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**Oregon Coast Community Action**

**An Oregon Non-Profit Corporation**

**Consolidated Financial Statements**

**For the Fiscal Year Ended June 30, 2016  
With Comparative Totals for 2015**

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**Aiken & Sanders, Inc PS**

CERTIFIED PUBLIC ACCOUNTANTS  
& MANAGEMENT CONSULTANTS

## TABLE OF CONTENTS

<b>Independent Auditor's Report</b> .....	1
<b>Financial Statements:</b>	
Consolidated Statement of Financial Position .....	3
Consolidated Statement of Activities.....	4
Consolidated Statement of Cash Flows .....	5
Consolidated Statement of Functional Expenses .....	6
Consolidating Statement of Financial Position .....	7
Consolidating Statement of Activities .....	8
Consolidating Statement of Functional Expenses.....	9
Notes to Financial Statements.....	10
<b>Supplementary Schedules:</b>	
Statement of Revenues, Expenses and Changes in Net Assets - Funding Source Basis – Head Start.....	24
Statement of Revenues, Expenses and Changes in Net Assets - Funding Source Basis – Early Learning Hub.....	26
Statement of Revenues, Expenses and Changes in Net Assets - Funding Source Basis – CASA .....	28
Statement of Revenues, Expenses and Changes in Net Assets - Funding Source Basis – Great Afternoons.....	30
Statement of Revenues, Expenses and Changes in Net Assets - Funding Source Basis – Energy Services.....	32
Statement of Revenues, Expenses and Changes in Net Assets - Funding Source Basis – Housing .....	34
Statement of Revenues, Expenses and Changes in Net Assets - Funding Source Basis – Food Share .....	38
Statement of Revenues, Expenses and Changes in Net Assets - Funding Source Basis – Administration .....	40
Schedule of Expenditures of Federal Awards.....	42
Notes to the Schedule of Expenditures of Federal Awards.....	44
<b>Single Audit Reports:</b>	
Summary Schedule of Prior Audit Findings .....	45
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> .....	46
Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control over Compliance Required by Uniform Guidance .....	48
Schedule of Findings and Questioned Costs.....	50

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Oregon Coast Community Action  
Coos Bay, OR

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Oregon Coast Community Action (ORCCA), which comprise the consolidated statement of financial position as of June 30, 2016, and the related consolidated statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related consolidated notes to the financial statements. The prior year summarized comparative information has been derived from ORCCA's 2015 consolidated financial statements and, in our report dated October 16, 2015, we expressed an unqualified opinion on those consolidated financial statements.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 consolidated financial statements.

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

**Opinion**

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of ORCCA as of June 30, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Other Matters****Other Information**

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplemental information shown on pages 24 to 41 is presented for purposes of additional analysis and is not a required part of the consolidated financial statements of ORCCA. The accompanying schedule of expenditures of federal awards, as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2016 on our consideration of ORCCA'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 ORCCA's internal control over financial reporting and compliance.



Aiken & Sanders, Inc., PS  
Certified Public Accountants  
& Management Consultants

November 14, 2016

**Oregon Coast Community Action**  
**Consolidated Statement of Financial Position**  
**(With Comparative Totals for June 30, 2015)**  
Year Ended June 30, 2016

	<u>2016</u>	<u>2015</u>
<b>Assets</b>		
Current Assets		
Cash & Cash Equivalents	\$ 1,081,995	\$ 433,914
Cash Restricted to Project Development	104,807	145,379
Grants & Accounts Receivable	404,612	525,919
Prepaid Expenses	68,425	6,525
Other	26,670	13,161
Total Current Assets	<u>1,686,509</u>	<u>1,124,898</u>
Non-Current Assets		
Loan Receivable	4,508,982	4,508,982
Investment in Campus I	-	-
Investment in Campus II	-	-
Property & Equipment	10,584,431	10,768,502
Total Non-Current Assets	<u>15,093,413</u>	<u>15,277,484</u>
<b>Total Assets</b>	<b><u>\$ 16,779,922</u></b>	<b><u>\$ 16,402,382</u></b>
<b>Liabilities &amp; Net Assets</b>		
Current Liabilities		
Accounts Payables & Accrued Liabilities	\$ 124,278	\$ 149,799
Accrued Payroll & Related Liabilities	265,289	174,152
Accrued Compensated Absences	78,369	84,560
Security Deposits	9,653	9,003
Deferred Revenue	144,836	31,918
Current Portion of Long-Term Debt	78,847	85,025
Total Current Liabilities	<u>701,272</u>	<u>534,457</u>
Long-Term Liabilities		
Notes Payable	11,266,702	11,078,095
Total Long-Term Liabilities	<u>11,266,702</u>	<u>11,078,095</u>
Total Liabilities	<u>11,967,974</u>	<u>11,612,552</u>
Net Assets		
Unrestricted		
Available for Current Operations	3,662,972	3,454,598
Net Investment in Property & Equipment	943,000	1,309,500
Total Unrestricted Net Assets	<u>4,605,972</u>	<u>4,764,098</u>
Temporarily Restricted	205,976	25,732
Total Net Assets	<u>4,811,948</u>	<u>4,789,830</u>
<b>Total Liabilities &amp; Net Assets</b>	<b><u>\$ 16,779,922</u></b>	<b><u>\$ 16,402,382</u></b>

**Oregon Coast Community Action**  
**Consolidated Statement of Activities**  
**(With Comparative Totals for June 30, 2015)**  
Year Ended June 30, 2016

	<b>2016</b>			<b>2015 Total</b>
	<b>Unrestricted</b>	<b>Temporarily Restricted</b>	<b>Total</b>	
<b>Revenues</b>				
Grants & Contracts	\$ 8,031,081	\$ -	\$ 8,031,081	\$ 7,801,434
Commodities Received	218,834	1,280	220,114	221,334
Contributions	383,676	189,445	573,121	179,401
Donations	91,823	-	91,823	151,909
Rental Income	129,114	-	129,114	112,384
Program Income	475,196	-	475,196	697,282
Interest & Other Revenues	46,089	-	46,089	38,928
Net assets released from restriction	10,481	(10,481)	-	-
<b>Total Revenues</b>	<b>9,386,294</b>	<b>180,244</b>	<b>9,566,538</b>	<b>9,202,672</b>
<b>Program Expenses</b>				
Youth Services	5,123,722	-	5,123,722	4,968,061
Essential Services	3,073,461	-	3,073,461	3,067,926
Campus	670,713	-	670,713	664,033
<b>Total Program Expenses</b>	<b>8,867,896</b>	<b>-</b>	<b>8,867,896</b>	<b>8,700,020</b>
Management and general	30,321	-	30,321	126,972
Indirect Cost Pool	642,685	-	642,685	676,713
Fund-raising	3,518	-	3,518	2,652
<b>Total Expenses</b>	<b>9,544,420</b>	<b>-</b>	<b>9,544,420</b>	<b>9,506,357</b>
Change in net assets from operations	(158,126)	180,244	22,118	(303,685)
Total change in net assets	(158,126)	180,244	22,118	(303,685)
Net assets - Beginning of Year	4,764,098	25,732	4,789,830	5,093,515
<b>Net assets - End of the Year</b>	<b>\$ 4,605,972</b>	<b>\$ 205,976</b>	<b>\$ 4,811,948</b>	<b>\$ 4,789,830</b>

**Oregon Coast Community Action**  
**Consolidated Statement of Cash Flows**  
**(With Comparative Totals for June 30, 2015)**  
Year Ended June 30, 2016

	<b>Consolidated</b>	<b>Consolidated</b>
	<b>2016</b>	<b>2015</b>
<b>Cash Flows from Operating Activities</b>		
Change in Net Assets	\$ 22,118	\$ (303,685)
Adjustments		
Depreciation	376,977	376,276
Bad Debts	600	-
Changes in operating assets & liabilities:		
Changes in Cash Restricted to Project Development	40,572	40,572
Changes in Accounts Receivable	121,307	(121,165)
Changes in Prepaid Expenses	(61,900)	57,998
Changes in Other Assets	(13,509)	(8,578)
Changes in Accounts Payable	(25,521)	967
Changes in Accrued Payroll & Other Liabilities	91,137	41,063
Changes in Accrued Compensated Absences	(6,191)	(696)
Changes in Security Deposits	650	1,193
Changes in Deferred Revenue	112,918	851
Other Adjustments	(9,199)	2,824
Total Adjustments	<u>627,841</u>	<u>391,304</u>
<b>Net Cash Provided (Used) By Operating Activities</b>	<b><u>649,959</u></b>	<b><u>87,619</u></b>
<b>Cash Flows from Investing Activities</b>		
Purchase of Property and Equipment	(192,623)	(176,254)
<b>Net Cash Provided (Used) By Investing Activities</b>	<b><u>(192,623)</u></b>	<b><u>(176,254)</u></b>
<b>Cash Flows from Financing Activities</b>		
Payment of Notes Payable	(483,590)	(60,373)
Issuance of Notes Payable	674,335	47,283
<b>Net Cash Provided (Used) By Financing Activities</b>	<b><u>190,745</u></b>	<b><u>(13,090)</u></b>
Net Increase (Decrease) in Cash and Equivalents	<b><u>648,081</u></b>	<b><u>(101,725)</u></b>
Cash and Equivalents - Beginning	433,914	535,638
<b>Cash and Equivalents - Ending</b>	<b><u>\$ 1,081,995</u></b>	<b><u>\$ 433,914</u></b>
<b>Supplemental Schedule of Other Cash Activity:</b>		
Interest Paid	\$ 211,663	\$ 226,587
Interest Expensed	\$ 211,663	\$ 226,587
100% Financed Equipment	\$ -	\$ 88,666

**Oregon Coast Community Action**  
**Consolidated Statement of Functional Expenses**  
**(With Comparative Totals for June 30, 2015)**  
Year Ended June 30, 2016

	<b>Youth Services</b>	<b>Essential Services</b>	<b>Program Campus</b>	<b>Program Services</b>	<b>Admin</b>	<b>Indirect Cost Pool</b>	<b>Fundraising</b>	<b>Total</b>	<b>2015</b>
Personnel	\$ 4,091,731	\$ 711,363	\$ -	\$ 4,803,094	\$ 72,999	\$ 506,573	\$ 3,196	\$ 5,385,862	\$ 5,460,189
Consultants & Contractual	18,575	1,605	6,040	26,220	79,286	46,110	-	151,616	108,671
Supplies	174,897	30,022	-	204,919	10,009	19,199	20	234,147	229,742
Space Costs	48,057	2,093	78,219	128,369	(11,155)	6,956	-	124,170	141,333
Insurance	44,126	28,181	12,000	84,307	2,117	11,384	-	97,808	87,972
Maintenance & Repairs	105,301	27,697	-	132,998	(16,170)	11,505	-	128,333	127,811
Utilities and Phone	94,196	72,166	-	166,362	1,195	8,584	-	176,141	166,912
Transportation	27,896	19,582	-	47,478	356	51	-	47,885	75,557
Training & Travel	132,695	28,291	-	160,986	3,307	14,644	-	178,937	151,618
Sub Recipient-Pass Through Funds	29,202	96,478	-	125,680	-	-	-	125,680	-
Direct Client Support	1,351	1,503,241	-	1,504,592	-	-	-	1,504,592	1,523,740
Program Services & Client Activities	21,602	14,292	-	35,894	1,521	216	-	37,631	211,349
USDA Food	187,351	337,123	-	524,474	-	-	302	524,776	543,276
IT, Licensing, Staffing, Governance, Et	110,523	54,126	200	164,849	(63,765)	17,463	-	118,547	-
Other	746	408	330,164	331,318	-	-	-	331,318	301,911
Depreciation	-	40,535	244,090	284,625	92,352	-	-	376,977	376,276
<b>Subtotal Expenses</b>	<b>5,088,249</b>	<b>2,967,203</b>	<b>670,713</b>	<b>8,726,165</b>	<b>172,052</b>	<b>642,685</b>	<b>3,518</b>	<b>9,544,420</b>	<b>9,506,357</b>
Indirect Cost Pool Allocation	414,458	219,271	-	633,729	8,671	(642,685)	285	-	-
Capital Equipment Adjustment	35,473	106,258	-	141,731	(141,731)	-	-	-	-
<b>Adjusted Total Expense</b>	<b>\$ 5,538,180</b>	<b>\$ 3,292,732</b>	<b>\$ 670,713</b>	<b>\$ 9,501,625</b>	<b>\$ 38,992</b>	<b>\$ -</b>	<b>\$ 3,803</b>	<b>\$ 9,544,420</b>	<b>\$ 9,506,357</b>



# Oregon Coast Community Action

## Consolidating Statement of Financial Position

Year Ended June 30, 2016

	Oregon Coast Community Action	Campus I LLC	Campus II LLC	Subtotal	Eliminations	Consolidated 2016
<b>Assets</b>						
Current Assets						
Cash & Cash Equivalents	\$ 1,004,448	\$ 900	\$ 76,647	\$ 1,081,995	\$ -	\$ 1,081,995
Cash Restricted to Project Development	-	-	104,807	104,807	-	104,807
Grants & Accounts Receivable	552,422	-	-	552,422	(147,810)	404,612
Prepaid Expenses	61,812	-	6,613	68,425	-	68,425
Other	26,670	-	-	26,670	-	26,670
<b>Total Current Assets</b>	<b>1,645,352</b>	<b>900</b>	<b>188,067</b>	<b>1,834,319</b>	<b>(147,810)</b>	<b>1,686,509</b>
Non-Current Assets						
Loan Receivable	4,508,982	-	-	4,508,982	-	4,508,982
Investment in Campus I	900	-	-	900	(900)	-
Investment in Campus II	-	1,629,512	-	1,629,512	(1,629,512)	-
Property & Equipment	1,701,405	-	8,883,026	10,584,431	-	10,584,431
<b>Total Non-Current Assets</b>	<b>6,211,287</b>	<b>1,629,512</b>	<b>8,883,026</b>	<b>16,723,825</b>	<b>(1,630,412)</b>	<b>15,093,413</b>
<b>Total Assets</b>	<b>\$ 7,856,639</b>	<b>\$ 1,630,412</b>	<b>\$ 9,071,093</b>	<b>\$ 18,558,144</b>	<b>\$ (1,778,222)</b>	<b>\$ 16,779,922</b>
<b>Liabilities</b>						
Current Liabilities						
Accounts Payables & Accrued Liabilities	\$ 124,278	\$ -	\$ 147,810	\$ 272,088	\$ (147,810)	\$ 124,278
Accrued Payroll & Related Liabilities	265,289	-	-	265,289	-	265,289
Accrued Compensated Absences	78,369	-	-	78,369	-	78,369
Security Deposits	9,653	-	-	9,653	-	9,653
Deferred Revenue	113,769	-	31,067	144,836	-	144,836
Current Portion of Long-Term Debt	27,384	-	51,463	78,847	-	78,847
<b>Total Current Liabilities</b>	<b>618,742</b>	<b>-</b>	<b>230,340</b>	<b>849,082</b>	<b>(147,810)</b>	<b>701,272</b>
Total Long Term Debt						
	664,326	1,705,018	8,897,358	11,266,702	-	11,266,702
<b>Total Liabilities</b>	<b>1,283,068</b>	<b>1,705,018</b>	<b>9,127,698</b>	<b>12,115,784</b>	<b>(147,810)</b>	<b>11,967,974</b>
Net Assets						
Unrestricted						
Available for Current Operations	5,357,900	(74,606)	9,190	5,292,484	(1,629,512)	3,662,972
Net Investment in Property & Equipment	1,009,695	-	(65,795)	943,900	(900)	943,000
<b>Total Unrestricted Net Assets</b>	<b>6,367,595</b>	<b>(74,606)</b>	<b>(56,605)</b>	<b>6,236,384</b>	<b>(1,630,412)</b>	<b>4,605,972</b>
Temporarily Restricted	205,976	-	-	205,976	-	205,976
<b>Total Net Assets</b>	<b>6,573,571</b>	<b>(74,606)</b>	<b>(56,605)</b>	<b>6,442,360</b>	<b>(1,630,412)</b>	<b>4,811,948</b>
<b>Liabilities &amp; Net Assets</b>	<b>\$ 7,856,639</b>	<b>\$ 1,630,412</b>	<b>\$ 9,071,093</b>	<b>\$ 18,558,144</b>	<b>\$ (1,778,222)</b>	<b>\$ 16,779,922</b>

**Oregon Coast Community Action**  
**Consolidating Statement of Activities**  
Year Ended June 30, 2016

	<b>Oregon Coast Community Action</b>	<b>Campus I LLC</b>	<b>Campus II LLC</b>	<b>Subtotal</b>	<b>Eliminations</b>	<b>Consolidated 2016</b>
<b>Revenues</b>						
Grants & Contracts	\$ 8,031,081	\$ -	\$ -	\$ 8,031,081	\$ -	\$ 8,031,081
Commodities Received	220,114	-	-	220,114	-	220,114
Contributions	573,121	-	-	573,121	-	573,121
Donations	91,823	-	-	91,823	-	91,823
Rental Income	129,114	-	384,296	513,410	(384,296)	129,114
Program Income	475,196	-	-	475,196	-	475,196
Interest & Other Revenues	46,089	-	-	46,089	-	46,089
<b>Total Revenues</b>	<b>9,566,538</b>	<b>-</b>	<b>384,296</b>	<b>9,950,834</b>	<b>(384,296)</b>	<b>9,566,538</b>
<b>Program Expenses</b>						
Youth Services	5,343,087	-	-	5,343,087	(219,365)	5,123,722
Essential Services	3,201,122	-	-	3,201,122	(127,661)	3,073,461
Campus	-	17,064	653,649	670,713	-	670,713
<b>Total Program Expenses</b>	<b>8,544,209</b>	<b>17,064</b>	<b>653,649</b>	<b>9,214,922</b>	<b>(347,026)</b>	<b>8,867,896</b>
Management and general	35,481	-	-	35,481	(5,160)	30,321
Indirect Cost Pool	674,795	-	-	674,795	(32,110)	642,685
Fundraising	3,518	-	-	3,518	-	3,518
<b>Total Expenses</b>	<b>9,258,003</b>	<b>17,064</b>	<b>653,649</b>	<b>9,928,716</b>	<b>(384,296)</b>	<b>9,544,420</b>
Change in net assets from operations	308,535	(17,064)	(269,353)	22,118	-	22,118
Total change in net assets	308,535	(17,064)	(269,353)	22,118	-	22,118
Distributed Capital	-	-	(17,064)	(17,064)	17,064	-
Net assets - Beginning of Year	6,265,036	(57,542)	229,812	6,437,306	(1,647,476)	4,789,830
<b>Net assets - End of the Year</b>	<b>\$ 6,573,571</b>	<b>\$ (74,606)</b>	<b>\$ (56,605)</b>	<b>\$ 6,442,360</b>	<b>\$ (1,630,412)</b>	<b>\$ 4,811,948</b>

**Oregon Coast Community Action**  
**Consolidating Statement of Functional Expenses**  
Year Ended June 30, 2016

	<b>Youth</b>	<b>Essential</b>		<b>Program</b>		<b>Indirect</b>			
	<b>Services</b>	<b>Services</b>	<b>Campus</b>	<b>Services</b>	<b>Administration</b>	<b>Cost Pool</b>	<b>Fund Raising</b>	<b>Elimination</b>	<b>Total</b>
Personnel	\$ 4,091,731	\$ 711,363	\$ -	\$ 4,803,094	\$ 72,999	\$ 506,573	\$ 3,196	\$ -	\$ 5,385,862
Consultants and Contractual	18,575	1,605	6,040	26,220	79,286	46,110	-	-	151,616
Supplies	174,897	30,022	-	204,919	10,009	19,199	20	-	234,147
Space Costs	267,422	129,754	78,219	475,395	(5,995)	39,066	-	(384,296)	124,170
Insurance	44,126	28,181	12,000	84,307	2,117	11,384	-	-	97,808
Maintenance & Repairs	105,301	27,697	-	132,998	(16,170)	11,505	-	-	128,333
Utilities and Phone	94,196	72,166	-	166,362	1,195	8,584	-	-	176,141
Transportation	27,896	19,582	-	47,478	356	51	-	-	47,885
Training & Travel	132,695	28,291	-	160,986	3,307	14,644	-	-	178,937
Sub Recipient-Pass Through Funds	29,202	96,478	-	125,680	-	-	-	-	125,680
Direct Client Support	1,351	1,503,241	-	1,504,592	-	-	-	-	1,504,592
Program Services & Client Activities	21,602	14,292	-	35,894	1,521	216	302	-	37,933
USDA Food	187,351	337,123	-	524,474	-	-	-	-	524,474
IT, Licensing, Staffing, Governance, Etc	110,523	54,126	200	164,849	(63,765)	17,463	-	-	118,547
Other	746	408	330,164	331,318	-	-	-	-	331,318
Depreciation	-	40,535	244,090	284,625	92,352	-	-	-	376,977
<b>Subtotal Expenses</b>	<b>5,307,614</b>	<b>3,094,864</b>	<b>670,713</b>	<b>9,073,191</b>	<b>177,212</b>	<b>674,795</b>	<b>3,518</b>	<b>(384,296)</b>	<b>9,544,420</b>
Indirect Cost Pool Allocation	435,166	230,226	-	665,392	9,104	(674,795)	299	-	-
Capital Equipment Adjustment	35,473	106,258	-	141,731	(141,731)	-	-	-	-
<b>Adjusted Total Expense</b>	<b>\$ 5,778,253</b>	<b>\$ 3,431,348</b>	<b>\$ 670,713</b>	<b>\$ 9,880,314</b>	<b>\$ 44,585</b>	<b>\$ -</b>	<b>\$ 3,817</b>	<b>\$ (384,296)</b>	<b>\$ 9,544,420</b>

## **NOTE 1 - ORGANIZATION**

Oregon Coast Community Action (ORCCA) is a not-for-profit Oregon corporation established in 1965. The primary purpose of ORCCA is to provide programs and services aimed at alleviating the causes and effects of poverty in Coos, Curry and Western Douglas counties so that all south coast households thrive and live with dignity, security and hope. As a private non-profit umbrella agency, Oregon Coast Community Action provides cost effective joint administration, leadership, and support for children's programs and emergency services on the southern Oregon Coast. Our network of programs works to feed, house, warm and educate people.

The primary funding sources are Federal and State of Oregon grant programs passed directly through the U.S. Department of Health and Human Services and indirectly through various Oregon State/County agencies.

Under the terms of its Community Services Block Grant, ORCCA is required to maintain a tripartite board of directors, with one-third public sector representation, at least one-third low-income representatives, and the balance of board members representing the private sector.

ORCCA Campus I, LLC (Campus I) was formed as a limited liability company under the laws of the state of Oregon on August 31, 2011, for the purpose of investing in ORCCA Campus II. Campus I is 90% owned by ORCCA with a 10% interest owned by Carroll ORCCA, LLC.

ORCCA Campus II, LLC (Campus II) was formed as a limited liability company under the laws of the state of Oregon on August 31, 2011, for the purpose of constructing a Child and Family Resource Center and a Food Distribution Center to be used in the charitable activities of ORCCA. Construction of both buildings began in the fiscal year ended June 30, 2012, and was completed in September of 2012. The primary mission of Campus II is to construct and lease both buildings to ORCCA. For federal income tax purposes, Campus II is a disregarded entity with its assets, liabilities, revenue, and expense reported by Campus I.

### **Principles of Consolidation**

ORCCA, Campus I and Campus II (the "Organization") have common ownership and therefore, consolidated financial statements have been prepared for the entities. The consolidated financial statements include the accounts of the Organization. All intercompany transactions and balances have been eliminated for consolidated financial statement purposes.

## **NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies followed by the Organization are described below to enhance the usefulness of the financial statements to the reader.

**OREGON COAST COMMUNITY ACTION**  
**NOTES TO FINANCIAL STATEMENTS**  
JUNE 30, 2016

**Basis of Accounting**

The accompanying financial statements have been prepared on the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America and the principles of fund accounting. Fund accounting is the procedure by which resources for various purposes are classified for accounting purposes in accordance with activities or objectives specified by donors.

**Basis of Presentation**

Net assets and all balances and transactions are presented based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

*Unrestricted net assets* - Net assets not subject to donor-imposed stipulations.

*Temporarily restricted net assets* – Net assets subject to donor-imposed stipulations that will be met either by actions of the Organization and/or the passage of time.

*Permanently restricted net assets* - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization.

Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires that management make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. In the opinion of the Organizations' management, such differences would not be significant.

**Revenue Recognition/Grant Funds Received in Advance**

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and nature of any donor restrictions. When a restriction expires, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from

**OREGON COAST COMMUNITY ACTION**  
**NOTES TO FINANCIAL STATEMENTS**  
JUNE 30, 2016

restrictions. If the restriction is satisfied in the period of contribution, the contribution is recorded as unrestricted revenue.

Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Rental income represents income received from various sources for use of property or space owned by the Organization. This income is recognized in the period in which it is earned.

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

**A. Grant Awards that are Contributions**

Grants that qualify as contributions are recorded as invoiced to the funding sources. Revenue is recognized in the accounting period when the related allowable expenses are incurred. Amounts received in excess of expenses are reflected as grant funds received in advance.

**B. Grant Awards that are Exchange Transactions**

Exchange transactions reimburse based on a predetermined rate for services performed. The revenue is recognized in the period the service is performed.

**Contributions of Long-Lived Assets**

Contributions of property and equipment without donor stipulations concerning the use of such long-lived assets are reported as revenues of the unrestricted net asset class. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire capital assets are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

**In-Kind Contributions**

The Organization reports as revenue the fair value of contributed services received where the services require specialized skills, are provided by individuals possessing these skills, and represent services that would have been purchased had they not been donated. During year ended June 30, 2016, no such contributed services were recorded.

In-kind contributions of equipment and other materials are recorded when there is an objective basis upon which to value the contribution and where the contribution is an essential part of the Organization's activities. During the year ended June 30, 2016, the Organization recorded the value of food commodities received from the U.S. Department of Agriculture amounting to \$220,114. All food, with the exception of \$9,699 in commodities on hand at June 30, 2016, was distributed in the Organization's program activities.

### **Advertising and Marketing Expenses**

Advertising and marketing costs are charged to expense as they are incurred.

### **Cash and Cash Equivalents**

For purposes of the statement of cash flows, the Organization considers all cash and other liquid investments with initial maturities of three months or less to be cash equivalents.

### **Cash Restricted to Project Development**

Campus II's loan agreements with Coast VIII and CFG IV restricted the use of loan and equity proceeds and interest reserve to the payment of construction costs or required distributions or other expenses. The Organization was required, during the construction of the Child and Family Resource Center and the Food Distribution Center, to provide draw requests including supporting documentation to the lenders for approval prior to drawing from the loan and equity proceeds on hand.

Campus II is required to make a monthly mandatory distribution of 1/12 of the annual priority return. During the year ending June 30, 2016, \$17,064 was distributed to Campus I.

### **Capital Assets and Depreciation**

Purchased property and equipment are capitalized at original cost at date of purchase, and in-kind contributions of property and equipment are recorded as support at their estimated fair value on the date of receipt. The Organization follows the practice of capitalizing all expenditures for fixed assets in excess of \$5,000.

Depreciation is provided using the straight-line method. The estimated useful lives of the assets range from 5 to 20 years for furniture and equipment and from 10-40 years for buildings and improvements.

Federal funding sources have a reversionary interest in property and equipment purchased with Federal funds. Therefore, the disposition and any sale proceeds there from are subject to funding source regulations. Purchases of individual items of property and equipment that cost in excess of \$5,000 and purchases of vehicles of any amount are subject to prior funding source approval.

### **Long-Lived Assets**

The Organization evaluates the carrying value of long-lived assets when events and circumstances warrant such a review. If the carrying value of the long-lived asset is considered impaired, a loss is recognized based on the amount by which the carrying value exceeds the fair market value of the asset.

### **Revenue Recognition**

Grants and contributions are considered available for the unrestricted general operations of the Organization unless specifically restricted by the donor. Grants and other contributions that are received with donor stipulations that limit their use for specific purposes or future use are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Restricted contributions, including contributions of long-lived property, whose restrictions are met in the same reporting period are reported as unrestricted support.

### **Income Taxes**

ORCCA is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements. In addition, ORCCA has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for the year ended June 30, 2016.

Campus I is a limited liability company which is taxed as a partnership for federal and state income tax purposes. All items of income, expense, profit, and loss are passed through to the members in accordance with their membership interests.

Campus II, LLC is a wholly owned subsidiary of Campus I. For federal income tax purposes, Campus II is a disregarded entity with its assets, liabilities, revenue, and expense reported by Campus I.

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 financial statements. The Organization has determined there are no amounts to record as assets or liabilities related to uncertain tax positions. Federal returns for the fiscal years ended 2012, 2013, and 2014 remain subject to examination by the Internal Revenue Service.



### **Concentrations of Credit Risk**

ORCCA's financial instruments consist primarily of cash and cash equivalents. All deposits at financial institutions are insured by the Federal Deposit Insurance Corporation up to \$250,000. Balances at Umpqua Bank exceed insurance coverage by \$754,361 as of June 30, 2016.

Certain receivables also subject ORCCA to concentrations of credit risk, as ORCCA incurs expenses in advance of reimbursement under various federal, state and local grants.

### **Functional Allocation of Expenses**

The costs of providing programs and other activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited in accordance with ORCCA's cost allocation plan. Indirect costs are allocated to programs by applying the Indirect Cost Rate approved by the U.S. Department of Health and Human Services.

### **Fair Value of Financial Instruments**

ORCCA reports that the carrying amounts of financial instruments included in current assets and current liabilities approximate fair value due to the short mature of these instruments.

### **Summarized Financial Information for 2015**

The accompanying financial information as of and for the year ended June 30, 2015 is presented for comparative purposes only and is not intended to represent a complete financial statement presentation. Certain 2015 accounts have been reclassified to conform with the 2016 financial statement presentation.

### **Other Significant Accounting Policies**

Other significant accounting policies are set forth in the financial statements and the following notes.

### **NOTE 3 - PROGRAM SERVICES**

ORCCA's programs serve approximately 15,000 individuals per year in addition to food recipients. ORCCA's service territory is approximately 3,800 square miles, covering Coos, Curry, and western Douglas Counties. According to the 2000 U.S. Census, ORCCA's territory has a combined population of 88,294. The percentage of people living in poverty in this service area is high, with a rate of 20.6% in Coos County, 17.9% in Curry County, and 21.3% in Douglas County.

During the year ended June 30, 2016, ORCCA incurred program expenses in the following major areas:

### **Youth Services**

*The Head Start and Early Head Start programs* are funded by both state and federal grants and are provided at no cost to families who qualify. The program offers a comprehensive social service and preschool program for over 464 infant, toddler, and pre-school age children and their families. Head Start provides activities for children that help them grow mentally, socially, emotionally, and physically. The program supports parents as the first and most important teacher of their children. South Coast Head Start provides services in both Coos and Curry Counties in Oregon.

*Court Appointed Special Advocates of Coos County (CASA)* provides a volunteer to be the voice of a child who is in State custody due to abuse or neglect. CASA volunteers are considered a guardian ad litem in the case, working to secure safe, permanent homes for children in Coos County, Oregon. Children with a CASA volunteer are more likely to find a permanent home, spend less time in foster care, and receive more services.

*Great Afternoons*, located in Reedsport, Oregon, offers family enrichment programs for children and youth under the names of Great Beginnings, Great Times, Great Opportunities and Great Gardens. The program mission is to provide young children with a protective, safe and fun alternative to being home alone or out on the street unsupervised. By offering activities, nutritious snacks, fun educational opportunities and companionship, the program serves as a “home away from home” for children of parents who are working or going to school. The program provides before-school care, two pre-kindergarten readiness programs, daycare for children on non-school days, and a full-time summer program. Reduced rates are available on a sliding scale to low-income families.

### **Essential Services**

ORCCA’s Essential Services department includes Energy Assistance and Weatherization, Housing Assistance, South Coast Food Share, and other Emergency Services.

*Energy Assistance* provides support to help households deal with increasing energy costs with cash help and energy education for approximately 1,731 households. Additionally, weatherization provided services for 18 households. Forms of energy assistance include:

- Heating assistance payments for low-income households during the winter.
- Assistance through direct services and training, focusing on energy conservation and awareness.
- Weatherization is a program for low-income households designed to lower heating costs and make dwellings more energy efficient. The program achieves energy conservation through weatherization of homes, including windows, doors, insulation in floors and walls.

*Housing Assistance* provides affordable housing opportunities, case management, stabilization services and support for people who are homeless and those at risk of being homeless. Services include, housing counseling, one time rental/deposit assistance and short to long term rental

**OREGON COAST COMMUNITY ACTION  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2016**

assistance. Other types of assistance include medical support through our Mednet program, health and federal benefits assistance, blanket distribution and more. The Housing Department also manages an affordable apartment complex located in Coos Bay.

***The Emergency Food Assistance Program*** (TEFAP) under the U.S. Department of Agriculture (USDA) buys food, including processing and packaging, and ships it to state agencies. The amount received by each state depends on its low-income and unemployed population. State agencies work out the details of administration and distribution commodities. Oregon Housing and Community Services (OHCS) is the designated State agency responsible for oversight of TEFAP commodities and funds. OHCS contracts with Oregon Food Bank to serve as the state's coordinating agency and distribute commodities and operating funds to its member agencies.

***South Coast Food Share*** is the ORCCA program responsible for distributing TEFAP commodities to Coos and Curry County along with other locally donated food. As a regional food bank within the statewide Oregon Food Bank Network, ORCCA works with over 32 local member agencies providing food for children, families, and individuals in Coos and Curry Counties.

***Fresh Alliance*** was begun in Oregon through the Oregon Food Bank in 2002, providing a previously untapped source of high-quality and nutritious food for people who are hungry. Grocers throughout ORCCA's service area donate high-quality, high-protein, short-dated foods that previously went to waste. A South Coast Food Share driver picks up truckloads of milk, meat, cheese and juices and delivers to network members for distribution in emergency food boxes and in meal site preparation for people in need.

***Snack Pack.*** The Share Bear Snack Pack program is designed to meet the needs of hungry children at times when other food resources are not available, such as weekends or school vacation. Oregon Coast Community Action (ORCCA) partnered with local schools to form the Snack Pack program. The program provides sacks or packs filled with child-friendly, non-perishable food that children can take home on the weekends.

#### **NOTE 4 - COMMUNITY CAMPUS**

ORCCA endeavored to build the community's capacity to support individuals, families, and children. To accomplish this, ORCCA developed a network of non-profit programs that feed, house, warm, and educate low-income people in Coos, Curry, and Western Douglas Counties. Under the direction of ORCCA's Chief Executive Officer, the agency embarked on a long-term plan to develop a community campus composed of two buildings designed to advance the agency's objectives. The Community Campus construction was started in the fiscal year ended June 30, 2012 and substantially completed in late 2012

***The Child and Family Resource Center with Head Start Classrooms.*** At approximately 30,000 square feet, the new Child and Family Resource Center houses 7 Head Start classrooms, parent education rooms, client resource and intake rooms for the Essential Services department, and office space for Head Start administration as well as the office of the CEO, development and

finance departments. The Center is located at 1855 Thomas Street in Coos Bay, Oregon. Construction began in December 2011 and opened in September 2012.

**Central Food Warehouse.** This 12,000 square-foot building serves to anchor ORCCA's food distribution infrastructure. Two or three smaller warehouses, located throughout ORCCA's service area are projected to be developed to increase the efficiency of food deliveries, and to complement this building. The first of these is located in Myrtle Point and was completed in August 2010. The main food hub located in Coos Bay began construction in 2011 and opened in June 2012 for services. It is expected that this infrastructure will enable South Coast Food Share to increase its capacity to three million pounds of food per year, and to allow for placement of food in preparation for a natural disaster or other general emergency.

#### **NOTE 5 – GRANTS AND ACCOUNTS RECEIVABLE**

Grants and accounts receivable amounting to \$404,612 as of June 30, 2016, consist primarily of government contracts receivable to be collected within one year. Based on its collection experience and its evaluation of economic conditions and credit risk quality, management estimates that all receivables are collectible at June 30, 2016. Management considers all receivables outstanding over 90 days as past due. No material amounts are past due at June 30, 2016. No interest is charged on past due receivables.

#### **NOTE 6 – LOAN RECEIVABLE & CAMPUS FINANCING**

The Organization entered into certain arrangements to facilitate the financing and construction of the Child and Family Resource Center and the Food Distribution Center. In cooperation with Craft 3 and Community Funding Group, both unrelated non-profit corporations, a total of five separate limited liability companies, including Campus I and Campus II, were formed. Craft 3 and Community Funding Group were awarded allocations of New Markets Tax Credits. The Formation of the various LLC's and the use of loans and equity transactions was structured to allow financing for the projects and to make use of available New Markets Tax Credit allocations.

The WF-ORCCA Investment Fund, LLC (Investment Fund) was formed to make "Qualified Equity Investments" (as defined by Section 45D of the Internal Revenue Code), in the CFG IV, LLC (CFG IV) and Enterprise Cascadia Coast VIII, LLC (Coast VIII). ORCCA provided a junior leverage loan in the amount of \$4,508,982 to the Investment Fund. The Investment Fund also received a senior leverage loan and an equity contribution from Wells Fargo Community Investment Holdings, LLC. These funds were then used to provide equity investments to CFG IV and Coast VIII. Wells Fargo Community Investment Holdings, LLC owns a 100% membership interest in the Investment Fund.

Both CFG IV and Coast VIII, using equity proceeds provided by the Investment fund, provided "Qualified Low-Income Community Investments"(as defined by Section 45D of the Internal Revenue Code) to Campus II in the form of loans. Coast VIII provided two loans in the amount of \$3,259,683 and \$1,340,617, respectively. CFG IV provided one loan in the amount of

\$4,308,982. CFG IV also provided a loan of \$1,705,018 to Campus I. Campus I used these proceeds to make an equity investment of \$1,705,018 in Campus II.

These transactions provided a total of \$10,614,300 in loan and equity proceeds to Campus II. Both CFG IV and Coast VIII hold allocations of New Markets Tax Credits. All parties to these arrangements understand them to qualify as investments under the New Markets Tax Credit Program.

**NOTE 7 – PROPERTY & EQUIPMENT & ACCUMULATED DEPRECIATION**

A summary of property and equipment and accumulated depreciation as of June 30, 2016 is as follows:

	Life (Years)	Method	Cost	Accumulated Depreciation	Book Value
<b>ORCCA:</b>					
Buildings	10-40	Straight Line	\$ 2,236,673	\$ (1,259,030)	\$ 977,643
Equipment	5-20	Straight Line	481,843	(175,334)	306,509
Vehicles	3-7	Straight Line	725,753	(535,267)	190,486
Land & Improvements	N/A	N/A	226,767	-	226,767
<b>ORCCA Total:</b>			<u>3,671,036</u>	<u>(1,969,631)</u>	<u>1,701,405</u>
<b>Campus II:</b>					
Buildings	40	Straight Line	7,933,991	(743,817)	7,190,174
Site Improvements	40	Straight Line	289,353	(26,918)	262,435
Equipment	10	Straight Line	385,061	(144,398)	240,663
Land Improvements	N/A	N/A	1,189,754	-	1,189,754
<b>Campus II Total:</b>			<u>9,798,159</u>	<u>(915,133)</u>	<u>8,883,026</u>
<b>Consolidated Totals:</b>			<u>\$ 13,469,195</u>	<u>\$ (2,884,764)</u>	<u>\$ 10,584,431</u>

**NOTE 8 – LONG-TERM DEBT**

Long-term debt as of June 30, 2016 is as follows:

ORCCA

Note payable for \$625,000 to Umpqua Bank, through April 2026, payable in monthly installments of \$3,386 including interest at 5.0% per annum, collateralized by real property (the Park West Apartment building) with a carrying value of \$624,107 as of June 30, 2016. \$ 624,107

Note payable to Santander bank, through March of 2020, payable in monthly installments of \$1,110 with no interest, collateralized by a 2015 Chevrolet Head Start bus with a carrying value of \$48,839 at June 30, 2016. 49,949

Note payable to Toyota Motor Finance, through June of 2020, payable in Monthly installments of \$368 with no interest, collateralized by a 2015 Toyota Camry with a carrying value of \$17,286 at June 30, 2016. 17,654

Campus I

Note payable to CFG IV, LLC dated December 28, 2011, in the original amount of \$1,705,018. Monthly interest payments only at 1.0007% for the first seven years of the loan. Thereafter, monthly interest and principal payments are due. Loan matures on December 1, 2041. The loan is secured by property, equipment, and leases. 1,705,018

Campus II

Note payable A to Enterprise Cascadia Coast VIII, LLC dated December 28, 2011, in the original amount of \$3,259,683. Monthly interest payments only at 4.25% for the first thirteen months of the loan. Thereafter, monthly interest and principal payments are due. Loan matures on December 1, 2041. The loan is secured by property, equipment, and leases. 3,095,827

Note payable B to Enterprise Cascadia Coast VIII, LLC dated December 28, 2011, in the original amount of \$1,340,617. Monthly interest payments only of \$1,262 at 4.25% for the first seven years of the loan. Thereafter, monthly interest and principal payments are due, including prior accrued interest. Loan balance includes accrued unpaid interest of \$203,395. Loan matures on December 1, 2041. The loan is secured by property, equipment, and leases. 1,544,012

Note payable C to CFG IV, LLC dated December 28, 2011, in the original amount of \$4,308,982. Monthly interest payments only at 1.001% for the first seven years of the loan. Thereafter monthly interest and principle payments are due. The loan matures on December 1, 2041. The loan is secured by property, equipment, and leases.

4,308,982

Less current portion of long-term debt

(78,847)

\$11,266,702

Maturities of long-term debt are as follows:

Year Ending June 30:	ORCCA	Campus I	Campus II	Totals:
2017	\$ 27,384	\$ -	\$ 51,463	\$ 78,847
2018	27,843	-	53,693	81,536
2019	28,361	33,048	149,653	211,062
2020	25,573	66,593	294,468	386,634
2021	11,742	67,263	299,599	378,604
Thereafter	<u>570,807</u>	<u>1,538,114</u>	<u>8,099,945</u>	<u>10,208,866</u>
Totals:	<u>\$ 691,710</u>	<u>\$ 1,705,018</u>	<u>\$ 8,948,821</u>	<u>\$ 11,345,549</u>

**NOTE 9 - RESTRICTIONS AND LIMITATIONS ON NET ASSET BALANCES**

Temporarily restricted net assets consist of contributions, grants, and other unexpended revenues and gains available for the following purposes as of June 30, 2016:

USDA Commodities	\$ 9,699
Leighton Maxey-Food Share	15,000
Ford Family Foundation-SCREL HUB	157,497
Ford Family Foundation-Great Afternoons	15,407
Coos Curry Bar-CASA	1,540
Coos Curry Electric	6,833
Totals:	<u>\$ 205,976</u>

**NOTE 10 - EXPENSES**

The costs of providing the various programs and other activities of ORCCA have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses by natural classification are presented in the statement of functional expenses.

**NOTE 11 - OPERATING LEASES**

The Organization occupies various leased premises for administration and program activities under agreements classified as operating leases.

The following is a schedule by years of future minimum payments required under these leases:

<u>Year Ending June 30:</u>	<u>ORCCA</u>	<u>Campus I</u>	<u>Campus II</u>	<u>Totals:</u>
2017	\$ -	\$ -	\$ 82,768	\$ 82,768
2018	-	-	85,206	85,206
2019	-	-	85,206	85,206
2020	-	-	85,206	85,206
2021	-	-	90,676	90,676
<b>Totals:</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 429,062</u>	<u>\$ 429,062</u>

Total rent expense amounted to approximately \$78,219 for the year ended June 30, 2016.

Campus II and ORCCA entered into a master lease arrangement. Campus II agreed to sublease to ORCCA all three parcels including improvements and furnishings which include the Child and Family Resource Center and the Food Distribution Center. The term of the sublease is 30 years. The sublease requires ORCCA to pay, in addition to required rent, all costs of upkeep, repair, utilities, and property tax. A total of \$384,296 was paid under this sublease during the year ended June 30, 2016. Rent revenue and expense under this arrangement has been eliminated in the consolidated financial statements.

The terms of the sublease require monthly installments over the life of the agreement. As part of the sublease, Campus II agreed to provide a rent subsidy to ORCCA. Campus II has sole discretion to modify, reduce, or discontinue the subsidy in the event the Company reasonably determines that such rent subsidy would have a materially adverse financial impact on the Campus II's current or future financial obligations, duties, and liabilities. Future minimum sublease payments to be received under currently executed agreements for the next five fiscal years are as follows:



<u>Year Ending June 30:</u>	<u>Base Rent</u>	<u>Subsidy</u>	<u>Net Rent</u>
2017	\$ 814,936	\$ 430,758	\$ 384,178
2018	839,384	455,330	384,054
2019	864,565	318,371	546,194
2020	890,502	175,183	715,319
2021	917,217	194,976	722,241
<b>Totals:</b>	<b>\$ 4,326,604</b>	<b>\$ 1,574,618</b>	<b>\$ 2,751,986</b>

**NOTE 12 – RETIREMENT PLANS**

ORCCA provides a 403(b) retirement plan covering all eligible employees who are at least 18 years old with one year of service. Discretionary employer contributions to the plan amounted to approximately \$194,149 for the year ended June 30, 2016.

**NOTE 13 - CONCENTRATION OF REVENUES**

For the year ended June 30, 2016, approximately 37.80% of ORCCA’s total support and revenue was received from the U.S. Department of Health and Human Services.

For the year ended June 30, 2016, approximately 48.60% of ORCCA’s total support and revenues was received for the Head Start Program, of which approximately 51.30% was received from the U.S. Department of Health and Human Services and approximately 48.70% was received from the State of Oregon Department of Education.

Revenues from the U.S. Department of Health and Human Services and the State of Oregon Department of Education are expected to continue to represent significant percentages of ORCCA’s resources. Therefore, if funding from these sources were lost, it would have a severe financial impact on ORCCA.

**NOTE 14- SUBSEQUENT EVENTS**

The Organization did not have any subsequent events through November 14, 2016, which is the date the financial statements were available to be issued, for events requiring recording or disclosure in the financial statements for the year ended June 30, 2016.

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Head Start  
Year Ended June 30, 2016

	<u>Head Start - Fed</u>	<u>DHS ERDC</u>	<u>US Department of Agriculture</u>	<u>Head Start - State</u>
<b>Revenues</b>				
Grant Revenue	2,387,250	68,550	210,651	2,312,173
CSBG Allocation	-	-	-	-
Contributions and Donations	-	-	-	-
Client Fees	-	-	-	-
Program and Other Income	226	-	-	17
<b>Total Revenues</b>	<u>2,387,475</u>	<u>68,550</u>	<u>210,651</u>	<u>2,312,190</u>
<b>Personnel</b>				
Salaries	1,310,839	44,217	20,059	1,207,544
Fringe	453,557	18,361	9,886	452,069
<b>Total Personnel</b>	<u>1,764,396</u>	<u>62,578</u>	<u>29,945</u>	<u>1,659,613</u>
<b>Operating Expenses</b>				
Audit, Legal & Other Consultants	563	-	-	688
Supplies	73,437	-	2	79,816
Space Costs	122,866	-	-	126,887
Insurance	18,300	-	-	23,610
Maintenance & Repairs	47,701	-	-	52,778
Utilities and Phone	45,414	-	86	46,315
Transportation	13,577	-	-	14,217
Training & Travel	51,383	-	-	63,891
Direct Client Support	114	-	-	139
Program & Client Outreach & Activities	5,878	602	42	5,882
USDA Food	-	-	168,482	-
IT, Licensing, Staffing, Governance, etc.	42,736	-	8,790	45,979
Fund Raising Expenses	-	-	-	-
Indirect Allocation	185,646	5,370	3,303	180,331
<b>Total Operating Expenses</b>	<u>607,615</u>	<u>5,972</u>	<u>180,706</u>	<u>640,532</u>
Capital Purchases	15,465	-	-	12,046
<b>Total Expenses</b>	<u>2,387,476</u>	<u>68,550</u>	<u>210,651</u>	<u>2,312,191</u>
<b>Change in Assets</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Assets - Beginning of Year	-	-	-	-
<b>Net Assets- End of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Head Start  
Year Ended June 30, 2016

OPK - Early Literacy	DHS SPRF	Family Support and Connections	Head Start General Fund	Collaborative Early Learning General	Head Start Program Total
2,165	4,140	57,938	-	-	5,042,866
-	-	-	-	-	-
-	-	-	10,088	100	10,188
-	-	-	-	-	-
-	-	-	46	7,403	7,691
<u>2,165</u>	<u>4,140</u>	<u>57,938</u>	<u>10,134</u>	<u>7,503</u>	<u>5,060,746</u>
-	2,496	32,477	-	8,398	2,626,030
-	486	10,022	-	1,663	946,044
-	<u>2,982</u>	<u>42,499</u>	-	<u>10,061</u>	<u>3,572,074</u>
-	-	-	-	-	1,250
1,151	-	14	895	31	155,347
-	-	-	-	-	249,753
-	-	-	-	-	41,911
-	-	-	3,957	-	104,436
-	-	227	-	-	92,043
-	-	68	-	35	27,896
-	-	2,773	-	1,295	119,342
-	-	1,098	-	-	1,351
844	-	45	617	414	14,324
-	-	-	-	-	168,482
-	-	298	273	1,765	99,841
-	-	-	-	-	-
170	253	3,997	488	1,156	380,715
<u>2,165</u>	<u>253</u>	<u>8,519</u>	<u>6,231</u>	<u>4,697</u>	<u>1,456,690</u>
-	-	-	7,962	-	35,473
<u>2,165</u>	<u>3,235</u>	<u>51,018</u>	<u>14,193</u>	<u>14,758</u>	<u>5,064,237</u>
-	905	6,920	(4,059)	(7,255)	(3,491)
-	-	-	18,655	2,062	20,719
-	<u>905</u>	<u>6,920</u>	<u>14,596</u>	<u>(5,193)</u>	<u>17,228</u>

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Early Learning Hub  
Year Ended June 30, 2016

	EL Hub - pass thru Federal Funds	Family Support	Focused Child Care Network	EL Hub - State Funds
<b>Revenues</b>				
Grant Revenue	50,000	12,017	5,330	106,807
CSBG Allocation	-	-	-	-
Contributions (Foundation Awards)	-	-	-	-
Donations	-	-	-	-
Program and Other Income	-	-	-	-
<b>Total Revenues</b>	<b>50,000</b>	<b>12,017</b>	<b>5,330</b>	<b>106,807</b>
<b>Personnel</b>				
Salaries	25,113	-	-	46,417
Fringe	7,734	-	-	18,744
<b>Total Personnel</b>	<b>32,847</b>	<b>-</b>	<b>-</b>	<b>65,162</b>
<b>Operating Expenses</b>				
Audit, Legal & Other Consultants	3,905	-	-	13,420
Supplies	5,794	-	-	5,229
Space Costs	1,500	-	-	4,131
Insurance	-	-	-	800
Maintenance & Repairs	-	-	-	761
Utilities and Phone	70	-	-	1,383
Transportation	-	-	-	-
Training & Travel	1,685	-	-	5,939
Direct Client Support	-	-	-	-
Program & Client Outreach & Activities	-	-	-	114
USDA Food	-	-	-	-
IT, Licensing, Staffing, Governance, etc.	282	-	-	3,080
Sub Recipient Payments	-	11,076	4,913	-
Indirect Allocation	3,917	941	418	6,788
<b>Total Operating Expenses</b>	<b>17,153</b>	<b>12,017</b>	<b>5,330</b>	<b>41,645</b>
<b>Capital Purchases</b>				
<b>Total Expenses</b>	<b>50,000</b>	<b>12,017</b>	<b>5,330</b>	<b>106,807</b>
Change in Assets	-	-	-	-
Net Assets - Beginning of Year	-	-	-	-
Net Assets- End of Year	-	-	-	-

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Early Learning Hub  
Year Ended June 30, 2016

Great Start	Kindergarten Partnership Innovations	The Ford Family Foundation EL Hub	All Care CCO	Early Learning Hub Total
11,485	913	-	-	186,553
-	1,938	-	562	2,500
-	-	190,000	4,500	194,500
-	-	-	-	-
-	-	-	-	-
11,485	2,851	190,000	5,062	383,553
-	-	22,572	-	94,102
-	-	4,808	-	31,286
-	-	27,380	-	125,388
-	-	-	-	17,325
-	-	1,365	-	12,388
-	-	400	-	6,031
-	-	-	-	800
-	-	-	-	761
-	-	148	-	1,602
-	-	-	-	-
-	-	608	-	8,232
-	-	-	-	-
-	-	-	4,666	4,780
-	-	-	-	-
-	-	64	-	3,425
10,586	2,628	-	-	29,202
900	1,938	2,538	396	17,836
11,485	4,566	5,123	5,062	102,382
11,485	4,566	32,503	5,062	227,770
-	(1,715)	157,497	-	155,782
-	-	-	-	-
-	(1,715)	157,497	-	155,782

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - CASA  
Year Ended June 30, 2016

	National CASA	City of Coos Bay	Bay Area Hospital	Coos Curry Bar	Oregon Community Foundation
<b>Revenues</b>					
Grant Revenue	11,500	1,000	-	-	-
CSBG Allocation	-	-	-	-	-
Contributions and Donations	-	-	5,000	1,725	30,000
Client Fees	-	-	-	-	-
Program and Other Income	-	-	-	-	-
<b>Total Revenues</b>	<b>11,500</b>	<b>1,000</b>	<b>5,000</b>	<b>1,725</b>	<b>30,000</b>
<b>Personnel</b>					
Salaries	7,489	-	-	-	19,063
Fringe	1,855	-	-	-	6,014
<b>Total Personnel</b>	<b>9,344</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25,077</b>
<b>Operating Expenses</b>					
Audit, Legal & Other Consultants	-	-	-	-	-
Supplies	98	-	-	-	-
Space Costs	440	549	4,608	-	1,365
Insurance	-	-	-	-	-
Maintenance & Repairs	-	-	-	-	-
Utilities and Phone	68	-	-	30	8
Transportation	-	-	-	-	-
Training & Travel	556	-	-	764	-
Direct Client Support	-	-	-	-	-
Program & Client Outreach & Activities	92	-	-	303	-
USDA Food	-	-	-	-	-
IT, Licensing, Staffing, Governance, etc.	-	-	-	-	1,200
Fund Raising Expenses	-	-	-	-	-
Indirect Allocation	901	51	392	102	2,350
<b>Total Operating Expenses</b>	<b>2,156</b>	<b>600</b>	<b>5,000</b>	<b>1,199</b>	<b>4,923</b>
<b>Capital Purchases</b>					
<b>Total Expenses</b>	<b>11,500</b>	<b>600</b>	<b>5,000</b>	<b>1,199</b>	<b>30,000</b>
Change in Assets	-	400	-	526	-
Net Assets - Beginning of Year	-	-	-	1,015	-
Net Assets- End of Year	-	400	-	1,541	-

Oregon Coast Community Acton  
 Statement of Revenues, Expenses and Changes in Net Assets  
 Funding Source Basis - CASA  
 Year Ended June 30, 2016

<u>Oregon Volunteers</u>	<u>Zonta Foundation</u>	<u>Coquille Indian Tribe Foundation</u>	<u>DHS SPRF</u>	<u>CASA General Fund</u>	<u>Kids Food Cupboard</u>	<u>CASA Program Total</u>
26,550	-	-	32,000	3,038	-	74,088
-	-	-	-	6,500	-	6,500
-	5,000	5,000	-	12,211	4,000	62,936
-	-	-	-	-	-	-
-	-	-	173	-	-	173
<u>26,550</u>	<u>5,000</u>	<u>5,000</u>	<u>32,173</u>	<u>21,749</u>	<u>4,000</u>	<u>143,697</u>
16,391	3,962	3,565	24,640	1,533	-	76,644
3,369	465	435	4,005	69	-	16,211
<u>19,760</u>	<u>4,428</u>	<u>4,000</u>	<u>28,645</u>	<u>1,602</u>	<u>-</u>	<u>92,855</u>
-	-	-	-	-	-	-
1,301	-	-	804	1,402	130	3,735
486	-	-	-	1,789	-	9,238
-	-	-	-	205	-	205
-	-	-	-	104	-	104
60	-	-	109	276	-	551
-	-	-	-	-	-	-
2,434	5	-	95	217	-	4,070
-	-	-	-	-	-	-
264	11	-	-	1,542	-	2,213
-	-	-	-	-	17	17
383	(227)	1,000	-	2,343	-	4,699
-	-	-	-	-	-	-
1,862	783	-	2,521	1,029	11	10,002
<u>6,790</u>	<u>572</u>	<u>1,000</u>	<u>3,528</u>	<u>8,907</u>	<u>158</u>	<u>34,833</u>
26,550	5,000	5,000	32,173	10,508	158	127,689
-	-	-	-	11,240	3,842	16,008
-	-	-	-	400	-	1,415
-	-	-	-	11,641	3,842	17,423

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Great Afternoons  
Year Ended June 30, 2016

	DHS ERDC	US Department of Agriculture	Reedsport School District - KPI	C Giles Hunt	Childrens Trust
<b>Revenues</b>					
Grant Revenue	18,175	16,147	-	-	-
CSBG Allocation	-	-	-	-	-
Contributions and Donations	-	-	-	18,000	10,000
Client Fees	-	-	-	-	-
Program and Other Income	-	-	-	-	-
<b>Total Revenues</b>	<b>18,175</b>	<b>16,147</b>	<b>-</b>	<b>18,000</b>	<b>10,000</b>
<b>Personnel</b>					
Salaries	12,901	-	547	11,945	6,881
Fringe	3,851	-	247	4,645	2,227
<b>Total Personnel</b>	<b>16,751</b>	<b>-</b>	<b>793</b>	<b>16,590</b>	<b>9,109</b>
<b>Operating Expenses</b>					
Audit, Legal & Other Consultants	-	-	-	-	-
Supplies	-	-	-	-	18
Space Costs	-	-	-	-	-
Insurance	-	-	-	-	-
Maintenance & Repairs	-	-	-	-	-
Utilities and Phone	-	-	-	-	-
Transportation	-	-	-	-	-
Training & Travel	-	-	-	-	90
Direct Client Support	-	-	-	-	-
Program & Client Outreach & Activities	-	-	-	-	-
USDA Food	-	15,712	-	-	-
IT, Licensing, Staffing, Governance, etc.	-	401	-	-	-
Fund Raising Expenses	-	-	-	-	-
Indirect Allocation	1,424	34	67	1,410	783
<b>Total Operating Expenses</b>	<b>1,424</b>	<b>16,147</b>	<b>67</b>	<b>1,410</b>	<b>891</b>
<b>Capital Purchases</b>					
<b>Total Expenses</b>	<b>18,175</b>	<b>16,147</b>	<b>861</b>	<b>18,000</b>	<b>10,000</b>
Change in Assets	-	-	(861)	-	-
Net Assets - Beginning of Year	-	-	-	-	-
<b>Net Assets- End of Year</b>	<b>-</b>	<b>-</b>	<b>(861)</b>	<b>-</b>	<b>-</b>



Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Great Afternoons  
Year Ended June 30, 2016

7.242

Cow Creek	Ford Family Foundation	Oregon Community Foundation	GA General Fund	Templeton Foundation	Reedsport School District Farm to School	UCAN Head Start	Great Afternoons Program Total
-	-	-	-	-	-	69,911	104,233
-	-	-	3,125	-	-	-	3,125
12,000	50,000	45,000	11,774	15,000	-	-	161,774
-	-	-	99,854	-	-	-	99,854
-	-	-	3,450	-	-	-	3,450
<u>12,000</u>	<u>50,000</u>	<u>45,000</u>	<u>118,202</u>	<u>15,000</u>	<u>-</u>	<u>69,911</u>	<u>372,436</u>
7,800	18,470	29,190	74,300	9,650	313	45,944	217,940
3,260	7,617	12,285	27,156	4,175	112	17,899	83,474
<u>11,060</u>	<u>26,088</u>	<u>41,475</u>	<u>101,455</u>	<u>13,825</u>	<u>425</u>	<u>63,843</u>	<u>301,414</u>
-	-	-	-	-	-	-	-
-	1,700	-	1,709	-	-	-	3,427
-	-	-	2,400	-	-	-	2,400
-	345	-	865	-	-	-	1,210
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	147	-	222	-	-	591	1,051
-	-	-	-	-	-	-	-
-	214	-	71	-	-	-	285
-	2,910	-	230	-	-	-	18,852
-	227	-	1,930	-	-	-	2,558
-	623	-	124	-	-	-	746
940	2,494	3,525	9,246	1,175	36	5,477	26,613
<u>940</u>	<u>8,659</u>	<u>3,525</u>	<u>16,798</u>	<u>1,175</u>	<u>36</u>	<u>6,068</u>	<u>57,142</u>
12,000	34,747	45,000	118,253	15,000	461	69,911	358,555
-	15,253	-	(51)	-	(461)	-	13,880
-	-	-	(173)	-	-	-	(173)
-	15,253	-	(223)	-	(461)	-	13,708

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis -Energy Services  
Year Ended June 30, 2016

	Bonneville Power Administration	Department of Energy	Low Income Home Energy Assist Program	Low Income Home Energy Weatherization Assistance WX
<b>Revenues</b>				
Grant Revenue	67,903	61,834	807,351	156,818
CSBG Allocation	-	-	-	-
Contributions and Donations	-	-	-	-
Client Fees	-	-	-	-
Program and Other Income	-	-	-	-
<b>Total Revenues</b>	<b>67,903</b>	<b>61,834</b>	<b>807,351</b>	<b>156,818</b>
<b>Personnel</b>				
Salaries	17,666	10,129	54,237	43,593
Fringe	5,653	3,217	22,166	12,655
<b>Total Personnel</b>	<b>23,319</b>	<b>13,345</b>	<b>76,403</b>	<b>56,248</b>
<b>Operating Expenses</b>				
Audit, Legal & Other Consultants	-	-	-	401
Supplies	-	73	4,654	1,873
Space Costs	600	3,077	17,141	3,902
Insurance	1,913	90	1,392	3,509
Maintenance & Repairs	-	-	225	2,115
Utilities and Phone	70	41	1,345	1,519
Transportation	-	-	-	1,231
Training & Travel	1,215	3,591	807	1,760
Direct Client Support	34,096	35,826	636,962	69,732
Program & Client Outreach & Activities	-	-	1,483	838
USDA Food	-	-	-	-
IT, Licensing, Staffing, Governance, etc.	1,442	1,006	3,690	1,640
Fund Raising Expenses	-	-	-	-
Indirect Allocation	5,247	4,785	63,249	12,050
<b>Total Operating Expenses</b>	<b>44,583</b>	<b>48,489</b>	<b>730,948</b>	<b>100,571</b>
Capital Purchases	-	-	-	-
<b>Total Expenses</b>	<b>67,903</b>	<b>61,834</b>	<b>807,351</b>	<b>156,819</b>
Change in Assets	-	-	-	-
Net Assets - Beginning of Year	-	-	-	-
Net Assets- End of Year	-	-	-	-

Oregon Coast Community Acton  
 Statement of Revenues, Expenses and Changes in Net Assets  
 Funding Source Basis -Energy Services  
 Year Ended June 30, 2016

Energy Conservation Helping Oregonians	Ferril Gas	Oregon Energy Assistance Program	Coos Curry Electric Co-op	Energy Services General Fund	Energy Services Program Total
136,708	480	415,488	-	-	1,646,582
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	333	333
-	-	-	-	499	499
<u>136,708</u>	<u>480</u>	<u>415,488</u>	<u>-</u>	<u>833</u>	<u>1,647,414</u>
46,729	-	28,944	-	-	201,297
15,230	-	9,106	-	-	68,027
<u>61,958</u>	<u>-</u>	<u>38,050</u>	<u>-</u>	<u>-</u>	<u>269,324</u>
1,204	-	-	-	-	1,605
73	-	359	44	66	7,143
5,924	-	2,427	125	-	33,196
513	-	1,044	-	-	8,462
-	-	2,349	-	-	4,689
129	-	2,908	169	-	6,181
-	-	-	-	-	1,231
1,292	-	37	-	-	8,702
51,376	296	333,143	6,914	1,189	1,169,532
3,000	-	-	-	-	5,321
-	-	-	-	-	-
526	-	2,433	-	-	10,737
-	-	-	-	-	-
10,712	184	32,738	616	138	129,720
<u>74,749</u>	<u>480</u>	<u>377,438</u>	<u>7,868</u>	<u>1,394</u>	<u>1,386,520</u>
<u>136,708</u>	<u>480</u>	<u>415,487</u>	<u>7,868</u>	<u>1,394</u>	<u>1,655,844</u>
-	-	-	(7,868)	(561)	(8,429)
-	-	-	12,128	29,563	41,692
-	-	-	4,260	29,002	33,263

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Housing Services  
Year Ended June 30, 2016

	HUD CoC COOLS	HUD CoC Family Transitions	Emergency Food and Shelter Program	Emergency Housing Assistance	Emergency Solutions Grant Program
<b>Revenues</b>					
Grant Revenue	159,896	56,747	5,981	106,327	59,401
CSBG Allocation	-	-	-	-	-
Contributions and Donations	-	-	-	-	-
Client Fees	-	-	-	-	-
Program and Other Income	-	-	-	-	-
<b>Total Revenues</b>	<b>159,896</b>	<b>56,747</b>	<b>5,981</b>	<b>106,327</b>	<b>59,401</b>
<b>Personnel</b>					
Salaries	30,591	6,891	-	33,131	8,816
Fringe	8,560	1,836	-	11,022	2,865
<b>Total Personnel</b>	<b>39,151</b>	<b>8,726</b>	<b>-</b>	<b>44,152</b>	<b>11,681</b>
<b>Operating Expenses</b>					
Audit, Legal & Other Consultants	-	-	-	-	-
Supplies	-	-	-	8,256	-
Space Costs	-	-	-	15,313	-
Insurance	-	-	-	1,492	-
Maintenance & Repairs	-	-	-	1,570	-
Utilities and Phone	-	-	-	2,964	-
Transportation	-	-	-	-	-
Training & Travel	-	-	-	4,650	-
Direct Client Support	37,829	43,575	1,702	10,400	23,232
Program & Client Outreach & Activities	-	-	-	10	-
USDA Food	-	-	-	-	-
IT, Licensing, Staffing, Governance, etc.	-	-	-	6,738	614
Sub Recipient Payments	70,390	-	3,588	-	22,500
Indirect Allocation	12,526	4,446	691	10,781	1,374
<b>Total Operating Expenses</b>	<b>120,745</b>	<b>48,021</b>	<b>5,981</b>	<b>62,175</b>	<b>47,720</b>
Capital Purchases	-	-	-	-	-
<b>Total Expenses</b>	<b>159,896</b>	<b>56,747</b>	<b>5,981</b>	<b>106,327</b>	<b>59,401</b>
Change in Assets	-	-	-	-	-
Net Assets - Beginning of Year	-	-	-	-	-
Net Assets- End of Year	-	-	-	-	-

Oregon Coast Community Acton  
 Statement of Revenues, Expenses and Changes in Net Assets  
 Funding Source Basis - Housing Services  
 Year Ended June 30, 2016

<u>Home Tenant Based Assistance</u>	<u>Housing Stabilization Program (TANF)</u>	<u>SS Veterans Family</u>	<u>Veterans EHA</u>	<u>Low Income Rental Housing Fund</u>	<u>State Housing Assistance Program</u>
82,065	12,071	221,434	2,729	6,724	34,730
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>82,065</u>	<u>12,071</u>	<u>221,434</u>	<u>2,729</u>	<u>6,724</u>	<u>34,730</u>
-	2,041	75,595	1,855	-	20,039
-	1,005	26,836	601	-	6,520
-	<u>3,046</u>	<u>102,430</u>	<u>2,456</u>	-	<u>26,559</u>
-	-	-	-	-	-
-	-	4,127	-	-	480
-	-	8,661	-	-	628
-	-	1,459	-	-	935
-	-	1,063	-	-	-
-	-	1,800	-	-	131
-	-	4,690	-	-	-
-	-	9,442	-	-	-
78,866	7,818	62,032	-	6,105	-
-	-	7,830	-	-	-
-	-	-	-	-	-
-	-	553	-	-	2,750
-	-	-	-	-	-
3,199	1,207	17,347	273	619	3,246
<u>82,065</u>	<u>9,025</u>	<u>119,003</u>	<u>273</u>	<u>6,724</u>	<u>8,171</u>
-	-	-	-	-	-
<u>82,065</u>	<u>12,071</u>	<u>221,434</u>	<u>2,729</u>	<u>6,724</u>	<u>34,730</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Housing Services  
Year Ended June 30, 2016

	Medical & Dental Emergency Services	General Housing	Operation Informed Warrior	Community Action Team (CAT) Warming Center
Revenues				
Grant Revenue	-	-	-	-
CSBG Allocation	-	-	-	10,000
Contributions and Donations	5,880	-	-	600
Client Fees	-	-	-	-
Program and Other Income	-	-	-	-
Total Revenues	<u>5,880</u>	<u>-</u>	<u>-</u>	<u>10,600</u>
Personnel				
Salaries	-	-	-	-
Fringe	-	-	-	-
Total Personnel	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating Expenses				
Audit, Legal & Other Consultants	-	-	-	-
Supplies	-	-	87	1
Space Costs	-	-	-	-
Insurance	-	-	-	-
Maintenance & Repairs	-	-	-	-
Utilities and Phone	-	-	-	-
Transportation	-	-	-	-
Training & Travel	-	-	-	-
Direct Client Support	1,234	-	-	9,479
Program & Client Outreach & Activities	-	-	-	-
USDA Food	-	-	-	-
IT, Licensing, Staffing, Governance, etc.	-	-	-	-
Sub Recipient Payments	-	-	-	-
Indirect Allocation	105	-	7	1,120
Total Operating Expenses	<u>1,339</u>	<u>-</u>	<u>95</u>	<u>10,600</u>
Capital Purchases	-	-	-	-
Total Expenses	<u>1,339</u>	<u>-</u>	<u>95</u>	<u>10,600</u>
Change in Assets	<u>4,541</u>	<u>-</u>	<u>(95)</u>	<u>-</u>
Net Assets - Beginning of Year	<u>6,827</u>	<u>26,186</u>	<u>4,206</u>	<u>-</u>
Net Assets- End of Year	<u>11,369</u>	<u>26,186</u>	<u>4,111</u>	<u>-</u>

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Housing Services  
Year Ended June 30, 2016

<u>Brookings Donations</u>	<u>Charity, Peace and Justice</u>	<u>Park West</u>	<u>5 Bridges - Homeless Youth</u>	<u>Housing Services Program Total</u>
-	-	-	-	748,104
-	17,695	20,098	-	47,793
1,163	3,252	-	6,466	17,361
-	13,325	129,114	-	142,439
-	12,000	6,272	-	18,272
<u>1,163</u>	<u>46,271</u>	<u>155,484</u>	<u>6,466</u>	<u>973,969</u>
-	-	24,349	-	203,307
-	-	4,442	-	63,686
-	-	28,792	-	266,994
-	-	-	-	-
-	3,760	809	-	17,520
-	-	40,535	-	65,137
-	-	9,148	-	13,034
-	-	9,443	-	12,076
-	-	34,431	-	39,326
-	-	-	-	4,690
-	1,363	909	-	16,364
440	20,550	-	-	303,263
-	166	-	250	8,256
-	-	-	-	-
-	84	22,422	1	33,163
-	-	-	-	96,478
487	4,584	8,687	21	70,721
<u>928</u>	<u>30,506</u>	<u>126,385</u>	<u>272</u>	<u>680,028</u>
-	-	-	-	-
<u>928</u>	<u>30,506</u>	<u>155,177</u>	<u>272</u>	<u>947,021</u>
<u>235</u>	<u>15,765</u>	<u>308</u>	<u>6,194</u>	<u>26,948</u>
1,534	13,240	(126,816)	-	(74,822)
<u>1,769</u>	<u>29,005</u>	<u>(126,508)</u>	<u>6,194</u>	<u>(47,875)</u>

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Food Share  
Year Ended June 30, 2016

	Emergency Food and Shelter Program	The Emergency Food Assistance Program	US Department of Agriculture	OFB - Hunger Relief Fund	Cow Creek
<b>Revenues</b>					
Grant Revenue	13,000	15,202	251,350	47,524	-
CSBG Allocation	-	-	-	-	-
Contributions and Donations	-	-	-	-	12,500
Client Fees	-	-	-	-	-
Program and Other Income	-	-	-	-	-
<b>Total Revenues</b>	<b>13,000</b>	<b>15,202</b>	<b>251,350</b>	<b>47,524</b>	<b>12,500</b>
<b>Personnel</b>					
Salaries	-	-	-	31,915	-
Fringe	-	-	-	9,603	-
<b>Total Personnel</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>41,519</b>	<b>-</b>
<b>Operating Expenses</b>					
Audit, Legal & Other Consultants	-	-	-	-	-
Supplies	-	1,206	-	1,513	-
Space Costs	-	-	-	-	-
Insurance	-	-	-	-	-
Maintenance & Repairs	-	547	-	-	-
Utilities and Phone	-	10,030	-	-	-
Transportation	-	1,810	-	-	74
Training & Travel	-	-	-	-	-
Direct Client Support	-	-	-	-	-
Program & Client Outreach & Activities	-	-	-	150	-
USDA Food	13,000	-	220,114	-	12,287
IT, Licensing, Staffing, Governance, etc.	-	101	-	619	122
Fund Raising Expenses	-	138	-	-	-
Indirect Allocation	-	1,371	-	3,723	17
<b>Total Operating Expenses</b>	<b>13,000</b>	<b>15,202</b>	<b>220,114</b>	<b>6,005</b>	<b>12,500</b>
Capital Purchases	-	-	30,016	-	-
<b>Total Expenses</b>	<b>13,000</b>	<b>15,202</b>	<b>250,130</b>	<b>47,524</b>	<b>12,500</b>
Change in Assets	-	-	1,220	-	-
Net Assets - Beginning of Year	-	-	8,479	-	-
Net Assets- End of Year	-	-	9,699	-	-



Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Food Share  
Year Ended June 30, 2016

Ford Family Foundation	Oregon Communitiy Foundation	OFB Network / PWW support	Snack Pack	South Coast Food Share	Coquille Indian Tribe Foundation	Food Share - New Truck Project	Leighton Maxey	Food Share Program Total
-	-	-	-	-	-	-	-	327,076
-	-	-	-	45,000	-	-	-	45,000
8,000	20,000	25,000	41,730	30,267	7,500	47,954	15,000	207,951
-	-	-	-	224,651	-	-	-	224,651
-	-	-	-	1,005	-	-	-	1,005
<u>8,000</u>	<u>20,000</u>	<u>25,000</u>	<u>41,730</u>	<u>300,923</u>	<u>7,500</u>	<u>47,954</u>	<u>15,000</u>	<u>805,682</u>
-	-	-	18,266	86,191	-	-	-	136,372
-	-	-	5,495	23,575	-	-	-	38,673
-	-	-	<u>23,761</u>	<u>109,766</u>	-	-	-	<u>175,045</u>
-	-	-	-	-	-	-	-	-
-	-	-	1,011	1,629	-	-	-	5,359
-	6,247	-	217	65,492	-	-	-	71,956
-	-	-	-	6,685	-	-	-	6,685
-	1,052	-	-	9,333	-	-	-	10,932
-	3,500	-	-	13,129	-	-	-	26,659
-	3,000	-	57	8,720	-	-	-	13,661
-	-	-	-	3,225	-	-	-	3,225
6,000	5,000	-	19,446	-	-	-	-	30,446
-	-	-	-	565	-	-	-	715
1,490	-	-	-	82,731	7,500	-	-	337,123
-	-	4,783	500	4,102	-	-	-	10,226
-	-	-	-	270	-	-	-	408
510	1,201	402	4,249	18,313	-	-	-	29,785
<u>8,000</u>	<u>20,000</u>	<u>5,185</u>	<u>25,479</u>	<u>214,194</u>	<u>7,500</u>	<u>-</u>	<u>-</u>	<u>547,180</u>
-	-	25,000	-	3,288	-	47,954	-	106,258
<u>8,000</u>	<u>20,000</u>	<u>30,185</u>	<u>49,240</u>	<u>327,249</u>	<u>7,500</u>	<u>47,954</u>	<u>-</u>	<u>828,483</u>
-	-	(5,185)	(7,510)	(26,326)	-	-	15,000	(22,801)
-	-	5,185	6,923	13,883	-	-	-	34,470
-	-	-	(587)	(12,443)	-	-	15,000	11,670

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Administration  
Year Ended June 30, 2016

	Community Service Block Grant	ORCCA Children Donations	Corporate Funds	Board / Corporate Funds	Employee Recognition and Emp Safety	Development Fund Raising
<b>Revenues</b>						
Grant Revenue	121,693	-	-	-	-	-
CSBG Allocation	(105,723)	-	-	582	-	-
Contributions and Donations	-	-	5,767	464	-	2,571
Client Fees	-	-	-	-	-	-
Program and Other Income	-	-	77,629	-	26,008	-
<b>Total Revenues</b>	<b>15,970</b>	<b>-</b>	<b>83,396</b>	<b>1,046</b>	<b>26,008</b>	<b>2,571</b>
<b>Personnel</b>						
Salaries	-	-	-	-	-	2,525
Fringe	-	-	-	-	-	671
<b>Total Personnel</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,196</b>
<b>Operating Expenses</b>						
Audit, Legal & Other Consultants	765	-	70,886	-	-	-
Supplies	1,277	-	89	-	-	20
Space Costs and Depreciation	-	-	-	-	-	-
Insurance	-	-	-	-	-	-
Maintenance & Repairs	175	-	-	-	-	-
Utilities and Phone	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Training & Travel	6,491	-	-	-	-	-
Direct Client Support	-	-	-	-	-	-
Program & Client Outreach & Activities	375	-	1,145	-	-	-
USDA Food	-	-	-	-	-	-
IT, Licensing, Staffing, Governance, etc.	5,636	-	85	632	7,569	-
Fund Raising Expenses	-	-	-	-	-	302
Indirect Allocation	1,251	-	6,137	54	643	299
<b>Total Operating Expenses</b>	<b>15,969</b>	<b>-</b>	<b>78,343</b>	<b>686</b>	<b>8,213</b>	<b>621</b>
Capital Purchases	-	-	4,413	-	-	-
<b>Total Expenses</b>	<b>15,969</b>	<b>-</b>	<b>82,756</b>	<b>686</b>	<b>8,213</b>	<b>3,816</b>
Change in Assets	-	-	640	361	17,795	(1,245)
Net Assets - Beginning of Year	-	13,907	506,898	73,151	-	130
Net Assets- End of Year	-	13,907	507,538	73,511	17,795	(1,115)

Oregon Coast Community Acton  
Statement of Revenues, Expenses and Changes in Net Assets  
Funding Source Basis - Administration  
Year Ended June 30, 2016

CFRC Janitorial Expenses	Copy Usage Joint Costs	Vehicle Usage Joint Costs	Computer Support Joint Costs	Indirect Cost Allocation Plan	New Market Tax Credits	GAAP Adj for Financial Stmts	Administration Total
-	-	-	-	-	-	-	121,693
-	-	-	-	223	-	-	(104,918)
-	-	-	-	1,099	-	-	9,901
-	-	-	-	-	-	-	-
2,579	-	-	60	-	46,084	-	152,360
<u>2,579</u>	<u>-</u>	<u>-</u>	<u>60</u>	<u>1,322</u>	<u>46,084</u>	<u>-</u>	<u>179,036</u>
10,654	-	810	48,106	393,581	-	(6,192)	449,485
2,035	-	202	18,406	112,992	-	(1,022)	133,283
<u>12,689</u>	<u>-</u>	<u>1,012</u>	<u>66,513</u>	<u>506,573</u>	<u>-</u>	<u>(7,214)</u>	<u>582,768</u>
-	-	-	7,635	46,110	-	-	125,397
6,567	(368)	-	2,445	19,199	-	-	29,228
-	-	-	-	39,066	-	86,357	125,423
-	-	2,117	-	11,384	-	-	13,501
(16,345)	-	-	-	11,505	-	-	(4,666)
58	307	-	830	8,584	-	-	9,779
-	-	356	-	51	-	-	407
-	-	(3,213)	29	14,644	-	-	17,951
-	-	-	-	-	-	-	-
-	-	-	-	216	-	-	1,736
-	-	-	-	-	-	-	-
-	-	-	(77,687)	17,463	-	-	(46,303)
-	-	-	-	-	-	-	302
(389)	62	(272)	296	(673,474)	-	-	(665,392)
<u>(10,109)</u>	<u>-</u>	<u>(1,012)</u>	<u>(66,453)</u>	<u>(505,251)</u>	<u>-</u>	<u>86,356</u>	<u>(392,637)</u>
-	-	-	-	-	-	(146,144)	(141,731)
<u>2,579</u>	<u>-</u>	<u>-</u>	<u>60</u>	<u>1,322</u>	<u>-</u>	<u>(67,002)</u>	<u>48,400</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>46,084</u>	<u>67,002</u>	<u>130,636</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,668,228</u>	<u>979,423</u>	<u>6,241,736</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,714,312</u>	<u>1,046,424</u>	<u>6,372,372</u>

# Oregon Coast Community Action

## Schedule of Expenditures of Federal Awards

Year Ended June 30, 2016

Federal Grantor Pass-Through Grantor Program or Cluster Title	Federal CFDA Number	Period Covered	Pass-Through Entity Identifying Number	Expenditures		
				From Pass Through Awards	From Direct Awards	Total Expenditures
<b>Department of Health &amp; Human Services</b>						
<b>Direct Programs</b>						
Head Start & Early Head Start	93.600	9/1/14-8/31/15	N/A	\$ -	\$ 119,194	\$ 119,194
Head Start & Early Head Start	93.600	9/1/15-8/31/16	N/A	-	2,268,056	2,268,056
<b>Total Head Start Cluster</b>				<u>-</u>	<u>2,387,250</u>	<u>2,387,250</u>
<b>Passed Through Oregon Housing &amp; Community Services</b>						
Low Income Home Energy Assistance	93.568	7/1/15-6/30/16	90281	<u>964,169</u>	<u>-</u>	<u>964,169</u>
Community Services Block Grant	93.569	7/1/15-6/30/16	90281	<u>121,693</u>	<u>-</u>	<u>121,693</u>
Temporary Assistance for Needy Families	93.558	7/1/15-6/30/16	90281	<u>12,071</u>	<u>-</u>	<u>12,071</u>
<b>Passed Through Oregon Department of Education</b>						
Promoting Safe and Stable Families	93.556	7/1/15-6/30/16	N/A	<u>12,017</u>	<u>-</u>	<u>12,017</u>
<b>Passed Through Oregon Department of Human Services</b>						
Child Care & Development Block Grant	93.575	7/1/15-6/30/16	90281	<u>86,725</u>	<u>-</u>	<u>86,725</u>
<b>Total Department of Health and Human Services</b>				<u>1,196,675</u>	<u>2,387,250</u>	<u>3,583,925</u>
<b>Department of Energy</b>						
<b>Passed Through Oregon Housing &amp; Community Services</b>						
Weatherization Assistance For Low-Income Persons (DOE Funds)	81.042	7/1/15-6/30/16	90281	<u>61,834</u>	<u>-</u>	<u>61,834</u>
<b>Total Weatherization Assistance For Low-Income Persons (DOE Funds)</b>						
Weatherization Assistance For Low-Income Persons (BPA Funds)	81.999	7/1/15-6/30/16	90281	<u>67,903</u>	<u>-</u>	<u>67,903</u>
<b>Total Department of Energy</b>				<u>129,737</u>	<u>-</u>	<u>129,737</u>
<b>Department of Agriculture</b>						
<b>Direct Programs</b>						
Community Facilities Loan and Grant Program	10.766	7/1/15-6/30/16	N/A	<u>-</u>	<u>30,016</u>	<u>30,016</u>
<b>Passed Through Oregon Food Bank</b>						
Emergency Food Assistance (Administrative Costs)	10.568	7/1/15-6/30/16	N/A	15,202	-	15,202
Emergency Food Assistance (Food Commodities)	10.569	7/1/15-6/30/16	N/A	220,114	-	220,114
<b>Total Emergency Food Assistance Program</b>				<u>235,316</u>	<u>-</u>	<u>235,316</u>
<b>Passed Through Oregon Department of Education</b>						
Child & Adult Care Food Program	10.558	7/1/15-6/30/16	10-15002	<u>226,798</u>	<u>-</u>	<u>226,798</u>
<b>Total Department of Agriculture</b>				<u>462,114</u>	<u>30,016</u>	<u>492,130</u>

# Oregon Coast Community Action

## Schedule of Expenditures of Federal Awards

Year Ended June 30, 2016

Federal Grantor Pass-Through Grantor Program or Cluster Title	Federal CFDA Number	Period Covered	Pass-Through Entity Identifying Number	Expenditures		
				From Pass Through Awards	From Direct Awards	Total Expenditures
<b>Department of Justice</b>						
<b>Direct Programs</b>						
Juvenile Mentoring Program	16.726	7/1/15-6/30/16	N/A	-	11,500	11,500
<b>Total Department of Justice</b>				-	11,500	11,500
<b>Department of Homeland Security</b>						
<b>Passed Through United Way of America</b>						
Federal Emergency Management Food & Shelter Program	97.024	7/1/15-6/30/16	15-7100-00	18,981	-	18,981
<b>Total Department of Homeland Security</b>				18,981	-	18,981
<b>Department of Housing &amp; Urban Development</b>						
<b>Direct Programs</b>						
Supplemental Assistance for Facilities-Continuum of Care	14.235	7/1/15-6/30/16	N/A	-	216,643	216,643
<b>Department of Education</b>						
<b>Passed Through Oregon Department of Education</b>						
Race to the Top	84.412	7/1/15-6/30/16	N/A	55,330	-	55,330
<b>Total Department of Education</b>				55,330	-	55,330
<b>Passed Through Oregon Housing and Community Services</b>						
Emergency Solutions Grant Program	14.231	7/1/15-6/30/16	90281	59,401	-	59,401
HOME Investment Partnerships Program	14.239	7/1/15-6/30/16	90281	82,065	-	82,065
<b>Total Department of Housing &amp; Urban Development</b>				141,466	216,643	358,109
<b>Department of Veterans Affairs</b>						
<b>Passed Through Access</b>						
Supportive Services For Veteran Families	64.003	7/1/15-6/30/16	N/A	221,434	-	221,434
<b>Total Department of Veterans Affairs</b>				221,434	-	221,434
<b>Total Federal Award Programs</b>				<b>\$ 2,225,737</b>	<b>\$ 2,645,409</b>	<b>\$ 4,871,146</b>

**NOTE 1 - BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Oregon Coast Community Action (ORCCA) under programs of the federal government for the year ended June 30, 2016. 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, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of ORCCA, it is not intended to and does not present the financial position, changes in net assets or cash flows of ORCCA.

**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 limited as to reimbursement.

Pass-through entity identifying numbers are presented where available.

**NOTE 3 – DE-MINIMIS COST RATE**

ORCCA did not use the 10% de-minimis cost rate.

**NOTE 4 – SUB RECIPIENTS**

Included in federal expenditures are the following amounts passed through and expended by sub-recipients:

HUD Continuum of Care	\$70,390
HUD Emergency Solutions Grant	\$22,500
HHS Community Service Block Grant	\$10,995
HS Emergency Food & Shelter Program	\$3,588
DOE Race to the Top	\$15,498
DOA Emergency Food Assistance-Commodities	\$220,114

# Oregon Coast Community Action

## Summary Schedule of Prior Audit Findings

Year Ended June 30, 2016

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7.242

### SIGNIFICANT DEFICIENCIES

#### 2015-001 Grant Reimbursement Requests

Several requests for grant reimbursement were prepared using inaccurate records which resulted in a reimbursement for incorrect amounts.

*This finding has been corrected.*

#### 2015-002 Program Procedures & Review

A required program checklist was not completed by program staff, resulting in the omission of a required step in program delivery and documentation.

*This finding has been corrected.*

### Section III – Federal Award Findings and Questioned Costs:

#### 2015-003 Reimbursement Requests

CFDA Number and Title:	64.033 Supportive Services for Veteran Families
Federal Grantor Name:	US Department of Veterans Affairs
Pass-Through Entity Name:	ACCESS
Grant Name:	Supportive Services for Veteran Families

Two reimbursement requests tested during compliance testing for the program were prepared using incorrect data from the Agency accounting records which resulted in both an over and a under billing to the grant. In both cases the amounts involved were less than \$1,000. The errors were corrected during a detail review performed on a quarterly basis and no net over or under charge was made to the grant during the year under audit.

*This finding has been corrected.*

#### 2015-004 Program Agreement

CFDA Number and Title:	64.033 Supportive Services for Veteran Families
Federal Grantor Name:	US Department of Veterans Affairs
Pass-Through Entity Name:	ACCESS
Grant Name:	Supportive Services for Veteran Families

While testing eligibility for the program, we also tested for specific contract requirements. Each participant in the program was required to sign a program agreement which communicated rights and responsibilities of the participant. We tested 9 files out of a total of 21 that participated in the program during the fiscal year. 3 of the 9 tested were missing a signed program agreement. As noted in finding 2015-002, program staff failed to follow Agency procedures.

*This finding has been corrected.*

**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**

To the Board of Directors  
Oregon Coast Community Action  
Coos Bay, OR

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Oregon Coast Community Action (ORCCA), which comprise the consolidated statement of financial position as of June 30, 2016, 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 November 14, 2016.

**Internal Control Over Financial Reporting**

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

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

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

**Compliance and Other Matters**


As part of obtaining reasonable assurance about whether ORCCA's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of consolidated financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not



express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

**Purpose of this Report**

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



Aiken & Sanders, Inc., PS  
Certified Public Accountants  
& Management Consultants

November 14, 2016

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

To the Board of Directors  
Oregon Coast Community Action  
Coos Bay, WA

**Report on Compliance for Each Major Federal Program**

We have audited Oregon Coast Community Action's (ORCCA's) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of ORCCA's major federal programs for the year ended June 30, 2016. ORCCA'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 ORCCA's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about ORCCA'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 ORCCA's compliance.

**Opinion on Each Major Federal Program**

In our opinion, ORCCA 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 June 30, 2016.

**Report on Internal Control Over Compliance**

Management of ORCCA 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 ORCCA's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the

auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of ORCCA'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 a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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



Aiken & Sanders, Inc., PS  
Certified Public Accountants  
& Management Consultants

November 14, 2016

**Oregon Coast Community Action**  
**Schedule of Findings and Questioned Costs**  
 Year Ended June 30, 2016

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**Section I - Summary of Auditor's Results:**

**Financial Statements**

Type of auditor's report issued: Unmodified

**Internal control over financial reporting:**

Material weaknesses identified: No

Significant deficiencies identified not considered to be material weaknesses: None reported

Noncompliance material to financial statements noted: No

**Federal Awards**

**Internal control over major programs:**

Material weaknesses identified: No

Significant deficiencies identified not considered to be material weaknesses: 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 Uniform Guidance, Section 200.516(a): No

**Identification of major programs:**

<u>CFDA Numbers</u>	<u>Name of Federal Program</u>
93.600	Head Start
93.568	Low Income Home Energy Assistance Program

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

**Auditee qualified as low-risk auditee: No**

**Section II – Financial Statement Findings:**

No matters were reported.

**Section III – Federal Award Findings and Questioned Costs:**

No matters were reported.