grantee's Share								
Cash Expenditures								
<u>Program Expenses</u>								
Personnel	-	-	-	-	-	-	-	-
Fringe Benefits	-	-	-	-	-	-	-	-
Consumables	-	-	-	-	-	-	-	-
Space	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Indirect expenses	-	-	-	-	-	-	-	-
Total Cash Expenditures	-	-	-	-	-	-	-	-
In-Kind Contributions								
Consumables	-	-	72,263	-	-	-	-	72,263
Total In-Kind Contributions	-	-	72,263	-	-	-	-	72,263
Total Expenditures	\$ 191,527	\$ 2,114	\$ 213,790	\$ 37,230	\$ 47,251	\$ 115,431	\$ 9,001	\$ 616,344

PASSED THROUGH THE IDAHO HOUSING AND FINANCE ASSOCIATION

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP
PASSED THROUGH THE IDAHO HOUSING AND FINANCE ASSOCIATION
STATEMENT OF PROGRAM EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2020**

	ESG Emergency Services Grant <u>20-24-23</u> 10/1/20- 12/31/2020	ESG Emergency Services Grant <u>20-13</u> 03/01/20- 12/31/220	ESG Emergency Services Grant <u>19-22</u> 1/1/20- 9/30/2021	Home Partnership Foundation <u>Access Point</u> 4/10/20- 12/31/2020	Home Partnership Foundation <u>HP-COVID</u> 4/24/20- 12/31/2020	Continium of Care <u>18-65</u> 10/1/20 - 6/30/2020
Expenditures						
Grant/Federal Share Direct Costs						
Salaries	\$ -	\$ 556	\$ 13	\$ 9,221		\$ 22,641
Consultant	-	-	-	-	-	-
Training	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Space	-	-	-	-	-	-
Consumables	-	-	-	-	-	-
Operations	-	-	-	-	-	-
Support/Essential Services	-	-	-	-	-	-
Leasing	-	-	-	-	-	-
Rent/Mortgage Assistance	9,078	111,666	35,987	-	10,205	73,764
Acquisition	-	-	-	-	-	-
Utility Assistance	-	1,163	-	-	4,778	6,969
Developer's Fee	-	-	-	-	-	-
Indirect Costs	450	4,309	1,458	779	17	3,675
Total Expenditures	9,528	117,694	37,458	10,000	15,000	107,049
Grantee's Share						
Cash Expenditures						
<u>Program Expenses</u>						
Salaries	-	-	-	-	-	-
Travel	-	-	-	-	-	-
Space	-	-	-	-	-	-
Consumables	-	-	-	-	-	-
Indirect expenses	-	-	-	-	-	-
Other	-	-	-	-	-	-
Client Assistance	-	-	-	-	-	-
Total Cash Expenditures	-	-	-	-	-	-
Total	\$ 9,528	\$ 117,694	\$ 37,458	\$ 10,000	\$ 15,000	\$ 107,049

See Notes to Financial Statements

Continium of Care	Continium of Care	Continium of Care	Transitional Housing	Poplar Duplex Operating Funds	Total
<u>18-77D</u>	<u>19-65</u>	<u>19-77D</u>			
<u>1/1/20- 6/30/2020</u>	<u>07/1/20- 12/31/2020</u>	<u>7/1/20- 12/31/2020</u>	<u>1/1/20- 12/31/2020</u>		
\$ 12,271	\$ 20,702	\$ 23,439	\$ -	\$ -	\$ 88,843
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	83,614	-	-	-	324,314
-	-	-	-	-	-
-	5,231	-	-	-	18,141
-	-	-	-	-	-
396	3,834	856	-	-	15,774
<u>12,667</u>	<u>113,381</u>	<u>24,295</u>	<u>-</u>	<u>-</u>	<u>447,072</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	13,821	3,871	17,692
-	-	-	-	111	111
-	-	-	2,724	617	3,341
-	-	-	8,598	1,276	9,874
-	-	-	-	-	-
-	-	-	25,143	5,875	31,018
<u>\$ 12,667</u>	<u>\$ 113,381</u>	<u>\$ 24,295</u>	<u>\$ 25,143</u>	<u>\$ 5,875</u>	<u>\$ 478,090</u>

OTHER FEDERAL FUNDING SOURCES

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP
OTHER FEDERAL FUNDING SOURCES
STATEMENT OF PROGRAM EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2020**

	USDA Rural Development Mutual Self-Help	
	<u>18</u>	<u>Total</u>
	1/1/20 -	
	<u>12/31/2020</u>	
<i>Expenditures</i>		
Grant/Federal Share Direct Costs		
Salaries	\$ 108,793	\$ 108,793
Fringe Benefits	26,439	26,439
Space	396	396
Training	-	-
Rent/Mortgage Assistance	-	-
Indirect Costs	18,572	18,572
Travel	4,223	4,223
Contracts	4,003	4,003
Consumables	7,983	7,983
Utilities Assistance	-	-
Temporary Shelter	-	-
Materials	-	-
Other	2,657	2,657
Total Direct Costs	173,066	173,066
Grantee's Share		
Cash Expenditures		
<u>Program Expenses</u>		
Contracts & Consultants	-	-
Salaries	-	-
Fringe Benefits	-	-
Space	16,854	16,854
Consumables	63	63
Other	11,763	11,763
Indirect Costs	2,840	2,840
Travel	-	-
Total Cash Expenditures	31,520	31,520
Documents Match	-	-
Total Expenditures	\$204,586	\$204,586

See Notes to Financial Statements

OTHER FUNDING SOURCES

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP
OTHER FUNDING SOURCES
STATEMENT OF PROGRAM EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Idaho Power Company-2020 <u>1/1/20- 12/31/2020</u>	IP Easy Savings HVAC Tune-Up 2019-2020 <u>1/1/19- 9/30/2019</u>	Idaho Community Foundation 2020 <u>11/16/20- 12/31/2020</u>	Fund Development	Total
Expenditures					
Grant Share Direct Costs					
Support-Labor	\$ 34,586	\$ -	\$ -	\$ -	\$ 34,586
Support-Other	10,513	-	-	-	10,513
Materials	44,851	-	-	-	44,851
Other	-	7,702	-	-	7,702
Indirect Costs	46,691	1,002	-	-	47,693
Client Assistance	-	-	2,385	-	2,385
Total Expenditures	<u>136,641</u>	<u>8,704</u>	<u>2,385</u>	-	<u>147,730</u>
Grantee's Share					
Cash Expenditures					
<u>Program Expenses</u>					
Other	-	-	-	551	551
Consumables	-	-	-	975	975
Lobbying	-	-	-	30	30
Fund Raising	-	-	-	5,947	5,947
Indirect expenses	-	-	-	381	381
Total Cash Expenditures	-	-	-	7,884	7,884
Total	<u>\$ 136,641</u>	<u>\$ 8,704</u>	<u>\$ 2,385</u>	<u>\$ 7,884</u>	<u>\$ 155,614</u>

See Notes to Financial Statements

INDIRECT COSTS

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP
INDIRECT COSTS
STATEMENT OF PROGRAM EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2020**

		1/1/20- <u>12/31/2020</u>
<i>Expenditures</i>		
Salaries	\$	214,843
Fringe Benefits		34,906
Contracts		7,510
Training		1,310
Travel		496
Board Expense		2,042
Space		29,401
Consumables		12,084
Telephone		9,977
Other		5,098
Total Expenditures	\$	<u><u>317,667</u></u>

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

Board of Directors
South Central Community Action Partnership, Inc.
Twin Falls, Idaho 83301

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 consolidated financial statements of South Central Community Action Partnership, Inc. (a nonprofit organization) which comprise the consolidated statement of financial position as of December 31, 2020, and the related consolidated statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended , and the related notes to the financial statements, and have issued our report thereon dated May 20, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered South Central Community Action Partnership, Inc.’s internal control over financial reporting (internal control) as a basis for designing 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 South Central Community Action Partnership, Inc.’s internal control. Accordingly, we do not express an opinion on the effectiveness of South Central Community Action Partnership, 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 entity’s financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sincerely,

Mahlke Hunsaker & Co.

MAHLKE HUNSAKER & COMPANY, pllc
Twin Falls, Idaho

May 20, 2021

SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED
DECEMBER 31, 2020

<u>Agency or Department</u>	<u>Grant</u>	<u>Pass-through Contract Number</u>	<u>Federal CFDA Number</u>	<u>Expenditures</u>
Department of Agriculture	Rural Self-Help Housing Technical Assistance	18	10.420	\$ 207,584
				207,584
	Total Direct Awards			207,584
Department of Agriculture	Passed Through Idaho Department of Health & Welfare			
	Temporary Emergency Food Assistance Program	TEFAP 20-420	10.568	93,189
	Temporary Emergency Food Assistance Program	TEFAP 21-421	10.568	2,114
	Temporary Emergency Food Assistance Program	TEFAP Cares (COVID)	10.568	70,710
	Trade Mitigation Program	TEFAP TM	10.178	27,628
	Total Department of Agriculture			193,641
Department of Health & Human Services	Passed Through Community Action Partnership of Idaho			
	Community Services Block Grant	CSBG 19-419	93.569	235,664
	Community Services Block Grant	CSBG 20-420	93.569	85,633
	Community Services Block Grant	CSBG Cares (COVID)	93.569	147,351
	Passed Through Idaho Department of Health & Welfare			
	Community Services Block Grant	CSBG 98600	93.569	141,527
				610,175
	Passed Through Idaho Department of Health & Welfare			
	Low-Income Home Energy Assistance	LIHEAP 100800	93.568	47,251
	Low-Income Home Energy Assistance	LIHEAP 99100	93.568	37,230
	Low-Income Home Energy Assistance	LPW 100800	93.568	115,431
				199,912
	Passed Through Community Action Partnership of Idaho			
	Low-Income Home Energy Assistance	LIHEAP 19-419	93.568	139,935
	Low-Income Home Energy Assistance	LPW 20-420	93.568	95,471
	Low-Income Home Energy Assistance	LPW 19-419	93.568	542,640
				778,046
	Total Department of Health & Human Services			1,588,133
Department of Energy	Passed Through Community Action Partnership of Idaho			
	Weatherization Assistance for Low Income Persons	DOE 19-419	81.042	64,577
	Weatherization Assistance for Low Income Persons	DOE 20-420	81.042	153,417
	Total Department of Energy			217,994
Department of Housing & Urban Development	Passed Through Idaho Housing and Finance Association			
	Emergency Shelter Grants Program	ESG 19-22	14.231	37,458
	Emergency Shelter Grants Program	ESG 20-24	14.231	9,528
	Emergency Shelter Grants Program	ESG 20-13 Cares (COVID)	14.231	117,694
				164,680
	Continuum of Care	COC 18-65	14.267	107,049
	Continuum of Care	COC 18-77D	14.267	12,667
	Continuum of Care	COC 19-65	14.267	113,381
	Continuum of Care	COC 19-77D	14.267	24,295
				257,392
	Self-Help Ownership Opportunity Program	Shop-17	14.247	105,000
	Self-Help Ownership Opportunity Program	Shop-19	14.247	75,000
				180,000
	Total Department of Housing & Urban Development			602,072
	Total Federal Sources			\$ 2,809,424

See Notes to Schedule of Expenditures of Federal Awards.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
DECEMBER 31, 2020**

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of South Central Community Action Partnership, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the consolidated financial statements.

Note 2: Indirect Cost Rate

South Central Community Action Partnership, Inc. has elected not to use the 10 percent de Minimis indirect cost rate as allowed under the Uniform Guidance. South Central Community Action Partnership, Inc. has an indirect rate that has been approved by the USDA.

Note 3: Department of Housing and Urban Development Loan Programs

The loan program listed subsequently are administered by South Central Community Action Partnership, Inc., and balances are included in South Central Community Action Partnership, Inc.'s basic financial statements. Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the Schedule. The balance of loans outstanding at December 31, 2020 consist of:

CFDA Number	Program Name	Outstanding Balance at December 31, 2020
14.247	Self-Help Homeownership Opportunity Program	<u>\$180,000</u>

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

Board of Directors
South Central Community Action Partnership, Inc.
Twin Falls, Idaho 83301

Report on Compliance for Each Major Federal Program

We have audited South Central Community Action Partnership, Inc.'s (a non-profit organization) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of South Central Community Action Partnership, Inc.'s major federal programs for the year ended December 31, 2020. South Central Community Action Partnership, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of South Central Community Action Partnership, 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 South Central Community Action Partnership, 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 South Central Community Action Partnership, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, South Central Community Action Partnership, 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 December 31, 2020.

Report on Internal Control Over Compliance

Management of South Central Community Action Partnership, 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 South Central Community Action Partnership, 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 South Central Community Action Partnership, 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.

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.

Sincerely,

Mahlke Hunsaker & Co.

MAHLKE HUNSAKER & COMPANY, pllc
Twin Falls, Idaho
May 20, 2021

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
DECEMBER 31, 2020**

Section I---Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: *unmodified*
Internal control over financial reporting:

- * Material weakness identified? yes x no
- * Significant deficiency identified
that are not considered to be
a material weakness? yes x none reported
- Noncompliance material to financial
statements noted? yes x no

Federal Awards

Internal control over major programs:

- * Material weakness identified? yes x no
- * Significant deficiency identified
that are not considered to be
a material weakness? yes x 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 the Uniform Guidance 2 CFR 200.516? yes x no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
93.568	LIHEAP

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

Auditee qualified as low-risk auditee? X yes no

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

Section II -- Financial Statement Findings

None

Section III -- Federal Award Findings and Questioned Costs

None

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2019**

No findings reported in the prior year.