

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

**TWIN FALLS, IDAHO  
CONSOLIDATED FINANCIAL STATEMENTS  
AND SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2022 AND 2021**

# SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.

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

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Mahlke Hunsaker & Company PLLC  
C e r t i f i e d P u b l i c A c c o u n t a n t s

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## INDEPENDENT AUDITORS' REPORT

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

### Report on the Audit of the Financial Statements

#### Opinion

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, 2022 and 2021, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of South Central Community Action Partnership, Inc. and affiliates as of December 31, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis for Opinion

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of South Central Community Action Partnership, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about South Central Community Action Partnership, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

#### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 South Central Community Action Partnership, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about South Central Community Action Partnership, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### **Supplementary 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Consolidating Statement of Financial Position, Consolidating Statement of Activities, Schedules of Program Expenditures and Indirect Costs on pages 17 - 33 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 April 14, 2023, 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  
April 14, 2023

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**DECEMBER 31, 2022 AND 2021**

	<b>2022</b>	<b>2021</b>
<b>Assets</b>		
<b>Current Assets</b>		
Cash	\$ 1,780,607	\$ 1,546,521
Cash-Restricted	952,869	517,853
Accounts Receivable	1,599	439,323
Grant Receivable	417,196	309,331
Due From Federal and State Governments	3,862,223	3,748,260
Prepaid Expenses	3,593	1,464
Inventory	386,759	443,024
Land Held for Resale	938,000	788,000
<b>Total Current Assets</b>	8,342,846	7,793,776
<b>Non-Current Assets</b>		
Loan Receivable	38,523	38,523
<b>Total Non-Current Assets</b>	38,523	38,523
<b>Property and Equipment</b>		
Fixed Assets, net	638,723	742,324
Operating Lease Right of Use Asset	46,722	-
<b>Total Property and Equipment</b>	685,445	742,324
 <b>Total Assets</b>	 <b>\$ 9,066,814</b>	 <b>\$ 8,574,623</b>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 201,605	\$ 147,033
Accrued Expenses	107,423	110,434
Funds Held in Trust	410,392	399,376
Current Portion of Long-Term Debt	105,000	150,000
Current Portion of Operating Lease Liabilities	20,753	-
Deferred Grant and Contract Revenue	3,808,151	3,769,254
<b>Total Current Liabilities</b>	4,653,324	4,576,097
<b>Long-Term Liabilities</b>		
Mortgage Payable, Less Current Portion	870,000	975,000
Operating Lease Liabilities	25,969	-
<b>Total Long-Term Liabilities</b>	895,969	975,000
 <b>Total Liabilities</b>	 5,549,293	 5,551,097
<b>Net Assets</b>		
Without Donor Restrictions	2,266,973	886,053
Without Donor Restrictions, Board Designated	178,669	160,352
With Donor Restrictions	1,071,879	1,977,121
<b>Total Net Assets</b>	3,517,521	3,023,526
 <b>Total Liabilities and Net Assets</b>	 <b>\$ 9,066,814</b>	 <b>\$ 8,574,623</b>

See Notes to Financial Statements.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**CONSOLIDATED STATEMENTS OF ACTIVITIES**  
**FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>2022 Total</b>	<b>2021 Total</b>
<b><u>SUPPORT AND REVENUE</u></b>				
<b>Support</b>				
Contributions and Other	\$ 188,461	\$ 600,265	\$ 788,726	\$ 879,513
Grant Income	-	4,622,522	4,622,522	4,711,832
In-Kind Materials and Labor	-	72,784	72,784	70,283
Service Income - Home Energy Management	215,005	-	215,005	87,797
<b>Total Support</b>	<b>403,466</b>	<b>5,295,571</b>	<b>5,699,037</b>	<b>5,749,425</b>
Net Assets Released from Restrictions	6,153,960	(6,153,960)	-	-
<b>Total Revenue and Gains (Losses)</b>	<b>6,153,960</b>	<b>(6,153,960)</b>	<b>-</b>	<b>-</b>
<b>TOTAL SUPPORT AND REVENUE</b>	<b>6,557,426</b>	<b>(858,389)</b>	<b>5,699,037</b>	<b>5,749,425</b>
<b><u>EXPENSES</u></b>				
Program Support and Service	2,647,502	-	2,647,502	2,772,724
Indirect Costs	323,423	-	323,423	316,257
In-Kind Program Expenses	72,784	-	72,784	70,283
Home Energy Management	212,147	-	212,147	83,255
Mutual Self Help	1,784,586	-	1,784,586	1,730,812
Total Program Activities	5,040,442	-	5,040,442	4,973,331
Management & General	117,747	46,853	164,600	420,424
<b>Total Expenses</b>	<b>5,158,189</b>	<b>46,853</b>	<b>5,205,042</b>	<b>5,393,755</b>
<b>CHANGE IN NET ASSETS</b>	<b>1,399,237</b>	<b>(905,242)</b>	<b>493,995</b>	<b>355,670</b>
<b>Net Assets, Beginning of Year</b>	<b>1,046,405</b>	<b>1,977,121</b>	<b>3,023,526</b>	<b>2,667,856</b>
<b>Net Assets, End of Year</b>	<b>\$ 2,445,642</b>	<b>\$ 1,071,879</b>	<b>\$ 3,517,521</b>	<b>\$ 3,023,526</b>

See Notes to Financial Statements.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

	<b>2022</b>	<b>2021</b>
<b><i>Cash Flows From Operating Activities</i></b>		
Change in Net Assets	\$ 493,995	\$ 355,670
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	56,747	58,136
(Gain) or Loss on Assets Sold	(417,356)	(687,386)
(Increase) Decrease in Cash-Restricted	(435,016)	(79,163)
(Increase) Decrease in Accounts Receivable	747,055	(126,578)
(Increase) Decrease in Loan Receivable	(417,196)	(309,331)
(Increase) Decrease in Due from Federal and State Government	(113,963)	(838,893)
(Increase) Decrease in Inventory	56,265	249,238
Increase (Decrease) in Accounts Payable and Other Payables	65,588	199,769
Increase (Decrease) in Accrued Expenses	(3,011)	(7,378)
Increase (Decrease) in Deferred Revenue	38,897	815,044
	<b>69,876</b>	<b>(370,872)</b>
<b><i>Cash Flows From Financing Activities</i></b>		
Purchase of Fixed Assets	-	(60,788)
Proceeds from Sale of Fixed Assets	426,210	673,446
Purchase of Lots for Sale	(544,000)	(302,000)
Proceeds from Sale of Lots	432,000	377,600
Proceeds from Long-Term Borrowing	-	518,000
Principal Payments on Long-Term Debt	(150,000)	(338,000)
	<b>164,210</b>	<b>868,258</b>
<b>Net Cash Provided (Used) By Financing Activities</b>	<b>164,210</b>	<b>868,258</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>234,086</b>	<b>497,386</b>
<b>Cash and Cash Equivalents, Beginning of Year</b>	<b>1,546,521</b>	<b>1,049,135</b>
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ 1,780,607</b>	<b>\$ 1,546,521</b>

**Supplemental Disclosure:**

Interest and income taxes paid during 2022 were \$0 and \$0 respectively.

Interest and income taxes paid during 2021 were \$0 and \$0 respectively.



**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
**FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

**2022**

	<b>Federal/State Share</b>	<b>Private Sector Share</b>	<b>In-Kind Contributions</b>	<b>Indirect</b>	<b>2022 Total</b>
<b>Expenses</b>					
Personnel	\$ 665,953	\$ 19,430	\$ -	\$ 219,433	\$ 904,816
Fringe Benefits	148,741	-	-	34,621	183,362
Travel	28,934	-	-	5,563	34,497
Consumables	45,872	2,824	72,784	16,591	138,071
Equipment	-	-	-	-	-
Contractual	16,186	-	-	6,691	22,877
Space Costs	64,688	11,331	-	10,489	86,508
Other	1,466,071	177,472	-	30,035	1,673,578
<b>Total Expenses</b>	<b>\$ 2,436,445</b>	<b>\$ 211,057</b>	<b>\$ 72,784</b>	<b>\$ 323,423</b>	<b>\$ 3,043,709</b>

**2021**

	<b>Federal/State Share</b>	<b>Private Sector Share</b>	<b>In-Kind Contributions</b>	<b>Indirect</b>	<b>2021 Total</b>
<b>Expenses</b>					
Personnel	\$ 655,250	\$ 10,799	\$ -	\$ 221,658	\$ 887,707
Fringe Benefits	151,881	-	-	38,730	190,611
Travel	20,427	-	-	1,711	22,138
Consumables	85,064	2,329	70,283	12,753	170,429
Contractual	9,750	-	-	7,301	17,051
Space Costs	40,742	10,809	-	14,359	65,910
Other	1,588,882	154,263	-	19,745	1,762,890
<b>Total Expenses</b>	<b>\$ 2,594,524</b>	<b>\$ 178,200</b>	<b>\$ 70,283</b>	<b>\$ 316,257</b>	<b>\$ 3,159,264</b>

See Notes to Financial Statements.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022 AND 2021**

**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 the Organization have been prepared on the accrual basis of accounting. The accounting policies of the Organization conform to accounting principles generally accepted in the United States of America (U.S. GAAP) applicable to nonprofit organizations.

***BASIS OF PRESENTATION***

The Organization presents its financial statements in accordance with the FASB Accounting Standards Update (ASU) 2016-14, Presentation of Financial Statements of Not-for-Profit Entities. Accordingly, the Organization reports 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.

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, 2022 and 2021, the governing board designated \$178,669 and \$160,352 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.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022 AND 2021**

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

***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.

***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, 2022 and 2021, 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 \$5,000 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, 2022 and 2021, there were no bad debts. Receivables are considered past due if not collected within 90 days. As of December 31, 2022, and 2021, 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, 2022 and 2021.

***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.

***PROPERTY AND EQUIPMENT***

Purchased property and equipment are stated at cost. Property and equipment 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.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022 AND 2021**

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

***PROPERTY AND EQUIPMENT-continued***

Property and equipment 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 property and equipment purchased with grant funds; therefore, the disposition of property and equipment, as well as the ownership of any proceeds therefrom, are subject to funding source regulations.

***DEFERRED REVENUES***

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

***REVENUE RECOGNITION FROM CONTRACTS WITH CUSTOMERS***

The Organization follows ASU 2014-09, "Revenue from Contracts with Customers" and all subsequent amendments to the ASU (collectively, "ASC 606"), to recognize revenue from contracts with customers. ASU 606 creates a single framework for recognizing revenue from contracts with customers that fall within its scope. The majority of the Organization's revenues come from donations and grants, which fall outside of the scope of ASC 606.

***DONATED SERVICES, SUPPLIES, AND PROPERTY AND EQUIPMENT***

Donated property and equipment and services, which meet the criteria for recognition, are reflected as contributions at their estimated fair values at the date of donation. Donated property and equipment are recorded as without donor restriction support in the absence of donor restrictions as to how long the asset must be used.

***CONTRIBUTIONS***

The Organization accounts for its contributions using ASU 2018-08, "Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made". In accordance with the ASU, contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor restrictions. Net assets without donor restrictions consist of resources available for the various programs and administration of the Organization which have not been restricted by a donor or other outside party (donors include other types of contributors, including makers of certain grants). Net assets with donor restrictions are those assets that are designated by the donor for a specific purpose. In certain instances where donor-restricted support and the related donor-imposed conditions and restrictions are met in the same reporting, such contributions are classified as net assets without donor restrictions.

**GRANTS**

A significant portion of the Organization's revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/or the occurrence of allowable qualifying expenses. Amounts received are recognized as revenue when we have incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as deferred revenue in the statement of financial position. As of December 31, 2022, and 2021, grants receivable in the amount of \$417,196 and \$309,331 respectively were recognized as revenue due to request made for grant monies expended during those years.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022 AND 2021**

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

***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 no federal taxes for the 2021 and 2020 tax returns.

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.

***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 two financial institutions located in Twin Falls, Idaho. At times, these deposits exceeded the Federal Deposit Insurance Corporation (FDIC) coverage.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022 AND 2021**

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

***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 \$2,199,402 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 \$1,780,607 and unrestricted receivables of \$418,795 as of December 31, 2022. The Organization had \$2,115,175 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 \$1,546,521 and receivables of \$568,654 as of December 31, 2021. 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 April 14, 2023, the date which the consolidated financial statements were available to be issued.

***FAIR VALUE OF FINANCIAL INSTRUMENTS***

The Organization applies generally accepted accounting principles (GAAP) for fair value measurements of financial instruments that are recognized or disclosed at fair value in the financial statements. The Organization's financial instruments consist of cash and accounts receivable, all of which are measured at fair value in the statement of financial position.

***ADOPTION OF NEW ACCOUNTING PRONOUNCEMENT***

In February 2016, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2016-02, Leases (Topic 842), effective for fiscal years beginning after December 15, 2021 and all reporting periods thereafter. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by organizations. This Statement increases the usefulness of organizational financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset.

A lease is defined as a contract that conveys control of the right to use another entity's nonfinancial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction. Examples of nonfinancial assets include buildings, land, vehicles, and equipment. Any contract that meets this definition should be accounted for under the leases guidance, unless specifically excluded in this Statement. The Organization had one lease that was impacted by the standard.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022 AND 2021**

**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 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 Idaho Housing and Finance Association, Continuum of Care (COC) and Emergency Solutions Grant (ESG) are in place until June 30, 2023 and September 30, 2023 respectively. The contracts with the Idaho Department of Health and Welfare are in place for CSBG, LIHEAP, Bonneville Power Association (BPA) and The Emergency Food Assistance Program (TEFAP) through September 30, 2023. A contract with the Department of Energy is in place through March 2023. A contract is also in place with United States Department of Agriculture for the Mutual Self Help Housing Technical Assistance grant through October 15, 2023.

**NOTE 3 – 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 \$84,977 at December 31, 2022 and \$39,085 at December 31, 2021.

**NOTE 4 – 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 \$938,000 at December 31, 2022 and \$788,000 at December 31, 2021.

**NOTE 5 – SELF HELP FAMILY ACCOUNTS**

For the year ended December 31, 2022 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 2022 calendar year by tracing to supporting documentation. We did not have any issues or concerns from testing the Self-Help Family Accounts.



**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
DECEMBER 31, 2022 AND 2021**

**NOTE 6 - 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, 2022 and 2021 was as follows:

	<u>2022</u>	<u>2021</u>
Baking Mix	\$ 7,283	\$ 2,349
Beans	17,905	30,697
Beef, Chicken, Fish, Pork and Tu	730,155	285,157
Butter and Milk	102,274	103,595
Cheese	174,855	38,990
Fruit	153,460	244,792
Juice	16,036	91,776
Nuts	349,212	23,847
Pasta	2,603	9,514
Potatoes	14,218	144,071
Rice	15,115	22,056
Rolled Oats, Cereal	-	11,724
Soup	38,188	45,028
Stew, Beef	26,621	14,025
Tomatoes/Spaghetti Sauce	-	58,707
Vegetables	<u>62,826</u>	<u>16,480</u>
 Total	 <u>\$1,710,751</u>	 <u>\$ 1,142,808</u>

The estimated value of remaining food commodities at December 31, 2022 and 2021 were \$293,594 and \$399,302 respectively.

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**DECEMBER 31, 2022 AND 2021**

**NOTE 7 – PROPERTY, PLANT AND EQUIPMENT**

Land, Building and Equipment are summarized as follows:

	<u>12/31/2021</u>	<u>Additions</u>	<u>Disposals</u>	<u>Accumulated Depreciation</u>	<u>12/31/2022</u>
Land	\$ 210,691	\$ -	\$ (12,468)	\$ -	\$ 198,223
Buildings & Improvements	1,031,385	-	(112,212)	-	919,173
Equipment	853,538	-	-	-	853,538
HEM	8,948	-	-	-	8,948
Accum. Deprec.	(1,362,238)	-	77,827	(56,748)	(1,341,159)
<b>Total</b>	<u>\$ 742,324</u>	<u>\$ -</u>	<u>\$ (46,853)</u>	<u>\$ (56,748)</u>	<u>\$ 638,723</u>

Depreciation expense amounted to \$56,748 in 2022 and \$58,136 in 2021.

**NOTE 8 – LONG-TERM DEBT**

In 2013, 2014, 2015, 2021 and 2022, the Organization received Self-Help Homeownership Opportunity Program (SHOP) funds for \$105,000, \$165,000, \$345,000, \$180,000 and \$180,000 respectively to purchase land for the Self-Help Housing Opportunity Program. The funds were used to purchase 27 lots in Kimberly, Idaho and 64 lots in Filer Idaho. At year end the Organization has recorded a liability for these funds.

Maturities for Long-Term debt are as follows:

	SHOP 10	SHOP 12	SHOP 17	SHOP 18	SHOP 19	SHOP 20	Total
2023	\$ 105,000	\$ -	\$ -		\$ -		\$ 105,000
2024	165,000	-	-		-		165,000
2025	105,000	240,000	-				345,000
2030	-	-	105,000		75,000		180,000
2031	-	-	-	30,000	-	150,000	180,000
<b>Total</b>	<u>\$ 375,000</u>	<u>\$ 240,000</u>	<u>\$ 105,000</u>	<u>\$ 30,000</u>	<u>\$ 75,000</u>	<u>\$ 150,000</u>	<u>\$ 975,000</u>

The Self-Help Homeownership Opportunity Program (SHOP) funds of \$975,000 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, 2022 AND 2021**

**NOTE 8 – LONG-TERM DEBT-continued**

The following changes occurred in long-term debt:

	Balance at 1/1/2022	Additions	Payments/ Forgiven	Balance at 12/31/2022
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-18	30,000	-	-	30,000
Shop-19	75,000	-	-	75,000
Shop-20	<u>150,000</u>	<u>-</u>	<u>-</u>	<u>150,000</u>
Total	<u>\$ 1,125,000</u>	<u>\$ -</u>	<u>\$(150,000)</u>	<u>\$ 975,000</u>

**NOTE 9 – LEASING ACTIVITIES**

The Organization leases various facilities and office equipment for administration purposes and programs, as well as for commodity programs and weatherization inventories which are considered operating leases. The leases have remaining lease terms of 1 to 5 years. The following summarizes the line items in the statements of financial position.

Operating Leases	
Operating lease right-of-use-assets	<u>\$46,722</u>
Operating lease liabilities	<u>\$46,722</u>

The maturities of lease liabilities as of December 31, 2022 are as follows:

<b>Year Ending December 31:</b>	
2023	\$ 20,753
2024	12,953
2025	5,153
2026	4,559
2027	<u>3,304</u>
Total	<u>\$ 46,722</u>

**SUPPLEMENTARY INFORMATION**

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC./HOME ENERGY MANAGEMENT, L.L.C.**  
**CONSOLIDATING STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2022**

	<b>South Central Community Action Partnership</b>	<b>Home Energy Management</b>	<b>Eliminations</b>	<b>Total</b>
<b>Assets</b>				
<b>Current Assets</b>				
Cash	\$ 1,553,281	\$ 227,326	\$ -	\$ 1,780,607
Cash-Restricted	952,869			952,869
Accounts Receivable	1,599	-	-	1,599
Grants Receivable	417,196	-	-	417,196
Due From Federal and State Governments	3,862,223	-	-	3,862,223
Prepaid Expenses	2,129	1,464	-	3,593
Inventory	378,571	8,188	-	386,759
Land Held for Resale	938,000	-	-	938,000
<b>Total Current Assets</b>	<b>8,105,868</b>	<b>236,978</b>	<b>-</b>	<b>8,342,846</b>
<b>Non-Current Assets</b>				
Loan Receivable	38,523	-	-	38,523
<b>Total Non-Current Assets</b>	<b>38,523</b>	<b>-</b>	<b>-</b>	<b>38,523</b>
<b>Property and Equipment</b>				
Fixed Assets, net	636,062	2,661	-	638,723
Operating Lease Right of Use Asset	46,722			46,722
<b>Total Property and Equipment</b>	<b>682,784</b>	<b>2,661</b>	<b>-</b>	<b>685,445</b>
<b>Total Assets</b>	<b>\$ 8,827,175</b>	<b>\$ 239,639</b>	<b>\$ -</b>	<b>\$ 9,066,814</b>
<b>Liabilities and Net Assets</b>				
<b>Current Liabilities</b>				
Accounts Payable	\$ 182,184	\$ 19,421	\$ -	\$ 201,605
Accrued Expenses	107,116	307	-	107,423
Funds Held in Trust	410,392	-	-	410,392
Current Portion of Long-Term Debt	105,000	-	-	105,000
Current Portion of Operating Lease Liabilities	20,753			20,753
Deferred Grant and Contract Revenue	3,808,151	-	-	3,808,151
<b>Total Current Liabilities</b>	<b>4,633,596</b>	<b>19,728</b>	<b>-</b>	<b>\$ 4,653,324</b>
<b>Long-Term Liabilities</b>				
Mortgage Payable, Less Current Portion	870,000	-	-	870,000
Lease Liabilities	25,969			25,969
<b>Total Long-Term Liabilities</b>	<b>895,969</b>	<b>-</b>	<b>-</b>	<b>895,969</b>
<b>Total Liabilities</b>	<b>5,529,565</b>	<b>19,728</b>	<b>-</b>	<b>5,549,293</b>
<b>Net Assets</b>				
Without Donor Restrictions	2,225,731	219,911	-	2,445,642
With Donor Restrictions	1,071,879	-	-	1,071,879
<b>Total Net Assets</b>	<b>3,297,610</b>	<b>219,911</b>	<b>-</b>	<b>3,517,521</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 8,827,175</b>	<b>\$ 239,639</b>	<b>\$ -</b>	<b>\$ 9,066,814</b>

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, 2022**

	<b>South Central Community Action Partnership</b>	<b>Home Energy Management</b>	<b>Eliminations</b>	<b>Total</b>
<b><u>SUPPORT AND REVENUE</u></b>				
<b>Support</b>				
Contributions and Other	\$ 788,726	\$ -	\$ -	\$ 788,726
Grant Income	2,837,936	-	-	2,837,936
In-Kind Materials and Labor	72,784	-	-	72,784
Mutual Self Help	1,784,586	-	-	1,784,586
Service Income - Home Energy Management	-	215,005	-	215,005
<b>Total Support</b>	<b>5,484,032</b>	<b>215,005</b>	<b>-</b>	<b>5,699,037</b>
<b>TOTAL SUPPORT AND REVENUE</b>	<b>5,484,032</b>	<b>215,005</b>	<b>-</b>	<b>5,699,037</b>
<b><u>EXPENSES</u></b>				
Program Support and Service	2,647,502	-	-	2,647,502
Indirect	323,423	-	-	323,423
In-Kind Program Expenses	72,784	-	-	72,784
Home Energy Management	-	212,147	-	212,147
Mutual Self Help-Construction Costs	1,784,586	-	-	1,784,586
<b>Total Program Expenditures</b>	<b>4,828,295</b>	<b>212,147</b>	<b>-</b>	<b>5,040,442</b>
Management & General	164,600	-	-	164,600
<b>Total Expenses</b>	<b>4,992,895</b>	<b>212,147</b>	<b>-</b>	<b>5,205,042</b>
<b>CHANGE IN NET ASSETS</b>	<b>491,137</b>	<b>2,858</b>	<b>-</b>	<b>493,995</b>
<b>Net Assets, January 1, 2022</b>	<b>2,806,473</b>	<b>217,053</b>	<b>-</b>	<b>3,023,526</b>
<b>Net Assets, December 31, 2022</b>	<b>\$ 3,297,610</b>	<b>\$ 219,911</b>	<b>\$ -</b>	<b>\$ 3,517,521</b>

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, 2022**

	State of Idaho	Idaho Housing & Finance Association	Other Federal Funding Sources	Other Funding Sources	Total
<b>Expenditures</b>					
<b>Grant Share Direct Costs</b>					
Salaries & Wages	\$ 440,769	\$ 88,101	\$ 137,081	\$ -	\$ 665,951
Fringe Benefits	116,518	-	32,223	-	148,741
Travel	20,412	256	8,267	-	28,935
Space	64,276	-	412	-	64,688
Consumables	20,312	19,269	6,291	-	45,872
Contractual	11,857	-	4,329	-	16,186
Indirect expenses	240,266	30,452	23,325	9,384	303,427
Other	25,973	-	6,770	8,924	41,667
Training	53,898	-	1,631	-	55,529
Client Assistance	133,676	398,612	-	-	532,288
Support-Labor	496,932	-	-	47,919	544,851
Support-Other	104,961	-	-	4,309	109,270
Materials	228,368	-	-	26,425	254,793
Liability	4,806	-	-	-	4,806
Leveraging	200	-	-	-	200
Health and Safety	10,737	-	-	-	10,737
<b>Total Direct Costs</b>	<b>1,973,961</b>	<b>536,690</b>	<b>220,329</b>	<b>96,961</b>	<b>2,827,941</b>
<b>Private Sector Share Cash Expenditures</b>					
Program Expenses					
Salaries & Benefits	18,536	-	894	-	19,430
Other	12,434	40,369	10,852	13,649	77,304
Consumables	2,347	-	320	156	2,823
Space	-	-	11,331	-	11,331
Indirect expenses	-	4,780	2,749	11,976	19,505
Client Assistance	8,680	3,912	-	-	12,592
<b>Total Cash Expenditures</b>	<b>41,997</b>	<b>49,061</b>	<b>26,146</b>	<b>25,781</b>	<b>142,985</b>
<b>In-Kind Contributions</b>					
Consumables	72,784	-	-	-	72,784
<b>Total In-Kind Contributions</b>	<b>72,784</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>72,784</b>
<b>Total Private Sector Cash &amp; In-Kind Contributions</b>	<b>114,781</b>	<b>49,061</b>	<b>26,146</b>	<b>25,781</b>	<b>215,769</b>
<b>Total Expenditures</b>	<b>\$ 2,088,742</b>	<b>\$ 585,751</b>	<b>\$ 246,475</b>	<b>\$ 122,742</b>	<b>\$ 3,043,710</b>

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, 2022**

	Community Service Block Grant CSBG -21	Community Service Block Grant CSBG -22	Community Service Block Grant CSBG CARES	USDA TEFAP 22	USDA TEFAP 23	Bonnville Power Administration BPA-22	Low Income Home Energy Assistance Program EA-23
	1/1/2022 9/30/2022	6/1/2022 12/31/2022	1/1/2022 9/30/2022	1/1/2022 9/30/2022	10/1/2022 12/31/2022	1/1/2022 12/31/2022	10/1/2022 12/31/2022
<b>Expenditures</b>							
<b>State Contract Share</b>							
Salaries & Wages	\$ 95,361	\$ 103,536	\$ 30,561	\$ 23,621	\$ 10,823	\$ 3,723	\$ 132,943
Fringe Benefits	39,442	41,874	7,090	-	-	-	25,029
Consultants	3,578	-	-	-	-	-	551
Travel	5,106	5,509	1,766	1,122	589	4,007	2,313
Consumables	7,341	5,619	-	2,982	708	-	3,459
Space	6,104	6,924	-	34,120	14,905	-	1,995
Other	6,362	6,100	-	11	5,426	-	2,588
Training	585	925	-	-	-	6,600	-
Indirect expenses	33,184	50,876	10,599	7,324	3,842	16,032	18,831
Client Assistance	-	-	50,100	-	-	-	-
Support-Labor	-	-	-	-	-	40,442	-
Support-Other	-	-	-	-	-	13,725	-
Materials	-	-	-	-	-	66,905	-
Liability	-	-	-	-	-	-	-
Leveraging	-	-	-	-	-	-	-
Health and Safety	-	-	-	-	-	-	-
Total Direct Costs	197,063	221,363	100,116	69,180	36,293	151,434	187,709
<b>Grantee's Share</b>							
<b>Cash Expenditures</b>							
<u>Program Expenses</u>							
Salaries & Wages	-	-	-	10,505	8,031	-	-
Travel	-	-	-	810	57	-	-
Client Assistance	-	-	-	-	8,680	-	-
Consumables	215	-	-	1,400	471	-	58
Other	-	-	-	11,404	163	-	-
Total Cash Expenditures	215	-	-	24,119	17,402	-	58
<b>In-Kind Contributions</b>							
Consumables	-	72,784	-	-	-	-	-
Total In-Kind Contributions	-	72,784	-	-	-	-	-
Total Expenditures	\$ 197,278	\$ 294,147	\$ 100,116	\$ 93,299	\$ 53,695	\$ 151,434	\$ 187,767

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP  
PASSED THROUGH THE STATE OF IDAHO  
STATEMENT OF PROGRAM EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Low Income Home Energy Assistance Program EA-22	Low Income Household Water Assistance Program LIHWAP-22	Low Income Household Water Assistance Program LIHWAP-23	Department of Energy DOE-21	Department of Energy DOE-22	LIHEAP Weatherization Program LPW-22	LIHEAP Weatherization Program LPW-100800	Total
	<u>1/1/2022</u> <u>12/31/2022</u>	<u>1/1/2022</u> <u>9/30/2022</u>	<u>9/1/2022</u> <u>2/3/2237</u>	<u>1/1/2022</u> <u>3/31/2022</u>	<u>4/1/2022</u> <u>12/31/2022</u>	<u>4/1/2022</u> <u>12/31/2022</u>	<u>1/1/2022</u> <u>9/30/2022</u>	
<b>Expenditures</b>								
<b>State Contract Share</b>								
Salaries & Wages	\$ 16,345	\$ 13,663	\$ 4,706	\$ -	\$ -	\$ 5,487	\$ -	\$ 440,769
Fringe Benefits	2,036	-	-	-	-	1,047	-	116,518
Consultants	-	-	-	1,962	-	5,766	-	11,857
Travel	-	-	-	-	-	-	-	20,412
Consumables	203	-	-	-	-	-	-	20,312
Space	228	-	-	-	-	-	-	64,276
Other	113	-	-	5,373	-	-	-	25,973
Training	-	-	-	44,039	1,749	-	-	53,898
Indirect expenses	2,241	9,933	4,292	11,616	7,071	18,000	46,425	240,266
Client Assistance	-	52,036	31,540	-	-	-	-	133,676
Support-Labor	-	-	-	11,248	17,832	124,558	302,852	496,932
Support-Other	-	-	-	5,410	6,499	15,140	64,187	104,961
Materials	-	-	-	18,801	29,176	16,277	97,209	228,368
Liability	-	-	-	4,806	-	-	-	4,806
Leveraging	-	-	-	-	200	-	-	200
Health and Safety	-	-	-	6,469	4,268	-	-	10,737
Total Direct Costs	21,166	75,632	40,538	109,724	66,795	186,275	510,673	1,973,961
<b>Grantee's Share</b>								
<b>Cash Expenditures</b>								
<b>Program Expenses</b>								
Salaries & Wages	-	-	-	-	-	-	-	18,536
Travel	-	-	-	-	-	-	-	867
Client Assistance	-	-	-	-	-	-	-	8,680
Consumables	-	-	-	203	-	-	-	2,347
Other	-	-	-	-	-	-	-	11,567
Total Cash Expenditures	-	-	-	203	-	-	-	41,997
<b>In-Kind Contributions</b>								
Consumables	-	-	-	-	-	-	-	72,784
Total In-Kind Contributions	-	-	-	-	-	-	-	72,784
Total Expenditures	\$ 21,166	\$ 75,632	\$ 40,538	\$ 109,927	\$ 66,795	\$ 186,275	\$ 510,673	\$ 2,088,742

**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, 2022**

	ESG Emergency Services Grant	ESG Emergency Services Grant	ESG Emergency Services Grant	ESG Emergency Services Grant	Continium of Care
	<u>21-24</u>	<u>21-29</u>	<u>20-13</u>	<u>22-34</u>	<u>21-65</u>
	<u>1/1/2022</u>	<u>1/1/2022</u>	<u>1/1/2022</u>	<u>10/1/2022</u>	<u>7/1/2022</u>
	<u>9/30/2022</u>	<u>9/30/2022</u>	<u>12/31/2022</u>	<u>12/31/2022</u>	<u>12/31/2022</u>
<b>Expenditures</b>					
<b>Grant/Federal Share Direct Costs</b>					
Salaries & Wages	\$ -	\$ -	\$ 1,810	\$ -	\$ 2,302
Travel	-	-	-	-	-
Consumables	-	-	-	-	16,978
Rent/Mortgage Assistance	8,054	8,029	360,767	385	1,991
Indirect Costs	336	330	23,391	16	659
Total Expenditures	<u>8,390</u>	<u>8,359</u>	<u>385,968</u>	<u>401</u>	<u>21,930</u>
<b>Grantee's Share</b>					
Cash Expenditures					
<u>Program Expenses</u>					
Travel	-	-	-	-	-
Space	-	-	-	-	-
Indirect expenses	-	-	-	-	-
Other	-	-	-	-	-
Client Assistance	3,912	-	-	-	-
Total Cash Expenditures	<u>3,912</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 12,302</u>	<u>\$ 8,359</u>	<u>\$ 385,968</u>	<u>\$ 401</u>	<u>\$ 21,930</u>

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP  
PASSED THROUGH THE IDAHO HOUSING AND FINANCE ASSOCIATION  
STATEMENT OF PROGRAM EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Continium of Care	Continium of Care	Continium of Care	Transitional Housing	Emergency Rental Assistance	Total
	<u>20-77D</u> 1/1/2021 6/30/2022	<u>20-65</u> 1/1/2022 6/30/2022	<u>21-77D</u> 7/1/2022 12/31/2022	<u>1/1/2021-</u> <u>12/31/2021</u>	<u>2201</u> 4/1/2022 12/31/2022	
<b>Expenditures</b>						
<b>Grant/Federal Share Direct Costs</b>						
Salaries & Wages	\$ 24,015	\$ 8,321	\$ 21,419	\$ -	\$ 30,234	\$ 88,101
Travel	-	-	-	-	256	256
Consumables	-	-	-	-	2,291	19,269
Rent/Mortgage Assistance	-	19,386	-	-	-	398,612
Indirect Costs	828	859	755	-	3,278	30,452
Total Expenditures	<u>24,843</u>	<u>28,566</u>	<u>22,174</u>	<u>-</u>	<u>36,059</u>	<u>536,690</u>
<b>Grantee's Share</b>						
<b>Cash Expenditures</b>						
<u>Program Expenses</u>						
Travel	-	-	-	22	-	22
Space	-	-	-	41,754	-	41,754
Indirect expenses	-	-	-	4,780	-	4,780
Other	-	-	-	(1,407)	-	(1,407)
Client Assistance	-	-	-	-	-	3,912
Total Cash Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,149</u>	<u>-</u>	<u>49,061</u>
Total	<u>\$ 24,843</u>	<u>\$ 28,566</u>	<u>\$ 22,174</u>	<u>\$ 45,149</u>	<u>\$ 36,059</u>	<u>\$ 585,751</u>

**OTHER FEDERAL FUNDING SOURCES**

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP  
OTHER FEDERAL FUNDING SOURCES  
STATEMENT OF PROGRAM EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	USDA Rural Development Mutual Self-Help <u>21</u> 1/1/2022 <u>12/31/2022</u>	USDA Rural Development Mutual Self-Help <u>18</u> 1/1/2022 <u>10/15/2022</u>	Total
<b>Expenditures</b>			
<b>Grant/Federal Share Direct Costs</b>			
Salaries & Wages	\$ 137,081	\$ -	\$ 137,081
Fringe Benefits	32,223	-	32,223
Space	412	-	412
Training	1,631	-	1,631
Indirect Costs	23,325	-	23,325
Travel	8,267	-	8,267
Contracts	4,329	-	4,329
Consumables	6,291	-	6,291
Other	6,770	-	6,770
Total Direct Costs	220,329	-	220,329
<b>Grantee's Share</b>			
Cash Expenditures			
<u>Program Expenses</u>			
Salaries & Wages	-	894	894
Space	11,331	-	11,331
Consumables	320	-	320
Other	10,852	-	10,852
Indirect Costs	2,643	106	2,749
Total Cash Expenditures	25,146	1,000	26,146
Total Expenditures	\$245,475	\$1,000	\$246,475

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, 2022**

	Idaho Power Company-2021 01/01/2022 - <u>12/31/2022</u>	IP Easy Savings HVAC Tune-Up 2019-2020 1/1/2022 <u>2/28/2022</u>	IP Easy Savings HVAC Tune-Up 2019-2020 2/1/2022 <u>12/31/2022</u>	Seagraves Foundation 1/1/16- <u>12/31/2016</u>	Twin Falls Health Initiative Trust Fund 01/01/2021 - <u>12/31/2021</u>	Fund Development	Total
<b>Expenditures</b>							
Grant Share Direct Costs							
Support-Labor	\$ 13,909	\$ 6,292	\$ 27,718	\$ -	\$ -	\$ -	\$ 47,919
Support-Other	4,309	-	-	-	-	-	4,309
Materials	26,425	-	-	-	-	-	26,425
Other	8,924	-	-	-	-	-	8,924
Indirect Costs	5,357	745	3,282	-	-	-	9,384
Total Expenditures	<u>58,924</u>	<u>7,037</u>	<u>31,000</u>	-	-	-	<u>96,961</u>
<b>Grantee's Share</b>							
Cash Expenditures							
<u>Program Expenses</u>							
Other	-	-	-	-	-	865	865
Consumables	-	-	-	-	-	156	156
Lobbying	-	-	-	-	-	33	33
Fund Raising	-	-	-	-	-	12,751	12,751
Indirect expenses	10,466	-	-	-	-	1,510	11,976
Total Cash Expenditures	<u>10,466</u>	-	-	-	-	<u>15,315</u>	<u>25,781</u>
<b>Total</b>	<u>\$ 69,390</u>	<u>\$ 7,037</u>	<u>\$ 31,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,315</u>	<u>\$ 122,742</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, 2022**

	<u>01/01/2022-</u> <u>12/31/2022</u>
<i>Expenditures</i>	
Salaries & Wages	\$ 219,433
Fringe Benefits	34,621
Contracts	6,691
Training	1,940
Travel	5,563
Board Expense	9,375
Space	10,489
Consumables	16,591
Telephone	11,152
Other	7,569
Total Expenditures	\$ 323,424



Mahlke Hunsaker & Company PLLC

C e r t i f i e d P u b l i c A c c o u n t a n t s

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**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, 2022, 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 April 14, 2023.

**Report on 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 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 or significant deficiencies may exist that were not identified.

## **Report on 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  
April 14, 2023

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED**  
**DECEMBER 31, 2022**

<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	21	10.420	<u>\$ 220,329</u>
<b>Total Direct Awards</b>				220,329
Department of Agriculture	Passed Through Idaho Department of Health & Welfare Temporary Emergency Food Assistance Program	TEFAP 22	10.568	69,180
	Temporary Emergency Food Assistance Program	TEFAP 23	10.568	<u>36,293</u>
	Total Department of Agriculture			105,473
Department of Health & Human Services	Passed Through Idaho Department of Health & Welfare Community Services Block Grant	CSBG 21	93.569	197,063
	Community Services Block Grant	CSBG 22	93.569	221,363
	Community Services Block Grant	CSBG Cares (COVID)	93.569	<u>100,116</u>
				518,542
	Passed Through Idaho Department of Health & Welfare Low-Income Home Energy Assistance	LIHEAP 22	93.568	71,902
	Low-Income Home Energy Assistance	LIHEAP 22-ARPA	93.568	115,807
	Low-Income Home Energy Assistance	LIHEAP 23	93.568	21,165
	Low-Income Home Energy Assistance	LPW 100800-ARPA	93.568	186,275
	Low-Income Home Energy Assistance	LPW ARPA 22	93.568	<u>510,672</u>
				905,821
	Passed Through Idaho Department of Health & Welfare Low-Income Household Water Assistance Program	LIWAP ARPA 22	93.499	<u>116,170</u>
	Total Department of Health & Human Services			1,540,533
Department of Energy	Passed Through Idaho Department of Health & Welfare Weatherization Assistance for Low Income Persons	DOE 21	81.042	66,795
	Weatherization Assistance for Low Income Persons	DOE 22	81.042	109,724
	Weatherization Assistance for Low Income Persons	BPA 22	81.042	<u>151,434</u>
	Total Department of Energy			327,953
Department of Housing & Urban Development	Passed Through Idaho Housing and Finance Association Emergency Shelter Grants Program	ESG 22-34	14.231	401
	Emergency Shelter Grants Program	ESG 21-24	14.231	8,390
	Emergency Shelter Grants Program	ESG 21-29	14.231	8,360
	Emergency Shelter Grants Program	ESG 20-13 Cares (COVID)	14.231	<u>385,968</u>
				403,119
	Continuum of Care	COC 21-65	14.267	21,931
	Continuum of Care	COC 21-77D	14.267	22,173
	Continuum of Care	COC 20-77D	14.267	24,843
	Continuum of Care	COC 20-65	14.267	<u>28,566</u>
				97,513
	Passed Through Community Frameworks Self-Help Ownership Opportunity Program	Shop-17	14.247	105,000
	Self-Help Ownership Opportunity Program	Shop-18	14.247	30,000
	Self-Help Ownership Opportunity Program	Shop-19	14.247	75,000
	Self-Help Ownership Opportunity Program	Shop-20	14.247	<u>150,000</u>
				360,000
	Total Department of Housing & Urban Development			<u>860,632</u>
Department of the Treasury	Passed Through Idaho Housing and Finance Association Emergency Rental Assistance Program	ERAP 2201	21.023	<u>36,059</u>
	Total Federal Sources			<u>\$ 3,090,979</u>

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, 2022**

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 US Department of the Interior.

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, 2022 consist of:

CFDA Number	Program Name	Outstanding Balance at December 31, 2022
14.247	Self-Help Homeownership Opportunity Program	<u>\$360,000</u>





Mahlke Hunsaker & Company PLLC  
C e r t i f i e d P u b l i c A c c o u n t a n t s

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## 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**

#### ***Opinion on Each Major Federal Program***

We have audited South Central Community Action Partnership, Inc.'s compliance with the types of compliance requirements identified as subject to audit 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, 2022. South Central Community Action Partnership, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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, 2022.

#### ***Basis for Opinion on Each Major Federal Program***

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of South Central Community Action Partnership, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of South Central Community Action Partnership, Inc.'s compliance with the compliance requirements referred to above.

#### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to South Central Community Action Partnership, Inc.'s federal programs.

#### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on South Central Community Action Partnership, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about South Central Community Action Partnership, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding South Central Community Action Partnership, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of South Central Community Action Partnership, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 South Central Community Action Partnership, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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  
April 14, 2023

**SOUTH CENTRAL COMMUNITY ACTION PARTNERSHIP, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
DECEMBER 31, 2022**

**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	Low-Income Home Energy Assistance

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, 2022**

**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, 2022**

No findings reported in the prior year.