Greater East Texas Community Action Program

Nacogdoches, Texas

Financial Statements
and Supplementary Information

Year Ended November 30, 2024

community Action PARTNERSHIP
Greater East Texas Community Action Program

WIPFLI

Greater East Texas Community Action Program

Year Ended November 30, 2024

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Independent Auditor's Report

Board of Directors
Greater East Texas Community Action Program
Nacogdoches, Texas

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Greater East Texas Community Action Program, a nonprofit organization, which comprise the statement of financial position as of November 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Greater East Texas Community Action Program as of November 30, 2024, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Greater East Texas Community Action Program and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards,* we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Greater East Texas Community Action Program's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Greater East Texas Community Action Program's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information on pages 17 through 23, which includes the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 22, 2025, on our consideration of Greater East Texas Community Action Program's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Greater East Texas Community Action Program's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Greater East Texas Community Action Program's internal control over financial reporting and compliance.

Wipfli LLP

Wipfli LLP

Madison, Wisconsin
August 22, 2025

Greater East Texas Community Action Program

Statement of Financial Position

November 30, 2024		
ASSETS		
Current assets:		
Cash	$	837,254
Grants receivable		562,948
Prepaid expenses and other assets		171,352
Total current assets		1,571,554
Property and equipment, net		2,191,506
Other assets:		
Operating lease right of use asset, net		1,092,370
Finance lease right of use asset, net		91,112
Total other assets		1,183,482
TOTAL ASSETS	$	4,946,542
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	$	800,658
Accrued liabilities		426,175
Refundable advances		665,004
Current portion of operating lease obligations		354,063
Current portion of finance lease obligations		53,123
Line of credit		500,000
Total current liabilities		2,799,023
Long-term liabilities:		
Operating lease obligations, net of current portion		758,908
Finance lease obligations, net of current portion		40,720
Total long-term liabilities		799,628
Total liabilities		3,598,651
Net assets:		
Without donor restrictions:		
Designated		97,234
Undesignated		1,250,657
Total net assets without donor restrictions		1,347,891
TOTAL LIABILITIES AND NET ASSETS	$	4,946,542

See accompanying notes to financial statements.

Greater East Texas Community Action Program

Statement of Activities

Year Ended November 30, 2024	
Revenue:	
Grants	$ 28,633,497
Program revenue	2,814
Donations	33,263
Interest income	41,029
Other income	61,540
In-kind revenue	1,969,247
Total revenue	30,741,390
Expenses:	
Program services:	
Education	10,332,892
Energy and weatherization assistance	16,563,824
Other assistance	1,096,825
Total program services	27,993,541
Management and general	2,610,320
Total expenses	30,603,861
Change in net assets without donor restrictions	137,529
Net assets without donor restrictions - Beginning of the year	1,210,362
Net assets without donor restrictions - End of the year	$ 1,347,891

See accompanying notes to financial statements.

Greater East Texas Community Action Program

Statement of Functional Expenses

Year Ended November 30, 2024

	Education	Energy and Weatherization Assistance	Other Assistance	Total Program Services	Management and General	Total Expenses
Salaries	$ 3,864,779	$ 1,393,789	$ 320,785	$ 5,579,353	$ 1,266,608	$ 6,845,961
Payroll taxes	335,833	115,629	27,285	478,747	100,920	579,667
Fringe benefits	992,846	215,675	82,565	1,291,086	221,343	1,512,429
Consultants	14,000	0	0	14,000	0	14,000
Contractual services	515,799	21,435	9,414	546,648	94,558	641,206
Travel	710	33,455	7,185	41,350	3,970	45,320
Training	65,627	63,710	18,971	148,308	96,109	244,417
Supplies	595,483	129,854	63,100	788,437	138,351	926,788
Insurance	121,904	40,487	17,687	180,078	61,170	241,248
Occupancy	1,230,339	219,954	176,938	1,627,231	92,122	1,719,353
Communications	136,424	72,213	39,312	247,949	19,994	267,943
Food	413,829	0	1	413,830	0	413,830
Vehicle	43,864	27,399	9,301	80,564	9,297	89,861
Direct client assistance	15,747	14,216,631	163,776	14,396,154	0	14,396,154
Interest	0	0	6	6	25,102	25,108
Depreciation	0	0	0	0	404,036	404,036
In-kind	1,969,247	0	0	1,969,247	0	1,969,247
Other operational	16,461	13,593	160,499	190,553	76,740	267,293
Totals	$ 10,332,892	$ 16,563,824	$ 1,096,825	$ 27,993,541	$ 2,610,320	$ 30,603,861

See accompanying notes to financial statements.

Greater East Texas Community Action Program

Statement of Cash Flows

Year Ended November 30, 2024		
Change in cash:		
Cash flows from operating activities:		
Change in net assets	$	137,529
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation		404,036
Noncash lease expense		448,327
Amortization of finance lease		48,254
Changes in operating assets and liabilities:		
Grants receivable		531,912
Prepaid expenses and other assets		(50,064)
Accounts payable		106,465
Accrued liabilities		67,040
Refundable advances		(352,798)
Operating lease obligations		(400,327)
Total adjustments		802,845
Net cash flows from operating activities		940,374
Cash flows from investing activities:		
Purchase of property and equipment		(835,146)
Net cash flows from investing activities		(835,146)
Cash flows from financing activities:		
Payments on finance lease obligations		(51,563)
Proceeds from line of credit		3,000,000
Payments on line of credit		(3,000,000)
Net cash flows from financing activities		(51,563)
Net change in cash		53,665
Cash beginning of year		783,589
Cash end of year	$	837,254
Supplemental schedule of operating activities:		
Interest paid and expensed	$	25,108
Noncash investing and financing activities:		
ROU assets obtained in exchanged for new finance lease obligations	$	633
Net ROU remeasurement		(414,151)
Cash paid for amounts included in the measurement of lease obligations:		
Operating cash flows from finance leases	$	4,507
Operating cash flows from operating leases		394,856
Financing cash flows from finance leases		52,180

See accompanying notes to financial statements.

Note 1: Summary of Significant Accounting Policies

Nature of Activities

Greater East Texas Community Action Program (GETCAP) is a Texas nonprofit corporation incorporated in 1965. GETCAP provides education services for pre-school aged children in the East Texas area, as well as providing certain assistance to individuals, including the payment of energy bills, habitat rehabilitation for energy conservation, and emergency assistance. Basic operations of GETCAP are financed by local contributions and grant awards provided by the State of Texas and the U.S. Government. Expenses directly related to a specific grant are charged to the grant with cost control provided by the grantor agency approved budgets.

Basis of Presentation

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

Classification of Net Assets

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

> **Without donor restrictions:** Net assets that are not subject to donor-imposed stipulations or where donor-imposed stipulations are met in the year of the contribution. The board of directors has designated $97,234 of net assets without donor restrictions to be used to help build GETCAP's unrestricted cash balances to improve GETCAP's asset to liability ratio.
>
> **With donor restrictions**: Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other explicit donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources must be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. GETCAP currently does not have any net assets with donor restrictions.

Use of Estimates

The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition

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

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

Conditional contributions are recognized when the barrier(s) to entitlement are overcome. Unconditional contributions are recognized as revenue when received.

Unconditional contributions or conditional contributions in which the conditions have been substantially met or explicitly waived by the donor are recorded as support with or without donor restrictions, depending on the existence and nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized.

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

- **Grant Awards that are Contributions** - Grants that qualify as contributions are recorded as invoiced to the funding sources in accordance with the terms of the award. Revenue is recognized in the accounting period when the related allowable expenses are incurred. Amounts received in excess of expenses or asset acquisitions are reflected as refundable advances.

- **Grant Awards that are Exchange Transactions** - Exchange transactions are reimbursed based on a predetermined rate for services performed in accordance with the term of the award. Revenue is recognized when control of the promised goods or services is transferred to the customer (grantor) in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Amounts received in excess of recognized revenue are reflected as deferred revenue.

Note 1: Summary of Significant Accounting Policies (Continued)

Property and Equipment

Property and equipment are recorded at cost and charges depreciation over the estimated useful lives of the respective assets on a straight-line basis. GETCAP considers equipment to be items with a cost of $5,000 or more and a useful life of over one year. Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as without donor restrictions unless the donor has restricted the donated asset to a specific purpose.

Property and equipment purchased with grant funds are owned by GETCAP while used in the program for which they were purchased or in other future authorized programs. However, the various funding sources have a reversionary interest in the property and equipment purchased with grants funds. Its disposition, as well as the ownership of any proceeds therefrom, is subject to funding source regulations. Property and equipment purchased with grant funds, net of depreciation, was $1,280,694 at November 30, 2024.

Leases

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

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

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

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

Note 1: Summary of Significant Accounting Policies (Continued)

Leases (Continued)

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

GETCAP made an accounting policy election to not separate the lease components of a contract and its associated non-lease components (i.e., lessor-provided maintenance and other services) for all classes of leases.

In-Kind Contributions

In-kind contributions are recognized in the financial statements if they enhance or create an asset or require specialized skill for the service being provided. For the year ending November 30, 2024, in-kind contributions recognized within the statement of activities included:

Type	2024	Usage in Programs	Donor-imposed restrictions	Fair Value Techniques
Supplies	$ 78,414	Smith/Head Start	No	Purchase price
Contract services	1,890,833	Smith/Head Start	No	Current rate for similar services
Total	$ 1,969,247			

GETCAP received contributions from individuals who volunteer their time and perform a variety of tasks that assist the Organization in its Head Start programs. GETCAP received $77,540 worth of non-professional volunteer services during the year ended November 30, 2024. This amount is not recognized in the November 30, 2024 financial statements because it doesn't meet the criteria for recognition under GAAP.

Income Taxes

GETCAP is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and has been determined not to be a private foundation within the meaning of Section 509(a)(1) of the code. In addition, contributions to GETCAP qualify for the charitable contribution deduction under Section 170(b)(1)(A). GETCAP is also exempt from the State of Texas taxes.

GETCAP 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. GETCAP has determined there are no amounts to record as assets or liabilities related to uncertain tax positions.

Note 1: Summary of Significant Accounting Policies (Continued)

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and the statement of functional expenses. Directly identifiable expenses are charged to programs and supporting services. Certain costs have been allocated among the programs and supporting services benefited using various allocation methods depending on the type of cost. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of GETCAP.

Expenses that are allocated include the following:

Expense	Method of Allocation
Administrative Salaries - CEAP & CSBG	Time Spent Per Program
Operating Costs for Energy Assistance Outreach Offices	Time Spent Per Program
DOE, LIHEAP & Oncor-TACAA, Weatherization Programs Salaries	Number of Units Weatherized
Weatherization Office Expenses	Number of Units Weatherized
Audit Expense	Percent of Total Expenses per Prior Year SEFA
Client Software	Percent of Clients Assisted by Program
Utilities/Operating	Percent of Square Footage of Shared Office Space

Subsequent Events

GETCAP has evaluated events and transactions for potential recognition or disclosure in the financial statements through August 22, 2025, which is the date the financial statements were available to be issued.

Note 2: Concentration of Credit Risk

GETCAP maintains cash balances at a bank. Balances in the bank account are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. At times during the year, balances in this account may exceed the insurance limits. Management believes the financial institution has a strong credit rating and the credit risk related to the deposits is minimal.

Note 3: Liquidity and Availability of Financial Resources

GETCAP has no financial assets available for general expenditure, that is, without donor or other restrictions or designations limiting their use, within twelve months of the statement of financial position date, as of November 30, 2024.

GETCAP does not have a formal liquidity policy but maintains financial assets in cash. GETCAP can rely on a lower cash balance as it is primarily funded with cost reimbursement grants. Under cost reimbursement grants, once expenses are incurred, an organization can request reimbursement from the funding source. The grants have varying renewal dates. GETCAP has conditional grants receivable for future expenses of approximately $5,419,000, see Note 11.

Note 4: Grants Receivable

The grants receivable represents the following amounts due from the various funding sources as of November 30, 2024:

Texas Association of Community Action Agencies	$	404,338
USDA		79,755
Department of Health and Human Services		75,729
Other		3,126
Total	$	562,948

Note 5: Property and Equipment

A summary of property and equipment at November 30, 2024, is as follows:

Land	$	18,173
Buildings		2,637,654
Vehicles		1,661,582
Equipment		2,236,239
		6,553,648
Accumulated depreciation		(4,362,142)
Property and equipment, net	$	2,191,506

Note 6: Refundable Advances

The refundable advances represent the following amounts received but unspent on the following grants as of November 30, 2024:

DOE - AL #81.042	$	68,104
CSBG - AL #93.499		6,908
LIHEAP - AL #93.568		107,310
Tyler County Sierra Club Weatherization Funds		402,356
Other nonfederal funds		80,326
Total refundable advances	$	665,004

Note 7: Leases

GETCAP leases office equipment and buildings for program operations. Some leases entered into include one or more options to renew. The renewal terms can extend the lease term from one to six years. The exercise of lease renewal options is at GETCAP's sole discretion. Renewal option periods are included in the measurement of the ROU asset and lease liability when the exercise is reasonably certain to occur.

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

GETCAP's lease agreements do not contain any material residual value guarantees or material restrictive covenants. Payments due under these lease contracts include fixed payments. Components of lease expense were as follows for the year ended November 30, 2024:

Finance lease cost:		
Interest	$	4,507
Amortization of right-of-use asset		48,254
Operating lease cost		478,993
Total lease cost	$	531,754

Note 7: Leases (Continued)

Supplemental statement of financial position information related to operating leases is as follows as of November 30, 2024:

	Finance Leases	Operating Leases
Weighted-average remaining lease term	1.75 years	4.25 years
Weighted-average discount rate	3.83%	4.61%

Maturities of lease liabilities are as follows as of November 30, 2024:

	Finance Leases	Operating Leases
2025	$ 55,487	$ 397,425
2026	41,372	353,705
2027	-	130,934
2028	-	74,667
2029	-	74,667
Thereafter	-	217,778
Total lease payments	96,859	1,249,176
Less imputed interest	3,016	136,205
Totals	$ 93,843	$ 1,112,971

Note 8: Line of Credit

GETCAP has a $500,000 line of credit available with a bank. The line of credit bears a variable interest rate of 0.80% over the Prime Rate of the lender, however, under no circumstances will the interest rate be less than 4.75% per annum. The interest rate on the line of credit at November 30, 2024 was 8.55%. The line is secured by GETCAP's grants receivable and equipment. The line of credit agreement requires monthly interest payments with unpaid principal and interest due at maturity on September 30, 2025. The outstanding balance on the line of credit at November 30, 2024 was $500,000.

Note 9: Retirement Plan

GETCAP sponsors a defined contribution plan covering all eligible employees. GETCAP contributes 1% for qualified employees to the plan. Employees may make contributions to the plan up to the maximum amount allowed by the Internal Code. The retirement plan expense was $107,226 for the year ending November 30, 2024.

Note 10: Self-Funded Health Insurance

During 2024, GETCAP sponsors a self-funded health insurance which will cover certain employees and their dependents and contributed $40,980 to the plan. The plan was made effective on January 1, 2025. Health expense is based upon actual, claims paid, administration fees, and provisions for unpaid and unreported claims at year-end. GETCAP's exposure is limited with a stop-loss insurance policy for claims in excess of $75,000 per insured and aggregate claims of $1,000,000.

Note 11: Grant Awards

At November 30, 2024, GETCAP had received future funding commitments under various grants of approximately $5,419,000. These commitments are not recognized in the accompanying financial statements as revenues and receivables as they are conditional awards.

Note 12: Concentration of Revenue

Of the revenues received by GETCAP in fiscal year 2024, approximately 93% were from state and federal funded grants and contracts. Changes in reimbursement methods or reductions in available funds could adversely affect operations if alternative funding sources are not readily available.

Note 13: Commitments and Contingencies

GETCAP participates in various governmental grant programs, which may be subject to future program compliance audits by grantors or their representatives. Accordingly, GETCAP's compliance with applicable program grant requirements may be established at some future date. The amount, if any, of liabilities arising from disallowance of expenditures or ineligibility of grant revenue cannot be determined at this time.

Supplementary Information

Greater East Texas Community Action Program

Schedule A-1
Schedule of Program Activity
Year Ended November 30, 2024

		FEDERAL PROGRAMS							
		Department of Agriculture				Department of Energy			
		10.433		10.558		81.042			
		290		270		018	008	108	
	Total	Housing Preservation Grant	10.433 Subtotal	CACFP 2024-2025	10.558 Subtotal	Weatherization 2024-2025	Weatherization 2023-2024	DOE Bipartisan Infrastructure Law Funds	81.042 Subtotal
		(1)		(2)		(3)	(4)	(5)	
REVENUE									
Grant revenue	$ 28,633,497	$ 179,939	$ 179,939	$ 302,964	$ 302,964	$ 172,102	$ 739,604	$ 676,444	$ 1,588,150
Program revenue	2,814	0	0	0	0	0	0	0	0
Donations	33,263	0	0	0	0	0	0	0	0
Interest	41,029	0	0	0	0	0	0	0	0
Other income	61,540	0	0	0	0	0	0	0	0
Transfers	0	0	0	316,840	316,840	0	353	0	353
In-kind donations	1,969,247	0	0	0	0	0	0	0	0
Total Revenue	**30,741,390**	**179,939**	**179,939**	**619,804**	**619,804**	**172,102**	**739,957**	**676,444**	**1,588,503**
EXPENSES									
Salaries	6,845,961	40,329	40,329	235,961	235,961	64,481	128,437	181,785	374,703
Payroll taxes	579,667	3,069	3,069	20,017	20,017	4,487	10,052	14,302	28,841
Fringe benefits	1,512,429	7,604	7,604	86,612	86,612	10,921	26,081	33,533	70,535
Consultants	14,000	0	0	0	0	0	0	0	0
Contractual services	641,206	810	810	0	0	1,374	2,180	2,577	6,131
Travel	45,320	398	398	0	0	1,381	482	3,268	5,131
Training	244,417	2,305	2,305	0	0	2,868	19,543	18,588	40,999
Supplies	926,788	3,419	3,419	0	0	4,132	16,521	22,452	43,105
Insurance	241,248	3,666	3,666	0	0	3,811	8,778	10,730	23,319
Occupancy	1,719,353	6,110	6,110	0	0	7,634	18,460	23,343	49,437
Communications	267,943	2,213	2,213	0	0	3,090	4,648	7,583	15,321
Food	413,830	0	0	277,214	277,214	0	0	0	0
Vehicle	89,861	1,581	1,581	0	0	1,874	4,072	5,997	11,943
Equipment	0	437	437	0	0	0	3,413	3,063	6,476
Direct client assistance	14,396,154	107,511	107,511	0	0	65,132	495,528	346,293	906,953
Interest	25,108	0	0	0	0	0	0	0	0
Depreciation	404,036	0	0	0	0	0	0	0	0
In-kind	1,969,247	0	0	0	0	0	0	0	0
Other operational	267,293	487	487	0	0	917	1,762	2,930	5,609
	30,603,861	**179,939**	**179,939**	**619,804**	**619,804**	**172,102**	**739,957**	**676,444**	**1,588,503**
Change in Net Assets	**137,529**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Net assets - Beginning of year	1,210,362	0	0	0	0	0	0	0	0
NET ASSETS - END OF YEAR	**$ 1,347,891**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**

See Independent Auditor's Report.

Greater East Texas Community Action Program

Schedule A-2

Schedule of Program Activity

Year Ended November 30, 2024

	FEDERAL PROGRAMS						
	Department of Health and Human Services						
	93.568						
	104	006	004	014	010	012	
	CEAP - Emergency	LIHWAP	CEAP	CEAP	LIHEAP	LIHEAP	
	58930003988	34210003683	58220003586	58230003835	81220003614	8123003882	93.568
	2023-2024	2022-2024	2024	2024	2024	2023-2024	Subtotal
	(6)	(7)	(8)	(9)	(10)	(11)	
REVENUE							
Grant revenue	$ 2,815,887	$ 49,308	$ 9,908,193	$ 1,290,007	$ 1,035,901	$ 255,564	$ 15,354,860
Program revenue	0	0	0	0	0	0	0
Donations	0	0	0	0	0	0	0
Interest	0	0	0	0	0	0	0
Other income	0	0	0	0	0	0	0
Transfers	0	9,267	0	0	0	(9)	9,258
In-kind donations	0	0	0	0	0	0	0
Total Revenue	**2,815,887**	**58,575**	**9,908,193**	**1,290,007**	**1,035,901**	**255,555**	**15,364,118**
EXPENSES							
Salaries	72,078	(350)	813,432	289,119	183,719	43,524	1,401,522
Payroll taxes	9,454	(36)	61,036	29,359	14,505	4,513	118,831
Fringe benefits	26,740	(86)	115,569	19,818	37,275	8,308	207,624
Consultants	0	0	0	0	0	0	0
Contractual services	1,848	0	41,567	2,768	6,398	517	53,098
Travel	1,632	0	21,915	3,826	1,536	75	28,984
Training	1,247	0	24,453	(445)	21,515	(2,111)	44,659
Supplies	8,296	0	39,169	35,459	31,768	5,365	120,057
Insurance	3,802	0	17,176	0	10,153	513	31,644
Occupancy	23,820	0	102,771	31,190	28,783	6,507	193,071
Communications	5,194	0	36,011	10,188	7,640	1,820	60,853
Food	0	0	0	0	0	0	0
Vehicle	489	0	7,090	611	6,097	2,111	16,398
Equipment	7,263	0	141,988	23,815	7,263	0	180,329
Direct client assistance	2,652,580	59,047	8,477,099	839,696	675,721	184,108	12,888,251
Interest	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0
In-kind	0	0	0	0	0	0	0
Other operational	1,444	0	8,917	4,603	3,528	305	18,797
Total Expenses	**2,815,887**	**58,575**	**9,908,193**	**1,290,007**	**1,035,901**	**255,555**	**15,364,118**
Change in Net Assets	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Net assets - Beginning of year	0	0	0	0	0	0	0
NET ASSETS - END OF YEAR	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**

See Independent Auditor's Report.

Greater East Texas Community Action Program

Schedule A-3
Schedule of Program Activity
Year Ended November 30, 2024

	FEDERAL PROGRAMS							
	Department of Health and Human Services							
	93.569					93.600		
	001	011	100	101		325	300	
	CSBG 2024	CSBG 2023	CSBG Discretionary	CSBG 2024-2025	93.569 Subtotal	Head Start Smith County 2023-2024	Head Start 2023-2024	93.600 Subtotal
	(12)	(13)	(14)	(15)		(16)	(17)	
REVENUE								
Grant revenue	$ 873,609	$ 89,926	$ 25,416	$ 1,428	$ 990,379	$ 2,046,054	$ 7,725,708	$ 9,771,762
Program revenue	0	0	0	0	0	0	0	0
Donations	0	0	0	0	0	0	0	0
Interest	0	0	0	0	0	0	0	0
Other income	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	(315,282)	(315,282)
In-kind donations	0	0	0	0	0	0	1,364,886	1,364,886
Total Revenue	**873,609**	**89,926**	**25,416**	**1,428**	**990,379**	**2,046,054**	**8,775,312**	**10,821,366**
EXPENSES								
Salaries	391,166	22,102	2,420	0	415,688	354,819	3,972,832	4,327,651
Payroll taxes	32,909	1,815	185	0	34,909	30,231	340,362	370,593
Fringe benefits	92,590	6,209	621	0	99,420	54,559	977,374	1,031,933
Consultants	0	0	0	0	0	0	14,000	14,000
Contractual services	15,281	856	0	0	16,137	232,588	329,495	562,083
Travel	7,067	492	0	0	7,559	952	1,715	2,667
Training	29,208	4,463	3,225	1,428	38,324	10,269	104,269	114,538
Supplies	61,710	30,889	0	0	92,599	255,184	378,768	633,952
Insurance	26,166	0	0	0	26,166	25,325	127,050	152,375
Occupancy	112,533	11,427	0	0	123,960	489,106	783,379	1,272,485
Communications	38,256	2,530	0	0	40,786	27,373	118,739	146,112
Food	0	0	0	0	0	33,630	102,985	136,615
Vehicle	9,315	411	0	0	9,726	3,539	44,856	48,395
Equipment	0	0	0	0	0	523,424	66,549	589,973
Direct client assistance	28,685	7,844	18,965	0	55,494	0	15,747	15,747
Interest	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0
In-kind	0	0	0	0	0	0	1,364,886	1,364,886
Other operational	28,723	888	0	0	29,611	5,055	32,306	37,361
Total Expenses	**873,609**	**89,926**	**25,416**	**1,428**	**990,379**	**2,046,054**	**8,775,312**	**10,821,366**
Change in Net Assets	0	0	0	0	**0**	**0**	**0**	**0**
Net assets - Beginning of year	0	0	0	0	0	0	0	0
NET ASSETS - END OF YEAR	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**

See Independent Auditor's Report.

Greater East Texas Community Action Program

Schedule A-4

Schedule of Program Activity

Year Ended November 30, 2024

	FEDERAL PROGRAMS	STATE AND LOCAL PROGRAMS					
		020	028	045	056	058	200
	Total Federal Programs	Project Care Entergy	TXU Utility Assistance	Project Supply Our Schools	TACAA WXY	Tyler County Sierra Club Wx Funds	Agency Fund
REVENUE							
Grant revenue	$ 28,188,054	$ 0	$ 0	$ 0	$ 445,443	$ 0	$ 0
Program revenue	0	200	2,614	0	0	0	0
Donations	0	0	0	23,106	0	0	6,083
Interest	0	0	0	0	0	0	41,029
Other income	0	0	0	0	0	60,868	672
Transfers	11,169	0	0	302	4,983	3,594	(20,048)
In-kind donations	1,364,886	0	0	0	0	0	0
Total Revenue	**29,564,109**	**200**	**2,614**	**23,408**	**450,426**	**64,462**	**27,736**
EXPENSES							
Salaries	6,795,854	0	0	0	37,047	13,060	0
Payroll taxes	576,260	0	0	0	2,811	852	(256)
Fringe benefits	1,503,728	0	0	0	6,298	1,996	407
Consultants	14,000	0	0	0	0	0	0
Contractual services	638,259	0	0	0	2,848	99	0
Travel	44,739	0	0	0	540	39	2
Training	240,825	0	0	0	2,021	1,570	1
Supplies	893,132	0	0	23,408	7,927	1,277	(2,429)
Insurance	237,170	0	0	0	3,681	395	2
Occupancy	1,645,063	0	0	0	5,103	942	68,245
Communications	265,285	0	0	0	1,726	316	616
Food	413,829	0	0	0	0	0	1
Vehicle	88,043	0	0	0	1,290	528	0
Equipment	777,215	0	0	0	2,975	350	0
Direct client assistance	13,973,956	200	2,614	0	375,788	42,825	771
Interest	0	0	0	0	0	0	25,108
Depreciation	0	0	0	0	0	0	0
In-kind	1,364,886	0	0	0	0	0	0
Other operational	91,865	0	0	0	371	213	174,844
Total Expenses	**29,564,109**	**200**	**2,614**	**23,408**	**450,426**	**64,462**	**267,312**
Change in Net Assets	**0**	**0**	**0**	**0**	**0**	**0**	**(239,576)**
Net assets - Beginning of year	0	0	0	0	0	0	0
NET ASSETS - END OF YEAR	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**$ 0**	**($ 239,576)**

See Independent Auditor's Report.

Greater East Texas Community Action Program

Schedule A-5
Schedule of Program Activity
Year Ended November 30, 2024

	350 Head Start Donations	Total State and Local Programs	GAAP Adjustments	TOTAL PROGRAM ACTIVITY
REVENUE				
Grant revenue	$ 0	$ 445,443	$ 0	$ 28,633,497
Program revenue	0	2,814	0	2,814
Donations	4,074	33,263	0	33,263
Interest	0	41,029	0	41,029
Other income	0	61,540	0	61,540
Transfers	0	(11,169)	0	0
In-kind donations	681,901	681,901	(77,540)	1,969,247
Total Revenue	**685,975**	**1,254,821**	**(77,540)**	**30,741,390**
EXPENSES				
Salaries	0	50,107	0	6,845,961
Payroll taxes	0	3,407	0	579,667
Fringe benefits	0	8,701	0	1,512,429
Consultants	0	0	0	14,000
Contractual services	0	2,947	0	641,206
Travel	0	581	0	45,320
Training	0	3,592	0	244,417
Supplies	3,473	33,656	0	926,788
Insurance	0	4,078	0	241,248
Occupancy	0	74,290	0	1,719,353
Communications	0	2,658	0	267,943
Food	0	1	0	413,830
Vehicle	0	1,818	0	89,861
Equipment	0	3,325	(780,540)	0
Direct client assistance	0	422,198	0	14,396,154
Interest	0	25,108	0	25,108
Depreciation	0	0	404,036	404,036
In-kind	681,901	681,901	(77,540)	1,969,247
Other operational	0	175,428	0	267,293
Total Expenses	**685,374**	**1,493,796**	**(454,044)**	**30,603,861**
Change in Net Assets	**601**	**(238,975)**	**376,504**	**137,529**
Net assets - Beginning of year	0	0	0	1,210,362
NET ASSETS - END OF YEAR	**$ 601**	**($ 238,975)**	**$ 376,504**	**$ 1,347,891**

Greater East Texas Community Action Program

Schedule B-1

Schedule of Expenditures of Federal Awards

Year Ended November 30, 2024

Federal Grantor / Pass-Through Grantor / Program or Cluster Title	AL Number	Pass-Through Entity Identifying Number	Federal Expenditures
DEPARTMENT OF AGRICULTURE			
Direct:			
(1) Housing Preservation Grant	10.433	None	$ 179,939
Total Federal Expenditures AL# 10.433			**179,939**
Passed through Texas Department of Agriculture			
(2) Child and Adult Care Food Program	10.558	TEX-02112	302,964
Total Federal Expenditures AL# 10.558			**302,964**
TOTAL DEPARTMENT OF AGRICULTURE PROGRAMS			**482,903**
DEPARTMENT OF ENERGY			
Passed through Texas Department of Housing and Community Affairs			
(3) Weatherization Assistance Program	81.042	56240004270	172,102
(4) Weatherization Assistance Program		56230004081	739,604
(5) Weatherization Assistance Program		55220004059	676,444
Total Federal Expenditures AL# 81.042			**1,588,150**
Passed through Texas Department of Housing & Community Affairs			
(6) Comprehensive Energy Assistance Program	93.568	58930003988	2,815,887
(7) Low Income Home Energy Assistance Program		34210003683	49,308
(8) Comprehensive Energy Assistance Program		58240004025	9,908,193
(9) Comprehensive Energy Assistance Program		58230003835	1,290,007
(10) Low Income Home Energy Assistance Program		81240004107	1,035,901
(11) Low Income Home Energy Assistance Program		81230003882	255,564
Total Federal Expenditures AL# 93.568			**15,354,860**
Passed through Texas Department of Housing & Community Affairs			
(12) Community Service Block Grant	93.569	61240004136	873,609
(13) Community Service Block Grant		6123003799	89,926
(14) Community Service Block Grant		61230004205/61230004234	25,416
(15) Community Service Block Grant		61240004313	1,428
Total Federal Expenditures AL# 93.569			**990,379**
Direct: Head Start Cluster			
(16) Head Start - Smith County	93.600	06CH011568-05	2,046,054
(17) Head Start		06CH012011-03	7,725,708
Total Federal Expenditures AL# 93.600 Cluster			**9,771,762**
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES PROGRAMS			**26,117,001**
TOTAL FEDERAL EXPENDITURES			**$ 28,188,054**

See Independent Auditor's Report.

Greater East Texas Community Action Program

Schedule B-2
Schedule of Expenditures of Federal Awards
Year Ended November 30, 2024

Notes to Schedule of Expenditures of Federal Awards

Note 1 - Basis of Presentation

The Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal grant activity of Greater East Texas Community Action Program under programs of the federal government for the year ended November 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* , Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Greater East Texas Community Action Program, it is not intended to and does not present the financial position, changes in net assets or cash flows of Greater East Texas Community Action Program.

Note 2 - Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

Note 3 - De Minimis

Greater East Texas Community Action Program has not elected to use the de minimis indirect cost rate allowed under the Uniform Guidance.

Note 4 - Subrecipients

Greater East Texas Community Action Program did not have any subrecipients for the year ended November 30, 2024.

See Independent Auditor's Report.

WIPFLI

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Board of Directors
Greater East Texas Community Action Program
Nacogdoches, Texas

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 financial statements of Greater East Texas Community Action Program, (a nonprofit organization) which comprise the statement of financial position as of November 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated August 22, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Greater East Texas Community Action Program's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Greater East Texas Community Action Program's internal control. Accordingly, we do not express an opinion on the effectiveness of Greater East Texas Community Action Program's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

Wipfli LLP

Wipfli LLP

Madison, Wisconsin
August 22, 2025

WIPFLI

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

Board of Directors
Greater East Texas Community Action Program
Nacogdoches, Texas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Programs

We have audited Greater East Texas Community Action Program's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Greater East Texas Community Action Program's major federal programs for the year ended November 30, 2024. Greater East Texas Community Action Program's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Greater East Texas Community Action Program 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 November 30, 2024.

Basis for Opinion on the Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Greater East Texas Community Action Program's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of Greater East Texas Community Action Program's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Greater East Texas Community Action Program's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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

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

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

Wipfli LLP

Wipfli LLP

Madison, Wisconsin
August 22, 2025

Section I - Summary of Auditor's Results

Financial Statements

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

Federal Awards

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

Identification of major federal programs:

AL Number	Name of Federal Program or Cluster
93.569	Community Service Block Grant
93.600	Head Start Cluster

Dollar threshold used to distinguish between Type A and Type B programs:	$845,642
Auditee qualified as low-risk auditee?	Yes

Section II - Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Section IV – Summary Schedule of Prior Year Findings

None