

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Pocatello, Idaho

Consolidated Financial Statements and
Supplementary Information

Year ended December 31, 2023



**SouthEastern Idaho
Community Action Agency**
Helping People. Changing Lives.

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SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Year Ended December 31, 2023

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Independent Auditor's Report

Board of Directors
SouthEastern Idaho Community Action Agency, Inc. and Affiliates
Pocatello, Idaho

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of SouthEastern Idaho Community Action Agency, Inc. and Affiliates, a nonprofit organization, which comprise the consolidated statement of financial position as of December 31, 2023, and the related consolidated statement of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of SouthEastern Idaho Community Action Agency, Inc. and Affiliates as of December 31, 2023, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States ("GAAP").

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States ("GAAS") 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 Consolidated Financial Statements section of our report. We are required to be independent of SouthEastern Idaho Community Action Agency, Inc. and Affiliates 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 opinion. The financial statements of SEICAA Housing 1, Inc., a subsidiary of SouthEastern Idaho Community Action Agency, Inc., was not audited in accordance with *Government Auditing Standards*.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with GAAP, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Our objectives are to obtain reasonable assurance about whether the consolidated 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 GAAS 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 consolidated financial statements.

In performing an audit in accordance with GAAS 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 consolidated 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 consolidated 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 SouthEastern Idaho Community Action Agency, Inc. and Affiliates' 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about SouthEastern Idaho Community Action Agency, Inc. and Affiliates' 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 consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 26, 2024, on our consideration of SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC'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 SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC'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 SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC's internal control over financial reporting and compliance.

Wipfli LLP

Wipfli LLP
Madison, Wisconsin

September 26, 2024

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Consolidated Statement of Financial Position

December 31, 2023

Assets	
Current assets:	
Cash and cash equivalents	\$ 65,290
Grants receivable	789,322
Other accounts receivable	809
Property held for sale	1,451,199
Prepaid expenses	46
Total current assets	2,306,666
Other assets:	
Restricted deposits:	
Tenant security deposits	42,089
Escrows	130,607
Replacement reserves	466,554
Residual receipt reserves	93,858
Total restricted deposits	733,108
Right of use asset	5,993
Self-help notes receivable	537,869
Total other assets	1,276,970
Property and equipment, net	2,333,708
TOTAL ASSETS	\$ 5,917,344
Liabilities and Net Assets	
Current liabilities:	
Current portion of long-term debt	\$ 305,831
Lease liability	5,993
Accounts payable	372,105
Accrued payroll and related expenses	90,668
Accrued interest	17,137
Total current liabilities	791,734
Long-term liabilities:	
Security deposits	47,196
Notes payable, net	4,049,691
Total long-term liabilities	4,096,887
Total liabilities	4,888,621
Net assets:	
Without donor restrictions, undesignated	969,366
Without donor restrictions, board designated	44,029
Total net assets without donor restrictions	1,013,395
With donor restrictions	15,328
Total net assets	1,028,723
TOTAL LIABILITIES AND NET ASSETS	\$ 5,917,344

See accompanying notes to consolidated financial statements.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Consolidated Statement of Activities

Year Ended December 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue:			
Grant revenue	\$ 2,413,383	\$ 0	\$ 2,413,383
Housing assistance	622,564	0	622,564
Tenant rent	634,107	0	634,107
Program income	148,602	15,328	163,930
Donations	307,596	0	307,596
Interest income	8,458	0	8,458
Other income	21,835	0	21,835
Net assets released from restrictions	25,322	(25,322)	0
Total revenue	4,181,867	(9,994)	4,171,873
Expenses:			
Community services	1,187,140	0	1,187,140
Weatherization	993,949	0	993,949
Senior services	376,456	0	376,456
Housing programs	1,470,966	0	1,470,966
Self Help Housing	171,268	0	171,268
Total program activities	4,199,779	0	4,199,779
Management and general	435,489	0	435,489
Total expenses	4,635,268	0	4,635,268
Change in net assets	(453,401)	(9,994)	(463,395)
Net assets - Beginning of year	1,466,796	25,322	1,492,118
Net assets - End of year	\$ 1,013,395	\$ 15,328	\$ 1,028,723

See accompanying notes to consolidated financial statements.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Consolidated Statement of Functional Expenses

Year Ended December 31, 2023

	Community Services	Weatherization	Senior Services	Housing Programs	Self Help Housing	Total Program	Management and General	Total
Expense:								
Salaries and fringe benefits	\$ 474,892	\$ 349,393	\$ 147,833	\$ 395,248	\$ 94,592	\$ 1,461,958	\$ 333,470	\$ 1,795,428
Professional fees	150,351	3,521	3,751	15,472	1,070	174,165	3,221	177,386
Client assistance	155,161	0	147,855	1,254	0	304,270	0	304,270
Contracted services	10,971	445,033	0	66,645	1,950	524,599	0	524,599
Travel and training	27,149	14,370	(269)	1,479	0	42,729	3,885	46,614
Insurance	22,137	38,558	9,706	130,520	6,099	207,020	8,297	215,317
Office expense	25,764	180	4,845	10,053	2,383	43,225	4,957	48,182
Dues and subscriptions	5,674	2,850	3,664	0	25	12,213	3,843	16,056
Space and storage	53,003	14,208	6,032	18,297	1,327	92,867	11,097	103,964
Small equipment	57,556	0	0	0	1,371	58,927	80	59,007
Supplies	13,725	14,484	4,198	65,086	88	97,581	3,197	100,778
Utilities	72,440	17,262	9,651	214,570	2,451	316,374	14,365	330,739
Operating and maintenance	2,628	12,264	5,596	117,598	59	138,145	3,021	141,166
Depreciation	0	0	0	214,760	0	214,760	34,733	249,493
Interest	0	0	0	204,896	0	204,896	0	204,896
Other	115,689	81,826	33,594	15,088	59,853	306,050	11,323	317,373
Total expense	\$ 1,187,140	\$ 993,949	\$ 376,456	\$ 1,470,966	\$ 171,268	\$ 4,199,779	\$ 435,489	\$ 4,635,268

See accompanying notes to consolidated financial statements.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Consolidated Statement of Cash Flows

Year Ended December 31, 2023

Increase (decrease) in cash and cash equivalents, and restricted deposits:	
Cash flows from operating activities:	
Change in net assets	\$ (463,395)
Adjustments to reconcile change in net assets to net cash from operating activities:	
Depreciation	249,493
Amortization of debt finance costs	5,194
Changes in operating assets and liabilities:	
Grants receivable	(475,521)
Other accounts receivable	5,441
Property held for sale	(572,479)
Prepaid expenses	45,492
Accounts payable	206,776
Accrued payroll and related expenses	(28,284)
Accrued interest	3
Security deposits	5,578
Net cash from operating activities	(1,021,702)
Cash flows from investing activities:	
Loans receivable collected	225
Purchase of property and equipment	(90,983)
Net cash from investing activities	(90,758)
Cash flows from financing activities:	
Proceeds from borrowing	210,442
Principal payments on notes payable	(94,157)
Net cash from financing activities	116,285
Change in cash and cash equivalents, and restricted deposits	(996,175)
Cash and cash equivalents, and restricted deposits - Beginning of year	1,794,573
Cash and cash equivalents, and restricted deposits - End of year	\$ 798,398
Other cash activity:	
Interest paid	\$ 199,699
Reconciliation of cash and cash equivalents, and restricted deposits reported in the consolidated statement of financial position that sum to the total of the same such amounts shown in the consolidated statement of cash flows:	
Cash and cash equivalents	\$ 65,290
Restricted deposits	733,108
Total cash and cash equivalents, and restricted deposits	\$ 798,398

See accompanying notes to consolidated financial statements

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 1: Summary of Significant Accounting Policies

Nature of Operations

SouthEastern Idaho Community Action Agency, Inc. (SEICAA) is incorporated as an Idaho nonprofit corporation. It is recognized as a charitable organization under the Internal Revenue Code Section 501(c)(3) and files the annual information return Form 990.

SEICAA provides services to needy community members and the elderly through various advocacy and participant programs. The primary focus of the programs are advocacy, energy assistance to low-income families, weatherization programs, health and welfare services to the elderly, and affordable housing.

SEICAA's program services can be broadly defined into four functional areas:

- Community Services – Programs providing benefits to the less fortunate members to the community. Approximately 35% of total grant funding is received under the Federal Low Income Home Energy Assistance Program.
- Weatherization – Programs providing weatherization assistance for qualifying persons.
- Housing – Programs providing affordable housing in accordance with the U.S. Department of Housing and Urban Development (HUD), and Idaho Housing Authority (IHA) project guidelines.
- Senior Services – Programs providing volunteer, meals on wheels, and other aging services to the elderly.

St. Anthony Place, LLC, HUD Project 124-EH019 (St. Anthony) is a wholly owned LLC of SEICAA. St. Anthony operates an 88-unit apartment complex in Pocatello, Idaho. St. Anthony is operated under Section 202 of the National Housing Act and regulated by the U.S. Department of Housing and Urban Development (HUD) with respect to rental charges and operating methods.

SEICAA Housing 1, Inc. (HUD Project 124-444010) operates a 24-unit apartment complex in Blackfoot, Idaho. SEICAA Housing 1, Inc. is a separate 501(c)(3) organization that is managed by SEICAA and has common board members with SEICAA.

Principles of Consolidation

The consolidated financial statements include the accounts of SEICAA, St. Anthony Place, LLC, and SEICAA Housing 1, Inc. (collectively referred to as the "Organization"). All intercompany transactions and balances have been eliminated for consolidated financial statement purposes.

Basis of Presentation

The consolidated financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Accounting Pronouncements Adopted

Accounting Standards Update (ASU) No. 2016-13, *Measurement of Credit Losses on Financial Instruments*, requires the Organization to present financial assets measured at amortized cost (including accounts receivables) at the net amount expected to be collected over their remaining contractual lives. Estimated credit losses are based on relevant information about historical experience, current conditions, and reasonable and supportable forecasts that affect the collectability of the reported amounts.

The Organization adopted ASU No. 2016-03 on January 1, 2023. The net impact to net assets were immaterial, thus no adjustment was made to net assets.

Use of Estimates

The preparation of consolidated financial statements in accordance with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of consolidated financial statement presentation, the Organization includes checking, savings, and certain money accounts with an original maturity of 90 days or less as cash equivalents.

Restricted Deposits - Escrows and Reserves

The Organization is required to make periodic deposits to various reserve funds established to meet future commitments. Some of the funds are restricted, and disbursements must be approved by the funding source. In addition, the escrows and reserves are available for certain property repairs and replacements.

Self Help Notes Receivable

The Organization has issued notes receivable to homeowners in the self-help program. The loans are collateralized by the respective properties of the homeowners. These loans are for 30 years and are forgiven if certain criteria are met. The balance of the notes receivable at December 31, 2023 was \$537,869. Management has the intent and ability to hold all notes receivable for the foreseeable future or until forgiveness or pay-off. The allowance for loan losses is a valuation allowance for probable incurred credit losses based on an evaluation of the outstanding loans. Loan losses are charged against the allowance when management believes the collectability is unlikely. Subsequent recoveries, if any, are credited to the allowance. Management regularly evaluates the allowance for loan losses taking into consideration such factors as historical loss experience, changes in the nature and volume of the loan portfolio, overall portfolio quality, review of specific problem loans, and current economic conditions that may affect the borrower's ability to pay. There is no allowance for loan losses as of December 31, 2023.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Property Held for Sale

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 parcels of land to resell to program participants. Proceeds from the sale of land are used to offset program costs. The balance consists of land held for sale and construction costs for homes on the land.

ASC 842 Lease Accounting

The Organization is a lessee in multiple noncancelable operating leases. If the contract provides the Organization the right to substantially all the economic benefits and the right to direct the use of the identified asset, it is considered to be or contain a lease. Right-of-use (ROU) assets and lease liabilities are recognized at the lease commencement date based on the present value of the future lease payments over the expected lease term. The ROU asset is also adjusted for any lease prepayments made, lease incentives received, and initial direct costs incurred.

The lease liability is initially and subsequently recognized based on the present value of its future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or a rate. Increases (decreases) to variable lease payments due to subsequent changes in an index or rate are recorded as variable lease expense (income) in the future period in which they are incurred.

The Organization has elected to use a risk-free rate for a term similar to the underlying lease as the discount rate if the implicit rate in the lease contract is not readily determinable.

The ROU asset for operating leases is subsequently measured throughout the lease term at the amount of the remeasured lease liability (i.e., present value of the remaining lease payments), plus unamortized initial direct costs, plus (minus) any prepaid (accrued) lease payments, less the unamortized balance of lease incentives received, and any impairment recognized. For operating leases with lease payments that fluctuate over the lease term, the total lease costs are recognized on a straight-line basis over the lease term.

For all underlying classes of assets, the Organization has elected to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement and do not include an option to purchase the underlying asset that the Organization is reasonably certain to exercise. Leases containing termination clauses in which either party may terminate the lease without cause and the notice period is less than 12 months are deemed short-term leases with lease costs included in short-term lease expense. The Organization recognizes short-term lease cost on a straight-line basis over the lease term.

The Organization separates lease and non-lease components to determine the lease payment.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Property and Equipment

Property and equipment are capitalized at cost and depreciated over their estimated useful lives of 5 to 40 years using the straight-line method. The Organization considers property and equipment to be items with a cost of \$5,000 or more and a useful life of over one year.

Property and equipment acquired are owned by the Organization 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 property and equipment purchased with grant funds; therefore, the disposition of buildings or equipment, as well as the ownership of any proceeds therefrom, are subject to funding source regulations. The net book value of grant-funded property and equipment is \$26,815 at December 31, 2023.

Debt Issuance Costs

Debt issuance costs represent costs associated with obtaining debt to finance the purchase and renovation of a building. Unamortized financing fees have been recorded as a reduction to the related debt obligation. The costs are being amortized to interest expense over the maximum term provided in the debt agreement using the straight-line method which approximates the effective interest method.

Classification of Net Assets

Net assets and revenue, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions or where donor-imposed restrictions are met in the year of contribution.

Net Assets Without Donor Restrictions, board designated – Board designated net assets can be used in operations as needed through Board resolution.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other explicit donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources may be maintained in perpetuity. Donor imposed restrictions are released when the restriction expires, that is when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition

Contributions

Contributions are considered conditional or unconditional, depending on the nature and existence of any donor or grantor conditions. A contribution contains a condition when both of the following are present:

- An explicit identification of a barrier, that is more trivial, that must be overcome before the revenue can be earned and recognized.
- An implicit right of return of assets transferred or a right of release of a donor or grantor's obligation to transfer assets promised, if the condition is not met.

Conditional contributions are recognized when the barrier(s) to entitlement are overcome. Unconditional contributions are recognized as revenue when received. Unconditional contributions or conditional contributions in which the conditions have been substantially met or explicitly waived by the donor are recorded as support with or without donor restrictions, depending on the existence and nature of any donor restrictions.

When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the year in which the contributions are recognized.

Grants

Grants are either recorded as contributions or exchange transactions based on criteria contained in the grant award.

A. Grant Awards That Are Contributions

Grant awards that are contributions are evaluated for conditions and recognized as revenue when conditions in the award are satisfied. Unconditional awards are recognized as revenue when the award is received. Amounts received in which conditions have not been met are reflected as refundable advances.

B. Grant Awards That Are Exchange Transactions

Exchange transactions are those in which the resource provider or grantor receives a commensurate value in exchange for goods or services transferred. Revenue is recognized when control of the promised goods or services is transferred to the customer (grantor) in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

Program Income

The Organization recognized revenue from exchange transactions from contracts with customers for the Weatherization Fees from Idaho Power.

Contract assets arise when the Organization provides goods or services to a customer in advance of receiving consideration and the right to consideration is conditioned on something other than the passage of time, such as work in process or unbilled receivables. Contract assets are transferred to receivables when the right to receive consideration becomes unconditional and the Organization is able to invoice the customer. Contract liabilities represent the Organization's obligation to provide goods or services to a customer when consideration has already been received from the customer, such as deferred revenue. When goods or services are provided, contract liabilities are reclassified, and revenue is recognized. There are no contract assets or contract liabilities at December 31, 2023 or January 1, 2023.

Weatherization Fees from Idaho Power

The program provides energy-efficiency weatherization services at no cost to income-eligible power customers living in single family homes, manufactured homes, or multi-unit residential housing in Idaho. Services also include installing energy efficient refrigerators as well as building shell, health and safety, HVAC, lighting and water heating measures. The Organization determines the transaction price based on standard price of a job determined by the state of Idaho. The Organization earns revenue over time as services are provided and billed. The total amount recorded for as revenue was \$83,390 during the year ended December 31, 2023. The Organization does not have contract assets or contract liabilities as of December 31, 2023 or January 1, 2023.

Housing Assistance and Tenant Rent

The Organization leases consist of tenant leases related to the rental property reported in the consolidated statements of financial position. Tenant leases are typically for 12 months or less, do not include extension options and are classified as operating leases. Operating lease revenue is recognized as rental revenue over the term of the lease. Advance receipts, if any, are deferred and classified as liabilities until earned.

Cost Allocation

The costs of providing the various programs and other activities have been summarized on a functional basis in the consolidated statement of activities and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Personnel costs are allocated based on time and effort reporting. Space, storage and related costs are allocated based on square footage.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Income Taxes

SEICAA and SEICAA Housing 1, Inc. are exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. They are also exempt from Idaho franchise or income tax. St. Anthony Place, LLC is a disregarded entity for tax purposes and the activity and account balances are included on SEICAA's tax filings.

The Organization is required to assess whether it is more likely than not that a tax position will be sustained upon examination on the technical merits of the position assuming the taxing authority has full knowledge of all information. If the tax position does not meet the more likely than not recognition threshold, the benefit of that position is not recognized in the consolidated financial statements. The Organization has determined there are no amounts to record as assets or liabilities related to uncertain tax positions.

Subsequent Events

Subsequent events have been evaluated through September 26, 2024, which is the date the consolidated financial statements were available to be issued.

Note 2: Concentration of Credit Risk

The Organization maintains cash balances at several banks. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Bank balances at the financial institutions may exceed the FDIC limit on occasion. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk.

Note 3: Liquidity and Availability

The Organization does not have a formal liquidity policy but maintain financial assets in liquid form to meet ongoing operating expenses. The Organization can rely on a lower cash balance as they are primarily funded with cost reimbursement grants. Under cost reimbursement grants, once expenses are incurred an organization can request reimbursement from the funding source. The Organization has grant commitments available for future expenses in the amount of \$2,717,000 as further described in Note 10. In addition SEICAA has available funds to borrow on a line of credit as described in Note 7.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 3: Liquidity and Availability (Continued)

Financial assets available for general expenditures, that is, without donor or other restrictions, within twelve months of the consolidated statement of financial position date, are comprised of the following as of December 31, 2023:

Cash and cash equivalents	\$	65,290
Grants receivable		789,322
Other accounts receivable		809
<hr/>		
Subtotal financial assets		855,421
Less: Accounts payable		(372,105)
Less: Accrued payroll and related expenses		(90,668)
Less: Board designated net assets		(44,029)
Less: Net assets with donor restrictions		(15,328)
<hr/>		
Total	\$	333,291

Note 4: Grants Receivable

The grants receivable balance at December 31, 2023, of \$789,322 consists primarily of amounts due under grants with state agencies.

Note 5: Leases

The Organization leases office space. The Organization's leases do not include options to renew. The Organization's lease agreements do not contain any material residual value guarantees or material restrictive covenants. Payments due under the lease contracts include fixed payments.

The depreciable life of assets and leasehold improvements are limited by the expected lease term, unless there is a transfer of title or purchase option reasonably certain of exercise.

Components of lease expense were as follows for the year ended December 31, 2023:

Lease cost:		
Operating lease cost	\$	14,400
Short-term lease cost		23,340
<hr/>		
Total lease cost	\$	37,740

Supplemental cash flow information related to leases is as follows for the year ended December 31, 2023:

Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	\$	14,400

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 5: Leases (Continued)

The weighted average of the remaining lease terms and weighted average discount rate are as follows for the year ended December 31, 2023:

Weighted-average remaining lease term - Operating leases	0.5 years
Weighted-average discount rate - Operating leases	0.73 %

Maturities of lease liabilities are as follows as of December 31, 2023:

2024	\$	6,000
Less: Imputed interest		(7)
Total	\$	5,993

Note 6: Property and Equipment

Property and equipment consisted of the following at December 31, 2023:

Land	\$	298,433
Buildings and improvements		7,468,565
Equipment and furniture		195,821
Vehicles		431,456
Subtotal		8,394,275
Accumulated depreciation		(6,060,567)
Property and equipment, net	\$	2,333,708

Note 7: Notes Payable

The notes payable balance consisted of the following at December 31, 2023:

	Current	Long-Term	Total
Mortgage payable to Department of Housing and Urban Development in the original amount of \$3,643,800. Payable in monthly installments of \$22,643 including interest at 6.75%. The mortgage matures December 2043. Collateralized by St. Anthony Place housing complex.	\$ 72,936	\$ 2,905,039	\$ 2,977,975

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 7: Notes Payable (Continued)

	Current	Long-term	Total
Mortgage payable to Department of Housing and Urban Development in the original amount of \$585,321. Payments are deferred and interest is 0% until December 2043 when the first mortgage is paid. The contract does not specify what the interest rate will be nor over what maturity the payments will be made. Collateralized by St. Anthony Place housing complex.	\$ 0	\$ 514,638	\$ 514,638
Note payable to Idaho Housing and Finance Association. The original note was \$506,400. Payable in monthly installments of \$1,252 including interest of 1%. The mortgage matures January 2031. Collateralized by Fountain Court housing complex.	14,053	90,599	104,652
Note payable to Idaho Housing and Finance Association. The original note was \$325,499. Payments deferred until July 2020 with monthly payments of \$700 and interest is 0%. Monthly payments are re-evaluated annually and therefore the maturity date is variable. Collateralized by Station 1938 housing complex.	8,400	286,299	294,699
SEICAA has an unsecured line of credit payable to Citizens Community Bank with up to \$250,000 available. Interest only payments at the Wall Street Journal Prime Rate plus .50%, 9% at December 31, 2023, with all remaining principal and interest due November 2024. SEICAA has an agreement with Citizens Community Bank where funds are swept to or from SEICAA's operating account depending on financing needs.	210,442	0	210,442
SEICAA has entered into several contracts with Community Frameworks Self-Help Housing Opportunity Program for special purpose grants in the total amount of \$492,000. The funds may be used by SEICAA for a 10-year period provided certain requirements are met. At the end of 10 years, SEICAA may retain the funds without obligation to repay. No interest is required to be paid.	0	357,000	357,000
Totals	\$ 305,831	\$ 4,153,575	\$ 4,459,406

Total notes payable net of debt issuance costs are as follows:

Total notes payable	\$ 4,459,406
Unamortized debt issuance costs	(103,884)
Current portion	(305,831)
Total long term note payable, net	\$ 4,049,691

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 7: Notes Payable (Continued)

The original cost of financing fees was \$181,798 and accumulated amortization at December 31, 2023 was \$77,914. Amortization of financing fees for the year ended December 31, 2023 were \$5,194. Interest expense, including amortization of financing fees, was \$204,896 for the year ended December 31, 2023.

Future principal payments on notes payable at December 31, are as follows:

2024	\$	305,831
2025		128,613
2026		106,187
2027		112,141
2028		118,499
Thereafter		3,688,135
<hr/>		
Total	\$	4,459,406

Note 8: Net Assets

The Organization has net assets with restrictions of \$15,328 for its meals on wheels program as of December 31, 2023. Net assets with restrictions of \$25,322 related to meals on wheels program was released by the funding source as of December 31, 2023.

Board of directors designated net assets without donor restrictions consisted of the following as of December 31, 2023:

Community services	\$	24,935
Weatherization and energy assistance		19,094
<hr/>		
Total	\$	44,029

Note 9: Retirement Plan

The Organization has established a SIMPLE IRA Plan for all qualified employees. Qualified employees include all employees over 21 who have completed one full year of service with the Organization and who have had earnings exceeding the minimum for SIMPLE plans as determined by IRS regulations. The Organization will match up to 3% of the employee's voluntary payroll retirement contribution. Participants are fully vested when they qualify to participate in the plan. All contributions become the property of the employee or the designated beneficiary when the contributions are made. Employer contributions during the year totaled \$25,434.

Note 10: Grant Award Commitments

At December 31, 2023, the Organization had received future funding commitments under various grants of approximately \$2,717,000. These commitments are not recognized in the accompanying consolidated financial statements as receivables and revenue as they are conditional awards.

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Notes to Consolidated Financial Statements

Note 11: Lessor Activity

Organization-owned projects are a mix of Transitional Housing projects and low-to-moderate income projects. Leases are all for one year or less. Rent is received from either the tenant or as housing assistance. Housing assistance revenue was \$622,564 and tenant rent was \$634,107 for the year ended December 31, 2023.

A summary of the acquisition costs and accumulated depreciation on the above properties at December 31, 2023, is as follows:

Land	\$	298,433
Buildings and improvements		7,278,200
Furniture		21,632
Equipment		68,937
Subtotal		7,667,202
Accumulated depreciation		(5,405,383)
Net	\$	2,261,819

Supplementary Information

SouthEastern Idaho Community Action Agency, Inc. and Affiliate

Schedule of Expenditures of Federal Awards Year Ended December 31, 2023

Federal Grantor/Pass-through Grantor Program or Cluster Title	AL Number	Pass-Through Entity Identifying Number	Federal Expenditures
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Direct			
Mortgage Insurance for the Purchase or Refinancing of Existing Multifamily Housing Projects	14.155	N/A	\$ 3,046,128
Operating Assistance for Troubled Multifamily Housing	14.164	N/A	514,638
Self-Help Homeownership Opportunity Program	14.247	N/A	357,000
Passed through the Idaho Housing and Finance Association			
Emergency Solutions Grant Program	14.231	ESG 22-16 / 23-16	12,985
Home Investment Partnership Program	14.239	N/A	281,856
Continuum of Care Program	14.267	COC 21-37 / 22-37	71,757
Lower Income Housing Assistance Program - Section 8 (Section 8 Project Based Cluster)	14.856	N/A	617,374
TOTAL DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			4,901,738
DEPARTMENT OF ENERGY			
Passed through the Idaho Department of Health and Welfare			
Weatherization Assistance for Low-Income Persons	81.042	WC108000 / WC112800 / WC3163	374,372
DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through the Southeast Idaho Council of Governments			
Nutrition Services (Aging Cluster)	93.045	N/A	88,054
Passed through Southeast Idaho Council of Governments			
Nutritional Program for the Elderly (Aging Cluster)	93.053	N/A	19,417
Total Aging Cluster			107,471
Passed through the Idaho Department of Health and Welfare			
COVID-19 Low-Income Home Water Assistance Program	93.499	WC109000	62,290
Passed through the Idaho Department of Health and Welfare			
Low-Income Home Energy Assistance	93.568	WC105800 / WC110800 / WC110900 / WC3571	867,474
Passed through the Idaho Department of Health and Welfare			
COVID-19 Community Services Block Grant	93.569	WC098700	313,962
Community Services Block Grant	93.569	WC104600 / WC111900	328,853
Total AL #93.569			642,815
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES			1,680,050
TOTAL FEDERAL EXPENDITURES			\$ 6,956,160

See Independent Auditor's Report.

SouthEastern Idaho Community Action Agency, Inc. and Affiliate

Schedule of Expenditures of Federal Awards Year Ended December 31, 2023

Federal Grantor/Pass-through Grantor Program or Cluster Title	AL Number	Pass-Through Entity Identifying Number	Federal Expenditures
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Notes to Schedule of Expenditures of Federal Awards

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Southeastern Idaho Community Action Agency, Inc. and St. Anthony Place, LLC under programs of the federal government for the year ended December 31, 2023. 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). Because the Schedule presents only a selected portion of the operations of Southeastern Idaho Community Action Agency, Inc. and St. Anthony Place, LLC, it is not intended to and does not present the financial position, changes in net assets or cash flows of Southeastern Idaho Community Action Agency, Inc. and St. Anthony Place, LLC.

Note 2: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

Note 3: Indirect Cost Allocation

Southeastern Idaho Community Action Agency, Inc. and St. Anthony Place, LLC has elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 4: Subrecipient

Southeastern Idaho Community Action Agency, Inc. and St. Anthony Place, LLC do not have subrecipients or subrecipient expenditures.

Note 5: Balance of Outstanding Loans

The loan programs listed subsequently are administered directly by Southeastern Idaho Community Action Agency, Inc., and balances and transactions relating to the programs are included in Southeastern Idaho Community Action Agency, Inc.'s basic consolidated 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, 2023, consist of:

Program Name	AL Number	Outstanding Balance at December 31, 2023
Mortgage Insurance for the Purchase or Refinancing	14.155	2,977,975
Operating Assistance for Troubled Multifamily Housing	14.164	514,638
Self-Help Homeownership Opportunity Program	14.247	357,000

See Independent Auditor's Report.

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

SouthEastern Idaho Community Action Agency, Inc. and St. Anthony Place, LLC
Pocatello, Idaho

We have audited, in accordance with auditing standards generally accepted in the United States 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 SouthEastern Idaho Community Action Agency, Inc. and Affiliates, which comprise the consolidated statement of financial position as of December 31, 2023, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated September 26, 2024.

The financial statements of SEICAA Housing 1, Inc., a subsidiary of SouthEastern Idaho Community Action Agency, Inc., was not audited in accordance with *Government Auditing Standards* and accordingly this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with this entity.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC'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 opinions on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC's internal control. Accordingly, we do not express an opinion on the effectiveness of SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC'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 reasonable possibility that a material misstatement of SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC'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 SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC'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 consolidated 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 SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering SouthEastern Idaho Community Action Agency, Inc.'s and St. Anthony Place, LLC's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Wipfli LLP".

Wipfli LLP

Madison, Wisconsin
September 26, 2024

Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance

Board of Directors

SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC's
Pocatello, Idaho

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC'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 its major federal programs for the year ended December 31, 2023. SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC'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, SouthEastern Idaho Community Action Agency, Inc. and St. Anthony Place, LLC complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each major federal program for the year ended December 31, 2023.

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; 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 SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC's 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 SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC'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 SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC's federal programs.

Auditor's Responsibility 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 SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC'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 SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC'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 SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC'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 SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC'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 SouthEastern Idaho Community Action Agency, Inc's and St. Anthony Place, LLC'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.

Wipfli LLP

Wipfli LLP

Madison, Wisconsin

September 26, 2024

SouthEastern Idaho Community Action Agency, Inc. and Affiliates

Schedule of Findings and Questioned Costs

Year Ended December 31, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued on whether the financial statements were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance [2 CFR 200.516(a)]?	No

Identification of major federal programs:

<u>AL Number</u>	<u>Name of Federal Program or Cluster</u>
93.568	Low-Income Home Energy Assistance Program
14.155	HUD Mortgage

Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

Section II - Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Section IV – Status of Prior Year Findings

None