

COALFIELD COMMUNITY
ACTION PARTNERSHIP, INC.

FINANCIAL STATEMENTS
WITH SUPPLEMENTAL INFORMATION
YEARS ENDED APRIL 30, 2014 AND 2013

AND

INDEPENDENT AUDITOR'S REPORTS

CONTENTS

	Page
INDEPENDENT AUDITOR'S REPORT	3 - 4
FINANCIAL STATEMENTS	
Statements of Financial Position	5
Statements of Activities	6
Statements of Cash Flows	7
Notes to Financial Statements	8 - 15
SUPPLEMENTAL INFORMATION	
Schedule of Federal, State and Other Support, Expenditures and Changes in Net Assets	17 - 18
Schedules of Grant Support, Revenue and Expenditures Compared to Grant Budgets (Non-GAAP Basis)	19 - 27
Schedule of State Awards	28
Schedule of Expenditures of Federal Awards	29
Notes to the Schedule of Expenditures of Federal Awards	30
Auditee's Summary Schedule of Prior Year Audit Findings	31
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 <i>Government Auditing Standards</i>	32 - 33
Independent Auditor's Report on Compliance for Each Major Program and Internal Control over Compliance Required by <i>OMB Circular A-133</i>	34 - 35
Schedule of Findings and Questioned Costs	
Section I - Summary of Auditor's Results	36
Section II - Financial Statement Findings Section	37
Section III - Federal Award Findings and Questioned Costs Section	38

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Coalfield Community Action Partnership, Inc.
Williamson, West Virginia

Report on the Financial Statements

We have audited the accompanying financial statements of Coalfield Community Action Partnership, Inc. (CCAP), which comprise the statements of financial position as of April 30, 2014, and 2013, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of CCAP as of April 30, 2014, and 2013, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters***Other Information***

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The accompanying supplemental Schedule of Federal, State and Other Support, Expenditures and Changes in Net Assets, the Schedules of Grant Support, Revenue and Expenditures Compared to Grant Budgets, and the Schedule of State Awards are presented for purposes of additional analysis and are not a required part of the April 30, 2014 basic financial statements. The accompanying Schedule of Expenditures of Federal Awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 15, 2015, on our consideration of CCAP's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering CCAP's internal control over financial reporting and compliance.



Charleston, West Virginia
January 15, 2015

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 STATEMENTS OF FINANCIAL POSITION
 APRIL 30, 2014 AND 2013

ASSETS	<u>2014</u>	<u>2013</u>
Current assets		
Cash and cash equivalents	\$ 499,203	\$ 211,568
Grants receivable	707,834	579,502
Other receivables	63,021	114,769
Prepaid expenses	<u>19,543</u>	<u>25,151</u>
Total current assets	1,289,601	930,990
Fixed assets		
Property and equipment, net	<u>2,216,502</u>	<u>2,459,960</u>
Total assets	<u>\$ 3,506,103</u>	<u>\$ 3,390,950</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable	\$ 267,524	\$ 131,508
Accrued salaries and benefits	206,250	192,757
Accrued retirement payable	45,525	83,756
Accrued annual leave	72,915	80,808
Current maturities of note payable	37,362	34,748
Refundable advances	<u>423,274</u>	<u>166,249</u>
Total current liabilities	<u>1,052,850</u>	<u>689,826</u>
Noncurrent liabilities		
Other post retirement benefits	1,755,585	1,685,621
Note payable, less current maturities	<u>646,102</u>	<u>683,464</u>
Total noncurrent liabilities	<u>2,401,687</u>	<u>2,369,085</u>
Total liabilities	3,454,537	3,058,911
Net assets		
Unrestricted net assets	<u>51,566</u>	<u>332,039</u>
Total liabilities and net assets	<u>\$ 3,506,103</u>	<u>\$ 3,390,950</u>

The Accompanying Notes Are An Integral
 Part Of These Financial Statements

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 STATEMENTS OF ACTIVITIES
 YEARS ENDED APRIL 30, 2014 AND 2013

	2014	2013
Changes in unrestricted net assets		
Support and revenue		
Federal direct and pass-through grant revenue	\$ 5,356,357	\$ 5,562,368
American Recovery Reinvestment Act (ARRA) grant revenue	-	70,211
State grant revenue	1,459,789	1,773,352
In-kind contributions	1,523,170	1,729,572
Food reimbursements	203,250	206,048
Program income	169,909	190,673
Other income	7,198	3,606
Total support and revenue	8,719,673	9,535,830
Expenses		
Salaries and wages	3,315,206	3,413,760
Fringe benefits	1,475,569	1,648,678
In-kind contributions	1,523,170	1,729,578
Consumable supplies	146,763	159,732
Travel	73,621	82,391
Training	45,720	83,082
Vehicles and equipment	8,050	18,199
Repairs and maintenance	153,440	152,131
Contractual and consultants	42,329	63,230
Telephone and utilities	224,258	250,024
Operating expenses	281,348	236,186
Insurance	75,518	83,565
Occupancy	94,802	99,801
Transportation	119,219	135,888
Meals	313,623	353,232
Indirect costs	581,353	554,703
Depreciation expense	329,292	343,142
Other expenses	126,901	131,666
Total operating expenses	8,930,182	9,538,988
Operating income (loss)	(210,509)	(3,158)
Non-operating other post employment benefits (OPEB) expense	69,964	165,984
CHANGE IN UNRESTRICTED NET ASSETS	(280,473)	(169,142)
Net assets, beginning of year	332,039	501,181
Net assets, end of year	\$ 51,566	\$ 332,039

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 STATEMENTS OF CASH FLOWS
 YEARS ENDED APRIL 30, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
Cash flows from operating activities		
Change in net assets	\$ (280,473)	\$ (169,142)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities		
Depreciation	329,292	343,142
(Increase) decrease in operating assets		
Grants receivable	(128,332)	(42,107)
Other receivables	51,748	27,343
Prepaid expenses	5,608	45,615
Increase (decrease) in liabilities		
Accounts payable	136,016	(31,177)
Accrued salaries and benefits	13,493	(8,341)
Other post retirement benefits	69,964	169,557
Accrued retirement payable	(38,231)	18,671
Accrued annual leave	(7,893)	(3,682)
Refundable advances	257,025	(197,991)
	<u>408,217</u>	<u>151,888</u>
Net cash provided (used) by operating activities		
Cash flows from investing activities		
Purchase of property and equipment	<u>(85,834)</u>	<u>(571,236)</u>
	<u>(85,834)</u>	<u>(571,236)</u>
Net cash provided (used) by investing activities		
Cash flows from financing activities		
Payments on long-term debt	<u>(34,748)</u>	<u>(29,847)</u>
	<u>(34,748)</u>	<u>(29,847)</u>
Net cash provided (used) by financing activities		
Net increase (decrease) in cash and cash equivalents	287,635	(449,195)
Cash and cash equivalents, beginning of year	<u>211,568</u>	<u>660,763</u>
Cash and cash equivalents, end of year	<u>\$ 499,203</u>	<u>\$ 211,568</u>
Supplemental Disclosures of Cash Flows Information		
Long-term debt issued for property and equipment	<u>\$ -</u>	<u>\$ 350,000</u>
Cash paid for interest	<u>\$ 39,305</u>	<u>\$ 37,778</u>

The Accompanying Notes Are An Integral
 Part Of These Financial Statements

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF OPERATIONS - Coalfield Community Action Partnership, Inc. (CCAP) is a nonprofit community action agency located in Williamson, West Virginia created to provide services to low income individuals, families and the elderly primarily in Mingo and surrounding counties in West Virginia. During the fiscal years ended April 30, 2014 and 2013 CCAP was also responsible for the Head Start Program in Mingo and McDowell Counties, West Virginia as well as the Weatherization Programs in Boone, McDowell, Kanawha, and Mingo Counties. The organization is funded primarily through grants and other agreements with the federal and state government.

UNRESTRICTED NET ASSETS - Unrestricted net assets are comprised of funds whose use is limited only to the extent that the organization's by-laws limit the activities of the organization. Contributions with donor-imposed restrictions that are met in the same year in which the contribution is recognized are reported as changes in unrestricted net assets.

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

ACCOUNTS RECEIVABLE - Accounts receivable are stated at the amount management expects to collect from outstanding balances. Balances that are still outstanding after management has used reasonable collection efforts are written off through bad debt expense. Management has evaluated all accounts receivable and determined that no allowance for uncollectible accounts is needed.

REVENUE RECOGNITION - Contributions and grants with donor imposed conditions are reported as revenue when qualifying expenses have been incurred or other conditions have been met. Cash received but not yet expended for these conditional grants is recorded as refundable advances. Use of this cash is restricted to the purposes of the grant contribution. Unrestricted grants and contributions are recorded as revenue in the period received.

PROPERTY AND EQUIPMENT - Property and equipment with a cost of \$1,000 or more are capitalized at cost and depreciated over the estimated useful lives of the assets. Useful lives are 5 to 7 years for office equipment and vehicles, and 39 years for land improvements, buildings and building renovations. Contributed assets are recorded at estimated fair value at date of donation.

NOTE 1 -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

CONTRIBUTED SERVICES AND SPACE - Contributions of services are recognized if the services received create or enhance nonfinancial assets, or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed services and promises to give services that do not meet the above criteria are not recognized. Contributed services which are recognized are valued at the estimated cost that would have been incurred by the Agency to purchase similar services. Donated space is valued at the estimated fair rental value.

CONTRIBUTIONS - Contribution income is recognized in the period in which the Agency received restricted or unrestricted assets or unconditional promises of future donations. Contribution income is classified as increases in unrestricted, temporarily restricted or permanently restricted net assets based on the existence or absence of such restrictions. Unconditional promises to give that are to be collected within one year are recorded at fair value less any reserve for uncollectable promises, as estimated by management. Unconditional promises to give that are collectible in excess of one year are recorded at their discounted net present value and recorded up to the date.

INCOME TAXES - CCAP is a nonprofit corporation classified under Section 501(c)(3) of the Internal Revenue Code and is exempt from income taxes derived from its nonprofit activities. For the year ended April 30, 2014, management believes that CCAP has no material uncertain tax positions to be accounted for in the financial statements. As of April 30, 2014, tax years ending on or after April 30, 2011 remain subject to examination.

CASH AND CASH EQUIVALENTS - For purposes of the statements of cash flows, the organization considers all unrestricted highly liquid investments with an original maturity of three months or less to be cash equivalents.

INVENTORY - Inventory is considered immaterial and, therefore, is charged to expense in the period during which it is purchased instead of being recognized as an asset and being expensed as it is used.

ADVERTISING COSTS - Advertising costs are expensed as incurred. Total advertising costs for the years ended April 30, 2014 and 2013 were \$1,890 and \$2,072, respectively.

SUBSEQUENT EVENTS - In preparing these financial statements, CCAP has evaluated events and transactions for potential recognition or disclosure through January 15, 2015, the date the financial statements were issued.

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 NOTES TO THE FINANCIAL STATEMENTS
 YEARS ENDED APRIL 30, 2014 AND 2013

NOTE 2 -- CASH AND CASH EQUIVALENTS

Federal Deposit Insurance Corporation (FDIC) coverage is \$250,000 for accounts. CCAP maintains the cash balance in their account above this amount; however, CCAP obtains collateral from the bank to secure their deposits. The balance in CCAP's accounts at April 30, 2014 was fully FDIC insured or collateralized.

NOTE 3 -- PROPERTY AND EQUIPMENT

A summary of property and equipment at April 30, 2014 and 2013 is as follows:

	<u>2014</u>	<u>2013</u>
Land	\$ 162,115	\$ 162,115
Land Improvements	84,878	84,878
Buildings	1,790,844	1,743,638
Vehicles & equipment	<u>3,411,520</u>	<u>3,443,687</u>
	5,449,357	5,434,318
Less: Accumulated depreciation	<u>(3,232,855)</u>	<u>(2,974,358)</u>
Property and equipment	<u>\$ 2,216,502</u>	<u>\$ 2,459,960</u>

NOTE 4 -- REFUNDABLE ADVANCES

Refundable advances, which consist of grant funds received by CCAP but not yet expended for qualifying expenses, is comprised of the following at April 30, 2014 and 2013:

<u>Description</u>	<u>2014</u>	<u>2013</u>
Board of Education Collaborative Revenue to be used for HeadStart related projects	\$ 369,329	\$ 117,000
Title IIIB	-	3,751
Energy Express	24,860	14,647
In-home care	<u>29,085</u>	<u>30,851</u>
Total	<u>\$ 423,274</u>	<u>\$ 166,249</u>

NOTE 5 -- CONCENTRATIONS OF CREDIT RISK

The organization provides various services to the elderly and low income individuals on a third-party reimbursement basis. The organization bills the various funding sources in accordance with contractual agreements without requiring collateral or any other security. Grants and other receivables have been adjusted for all known uncollectible accounts. An allowance for bad debts has not been set up as the amount is not considered material.

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 NOTES TO THE FINANCIAL STATEMENTS
 YEARS ENDED APRIL 30, 2014 AND 2013

11

NOTE 6 -- FUNCTIONAL EXPENSES

CCAP incurred expenditures in the conduct of the following programs for the year ended April 30, 2014 and 2013:

	<u>2014</u>	<u>2013</u>
Head Start Program: CCAP provides comprehensive education activities to eligible Pre-Kindergarten students	\$ 5,504,742	\$ 6,045,191
Weatherization Program: CCAP provides services to reduce the energy costs of low-income families, particularly the elderly, people with disabilities, and children, by improving the energy efficiency of their homes.	1,137,792	1,143,400
Title III Programs: This includes programs for older Americans and covers social support activities including case management, transportation, assessments, etc.	275,668	299,096
Child and Adult Care Food Program: This program is funded by the Department of Education and the USDA and provides reimbursement for providing meals and care to children.	196,984	178,394
CSBG program: CCAP provides emergency assistance to low-income, disabled, or elderly individuals and families and supports other agency programs as needed.	229,263	311,685
Personal Care programs: CCAP provides an in-home care program, funded by the Medicaid program that makes personal assistance available to eligible adults	667,085	687,553
Homelessness Prevention and Rapid Re-Housing Program: CCAP provides financial assistance for rent and utilities to individuals in economic crisis.	-	5,750
Other programs that benefit children, senior citizens and families:	<u>745,154</u>	<u>1,633,953</u>
Total Expenditures	8,756,688	10,305,022
Depreciation expense under GAAP	329,292	343,142
Less: Direct allocation of building depreciation	-	(21,956)
Less: Purchased capitalized assets	<u>(85,834)</u>	<u>(921,236)</u>
Total expenses	<u>\$ 9,000,146</u>	<u>\$ 9,704,972</u>

NOTE 7 -- RETIREMENT PLANS

West Virginia Public Employees Retirement System - CCAP is a participating employer in the West Virginia Public Employees Retirement System (PERS). This is a cost sharing, multi-employer public employee retirement system which covers employees of the state of West Virginia and various other governmental and non-profit entities. Under this plan, all full-time employees contribute 4.5% of their salary and the organization contributes 14% of the employee's salary through July 1, 2013. After July 1, 2013 the organization's contribution increased to 14.5%. Effective July 1, 2014, employer contribution rates were decreased to 14%. Trend information showing the progress of the system in accumulating sufficient assets to pay benefits when due is presented in their annual financial report. Copies can be obtained from the State.

West Virginia Retiree Health Benefits Trust Fund - CCAP participates in the West Virginia Retiree Health Benefits Trust Fund (RHBT) to provide certain other post employment benefits (OPEB). RHBT is a cost-sharing, multiple-employer defined benefits post-employment healthcare plan administered by the West Virginia Public Employees Insurance Agency (PEIA). RHBT provides medical benefits to eligible retired employees of participating employers. Eligibility is primarily established through participation in certain defined benefit plans. RHBT issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to: West Virginia Retiree Health Benefits Trust, Building 5, Room 1001, 1900 Kanawha Blvd. East, Charleston, West Virginia, 25305-0710.

Funded Status of plans - The funded status of each plan as of the most recent actuarial valuation date, is as follows (total plan assets and accumulated benefit obligation dollar amounts in thousands):

Pension Fund	Total Plan Assets (in thousands)	Accumulated Benefit Obligation (in thousands)	Percentage Funded	Contributions of CCAP		
				2014	2013	2012
PERS	\$4,452,395	\$5,735,775	65%-80%	\$275,576	\$283,911	\$351,432
RHBT	\$590,230	\$3,262,553	<65%	\$164,854	\$174,829	\$177,634

RHBT / OPEB Liability - All retired employees are eligible to obtain health insurance coverage through PEIA with the retired employee's premium contribution established by the Finance Board. The Finance Board has allowed retirees to obtain health insurance coverage at essentially the same premium rate as active employees with the difference between the retirees' premium contributions and the cost of providing health care to retirees subsidized by the State. It is this subsidy that has created the major portion of the OPEB actuarial liability.

NOTE 7 -- RETIREMENT PLANS (Continued)

Total OPEB expense consists of amounts currently due to fund the “pay as you go” retiree subsidy and additional amounts billed to participating employers for their portion of the overall plan’s Annual Required Contribution (ARC). The “pay as you go” amounts are included with fringe benefits in the accompanying Statement of Activities. The amounts billed from the RHBT for the ARC are not required to be paid by the participating employers. OPEB costs are accrued based upon invoices received from PEIA based upon actuarially determined amounts. In accordance with professional standards, such amounts billed but unpaid are recorded as expenses with a liability for the cumulative amounts billed but unpaid. The annual amount of such ARC billings are identified separately in the Statement of Activities as a non-operating expense. Following is a summary of OPEB expense for the years ended April 30, 2014 and 2013.

	<u>2014</u>	<u>2013</u>
Current “pay as you go” amounts	\$ 164,854	\$ 174,829
Amounts billed for the ARC	<u>69,964</u>	<u>165,984</u>
	<u>\$ 234,818</u>	<u>\$ 340,813</u>

At April 30, 2014 and 2013, the liability related to OPEB cost was \$1,755,585 and \$1,685,621. As of the year ended April 30, 2014 there were no retirees receiving these benefits.

The West Virginia Legislature passed legislation to provide alternate funding sources for the RHBT OPEB unfunded liability. In addition, the PEIA Finance Board imposed limits on the retiree subsidy currently provided for PEIA premiums for retirees. Future increases in the subsidy will be limited to no more than 3% per year. These actions are expected to have a material impact on the amounts billed by the RHBT to CCAP in the future, resulting in credits being issued to reduce the recorded OPEB liability.

Other - The organization also sponsors a defined contribution pension plan for those employees who are not eligible to participate in the West Virginia Public Employees Retirement System. Contributions to the plan for 2014 and 2013 were \$8,586 and \$9,864.

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 NOTES TO THE FINANCIAL STATEMENTS
 YEARS ENDED APRIL 30, 2014 AND 2013

NOTE 8 -- DONATED SERVICES AND OTHER

During 2014 and 2013, the organization received donated services from unpaid volunteers, the use of facilities without charge and other donated items. Such amounts have been recorded as revenue and expenses or capitalized assets by the following programs in the accompanying financial statements:

	2014		
	<u>Volunteer Labor</u>	<u>Other</u>	<u>Total</u>
Head Start	\$ 402,774	\$ 1,044,646	\$ 1,447,420
Title IIIB	16,507	-	16,507
Title III-C1	6,156	-	6,156
Title III-C2	9,497	-	9,497
Title IIID	4,072	-	4,072
Title IIIE	5,563	2,526	8,089
Emergency Solutions	<u>-</u>	<u>31,429</u>	<u>31,429</u>
Total	<u>\$ 444,569</u>	<u>\$ 1,078,601</u>	<u>\$ 1,523,170</u>
	2013		
	<u>Volunteer Labor</u>	<u>Other</u>	<u>Total</u>
Head Start	\$ 546,344	\$ 1,110,399	\$ 1,656,743
Title IIIB	25,023	-	25,023
Title III-C1	9,828	-	9,828
Title III-C2	19,176	628	19,804
Title IIID	3,018	-	3,018
Title IIIE	837	1,585	2,422
Respite	<u>-</u>	<u>12,734</u>	<u>12,734</u>
Total	<u>\$ 604,226</u>	<u>\$ 1,125,346</u>	<u>\$ 1,729,572</u>

NOTE 9 -- CONTINGENT LIABILITIES

CCAP's programs are generally funded from federal, state, and local sources, principal of which are programs of the U.S. Department of Health and Human Services and the U.S. Department of Agriculture. Federal and state grants received for specific purposes are subject to audit and review by grantor agencies. Such audits and reviews could result in requests for reimbursement to grantor agencies for expenditures disallowed under the terms of the grants. The amount, if any, or expenditures which may be disallowed by grantor agencies cannot be determined at this time.

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 NOTES TO THE FINANCIAL STATEMENTS
 YEARS ENDED APRIL 30, 2014 AND 2013

NOTE 10 -- LONG-TERM DEBT

CCAP borrowed \$400,000 in March 2012 from First National Bank in order to finance the purchase of a new office building in Williamson, WV. The debt matures in March of 2027. Monthly payments are \$3,286 including a fixed rate of interest 5.5%. The debt is secured by the land, land improvements and building. Related interest expense was \$20,429 and \$21,443 for the years ended April 30, 2014 and 2013, respectively.

On June 7, 2012, CCAP entered into a loan agreement with First National Bank for \$350,000 in order to finance remodeling costs related to the purchase of the new office building and land. The loan matures on June 7, 2027. Monthly payments of \$2,875 include a 5.5% fixed interest rate. The debt is secured by the land, land improvements and building. Related interest expense was \$18,128 and \$15,776 for the years ended April 30, 2014 and 2013, respectively.

Following is a summary of long-term debt maturities for the next five years. This summary includes both loan agreements.

<u>Year Ended April 30,</u>	<u>Amount</u>
2015	\$ 37,362
2016	39,469
2017	41,696
2018	44,047
2019	46,532
Thereafter	<u>474,358</u>
	<u>\$ 683,464</u>

NOTE 11 -- OPERATING LEASES

The Organization leases various facilities for its Head Start and Senior programs as well as its corporate office under operating leases expiring in various years through 2021. Total rent expense charged to operations during the fiscal years ended April 30, 2014 and 2013 was \$94,802 and \$121,757, respectively. As of April 30, 2014, the future annual rental commitments are as follows:

<u>Year Ended April 30,</u>	<u>Amount</u>
2015	\$ 46,768
2016	30,000
2017	11,950
2018	6,250
2018	2,400
Thereafter	<u>5,200</u>
	<u>\$ 102,568</u>

SUPPLEMENTAL INFORMATION

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF FEDERAL, STATE AND OTHER SUPPORT, EXPENDITURES, AND CHANGES IN NET ASSETS
YEAR ENDED APRIL 30, 2014

Federal Grantor	Department of Health and Human Services											Department of Energy				
	West Virginia Bureau of Senior Services															
State Grantor	N/A	WVSC Metro Area Agency on Aging										N/A				
Pass-Through Grantor	N/A	WVSC Metro Area Agency on Aging										N/A				
Program Title	Head Start/ USDA	Title IIIB Senior Citizens		Title III-C-1 Nutrition Services		Title III-C-2 Nutrition Services		Title III-D Preventative Health		Title III-E Caregiver Abuse	Elder Abuse	SHP	CSBG	Weatherization	Weatherization	
Support and Revenue																
Federal, including pass-through	\$ 3,947,561	\$ 29,149	\$ 14,950	\$ 67,222	\$ 919	\$ 13,989	\$ (557)	\$ 341	\$ 229,263	\$ 695,040	\$ 281,657					
ARRA	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
State, including pass-through	126,509	31,678	19,351	51,861	(683)	-	-	-	-	-	-	-	-	-	-	-
In-kind revenue	1,447,420	16,507	6,156	9,497	4,072	8,089	-	-	-	-	-	-	-	-	-	-
Food reimbursements	140,369	-	2,683	24,662	-	-	-	-	-	-	-	-	-	-	-	-
Program income	10,077	-	820	8	-	-	-	-	-	-	-	-	-	-	-	-
Other income	7,044	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total support and revenue	5,678,980	77,334	43,960	153,250	4,308	22,078	(557)	341	229,263	709,338	281,657					
Expenditures																
Salary and wages	1,919,536	32,196	3,490	33,474	-	4,856	-	-	108,566	299,227	114,034					
Fringe benefits	947,195	8,844	1,913	10,288	-	8,111	-	-	35,329	163,390	41,265					
In-kind contributions	1,447,420	16,507	6,156	9,497	4,072	8,089	-	-	-	-	-					
Consumable supplies	115,333	(195)	2,262	4,463	600	-	-	341	2,992	2,100	114					
Travel	31,818	-	179	20	-	271	-	-	5,432	1,812	555					
Training	41,736	-	535	475	-	(1,181)	-	-	500	5,399	1,099					
Vehicles and equipment	27,856	-	218	-	-	-	-	-	868	12,835	1,099					
Repairs and maintenance	160,253	(76)	2,155	1,328	-	-	-	-	5,667	3,631	5,212					
Consultant/contractual	27,955	(10)	-	-	-	-	-	-	9,948	9,759	6,842					
Telephone and utilities	155,894	7,526	90	4,450	-	-	-	-	8,961	125,259	55,063					
Operating expenses	16,594	329	-	1,859	-	-	-	-	5,890	8,676	7,441					
Insurance	44,819	93	-	1,859	-	-	-	-	5,890	13,054	6,290					
Occupancy	60,119	5,750	-	1,575	-	-	-	-	(2,656)	14,596	19,145					
Transportation	75,825	-	-	3,922	-	-	-	-	1,874	-	-					
Meals	162,367	5	19,987	81,438	-	-	-	-	-	-	-					
Other	84,806	199	1,513	106	817	(200)	-	-	10,369	549	345					
Subtotal	5,319,526	71,168	38,498	152,895	4,308	21,327	(557)	341	199,093	660,287	257,405					
Allocation of indirect costs	345,484	5,557	738	6,521	-	751	-	-	18,112	48,352	22,499					
Direct allocation of building depreciation	9,371	609	-	641	-	-	-	-	12,058	680	1,753					
Total expenditures	5,674,381	77,334	39,236	160,057	4,308	22,078	(557)	341	229,263	709,319	281,657					
Total support and revenue over expenditures	4,599	-	4,724	(6,807)	-	-	-	-	-	19	-					
Depreciation expense under GAAP	-	-	-	-	-	-	-	-	-	-	-					
Purchased capitalized assets	-	-	-	-	-	-	-	-	-	-	-					
Other post retirement benefits (OPPB)	-	-	-	-	-	-	-	-	-	-	-					
Transfer in (out)	-	-	-	-	-	-	-	-	-	-	-					
INCREASE (DECREASE) IN NET ASSETS	4,599	-	4,724	(6,807)	-	-	-	-	-	19	-					
Beginning net assets	8,281	-	(3,228)	(10,109)	-	(14)	-	-	2,690	242	1,695					
Ending net assets	\$ 12,880	\$ -	\$ 1,496	\$ (16,916)	\$ -	\$ (14)	\$ -	\$ -	\$ 2,690	\$ 261	\$ 1,695					

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 SCHEDULE OF FEDERAL, STATE AND OTHER SUPPORT, EXPENDITURES, AND CHANGES IN NET ASSETS
 YEAR ENDED APRIL 30, 2014

Federal Grantor	H.U.D.	N/A	N/A	N/A	Department of Veterans Affairs	N/A			
State Grantor	N/A	West Virginia Office of Economic Opportunity	West Virginia Bureau of Senior Services	N/A	WV Community Action Partnerships	N/A			
Pass-Through Grantor	N/A	N/A	WVSC Metro Area Agency on Aging	N/A	N/A	N/A			
Program Title	Emergency Solutions	Weatherization APC O DSM	LIFE	In Home Services	Respite	Lighthouse	SSVF	Other	Totals
Support and Revenue	\$ 24,327	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 52,496	\$ -	\$ 5,356,357
Federal, including pass-through ARRA	-	-	-	-	-	-	-	-	-
State, including pass-through	-	146,816	187,167	636,059	36,621	146,072	-	74,204	1,459,789
In-kind revenue	31,429	-	-	-	-	-	-	-	1,523,170
Food reimbursements	-	-	-	-	-	-	-	-	35,536
Program income	-	-	-	51,845	43	67	-	-	96,885
Other income	-	-	-	-	-	-	-	154	169,909
Total support and revenue	55,756	146,816	187,167	687,904	36,664	146,139	52,496	206,779	8,719,673
Expenditures	1,886	72,989	77,314	409,151	21,414	92,280	24,453	100,340	3,315,206
Salary and wages	481	20,792	37,976	132,759	6,584	29,902	9,095	21,645	1,475,569
Fringe benefits	31,429	-	-	-	-	-	-	-	1,523,170
In-kind contributions	-	-	3,753	4,798	-	(200)	888	9,514	146,763
Consumable supplies	310	(1,227)	570	18,429	899	6,680	5,068	2,805	73,621
Travel	-	(4,666)	192	2,423	-	62	-	602	45,720
Training	-	114	659	2,511	-	-	1,765	(128)	47,797
Vehicles and equipment	-	-	11,511	-	-	-	-	10,666	200,347
Repairs and maintenance	-	-	-	3,800	-	-	-	636	42,329
Consultant/contractual	-	-	16,152	6,311	-	76	1,716	6,481	224,258
Telephone and utilities	21,252	49,922	808	3,205	-	300	4,073	(810)	281,348
Operating expenses	-	-	6,702	38	-	-	-	-	75,518
Insurance	-	-	5,264	1,975	-	-	1,275	2,156	94,802
Occupancy	-	597	3,210	-	-	-	-	50	119,219
Transportation	-	-	2,885	-	-	-	-	-	313,623
Meals	59	-	4,573	6,730	350	819	10	15,856	126,901
Other	55,417	138,521	171,569	592,130	29,247	129,919	48,343	216,754	8,106,191
Subtotal	339	8,295	13,465	71,184	3,732	16,249	4,153	15,922	581,353
Allocation of indirect costs	-	-	2,133	3,771	-	-	-	(31,016)	-
Direct allocation of building depreciation	-	-	187,167	667,085	32,979	146,168	52,496	201,660	8,687,544
Total expenditures	55,756	146,816	187,167	687,904	36,664	146,139	52,496	206,779	8,719,673
Total support and revenue over expenditures	-	-	-	20,819	3,685	(29)	-	5,119	32,129
Depreciation expense under GAAP	-	-	-	-	-	-	-	(329,292)	(329,292)
Purchased capitalized assets	-	-	-	-	-	-	-	86,654	86,654
Other post retirement benefits (OPEB)	-	-	-	-	-	-	-	(69,964)	(69,964)
Transfer in (out)	-	-	-	-	-	-	-	-	-
INCREASE (DECREASE) IN NET ASSETS	-	-	-	20,819	3,685	(29)	-	(307,483)	(280,473)
Beginning net assets	-	-	2,693	7,835	(3,542)	(1,335)	-	326,831	332,039
Ending net assets	\$ -	\$ -	\$ 2,693	\$ 28,654	\$ 143	\$ (1,364)	\$ -	\$ 19,348	\$ 51,566

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF GRANT SUPPORT, REVENUE AND EXPENDITURES
COMPARED TO GRANT BUDGETS (NON-GAAP BASIS)
HEAD START - AWARD NUMBER 03CH077848
GRANT PERIOD MAY 1, 2013 TO APRIL 30, 2014

	<u>Budget</u>	<u>Actual</u>	(Over) Under <u>Budget</u>
Support and revenue			
Federal/pass-through grant revenue	\$ 4,105,061	\$ 4,117,467	\$ (12,406)
In-kind contributions	986,891	1,447,420	(460,529)
Program revenue	-	1,595	(1,595)
Other revenue	-	7,044	(7,044)
Total support and revenue	<u>5,091,952</u>	<u>5,573,526</u>	<u>(481,574)</u>
Expenses			
Salaries and wages	1,946,390	1,906,446	39,944
Fringe benefits	954,015	951,403	2,612
In-kind contributions	986,891	1,447,420	(460,529)
Consumable supplies	64,500	113,256	(48,756)
Travel	35,174	31,606	3,568
Training	98,000	39,925	58,075
Repairs and maintenance	84,935	113,790	(28,855)
Telephone and utilities	144,874	155,147	(10,273)
Operating expenses	16,775	16,594	181
Occupancy	63,500	69,265	(5,765)
Meals	148,000	164,698	(16,698)
USDA meals	57,500	29,537	27,963
Transportation	78,000	75,825	2,175
Vehicles and equipment	-	26,061	(26,061)
Contractual	32,450	21,181	11,269
Insurance	48,650	40,462	8,188
Indirect costs	297,798	334,576	(36,778)
Other expenses	34,500	36,334	(1,834)
Total expenses	<u>5,091,952</u>	<u>5,573,526</u>	<u>(481,574)</u>
Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SCHEDULE OF GRANT SUPPORT, REVENUE AND EXPENDITURES
 COMPARED TO GRANT BUDGETS (NON-GAAP BASIS)
 OLDER AMERICANS ACT - TITLE III-B, III-D, AND III-E - GRANT NUMBER 21336
 GRANT PERIOD OCTOBER 1, 2012 TO SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	(Over) Under <u>Budget</u>
Support and revenue			
Federal/pass-through grant revenue	\$ 49,275	\$ 49,174	\$ 101
State grant revenue	23,220	23,218	2
In-kind contributions	<u>10,987</u>	<u>42,242</u>	<u>(31,255)</u>
Total support and revenue	<u>83,482</u>	<u>114,634</u>	<u>(31,152)</u>
Expenses			
Salaries and wages	10,145	35,307	(25,162)
Fringe benefits	9,078	15,931	(6,853)
In-kind contributions	10,987	42,242	(31,255)
Consumable supplies	916	916	-
Travel	10	281	(271)
Training	608	608	-
Repairs and maintenance	-	(20)	20
Telephone and utilities	5,714	5,716	(2)
Operating expenses	1,130	1,147	(17)
Occupancy	5,123	5,123	-
Indirect costs	1,927	5,782	(3,855)
Other expenses	<u>37,844</u>	<u>1,601</u>	<u>36,243</u>
Total expenses	<u>83,482</u>	<u>114,634</u>	<u>(31,152)</u>
Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SCHEDULE OF GRANT SUPPORT, REVENUE AND EXPENDITURES
 COMPARED TO GRANT BUDGETS (NON-GAAP BASIS)
 LEGISLATIVE INITIATIVES FOR THE ELDERLY (LIFE) - GRANT NUMBER 21303
 GRANT PERIOD JULY 1, 2012 TO JUNE 30, 2013

	<u>Budget</u>	<u>Actual</u>	(Over) Under <u>Budget</u>
Support and revenue			
State grant revenue	\$ 185,670	\$ 185,670	\$ -
Total support and revenue	<u>185,670</u>	<u>185,670</u>	<u>-</u>
Expenses			
Salaries and wages	73,591	73,591	-
Fringe benefits	40,426	38,093	2,333
Consumable supplies	4,200	3,449	751
Travel	1,100	264	836
Training	-	450	(450)
Vehicles and equipment	6,608	6,607	1
Repairs and maintenance	7,750	7,760	(10)
Telephone and utilities	17,589	20,317	(2,728)
Operating expenses	1,250	301	949
Insurance	8,300	8,836	(536)
Occupancy	10,200	10,746	(546)
Transportation	3,000	2,691	309
Indirect costs	11,406	11,470	(64)
Other expenses	250	1,095	(845)
Total expenses	<u>185,670</u>	<u>185,670</u>	<u>-</u>
Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF GRANT SUPPORT, REVENUE AND EXPENDITURES
COMPARED TO GRANT BUDGETS (NON-GAAP BASIS)
LIGHTHOUSE IN-HOMES CARE - GRANT NUMBER 21350
GRANT PERIOD JULY 1, 2012 TO JUNE 30, 2013

	<u>Budget</u>	<u>Actual</u>	(Over) Under <u>Budget</u>
Support and revenue			
State grant revenue	\$ 153,784	\$ 153,784	\$ -
Total support and revenue	<u>153,784</u>	<u>153,784</u>	<u>-</u>
Expenses			
Salaries and wages	84,866	98,104	(13,238)
Fringe benefits	26,200	29,133	(2,933)
Consumable supplies	-	660	(660)
Travel	-	7,036	(7,036)
Training	-	30	(30)
Telephone and utilities	-	2,076	(2,076)
Operating expenses	200	139	61
Contractual	600	10	590
Indirect costs	13,554	15,639	(2,085)
Other expenses	<u>250</u>	<u>220</u>	<u>30</u>
Total expenses	<u>125,670</u>	<u>153,047</u>	<u>(27,377)</u>
Increase (decrease) in net assets	28,114	737	27,377
Transfers in (out)	<u>(28,114)</u>	<u>(737)</u>	<u>(27,377)</u>
Net assets, April 30, 2014	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF GRANT SUPPORT, REVENUE AND EXPENDITURES
COMPARED TO GRANT BUDGETS (NON-GAAP BASIS)
ALZHEIMER'S RESPITE CARE - FAIR - GRANT NUMBER 21350
GRANT PERIOD JULY 1, 2012 TO JUNE 30, 2013

23

	<u>Budget</u>	<u>Actual</u>	(Over) Under <u>Budget</u>
Support and revenue			
State grant revenue	\$ 37,800	\$ 37,797	\$ 3
Total support and revenue	<u>37,800</u>	<u>37,797</u>	<u>3</u>
 Expenses			
Salaries and wages	23,625	23,329	296
Fringe benefits	7,321	7,250	71
Travel	-	2,376	(2,376)
Telephone and utilities	-	500	(500)
Operating expenses	200	139	61
Indirect costs	3,780	3,694	86
Other expenses	850	25	825
Total expenses	<u>35,776</u>	<u>37,313</u>	<u>(1,537)</u>
 Increase (decrease) in net assets	2,024	484	1,540
 Transfers in (out)	<u>(2,024)</u>	<u>(484)</u>	<u>(1,540)</u>
 Net assets, April 30, 2014	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF GRANT SUPPORT, REVENUE AND EXPENDITURES
COMPARED TO GRANT BUDGETS (NON-GAAP BASIS)
COMMUNITY SERVICES BLOCK GRANT- GRANT NUMBER 2013-0003
GRANT PERIOD JANUARY 1, 2013 TO DECEMBER 31, 2013

	<u>Budget</u>	<u>Actual</u>	(Over) Under <u>Budget</u>
Support and revenue			
State grant revenue	\$ 222,478	\$ 222,478	\$ -
Total support and revenue	<u>222,478</u>	<u>222,478</u>	<u>-</u>
Expenses			
Salaries and wages	109,763	109,763	-
Fringe benefits	35,647	35,648	(1)
Consumable supplies	4,164	4,124	40
Travel	7,577	7,577	-
Training	500	500	-
Vehicles and equipment	586	586	-
Repairs and maintenance	3,787	3,787	-
Telephone and utilities	9,229	9,229	-
Operating expenses	5,221	5,220	1
Insurance	5,844	5,844	-
Occupancy	9,728	9,728	-
Transportation	1,430	1,430	-
Indirect costs	17,318	17,318	-
Other expenses	11,684	11,724	(40)
Total expenses	<u>222,478</u>	<u>222,478</u>	<u>-</u>
Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 SCHEDULE OF GRANT SUPPORT, REVENUE AND EXPENDITURES
 COMPARED TO GRANT BUDGETS (NON-GAAP BASIS)
 COMMUNITY SERVICES BLOCK GRANT- GRANT NUMBER 2012-0016
 GRANT PERIOD MARCH 1, 2013 TO SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	(Over) Under <u>Budget</u>
Support and revenue			
State grant revenue	\$ 9,948	\$ 9,948	\$ -
Total support and revenue	<u>9,948</u>	<u>9,948</u>	<u>-</u>
 Expenses			
Contractual	<u>9,948</u>	<u>9,948</u>	<u>-</u>
Total expenses	<u>9,948</u>	<u>9,948</u>	<u>-</u>
 Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SCHEDULE OF GRANT SUPPORT, REVENUE AND EXPENDITURES
 COMPARED TO GRANT BUDGETS (NON-GAAP BASIS)
 WEATHERIZATION DHHR GRANT - GRANT NUMBER 2012-WX-1002
 GRANT PERIOD SEPTEMBER 30, 2012 TO SEPTEMBER 30, 2013

	<u>Budget</u>	<u>Actual</u>	(Over) Under <u>Budget</u>
Support and revenue			
State grant revenue	\$ 501,493	\$ 501,493	\$ -
Program revenue	<u>-</u>	<u>10,164</u>	<u>(10,164)</u>
Total support and revenue	<u>501,493</u>	<u>511,657</u>	<u>(10,164)</u>
Expenses			
Salaries and wages	213,675	213,675	-
Fringe benefits	101,747	101,746	1
Consumable supplies	1,258	1,258	-
Travel	-	4,928	(4,928)
Training	-	5,235	(5,235)
Vehicles and equipment	12,248	12,249	(1)
Repairs and maintenance	4,200	4,200	-
Telephone and utilities	3,597	3,598	(1)
Operating expenses	105,619	105,619	-
Insurance	7,437	7,437	-
Occupancy	8,984	8,984	-
Transportation	7,991	7,991	-
Indirect costs	34,357	34,357	-
Other expenses	<u>380</u>	<u>380</u>	<u>-</u>
Total expenses	<u>501,493</u>	<u>511,657</u>	<u>(10,164)</u>
Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF GRANT SUPPORT, REVENUE AND EXPENDITURES
COMPARED TO GRANT BUDGETS (NON-GAAP BASIS)
WEATHERIZATION DOE GRANT - GRANT NUMBER 2012-WX-1002
GRANT PERIOD JULY 1, 2012 TO JUNE 30, 2013

	<u>Budget</u>	<u>Actual</u>	(Over) Under <u>Budget</u>
Support and revenue			
State grant revenue	\$ 560,381	\$ 560,381	\$ -
Total support and revenue	<u>560,381</u>	<u>560,381</u>	<u>-</u>
Expenses			
Salaries and wages	268,381	268,381	-
Fringe benefits	120,310	120,311	(1)
Consumable supplies	4,460	4,460	-
Travel	406	406	-
Vehicles and equipment	341	341	-
Repairs and maintenance	7,097	7,097	-
Telephone and utilities	11,160	11,161	(1)
Operating expenses	58,238	58,238	-
Insurance	10,567	10,567	-
Occupancy	13,692	13,692	-
Transportation	24,236	24,235	1
Indirect costs	41,266	41,266	-
Other expenses	<u>227</u>	<u>226</u>	<u>1</u>
Total expenses	<u>560,381</u>	<u>560,381</u>	<u>-</u>
Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 SCHEDULE OF STATE AWARDS
 YEAR ENDED APRIL 30, 2014

<u>Grantor Name/Program Title</u>	<u>Grant/ Fund Account Number</u>	<u>Award Amount</u>	<u>Receivable (Refundable) 4/30/2013</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Receivable (Refundable) 4/30/2014</u>
WV Bureau of Senior Services:						
In Home Service Funds	1H1427	\$ 191,584	\$ -	\$ 139,658	\$ 160,815	\$ 21,157
Community Partnerhsip	SC21241	6,000	-	6,000	6,000	-
Community Partnerhsip	SC2995	20,000	-	20,000	20,000	-
Community Partnerhsip	SC21441	9,000	-	9,000	9,000	-

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED APRIL 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Health and Human Services			
Head Start	93.600	N/A	\$ 3,947,561
Passed-through WVSC Metro Area Agency on Aging			
Aging Cluster			
Special Programs for the Aging - Title III, Part B Grants for Supportive Services and Senior Centers	93.044	21336, 21436	29,149
Special Programs for the Aging - Title III, Part C Nutrition Services	93.045	N/A	109,517
Special Programs for the Aging - Title III, Part D Disease Prevention and Health Promotion Services	93.043	21336, 21436	919
National Family Caregiver Support, Title III, Part E	93.052	21336, 21436	13,989
Health Benefits/SHIP	93.779	21329	341
Passed- through WV Office of Economic Opportunity			
Low-Income Home Energy Assistance	93.568	2012-WX-1002	492,596
Low-Income Home Energy Assistance	93.568	13WXDHHR02	202,444
Community Services Block Grant	93.569	2012-0016	9,948
Community Services Block Grant	93.569	2013-0003	142,734
Community Services Block Grant	93.569	14CSBG-03	76,581
Emergency Solutions Grant	14.231	21813	23,920
Emergency Solutions Grant	14.231	22735	407
U.S. Department of Energy			
Passed-through WV Office of Economic Opportunity			
Weatherization Assistance for Low-Income Persons	81.042	2012-WX-1002	28,265
Weatherization Assistance for Low-Income Persons	81.042	2013-WX-1002	253,392
U.S. Department of Agriculture, Food and Nutrition Service			
Passed-through WV Department of Education, Office of Child Nutrition			
Child and Adult Food Care Program	10.558	N/A	140,369
Summer Food Service Program	10.559	N/A	35,536
U.S. Department of Veterans Affairs			
Passed-through West Virginia Community Action Partnerships, Inc.			
VA Supportive Services for Veteran Families Program	64.003	N/A	52,496
Total Expenditures of Federal Awards			<u><u>\$ 5,560,164</u></u>

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED APRIL 30, 2014

30

NOTE 1 -- BASIS OF PRESENTATION

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

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
AUDITEE'S SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
YEAR ENDED APRIL 30, 2014

Program	Findings/Noncompliance	Questioned Cost
---------	------------------------	--------------------

There were no prior year Single Audit findings.

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
Coalfield Community Action Partnership, Inc.
Williamson, West Virginia

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Coalfield Community Action Partnership, Inc. (CCAP), which comprise the statement of financial position as of April 30, 2014, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 15, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered CCAP's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of CCAP's internal control. Accordingly, we do not express an opinion on the effectiveness of CCAP'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "Seattle & Stalaker, PLLC".

Charleston, West Virginia
January 15, 2015

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
OMB CIRCULAR A-133

Board of Directors
Coalfield Community Action Partnership Inc.
Williamson, West Virginia

Report on Compliance for Each Major Federal Program

We have audited Coalfield Community Action Partnership Inc.'s (CCAP's) compliance with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of CCAP's major federal programs for the year ended April 30, 2014. CCAP's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of CCAP's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about CCAP's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, CCAP 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 April 30, 2014.

Report on Internal Control Over Compliance

Management of CCAP is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered CCAP's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of CCAP's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Charleston, West Virginia
January 15, 2015

COALFIELD COMMUNITY ACTION PARTNERSHIP, INC.
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED APRIL 30, 2014

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified Opinion

Internal control over financial reporting:
 Material weakness(es) identified? yes X no
 Significant deficiency(ies) identified that are not
 considered to be material weaknesses? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:
 Material weakness(es) identified? yes X no
 Significant deficiency(ies) identified that are not
 considered to be material weaknesses? yes X none reported

Type of auditor's report issued on compliance for major
 programs: Unmodified Opinion

Any audit findings disclosed that are required to be reported
 in accordance with section .510(a) of Circular A-133? yes X no

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
93.600	Head Start
10.558	Child and Adult Care Food Program

Dollar threshold used to distinguish between Type A and
 Type B programs: \$300,000

Auditee qualified as low-risk auditee? X yes no

SECTION II

FINANCIAL STATEMENT

FINDINGS SECTION

None

SECTION III

FEDERAL AWARD FINDINGS
AND QUESTIONED COSTS SECTION

None