

Northeast Michigan Community Service Agency, Inc.

FINANCIAL STATEMENTS
AND REPORT OF INDEPENDENT
CERTIFIED PUBLIC ACCOUNTANTS

September 30, 2014

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Northeast Michigan Community Service Agency, Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of *Northeast Michigan Community Service Agency, Inc.* ("NEMCSA"), a Michigan nonprofit organization, which comprise the statement of financial position as of September 30, 2014, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our 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 financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Northeast Michigan Community Service Agency, Inc. as of September 30, 2014, 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

Supplemental Financial Data

Our audit was conducted for the purpose of forming an opinion on NEMCSA basic financial statements. The supplemental financial data on pages 22 - 54, and list of programs on pages 58 - 63, is presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal Awards on pages 64 - 68 is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The information referred to in the previous paragraph is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic 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 basic financial statements as a whole.

The information on pages 55 - 57 has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 06, 2015 on our consideration of NEMCSA'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 NEMCSA's internal control over financial reporting and compliance.

Dennis, Gartland & Niergarth

March 06, 2015

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2014

ASSETS	
Current assets	
Cash	\$ 4,990,947
Receivables:	
Grants	3,070,971
Accounts	367,956
Inventory	361,791
Prepaid expenses	<u>68,735</u>
Total current assets	<u>8,860,400</u>
Noncurrent assets	
Certificates of deposits	206,413
Land, building and equipment, net	<u>1,694,664</u>
Total noncurrent assets	<u>1,901,077</u>
Total assets	<u><u>\$ 10,761,477</u></u>
LIABILITIES AND NET ASSETS	
Liabilities	
Current liabilities	
Accounts payable	\$ 1,799,090
Accrued payroll and related taxes	985,775
Due to grantor	4,145,382
Deferred revenue	<u>577,765</u>
Total current liabilities	<u>7,508,012</u>
Net assets	
Unrestricted:	
Designated	809,667
Undesignated	748,083
Investment in land, building and equipment	1,326,591
Temporarily restricted	<u>369,124</u>
Total net assets	<u>3,253,465</u>
Total liabilities and net assets	<u><u>\$ 10,761,477</u></u>

The accompanying notes are an integral part of these financial statements.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Public support and other revenues:			
Public Support:			
Grants and contracts	\$ 41,275,566	\$ 80,971	\$ 41,356,537
Prior year's unearned revenue	3,062	-	3,062
Funds deobligated	(2,114,916)	-	(2,114,916)
Food commodities received	1,531,416	-	1,531,416
Contribution income	866	-	866
In-kind contributions	406,456	-	406,456
Total public support	<u>41,102,450</u>	<u>80,971</u>	<u>41,183,421</u>
Other revenues:			
Program income	1,239,588	-	1,239,588
Interest income	2,676	-	2,676
Other	20,188	-	20,188
Net assets released from restrictions:			
Expiration of purpose restrictions	<u>110,033</u>	<u>(110,033)</u>	<u>-</u>
Total other revenues	<u>1,372,485</u>	<u>(110,033)</u>	<u>1,262,452</u>
Total public support and other revenues	<u>42,474,935</u>	<u>(29,062)</u>	<u>42,445,873</u>
Expenses:			
Program services:			
Early childhood programs	20,510,062	-	20,510,062
Community based care programs	9,131,602	-	9,131,602
Aging programs	4,197,022	-	4,197,022
Client service programs	3,819,093	-	3,819,093
Youth services programs	1,675,006	-	1,675,006
Volunteer programs	574,358	-	574,358
Community development programs	200,768	-	200,768
Total Program Services	40,107,911	-	40,107,911
Management and general	<u>1,869,027</u>	<u>-</u>	<u>1,869,027</u>
Total Expenses	<u>41,976,938</u>	<u>-</u>	<u>41,976,938</u>
Change in net assets	<u>497,997</u>	<u>(29,062)</u>	<u>468,935</u>
Net assets - beginning of year	<u>2,386,344</u>	<u>398,186</u>	<u>2,784,530</u>
NET ASSETS - END OF YEAR	<u><u>\$ 2,884,341</u></u>	<u><u>\$ 369,124</u></u>	<u><u>\$ 3,253,465</u></u>

The accompanying notes are an integral part of these financial statements.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	PROGRAM SERVICES				
	Early Childhood Programs	Community Based Care Programs	Aging Programs	Client Service Programs	Youth Services Programs
Expenses:					
Salaries	\$ 9,102,054	\$ 1,344,383	\$ 290,587	\$ 538,330	\$ 550,183
Payroll taxes and fringe benefits	4,068,528	592,825	120,460	239,892	273,818
Occupancy	1,240,138	46,184	6,582	56,712	26,328
Travel and transportation:					
Out of area travel	8,876	456	-	534	-
Travel and transportation	862,331	89,112	45,561	51,215	19,210
Travel and transportation (exempt)	-	-	-	-	-
Supplies	2,257,959	37,854	13,537	43,037	31,184
Equipment:					
Repairs and maintenance	40,477	3,250	2,761	5,914	-
Purchases funding source (exempt)	80,971	-	-	5,000	-
Audit and legal services	350	2,768	-	800	-
Contractual:					
Subawards and flowthroughs (exempt)	1,339,083	658	1,604,158	-	311,248
Subawards and contracts	352,885	40,947	1,998,433	48,875	427,184
Trainings and Meetings	148,860	4,774	7,371	1,801	19,079
Participant Costs (exempt)	-	-	-	-	-
Client services	34,647	6,836,801	89,756	1,136,677	-
Printing and publications	32,612	-	-	3,495	4,539
Communication	167,091	29,096	4,344	22,621	2,631
Insurance	47,835	2,649	771	6,532	891
Advertising	-	-	-	-	-
Dues and memberships	19,123	855	7,811	512	-
Other	299,786	5,590	4,890	91,139	8,711
Other (exempt)	-	93,400	-	7,757	-
Depreciation	-	-	-	-	-
Food commodities distributed	-	-	-	1,558,250	-
Match expense:					
Match - Indirect exempt (GAAP)	86,394	-	-	-	-
Match (GAAP)	320,062	-	-	-	-
Total expenses	\$ 20,510,062	\$ 9,131,602	\$ 4,197,022	\$ 3,819,093	\$ 1,675,006

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	PROGRAM SERVICES				
	Volunteer Programs	Community Development Programs	Program Services Total	Management and General	Total Functional Expenses
Expenses:					
Salaries	\$ 122,963	\$ 128,241	\$ 12,076,741	\$ 870,627	\$ 12,947,368
Payroll taxes and fringe benefits	55,132	58,241	5,408,896	392,046	5,800,942
Occupancy	4,627	5,265	1,385,836	63,641	1,449,477
Travel and transportation:					
Out of area travel	-	43	9,909	1,024	10,933
Travel and transportation	4,519	3,649	1,075,597	44,133	1,119,730
Travel and transportation (exempt)	88,678	-	88,678	460	89,138
Supplies	8,250	541	2,392,362	14,909	2,407,271
Equipment:					
Repairs and maintenance	542	955	53,899	9,969	63,868
Purchases funding source (exempt)	-	-	85,971	21,572	107,543
Audit and legal services	-	-	3,918	76,446	80,364
Contractual:					
Subawards and flowthroughs (exempt)	-	-	3,255,147	-	3,255,147
Subawards and contracts	-	-	2,868,324	30,000	2,898,324
Trainings and Meetings	368	1,185	183,438	21,326	204,764
Participant Costs (exempt)	283,386	-	283,386	-	283,386
Client services	-	-	8,097,881	-	8,097,881
Printing and publications	-	-	40,646	24,760	65,406
Communication	4,049	1,204	231,036	13,136	244,172
Insurance	235	266	59,179	18,357	77,536
Advertising	-	-	-	1,466	1,466
Dues and memberships	275	818	29,394	5,406	34,800
Other	1,334	360	411,810	44,018	455,828
Other (exempt)	-	-	101,157	9,149	110,306
Depreciation	-	-	-	206,582	206,582
Food commodities distributed	-	-	1,558,250	-	1,558,250
Match expense:					
Match - Indirect exempt (GAAP)	-	-	86,394	-	86,394
Match (GAAP)	-	-	320,062	-	320,062
Total expenses	\$ 574,358	\$ 200,768	\$ 40,107,911	\$ 1,869,027	\$ 41,976,938

The accompanying notes are an integral part of these financial statements.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

Cash flows from operating activities

Change in net assets	\$ 468,935
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Adjustments to reconcile change in net assets to net cash provided by operating activities:

Depreciation	206,582
Increase in grants and accounts receivable	(1,361,813)
Decrease in prepaid expenses	268,334
Decrease in inventories	26,834
Increase in accounts payable	536,172
Increase in accrued expenses	160,465
Decrease in deferred revenue	(711,870)
Increase in due to grantor	1,557,590

Total adjustments	682,294
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Net cash provided by operating activities	1,151,229
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Cash flows from investing activities:

Interest reinvested in certificate of deposits	(813)
Payments for purchase of building and equipment	(504,407)

Net cash used in investing activities	(505,220)
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Net increase in cash and cash equivalents	646,009
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Cash and cash equivalents at beginning of year	4,344,938
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Cash and cash equivalents at end of year	\$ 4,990,947
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NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE A - NATURE OF BUSINESS

Northeast Michigan Community Service Agency, Inc. (NEMCSA) was organized as a Michigan nonprofit corporation on August 15, 1968, as Northeast Michigan Community Action, Inc. NEMCSA was formed to plan, establish, coordinate and operate programs to promote the health, education and welfare of the eleven counties of northeastern Michigan, which remains the primary service area. Several of NEMCSA's programs encompass additional counties. NEMCSA's principal programs include:

Early Childhood Programs – *Head Start*: provide education, social services, health/dental, nutrition, mental health, and disability services to participating families for children 3 – 5 years of age whose family incomes are at or below 100% of poverty; ***Early Head Start*:** provide programs for 0 - 3 year olds which focus on a healthy childhood with proper nutrition, parental nurturing, and strengthening the parent-child bond to prepare infants and toddlers for healthy growth and development; ***Great Start Readiness Program*:** provide preschool and supportive services for 4 year olds with family income up to 250% of poverty. Head Start and Great Start Readiness operates in twenty-one counties. Early Head Start operates in twelve counties.

Community Based Care Programs – provide assistance to eligible participants in need of Medicaid-covered long-term care services and supports to remain in their own home; provide a service designed to locate, mobilize and manage a variety of home care and other services and supports needed by persons with disabilities aged 18 and older at risk of nursing home placement.

Aging Programs – provide in-home services, including homemaking, personal care, home delivered meals and respite care for recipients 60 years of age and older, and respite care for recipients or caregivers 18 and older who possess a need for assistance with certain activities of daily living; provide congregate meal sites in all twelve counties served by the Area Agency on Aging; provide information, education and assistance to families and individuals about long term care facilities and services through an Ombudsman, who acts as a liaison between residents, care providers and state regulatory agencies.

Client Service Programs – provide the following services to individuals that have income at or below a certain percentage of Federal Poverty guidelines: income tax preparation; assist Medicaid recipients to make an educated decision choosing a managed health plan; provide rental and utility assistance to persons facing homelessness, or re-house those already homeless; provide utility and deliverable fuel assistance to households who are disconnected or in threat thereof; provide energy-efficiency measures to homes to reduce energy costs to households; provide nutritious food items and nutrition education to individuals most vulnerable to malnutrition.

NEMCSA has its corporate office in Alpena, Michigan and is supported primarily through Federal and State governmental grants and contracts. In the current year, a significant amount of grants and contract revenues were provided by a few major sources. It is always considered reasonably possible that projects, grantors or contributions might be lost in the near term. NEMCSA's mission is to provide quality planning, programs and services to individuals, families and communities through the best use of human and financial resources.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements of NEMCSA have been prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables, and other liabilities. The Statement of Activities has been prepared for the Organization as a whole. Northeast Michigan Community Service Agency, Inc., includes intra-program transactions in its activities which have been eliminated in the accompanying financial statements.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BASIS OF PRESENTATION

Financial statement presentation follows Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 958-210 on “*Presentation of Financial Statements*” for Not-for-Profit Entities. Under ASC 958-205-55-4, NEMCSA is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

USE OF ESTIMATES

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

FAIR VALUE MEASUREMENTS

NEMCSA follows FASB ASC Topic 820-20 on “*Fair Value Measurements*”, which provides a framework for measuring fair value under U.S. GAAP. This standard applies to all financial instruments that are being measured and reported on a fair value basis.

The standard clarifies how organizations are required to use a fair value measure for recognition and disclosure by establishing a common definition of fair value, creating a framework for measuring fair value, and expanding disclosures about fair value measurements. The standard also establishes a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value. These tiers include Level 1, defined as observable inputs such as quoted market prices in active markets; Level 2, defined as inputs other than quoted market prices in active markets that are either directly or indirectly observable; and Level 3, defined as unobservable inputs in which little or no market data exists, therefore requiring an organization to develop its own assumptions.

CASH AND CASH EQUIVALENTS

For purposes of the Statements of Cash Flows, cash equivalents include all unrestricted highly liquid investments and certificates of deposit with an initial maturity of thirty days or less.

RECEIVABLES

Northeast Michigan Community Service Agency, Inc., provides many services to individuals that do not have the ability to pay for the services received. NEMCSA has contracts with governmental and quasi-governmental agencies to provide payment for these services rendered along with other performance related objectives achieved, up to a maximum contractual dollar amount. All outstanding receivables are considered fully collectible in less than one year.

INVENTORY

Inventory is stated at the lower of cost or market determined by the first-in, first-out method. NEMCSA receives all of its food commodities from the U.S. Department of Agriculture, as passed through the State of Michigan Department of Education.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PROPERTY AND EQUIPMENT

NEMCSA capitalizes all expenditures for property and equipment in excess of \$5,000. Property and equipment are carried at cost or, if donated, at the estimated fair value at the date of donation. Depreciation is computed on a straight-line basis over the useful lives of the respective assets acquired since October 1, 1996 as follows:

Buildings	Up to 40 years
Furniture and fixtures	Up to 10 years
Student buses	7 years
Copier and communication equipment	Up to 7 years
Passenger vehicles	5 years
General office equipment	5 years
Computer hardware, peripherals and software	3 – 5 years
Leasehold improvements	Up to 10 years or remaining lease term

Property and equipment includes assets purchased with grants when it is probable that NEMCSA would retain title to the asset when the grants terminate. The use of such equipment is restricted to the specific grant program. Depreciation expense for the year ended September 30, 2014 was \$206,582.

DESIGNATION OF UNRESTRICTED NET ASSETS

It is the policy of the Board of Directors of NEMCSA to review its plans for future activities and to designate appropriate sums of unrestricted net assets to assure adequate financing of such activities and related contingencies. Designated net assets of \$809,667 as of September 30, 2014, are earmarked for ongoing grants and contract programs.

INCOME TAXES

NEMCSA is exempt from Federal income tax under Section 501(c) (3) of the Internal Revenue Code. However, income from certain activities not directly related to NEMCSA's tax-exempt purpose is subject to taxation as unrelated business income, if applicable. In addition, NEMCSA qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2). NEMCSA is also exempt from Michigan corporate income tax.

PUBLIC SUPPORT AND OTHER REVENUES

Restricted and Unrestricted Revenue and Support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. Grants awarded to NEMCSA are classified as unrestricted revenue since the purpose restriction stipulated in the grant award is met in the same period in which the support is received.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PUBLIC SUPPORT AND OTHER REVENUES (CONTINUED)

Restricted and Unrestricted Revenue and Support (Continued)

All other donor restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities as net assets released from restrictions. NEMCSA does not have any permanently restricted net assets.

Funds Deobligated/Due to Grantor/Deferred Revenue/Prior Year's Unearned Revenue

Amounts de-obligated represent grant funds awarded and received in excess of funds earned. These funds have either been repaid to grantor (funding source) or are recorded as deferred revenue until related services are performed, at which time they are recognized as revenue (as "Prior year's unearned revenue"). The amount reported as "Deferred Revenue" as of September 30, 2014, consists of amounts received for the following programs with grant awards ending after September 30, 2014:

Kellogg Foundation – NEMI CBHI (NE MI Children Behavioral Health)	\$ 482,439
MSHDA National Mortgage	68,874
Great Start Readiness Program (GSRP)	8,047
UCP MI Assistive Tech Loan Fund	5,299
Michigan Individual Development Accounts Program (MIDAP)	4,978
MSHDA HEP	4,977
MIPPA	1,674
Other small projects	<u>1,477</u>
Total	<u>\$ 577,765</u>

Donated Property and Equipment

Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Equipment purchased with grant funds and charged as an expense to the grant is recorded as temporarily restricted net assets when it is probable that NEMCSA would retain title to the asset when the grant terminates.

Absent donor stipulations regarding how long those donated assets must be maintained, NEMCSA reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. NEMCSA reclassifies temporarily restricted net assets to unrestricted net assets at that time.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PUBLIC SUPPORT AND OTHER REVENUES (CONTINUED)

Donated Services

NEMCSA recognizes in-kind donated services in accordance with FASB ASC 958-605-25. ASC 958-605-25-16 requires that only contributions that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation be recorded. NEMCSA benefited from donated professional services for preventive and primary health care, which includes medical, dental and mental health, for certain Head Start and Early Head Start children. These services were valued at \$406,456 for the year ended September 30, 2014 and have been reported as both in-kind contributions and as in-kind expense on the Statement of Activities.

These requirements are different than the in kind requirements of several of NEMCSA's grants and awards. For these grants and awards, NEMCSA also recognizes volunteer services furnished by professional and technical personnel, consultants, and other skilled and unskilled labor if the service is an integral and necessary part of an approved project or program grant award. The total value of these donated services from nonprofessional volunteers, which are not recorded in the Statement of Activities, was \$3,983,906 and relates primarily to the Head Start and Early Childhood, Aging and Client services programs and consists of volunteer services.

Matching Funds

Various grants and contracts are funded at less than 100% of the project's total forecasted expenditures, with the difference being NEMCSA's responsibility. These additional funds, or matching funds, may be comprised of third-party contributions, valuation of donated services and goods or program income unique to that grant. Additionally, other NEMCSA non-Federal grants and projects may be used to fulfill the matching requirement, as approved by the original funding source. Other NEMCSA non-Federal program activities used for matching requirement are reported to federal funding source as revenues and expenditures. These financial statements include only externally generated matching funds. The Organization's Federal matching funds required from non-Federal sources were all satisfied.

FOOD COMMODITIES DISTRIBUTED

Food commodities distributed represents the value of food received through the State of Michigan and distributed to low-income households. Valuations are provided by the State of Michigan. Commodity inventory is charged to expense when commodities are distributed. Those commodities not distributed are recognized as an asset in the statement of financial position and is stated at the values provided by the State of Michigan, Department of Education.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

COST ALLOCATION

Expenses identified as applying to a specific program or supporting service are recorded in the appropriate service area as incurred. Joint costs, which are those costs incurred for the common benefit of all agency programs which cannot be readily identified with a final cost objective, are allocated to benefiting programs using various allocation methods depending on the type of joint cost being allocated. Cost allocation methods are as follows:

Administrative Indirect Cost

NEMCSA's executives, executive support staff and financial personnel salaries, benefits, space costs, etc. related to the executive oversight activity of the agency are allocated to benefiting programs using an indirect cost rate. This cost rate is reviewed and approved annually by the Department of Health and Human Services, Division of Cost Allocation. Effective October 1, 2013 until amended, the provisional indirect rate shall be 4.7%.

Personnel

Agency personnel record the time they spend working on specific programs and general agency matters on their Time and Activity Reports. The time specifically identifiable to a particular program is charged to that program for agency personnel, excluding executives, executive support staff and financial personnel listed above. The time specifically spent on general agency matters is charged to programs using a percentage based on direct labor charges to programs.

Space Costs

Space costs are allocated based on the number of square feet of space each program occupies. Space occupied by agency executives, executive support staff and financial personnel is allocated to the administrative indirect cost pool. Space occupied by all other administrative staff is allocated based upon the allocation of the administrative staff's time.

Other Joint Costs

Other joint costs are charged to agency programs based on the amounts used by each program or other appropriate methodology.

SUBSEQUENT EVENTS

Management evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through March 6, 2015, which is the date the financial statements were readily available to be issued.

In November 2014, NEMCSA purchased a bus for its Head Start program for \$74,600 cash.

**NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

NOTE C – CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject NEMCSA to concentrations of credit risk consist principally of temporary and long-term cash investments and grants receivable. Substantially all of Northeast Michigan Community Service Agency, Inc.'s cash is on deposit with three financial institutions. Funds are held in overnight deposits, demand deposits, and certificates of deposits, described as follows:

Overnight Deposits

Overnight deposits are with First Merit and PNC Bank. At September 30, 2014, the carrying amount of NEMCSA's overnight deposits is \$4,707,332 and the bank balance is \$5,755,914. The overnight deposits are invested in First Merits Financial Management Account and PNC's repurchase agreement plan, earning interest of 0.02% - 0.15 % at September 30, 2014.

Demand Deposits

Demand deposits are held with First Merit, PNC Bank and various credit unions. The carrying amount and bank balances are as follows:

	<u>Carrying Amount</u>	<u>Bank Balance</u>	<u>FDIC Insured</u>
Grant Funds	\$ -	\$ -	\$ -
Corporate Funds	<u>283,615</u>	<u>283,415</u>	<u>255,977</u>
Total	<u>\$ 283,615</u>	<u>\$ 283,415</u>	<u>\$ 255,977</u>

Certificates of Deposits

NEMCSA holds two certificates of deposits with HPC Credit Union totaling \$206,413, with total NCUA standard maximum deposit insurance amount of \$250,000. As a result, all funds are considered fully insured. See Note D – Certificates of Deposit for further information.

Concentrations of credit risk with respect to grants receivable are limited due to the large number of grantors comprising NEMCSA's public support base.

NOTE D – CERTIFICATES OF DEPOSIT

Certificates of deposit (CD) consist of:

- A Twelve month CD of \$103,058 including accrued interest, which was issued on October 23, 2013 at a rate of .500% and matures on October 23, 2014.
- A twenty-four month CD of \$103,355 including accrued interest which was issued October 25, 2012 at a rate of .750% and matures on October 25, 2014.

Both certificates have penalties for early withdrawal. Any penalties for early withdrawal would not have a material effect on the financial statements.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE E – GRANTS AND CONTRACT RECEIVABLES

The amount reported as “Receivables - Grants” as of September 30, 2014, consists of amounts due for the following programs:

Head Start	\$ 1,085,014
MI Choice HCBS Waiver	540,404
GSRP – Various sites	373,803
Title IIIC Nutrition	156,212
Early Head Start	126,465
Community Service Block Grant	83,666
CACFP (CNAP)	78,717
School Success Partnerships	75,950
CSFP – Commodity Supplemental Food Program	44,262
State Care Management and TCM	43,293
Title IIIB Service	34,584
DOE Wx	33,759
Title IIIE National Family Caregiver	32,150
TEFAP - The Emergency Food Assistance Program	26,421
LIHEAP MDHS – LCA	25,050
Federal Foster Grandparent Program (FGP)	20,452
MSHDA NE CoC	20,094
NE Region IX - Merit Award	17,543
Federal Senior Companion Program (SCP)	16,584
State Alternative Care	16,410
State Aging Network	15,347
State Respite Care	14,143
CSBG-D	13,892
MSHDA COOR HML	12,523
LIHEAP 13-04022 (Low Income Home Energy Assistance Program)	11,966
Title III AAA Admin Federal and State	11,272
MSHDA Otsego HML	10,991
Early Head Start – COOR ISD	10,952
State RSVP	9,224
Title IIID Service – Health	9,049
State Senior Companion Program (SCP)	8,871
State In-Home Services	8,359
MCAAA Michigan Enrolls	7,897
Title VII/A LTC & State NH Ombudsman	7,762
MMAF SHIP / SMP	6,963
Rural Housing	6,315
State Child Care Funds – NEMCBHI	6,127
Great Start Readiness Program Huron ISD	5,830
Merit Award	5,679
Other	<u>36,976</u>
Total Receivables – Grants and Contracts	<u>\$ 3,070,971</u>

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE F – INVENTORY

NEMCSA receives commodity supplement food from the Michigan Department of Education for distribution to low income households through its Commodity Supplemental Food (“CSFP”) and Temporary Emergency Family Assistance (“TEFAP”) programs. Inventory at September 30, 2014, consists of the value of the undistributed CSFP commodities. All commodities issued through TEFAP are distributed immediately when received.

NOTE G – LAND, BUILDING AND EQUIPMENT

Land, building, and equipment consists of the following at September 30, 2014:

<u>Non-depreciable:</u>	
Land	\$ 118,580
<u>Depreciable:</u>	
Buildings	368,739
Leasehold Improvements	1,432,776
Equipment and vehicles	<u>1,336,942</u>
	3,257,037
Less accumulated depreciation	<u>(1,562,373)</u>
Total Land, building, and equipment	<u>\$ 1,694,664</u>

NOTE H – DUE TO GRANTOR

Due to grantor as of September 30, 2014, consists of unobligated amounts due to funding source providers (grantors) for the following programs:

MDCH MI Choice Waiver HCBS – Current Fiscal Year	\$ 1,866,590
MDCH MI Choice Waiver HCBS – Prior Fiscal Years (10-13)	2,179,427
Michigan Department of Human Services – LCA LIHEAP	68,556
26 th Judicial Circuit Court – Alpena County Day One State CCF	13,896
26 th Judicial Circuit Court – Montmorency County Day One State CCF	5,229
OSA – Title III C Nutrition	7,390
OSA – Title IIID Preventative Health	1,486
OSA – State Respite Care	901
OSA – Title IIIE NFCSP	691
OSA – Title VII Elder Abuse Prevention	690
OSA - Title III B Services	496
OSA – AAA R9 Merit Award	<u>30</u>
	<u>\$ 4,145,382</u>

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE I – COMPENSATED BALANCES

Compensated absences represent NEMCSA's obligations to its employees for earned but unused vacation totaling \$105,109 at September 30, 2014. All employees must utilize annual leave in the year it is accumulated, except for 16 hours which may be carried over to the succeeding year. Sixteen vacation hours are granted on an annual basis on October 1st for all full-time eligible employees. When eligible, all full-time full-year employees accrue an additional 5% of hours worked (up to 80 hours maximum) each pay period. Full-time part-year employees accrue an additional 2.5% of hours worked (up to 80 hours maximum) each pay period when eligible. Eligibility begins after completion of the initial ninety days of employment. In addition to vacation leave, employees are granted other leave that may be used for illness, funerals and personal reasons. Other leave is not payable upon termination.

NOTE J – RESTRICTION ON NET ASSETS

Temporarily restricted net assets are available for the following purposes or periods:

Equipment restricted for use by program	\$ 368,073
Youth and Family Services	<u>1,051</u>
	<u>\$ 369,124</u>

NOTE K – LEASES

Northeast Michigan Community Service Agency, Inc. leases virtually all of their office space under non-cancelable operating leases that expire at various dates through March 31, 2019. The office space leases generally contain renewal options for periods ranging from one to ten years. The total rental expense under all operating leases during the year ended September 30, 2014 was \$1,086,556.

Future minimum lease payments under operating leases which have original terms in excess of one year as of September 30, 2014 are as follows:

For the year ending September 30:	2015	\$ 1,058,826
	2016	678,764
	2017	455,468
	2018	274,095
	2019	<u>74,172</u>
		<u>\$ 2,541,325</u>

NOTE L – RETIREMENT

NEMCSA has a defined contribution pension plan covering employees working in eligible classes who have completed one year of service, worked at least 1,000 hours in the determination year and are age twenty-one or older. NEMCSA's contributions to the plan are 10% of the total earned compensation for participants hired prior to January 1, 2005. Contributions to the plan for participants hired on or after January 1, 2005 are 5% of the total earned compensation for the eligible employee through their fifth year of employment and increases to 10% of the total earned compensation beginning their sixth year. Each participant has a 100% vested interest in all amounts credited to their account upon entry into the plan. NEMCSA's contributions to the Plan for the year ended September 30, 2014 was \$ 967,469.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

NOTE M – CONTINGENCIES

Certain funded contractual programs are subject to audit by the grantors. Upon audit, some expenditures may be disallowed and as a result, those amounts may be refundable. Such refunds, if any, are generally payable from NEMCSA's unrestricted fund balance. NEMCSA feels that any potential disallowances are immaterial.

NOTE N – INTRA-PROGRAM TRANSACTIONS

Certain expenditures, such as rent, supplies, copy charges, etc. are paid by the indirect cost pool and the unrestricted Corporate Discretionary Account ("CDA"). The expenditures are directly charged after-the-fact to programs based upon square footage, consumption of supplies and number of copies made with reimbursement to the indirect cost pool and CDA.

The following are the intra-program transactions that have been eliminated from the accompanying financial statements but are allowable charges to programs, for purposes of determining the indirect cost pool and rate:

	<u>Program Services</u>	<u>Supporting Services</u>
Copy and Supplies	\$ 16,164	\$ 5,195
Agency classified equipment/Supplies	34,200	-
Occupancy	<u>67,696</u>	<u>46,539</u>
	<u>\$ 118,060</u>	<u>\$ 51,734</u>

Additionally, NEMCSA has \$3,811,240 of match contributions that have been eliminated from the Statement of Functional Expenses that are allowable charges to programs for purposes of determining the indirect cost pool and rate.

NOTE O – ACCOUNTING FOR UNCERTAINTY IN INCOME TAXES

The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, NEMCSA may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. Examples include the tax-exempt status of the Organization and various positions related to the potential sources of Unrelated Business Taxable Income ("UBIT"). The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. There were not unrecognized tax benefits identified or recorded as liabilities for fiscal year ended September 30, 2014.

NEMCSA files its form 990 annually in the U.S. Federal jurisdiction and the office of the state's attorney general for the State of Michigan. NEMCSA is generally no longer subject to examination by the Internal Revenue Service for tax years before 2010.

SUPPLEMENTAL FINANCIAL DATA

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - EARLY CHILDHOOD PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Head Start 30314	Head Start 30315	Early Head Start 31914	Early Head Start 31915
	(1)	(2)	(3)	(4)
Public support and other revenues:				
Public support:				
Federal grants and contracts	\$ 6,133,619	\$ 8,896,901	\$ 856,214	\$ 1,568,521
State grants and contracts	-	-	-	-
Agency contribution	-	-	-	-
Prior year's unearned revenue	-	-	-	-
Funds deobligated	-	-	-	-
Contribution income (cash match)	4,846	36,173	-	-
Match - external source	1,528,560	2,188,053	214,053	392,131
Total public support	7,667,025	11,121,127	1,070,267	1,960,652
Other revenues:				
Program income	-	-	-	-
Other	-	-	-	-
Total other revenues	-	-	-	-
Total public support and other revenues	7,667,025	11,121,127	1,070,267	1,960,652
Expenses:				
Salaries	2,416,737	3,840,147	402,303	798,677
Payroll taxes and fringe benefits	1,242,868	1,557,121	202,007	334,530
Occupancy	348,983	630,232	48,296	112,372
Travel and transportation:				
Out of area travel	-	958	1,411	6,507
Travel and transportation	256,793	404,859	42,408	100,590
Supplies	648,683	421,007	70,984	53,495
Equipment:				
Repairs and maintenance	8,500	23,111	3,085	5,516
Purchases funding source (exempt)	-	80,971	-	-
Audit and legal services	350	-	-	-
Contractual:				
Subawards and flowthroughs (exempt)	461,250	877,833	-	-
Subawards and contracts	143,746	180,289	1,598	-
Trainings and meetings	30,429	67,024	9,655	30,923
Client services	7,406	26,397	267	80
Printing and publications	10,616	24,034	2,207	2,068
Communication	47,113	91,319	7,146	13,464
Insurance	9,236	30,731	926	3,538
Dues and memberships	7,570	2,944	2,780	5,829
Other	95,521	174,308	13,508	11,941
Other (exempt)	90,000	10,818	-	-
Match expense:				
Match - indirect exempt (Non-GAAP)	43,620	193,316	-	-
Match - indirect exempt (GAAP)	72,627	13,767	-	-
Match (Non-GAAP)	1,392,027	1,722,731	214,101	392,131
Match (GAAP)	25,132	294,412	518	-
Indirect	307,818	452,798	47,067	88,991
Total expenses	7,667,025	11,121,127	1,070,267	1,960,652
Excess of total public support and other revenues over expenses	\$ -	\$ -	\$ -	\$ -

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - EARLY CHILDHOOD PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	CACFP 32214	GSRP 10.01.13 - 09.30.14	GSRP 09.01.13 09.12.14	GSRP 09.01.14 09.30.15
	(5)	(6)	(7)	(8)
Public support and other revenues:				
Public support:				
Federal grants and contracts	\$ 1,030,944	\$ -	\$ -	\$ -
State grants and contracts	-	2,614,045	190,279	5,830
Agency contribution	-	10,809	8	-
Prior year's unearned revenue	-	3,062	-	-
Funds deobligated	-	(8,047)	-	-
Contribution income (cash match)	-	-	-	-
Match - external source	-	-	-	-
Total public support	<u>1,030,944</u>	<u>2,619,869</u>	<u>190,287</u>	<u>5,830</u>
Other revenues:				
Program income	-	4,752	1,200	-
Other	-	3,942	-	-
Total other revenues	-	8,694	1,200	-
Total public support and other revenues	<u>1,030,944</u>	<u>2,628,563</u>	<u>191,487</u>	<u>5,830</u>
Expenses:				
Salaries	39,452	1,459,364	120,348	1,745
Payroll taxes and fringe benefits	13,990	671,446	41,824	841
Occupancy	-	127,592	-	-
Travel and transportation:				
Out of area travel	-	-	-	-
Travel and transportation	-	51,287	1,403	-
Supplies	931,223	148,446	15,064	2,982
Equipment:				
Repairs and maintenance	-	265	-	-
Purchases funding source (exempt)	-	-	-	-
Audit and legal services	-	-	-	-
Contractual:				
Subawards and flowthroughs (exempt)	-	-	-	-
Subawards and contracts	-	27,252	-	-
Trainings and meetings	-	8,408	2,385	-
Client services	-	482	-	-
Printing and publications	-	2,007	-	-
Communication	-	6,979	1,017	-
Insurance	-	2,996	384	-
Dues and memberships	-	-	-	-
Other	-	4,042	466	-
Other (exempt)	-	-	-	-
Match expense:				
Match - indirect exempt (Non-GAAP)	-	-	-	-
Match - indirect exempt (GAAP)	-	-	-	-
Match (Non-GAAP)	-	-	-	-
Match (GAAP)	-	-	-	-
Indirect	46,279	117,997	8,596	262
Total expenses	<u>1,030,944</u>	<u>2,628,563</u>	<u>191,487</u>	<u>5,830</u>
Excess of total public support and other revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - EARLY CHILDHOOD PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	HS / EHS Great Start 33014 (9)	COOR HS Disability Aid 33015 (10)	EHS COOR ISD MI Home Visit Initiative 33195 (11)
Public support and other revenues:			
Public support:			
Federal grants and contracts	\$ -	\$ -	\$ -
State grants and contracts	15,879	110	19,224
Agency contribution	-	-	-
Prior year's unearned revenue	-	-	-
Funds deobligated	-	-	-
Contribution income (cash match)	-	-	-
Match - external source	-	-	-
Total public support	<u>15,879</u>	<u>110</u>	<u>19,224</u>
Other revenues:			
Program income	-	-	-
Other	-	-	-
Total other revenues	-	-	-
Total public support and other revenues	<u>15,879</u>	<u>110</u>	<u>19,224</u>
Expenses:			
Salaries	10,119	94	13,068
Payroll taxes and fringe benefits	1,421	11	2,469
Occupancy	-	-	915
Travel and transportation:			
Out of area travel	-	-	-
Travel and transportation	3,417	-	1,574
Supplies	158	-	258
Equipment:			
Repairs and maintenance	-	-	-
Purchases funding source (exempt)	-	-	-
Audit and legal services	-	-	-
Contractual:			
Subawards and flowthroughs (exempt)	-	-	-
Subawards and contracts	-	-	-
Trainings and meetings	36	-	-
Client services	15	-	-
Printing and publications	-	-	-
Communication	-	-	53
Insurance	-	-	24
Dues and memberships	-	-	-
Other	-	-	-
Other (exempt)	-	-	-
Match expense:			
Match - indirect exempt (Non-GAAP)	-	-	-
Match - indirect exempt (GAAP)	-	-	-
Match (Non-GAAP)	-	-	-
Match (GAAP)	-	-	-
Indirect	713	5	863
Total expenses	<u>15,879</u>	<u>110</u>	<u>19,224</u>
Excess of total public support and other revenues over expenses	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - EARLY CHILDHOOD PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Total before Eliminations	Eliminations	Total
Public support and other revenues:			
Public support:			
Federal grants and contracts	\$ 18,486,199	\$ -	\$ 18,486,199
State grants and contracts	2,845,367	-	2,845,367
Agency contribution	10,817	(10,817)	-
Prior year's unearned revenue	3,062	-	3,062
Funds deobligated	(8,047)	-	(8,047)
Contribution income (cash match)	41,019	(40,453)	566
Match - external source	4,322,797	(3,916,341)	406,456
Total public support	25,701,214	(3,967,611)	21,733,603
Other revenues:			
Program income	5,952	-	5,952
Other	3,942	-	3,942
Total other revenues	9,894	-	9,894
Total public support and other revenues	25,711,108	(3,967,611)	21,743,497
Expenses:			
Salaries	9,102,054	-	9,102,054
Payroll taxes and fringe benefits	4,068,528	-	4,068,528
Occupancy	1,268,390	(28,252)	1,240,138
Travel and transportation:			
Out of area travel	8,876	-	8,876
Travel and transportation	862,331	-	862,331
Supplies	2,292,300	(34,341)	2,257,959
Equipment:			
Repairs and maintenance	40,477	-	40,477
Purchases funding source (exempt)	80,971	-	80,971
Audit and legal services	350	-	350
Contractual:			
Subawards and flowthroughs (exempt)	1,339,083	-	1,339,083
Subawards and contracts	352,885	-	352,885
Trainings and meetings	148,860	-	148,860
Client services	34,647	-	34,647
Printing and publications	40,932	(8,320)	32,612
Communication	167,091	-	167,091
Insurance	47,835	-	47,835
Dues and memberships	19,123	-	19,123
Other	299,786	-	299,786
Other (exempt)	100,818	(100,818)	-
Match expense:			
Match - indirect exempt (Non-GAAP)	236,936	(236,936)	-
Match - indirect exempt (GAAP)	86,394	-	86,394
Match (Non-GAAP)	3,720,990	(3,720,990)	-
Match (GAAP)	320,062	-	320,062
Indirect	1,071,389	(1,071,389)	-
Total expenses	25,711,108	(5,201,046)	20,510,062
Excess of total public support and other revenues over expenses	\$ -	\$ 1,233,435	\$ 1,233,435

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - COMMUNITY BASED CARE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Care Management 31614	HCBS Waiver 34014	UCP Mich Assistive Tech 34100	CM Waiver/ Alpena 2013 36113
	(12)	(13)	(14)	(15)
Public support and other revenues:				
Public support:				
Federal grants and contracts	\$ 567	\$ 11,393,830	\$ -	\$ -
State grants and contracts	431,825	1,900	1,350	1,260
Agency contribution	-	-	-	-
Funds deobligated	-	(2,295,308)	(931)	-
Food commodities	-	-	-	-
Contribution income (cash match)	640	-	-	-
Match - internal grants	46,683	-	-	-
Match - external source	658	-	-	-
Total public support	480,373	9,100,422	419	1,260
Other revenues:				
Program income	-	-	-	-
Other	-	-	-	-
Total other revenues	-	-	-	-
Total public support and other revenues	480,373	9,100,422	419	1,260
Expenses:				
Salaries	238,235	1,077,270	275	-
Payroll taxes and fringe benefits	105,239	474,409	125	-
Occupancy	20,298	45,945	-	-
Travel and transportation:				
Out of area travel	-	456	-	-
Travel and transportation	15,698	70,482	-	-
Supplies	19,059	19,005	-	-
Equipment:				
Repairs and maintenance	1,625	1,625	-	-
Audit and legal services	-	2,768	-	-
Contractual:				
Subawards and flowthroughs (exempt)	-	-	-	658
Subawards and contracts	1,478	39,469	-	-
Trainings and meetings	617	4,157	-	-
Client services	-	6,836,226	-	575
Printing and publications	497	2,871	-	-
Communication	7,102	21,994	-	-
Insurance	752	1,897	-	-
Dues and memberships	662	193	-	-
Other	1,662	3,928	-	-
Other (exempt)	-	93,400	-	-
Match expense:				
Match - indirect exempt (Non-GAAP)	46,683	-	-	-
Match (Non-GAAP)	1,298	-	-	-
Indirect	19,468	404,327	19	27
Total expenses	480,373	9,100,422	419	1,260
Excess of total public support and other revenues over expenses	\$ -	\$ -	\$ -	\$ -

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - COMMUNITY BASED CARE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	CSBG - Comm Base CM-Wvr 302114	Total before Eliminations	Eliminations	Total
Public support and other revenues:	(16)			
Public support:				
Federal grants and contracts	\$ 46,683	\$ 11,441,080	\$ -	\$ 11,441,080
State grants and contracts	-	436,335	-	436,335
Agency contribution	-	-	-	-
Funds deobligated	-	(2,296,239)	429,749	(1,866,490)
Food commodities	-	-	-	-
Contribution income (cash match)	-	640	(640)	-
Match - internal grants	-	46,683	(46,683)	-
Match - external source	-	658	(658)	-
Total public support	46,683	9,629,157	381,768	10,010,925
Other revenues:				
Program income	-	-	-	-
Other	-	-	-	-
Total other revenues	-	-	-	-
Total public support and other revenues	46,683	9,629,157	381,768	10,010,925
Expenses:				
Salaries	28,603	1,344,383	-	1,344,383
Payroll taxes and fringe benefits	13,052	592,825	-	592,825
Occupancy	-	66,243	(20,059)	46,184
Travel and transportation:				
Out of area travel	-	456	-	456
Travel and transportation	2,932	89,112	-	89,112
Supplies	-	38,064	(210)	37,854
Equipment:				
Repairs and maintenance	-	3,250	-	3,250
Audit and legal services	-	2,768	-	2,768
Contractual:				
Subawards and flowthroughs (exempt)	-	658	-	658
Subawards and contracts	-	40,947	-	40,947
Trainings and meetings	-	4,774	-	4,774
Client services	-	6,836,801	-	6,836,801
Printing and publications	-	3,368	(3,368)	-
Communication	-	29,096	-	29,096
Insurance	-	2,649	-	2,649
Dues and memberships	-	855	-	855
Other	-	5,590	-	5,590
Other (exempt)	-	93,400	-	93,400
Match expense:				
Match - indirect exempt (Non-GAAP)	-	46,683	(46,683)	-
Match (Non-GAAP)	-	1,298	(1,298)	-
Indirect	2,096	425,937	(425,937)	-
Total expenses	46,683	9,629,157	(497,555)	9,131,602
Excess of total public support and other revenues over expenses	\$ -	\$ -	\$ 879,323	\$ 879,323

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
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	Title III Administration 30914	IIIB Svcs 31014	IIIC Nutrition 31214	T-V Senior Employment 31314
	(17)	(18)	(19)	(20)
Public support and other revenues:				
Public support:				
Federal grants and contracts	\$ 151,276	\$ 401,906	\$ 1,186,925	\$ 31,770
State grants and contracts	25,966	-	377,413	-
Funds deobligated	-	(496)	(7,390)	2,379
Contribution income (cash match)	-	-	300	-
Match - internal grants	-	-	-	-
Match - external source	24,126	46,457	124,045	3,794
Total public support	<u>201,368</u>	<u>447,867</u>	<u>1,681,293</u>	<u>37,943</u>
Other revenues:				
Program income	-	124,822	879,185	-
Other	-	-	-	-
Total other revenues	<u>-</u>	<u>124,822</u>	<u>879,185</u>	<u>-</u>
Total public support and other revenues	<u>201,368</u>	<u>572,689</u>	<u>2,560,478</u>	<u>37,943</u>
Expenses:				
Salaries	68,029	23,937	44,685	27,885
Payroll taxes and fringe benefits	30,504	10,811	20,289	3,572
Occupancy	10,430	-	821	-
Travel and transportation:				
Travel and transportation	10,021	5,313	2,328	301
Supplies	1,591	-	157	79
Equipment:				
Repairs and maintenance	2,761	-	-	-
Contractual				
Subawards and flowthroughs (exempt)	-	171,051	1,221,700	-
Contractual & subawards	-	310,558	1,091,428	-
Trainings and meetings	1,446	475	162	20
Client services	-	-	-	127
Printing and publications	1,352	-	109	21
Communication	2,811	-	92	69
Insurance	302	-	75	255
Dues and memberships	7,298	100	-	-
Other	391	1,984	57	117
Match expense:				
Match - indirect exempt (Non-GAAP)	-	46,457	124,045	-
Match (Non-GAAP)	24,126	-	-	3,794
Indirect	40,306	2,003	54,530	1,703
Total expenses	<u>201,368</u>	<u>572,689</u>	<u>2,560,478</u>	<u>37,943</u>
Excess of total public support and other revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - AGING PROGRAMS
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	T-V Senior Employment 31315	Alzheimer's Support Svcs 31414	State Alt. Care 31514	Nursing Home Ombud. 31714
	(21)	(22)	(23)	(24)
Public support and other revenues:				
Public support:				
Federal grants and contracts	\$ 8,043	\$ 9,000	\$ -	\$ 3,881
State grants and contracts	-	-	117,997	35,168
Funds deobligated	-	-	-	-
Contribution income (cash match)	-	-	-	-
Match - internal grants	-	-	-	-
Match - external source	870	-	13,111	2,763
Total public support	<u>8,913</u>	<u>9,000</u>	<u>131,108</u>	<u>41,812</u>
Other revenues:				
Program income	-	-	36,456	-
Other	-	-	-	-
Total other revenues	<u>-</u>	<u>-</u>	<u>36,456</u>	<u>-</u>
Total public support and other revenues	<u>8,913</u>	<u>9,000</u>	<u>167,564</u>	<u>41,812</u>
Expenses:				
Salaries	6,205	4,197	-	20,924
Payroll taxes and fringe benefits	1,036	1,963	-	9,200
Occupancy	-	-	-	774
Travel and transportation:				
Travel and transportation	134	992	-	4,515
Supplies	5	-	-	253
Equipment:				
Repairs and maintenance	-	-	-	-
Contractual				
Subawards and flowthroughs (exempt)	-	-	36,456	-
Contractual & subawards	-	1,200	117,997	-
Trainings and meetings	-	-	-	78
Client services	-	-	-	-
Printing and publications	10	237	-	207
Communication	60	7	-	634
Insurance	-	-	-	51
Dues and memberships	-	-	-	-
Other	193	-	-	536
Match expense:				
Match - indirect exempt (Non-GAAP)	-	-	-	-
Match (Non-GAAP)	870	-	13,111	2,763
Indirect	400	404	-	1,877
Total expenses	<u>8,913</u>	<u>9,000</u>	<u>167,564</u>	<u>41,812</u>
Excess of total public support and other revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
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	MIPPA 31814	MIPPA ADRC/AAANM 31877	State Respite Care 33314	Tobacco Respite Care 33614
Public support and other revenues:	(25)	(26)	(27)	(28)
Public support:				
Federal grants and contracts	\$ 2,000	\$ 3,000	\$ -	\$ -
State grants and contracts	-	-	106,596	141,775
Funds deobligated	(1,674)	-	(901)	-
Contribution income (cash match)	-	-	-	-
Match - internal grants	-	-	-	-
Match - external source	-	-	11,744	-
Total public support	<u>326</u>	<u>3,000</u>	<u>117,439</u>	<u>141,775</u>
Other revenues:				
Program income	-	-	24,054	96,163
Other	-	-	-	-
Total other revenues	<u>-</u>	<u>-</u>	<u>24,054</u>	<u>96,163</u>
Total public support and other revenues	<u>326</u>	<u>3,000</u>	<u>141,493</u>	<u>237,938</u>
Expenses:				
Salaries	-	1,431	-	4,202
Payroll taxes and fringe benefits	-	649	-	1,908
Occupancy	-	-	-	-
Travel and transportation:				
Travel and transportation	-	-	-	414
Supplies	21	-	-	-
Equipment:				
Repairs and maintenance	-	-	-	-
Contractual				
Subawards and flowthroughs (exempt)	-	-	24,054	99,018
Contractual & subawards	-	-	105,695	68,033
Trainings and meetings	260	-	-	-
Client services	-	-	-	58,127
Printing and publications	-	-	-	-
Communication	-	-	-	-
Insurance	-	-	-	-
Dues and memberships	-	-	-	-
Other	30	785	-	-
Match expense:				
Match - indirect exempt (Non-GAAP)	-	-	-	-
Match (Non-GAAP)	-	-	11,744	-
Indirect	15	135	-	6,236
Total expenses	<u>326</u>	<u>3,000</u>	<u>141,493</u>	<u>237,938</u>
Excess of total public support and other revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
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	NE R9 - Merit 33714	IIE Nat'l Fmly Caregiver 33814	State Access Services 36014	Empowering Older Adults 36314
Public support and other revenues:	(29)	(30)	(31)	(32)
Public support:				
Federal grants and contracts	\$ -	\$ 159,992	\$ -	\$ 35,113
State grants and contracts	69,611	-	30,159	-
Funds deobligated	(30)	(691)	-	-
Contribution income (cash match)	-	-	-	-
Match - internal grants	-	6,200	3,351	-
Match - external source	-	11,500	-	-
Total public support	<u>69,581</u>	<u>177,001</u>	<u>33,510</u>	<u>35,113</u>
Other revenues:				
Program income	8,027	8,828	-	195
Other	-	-	-	-
Total other revenues	<u>8,027</u>	<u>8,828</u>	<u>-</u>	<u>195</u>
Total public support and other revenues	<u>77,608</u>	<u>185,829</u>	<u>33,510</u>	<u>35,308</u>
Expenses:				
Salaries	1,872	23,637	19,314	16,492
Payroll taxes and fringe benefits	851	10,733	8,767	7,625
Occupancy	-	1,178	-	-
Travel and transportation:				
Travel and transportation	106	2,837	724	5,641
Supplies	-	10,231	-	1,178
Equipment:				
Repairs and maintenance	-	-	-	-
Contractual				
Subawards and flowthroughs (exempt)	8,027	8,828	-	-
Contractual & subawards	40,687	100,826	-	200
Trainings and meetings	-	715	-	1,550
Client services	22,941	798	-	-
Printing and publications	-	84	-	291
Communication	-	74	-	6
Insurance	-	51	-	-
Dues and memberships	-	413	-	-
Other	-	57	-	740
Match expense:				
Match - indirect exempt (Non-GAAP)	-	6,200	3,351	-
Match (Non-GAAP)	-	11,500	-	-
Indirect	3,124	7,667	1,354	1,585
Total expenses	<u>77,608</u>	<u>185,829</u>	<u>33,510</u>	<u>35,308</u>
Excess of total public support and other revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - AGING PROGRAMS
SUPPLEMENTAL INFORMATION
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	Empowering Older Adults FY15 36315	State Aging Network Svcs 36414	State In-Home Svcs 36514	Snr Medicare Patrol Project 36614
	(33)	(34)	(35)	(36)
Public support and other revenues:				
Public support:				
Federal grants and contracts	\$ 618	\$ -	\$ -	\$ 23,792
State grants and contracts	-	47,031	99,375	-
Funds deobligated	-	-	-	-
Contribution income (cash match)	-	-	-	-
Match - internal grants	-	1,707	-	-
Match - external source	-	3,519	11,042	2,053
	<u>618</u>	<u>52,257</u>	<u>110,417</u>	<u>25,845</u>
Total public support	<u>618</u>	<u>52,257</u>	<u>110,417</u>	<u>25,845</u>
Other revenues:				
Program income	-	5,554	29,403	478
Other	-	-	-	-
	<u>-</u>	<u>5,554</u>	<u>29,403</u>	<u>478</u>
Total other revenues	<u>-</u>	<u>5,554</u>	<u>29,403</u>	<u>478</u>
Total public support and other revenues	<u>618</u>	<u>57,811</u>	<u>139,820</u>	<u>26,323</u>
Expenses:				
Salaries	404	3,225	-	10,793
Payroll taxes and fringe benefits	186	1,465	-	5,372
Occupancy	-	-	-	-
Travel and transportation:				
Travel and transportation	-	642	-	2,729
Supplies	-	-	-	69
Equipment:				
Repairs and maintenance	-	-	-	-
Contractual				
Subawards and flowthroughs (exempt)	-	5,554	29,403	-
Contractual & subawards	-	31,650	99,375	4,000
Trainings and meetings	-	17	-	-
Client services	-	7,763	-	-
Printing and publications	-	-	-	54
Communication	-	-	-	71
Insurance	-	-	-	-
Dues and memberships	-	-	-	-
Other	-	-	-	-
Match expense:				
Match - indirect exempt (Non-GAAP)	-	1,707	-	-
Match (Non-GAAP)	-	3,519	11,042	2,053
Indirect	28	2,269	-	1,182
	<u>618</u>	<u>57,811</u>	<u>139,820</u>	<u>26,323</u>
Total expenses	<u>618</u>	<u>57,811</u>	<u>139,820</u>	<u>26,323</u>
Excess of total public support and other revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - AGING PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Snr Medicare Patrol Project 36615	Snr Medicare Patrol Expansion 36665	T-VII EAP 36714	IID Services 36814
Public support and other revenues:	(37)	(38)	(39)	(40)
Public support:				
Federal grants and contracts	\$ 14,026	\$ 6,847	\$ 6,878	\$ 32,788
State grants and contracts	-	-	-	-
Funds deobligated	-	-	(690)	(1,486)
Contribution income (cash match)	-	-	-	-
Match - internal grants	-	-	-	-
Match - external source	264	-	688	3,478
Total public support	14,290	6,847	6,876	34,780
Other revenues:				
Program income	1,534	-	1,317	40
Other	-	-	-	-
Total other revenues	1,534	-	1,317	40
Total public support and other revenues	15,824	6,847	8,193	34,820
Expenses:				
Salaries	4,294	4,323	285	4,453
Payroll taxes and fringe benefits	1,503	1,931	129	1,966
Occupancy	1,226	-	-	-
Travel and transportation:				
Travel and transportation	7,588	286	-	990
Supplies	-	-	101	-
Equipment:				
Repairs and maintenance	-	-	-	-
Contractual				
Subawards and flowthroughs (exempt)	-	-	27	40
Contractual & subawards	-	-	3,275	23,509
Trainings and meetings	17	-	2,598	33
Client services	-	-	-	-
Printing and publications	57	-	331	1
Communication	128	-	392	-
Insurance	37	-	-	-
Dues and memberships	-	-	-	-
Other	-	-	-	-
Match expense:				
Match - indirect exempt (Non-GAAP)	-	-	-	-
Match (Non-GAAP)	264	-	688	3,478
Indirect	710	307	367	350
Total expenses	15,824	6,847	8,193	34,820
Excess of total public support and other revenues over expenses	\$ -	\$ -	\$ -	\$ -

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
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	Total before Eliminations	Eliminations	Total
Public support and other revenues:			
Public support:			
Federal grants and contracts	\$ 2,077,855	\$ -	\$ 2,077,855
State grants and contracts	1,051,091	-	1,051,091
Funds deobligated	(10,979)	-	(10,979)
Contribution income (cash match)	300	-	300
Match - internal grants	11,258	(11,258)	-
Match - external source	259,454	(259,454)	-
Total public support	<u>3,388,979</u>	<u>(270,712)</u>	<u>3,118,267</u>
Other revenues:			
Program income	1,216,056	-	1,216,056
Other	-	-	-
Total other revenues	<u>1,216,056</u>	<u>-</u>	<u>1,216,056</u>
Total public support and other revenues	<u>4,605,035</u>	<u>(270,712)</u>	<u>4,334,323</u>
Expenses:			
Salaries	290,587	-	290,587
Payroll taxes and fringe benefits	120,460	-	120,460
Occupancy	14,429	(7,847)	6,582
Travel and transportation:			
Travel and transportation	45,561	-	45,561
Supplies	13,685	(148)	13,537
Equipment:			
Repairs and maintenance	2,761	-	2,761
Contractual			
Subawards and flowthroughs (exempt)	1,604,158	-	1,604,158
Contractual & subawards	1,998,433	-	1,998,433
Trainings and meetings	7,371	-	7,371
Client services	89,756	-	89,756
Printing and publications	2,754	(2,754)	-
Communication	4,344	-	4,344
Insurance	771	-	771
Dues and memberships	7,811	-	7,811
Other	4,890	-	4,890
Match expense:			
Match - indirect exempt (Non-GAAP)	181,760	(181,760)	-
Match (Non-GAAP)	88,952	(88,952)	-
Indirect	126,552	(126,552)	-
Total expenses	<u>4,605,035</u>	<u>(408,013)</u>	<u>4,197,022</u>
Excess of total public support and other revenues over expenses	<u>\$ -</u>	<u>\$ 137,301</u>	<u>\$ 137,301</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - CLIENT SERVICE PROGRAMS
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	LIHEAP Deliverable Fuel 33514	Mich Enrolls and Maximus 33917	MPSC/MCAAA EAP 34514	MDHS LIHEAP LCA 34614
Public support and other revenues:	(41)	(42)	(43)	(44)
Public support:				
Federal grants and contracts	\$ 232,370	\$ -	\$ -	\$ -
State grants and contracts	-	25,265	141,127	530,403
Agency contribution	160	-	-	6,684
Prior year's unearned revenue	-	-	-	-
Funds deobligated	-	-	-	-
Food commodities	-	-	-	-
Total public support	<u>232,530</u>	<u>25,265</u>	<u>141,127</u>	<u>537,087</u>
Other revenues:				
Program income	-	-	-	-
Other	-	-	-	200
Total other revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>200</u>
Total public support and other revenues	<u>232,530</u>	<u>25,265</u>	<u>141,127</u>	<u>537,287</u>
Expenses:				
Salaries	33,045	12,544	6,015	21,404
Payroll taxes and fringe benefits	15,482	5,629	2,542	9,057
Occupancy	6,238	1,493	-	-
Travel and transportation:				
Out of area travel	-	-	-	-
Travel and transportation	1,325	278	22	-
Supplies	3,445	237	260	965
Equipment:				
Repairs and maintenance	819	819	-	-
Purchases funding source (exempt)	-	-	-	-
Audit and legal services	-	-	-	-
Contractual:				
Subawards and contracts	209	-	-	-
Trainings and meetings	-	-	-	-
Client services	159,539	-	124,723	479,627
Printing and publications	22	124	184	685
Communication	1,894	2,370	1,046	1,223
Insurance	51	51	-	-
Dues and memberships	-	3	-	-
Other	23	58	-	201
Other (exempt)	-	550	-	-
Food commodities distributed	-	-	-	-
Indirect	10,438	1,109	6,335	24,125
Total expenses	<u>232,530</u>	<u>25,265</u>	<u>141,127</u>	<u>537,287</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
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	LIHEAP LCA-S 32765 PCA Yr-1 34665	LIHEAP LCA 32570 PCA Yr-1 34670	MCAAAA Energy Optimization 34710	Emergency Food Assist 34814
Public support and other revenues:	(45)	(46)	(47)	(48)
Public support:				
Federal grants and contracts	\$ -	\$ 92,731	\$ -	\$ 120,806
State grants and contracts	4,536	-	-	-
Agency contribution	213	1,136	-	-
Prior year's unearned revenue	-	-	-	-
Funds deobligated	-	(68,556)	-	-
Food commodities	-	-	-	407,833
Total public support	<u>4,749</u>	<u>25,311</u>	<u>-</u>	<u>528,639</u>
Other revenues:				
Program income	-	-	16,985	-
Other	-	-	1,619	-
Total other revenues	<u>-</u>	<u>-</u>	<u>18,604</u>	<u>-</u>
Total public support and other revenues	<u>4,749</u>	<u>25,311</u>	<u>18,604</u>	<u>528,639</u>
Expenses:				
Salaries	-	-	122	25,856
Payroll taxes and fringe benefits	-	-	56	11,693
Occupancy	-	-	-	1,616
Travel and transportation:				
Out of area travel	-	-	-	-
Travel and transportation	-	-	-	1,428
Supplies	-	-	-	1,327
Equipment:				
Repairs and maintenance	-	-	-	819
Purchases funding source (exempt)	-	-	-	-
Audit and legal services	-	-	-	-
Contractual:				
Subawards and contracts	-	-	-	5,902
Trainings and meetings	-	-	-	-
Client services	4,536	24,175	16,044	-
Printing and publications	-	-	-	243
Communication	-	-	-	807
Insurance	-	-	-	330
Dues and memberships	-	-	-	3
Other	-	-	-	64,489
Other (exempt)	-	-	1,620	911
Food commodities distributed	-	-	-	407,833
Indirect	213	1,136	762	5,382
Total expenses	<u>4,749</u>	<u>25,311</u>	<u>18,604</u>	<u>528,639</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - CLIENT SERVICE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Commodity Supp. Food 34914	DOE Yr 2 35415	DOE Yr 1 35416	MSHDA HMLS NE Consort 37614
Public support and other revenues:	(49)	(50)	(51)	(52)
Public support:				
Federal grants and contracts	\$ 322,269	\$ 33,759	\$ 314,814	\$ 146,016
State grants and contracts	-	-	-	-
Agency contribution	-	-	12	85
Prior year's unearned revenue	-	-	-	-
Funds deobligated	-	-	-	-
Food commodities	1,123,583	-	-	-
Total public support	<u>1,445,852</u>	<u>33,759</u>	<u>314,826</u>	<u>146,101</u>
Other revenues:				
Program income	-	-	-	-
Other	-	-	12,512	-
Total other revenues	<u>-</u>	<u>-</u>	<u>12,512</u>	<u>-</u>
Total public support and other revenues	<u>1,445,852</u>	<u>33,759</u>	<u>327,338</u>	<u>146,101</u>
Expenses:				
Salaries	120,456	17,714	69,278	41,011
Payroll taxes and fringe benefits	55,681	6,905	32,458	18,553
Occupancy	38,402	521	4,255	2,753
Travel and transportation:				
Out of area travel	-	-	-	-
Travel and transportation	18,372	1,770	4,902	2,631
Supplies	29,603	104	652	420
Equipment:				
Repairs and maintenance	3,457	-	-	-
Purchases funding source (exempt)	5,000	-	-	-
Audit and legal services	800	-	-	-
Contractual:				
Subawards and contracts	188	-	-	13,200
Trainings and meetings	-	300	-	300
Client services	-	3,360	197,703	56,507
Printing and publications	846	121	158	370
Communication	3,076	757	1,539	2,610
Insurance	3,560	585	1,652	51
Dues and memberships	503	3	-	-
Other	25,908	104	47	55
Other (exempt)	2,276	-	-	1,132
Food commodities distributed	1,150,417	-	-	-
Indirect	14,140	1,515	14,694	6,508
Total expenses	<u>1,472,685</u>	<u>33,759</u>	<u>327,338</u>	<u>146,101</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ (26,833)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - CLIENT SERVICE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	MSHDA COOR 37654	MSHDA Cheboygan 37659	MSHDA Otsego 37664	IDA MIDAP 2011-2016 DS 37712
Public support and other revenues:	(53)	(54)	(55)	(56)
Public support:				
Federal grants and contracts	\$ 84,481	\$ -	\$ -	\$ -
State grants and contracts	-	34,219	72,841	-
Agency contribution	53	21	40	-
Prior year's unearned revenue	-	-	-	-
Funds deobligated	-	-	-	286
Food commodities	-	-	-	-
Total public support	84,534	34,240	72,881	286
Other revenues:				
Program income	-	-	-	-
Other	-	-	-	-
Total other revenues	-	-	-	-
Total public support and other revenues	84,534	34,240	72,881	286
Expenses:				
Salaries	27,488	11,875	24,747	74
Payroll taxes and fringe benefits	12,455	5,044	9,765	34
Occupancy	1,598	495	1,034	-
Travel and transportation:				
Out of area travel	-	-	-	-
Travel and transportation	1,972	2,245	2,746	-
Supplies	83	68	129	-
Equipment:				
Repairs and maintenance	-	-	-	-
Purchases funding source (exempt)	-	-	-	-
Audit and legal services	-	-	-	-
Contractual:				
Subawards and contracts	20,276	-	-	-
Trainings and meetings	-	50	150	-
Client services	15,069	11,973	29,152	165
Printing and publications	107	87	183	-
Communication	1,122	552	1,157	-
Insurance	-	51	51	-
Dues and memberships	-	-	-	-
Other	-	24	92	-
Other (exempt)	596	250	422	-
Food commodities distributed	-	-	-	-
Indirect	3,768	1,526	3,253	13
Total expenses	84,534	34,240	72,881	286
Excess of total public support and other revenues over expenses (expenses over revenues)	\$ -	\$ -	\$ -	\$ -

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - CLIENT SERVICE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	IDA MIDAP 2012-2017 DS <u>37717</u>	HMIS / HARP MI CAH FY 14 <u>37914</u>	HMIS / HARP MI CAH FY 15 <u>37915</u>	TSHLAP Yr 2 of 2 <u>38214</u>
Public support and other revenues:	(57)	(58)	(59)	(60)
Public support:				
Federal grants and contracts	\$ 3,000	\$ 15,107	\$ 12,717	\$ 12,080
State grants and contracts	-	-	-	-
Agency contribution	-	-	-	13
Prior year's unearned revenue	-	-	-	-
Funds deobligated	(3,000)	-	-	-
Food commodities	-	-	-	-
Total public support	<u>-</u>	<u>15,107</u>	<u>12,717</u>	<u>12,093</u>
Other revenues:				
Program income	-	-	-	-
Other	-	850	-	-
Total other revenues	<u>-</u>	<u>850</u>	<u>-</u>	<u>-</u>
Total public support and other revenues	<u>-</u>	<u>15,957</u>	<u>12,717</u>	<u>12,093</u>
Expenses:				
Salaries	-	9,128	7,856	7,864
Payroll taxes and fringe benefits	-	4,215	3,447	3,687
Occupancy	-	-	-	-
Travel and transportation:				
Out of area travel	-	-	-	-
Travel and transportation	-	316	843	-
Supplies	-	1,582	-	-
Equipment:				
Repairs and maintenance	-	-	-	-
Purchases funding source (exempt)	-	-	-	-
Audit and legal services	-	-	-	-
Contractual:				
Subawards and contracts	-	-	-	-
Trainings and meetings	-	-	-	-
Client services	-	-	-	-
Printing and publications	-	-	-	-
Communication	-	-	-	-
Insurance	-	-	-	-
Dues and memberships	-	-	-	-
Other	-	-	-	-
Other (exempt)	-	-	-	-
Food commodities distributed	-	-	-	-
Indirect	-	716	571	542
Total expenses	<u>-</u>	<u>15,957</u>	<u>12,717</u>	<u>12,093</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - CLIENT SERVICE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	TSHLAP Year 2 Ext 38277	Rural Housing R & S 38314	MSHDA FSS FY 14 38615	MSHDA Housing Edu 38715
	(61)	(62)	(63)	(64)
Public support and other revenues:				
Public support:				
Federal grants and contracts	\$ 3,433	\$ 79,201	\$ -	\$ -
State grants and contracts	-	-	5,625	5,208
Agency contribution	-	621	-	-
Prior year's unearned revenue	-	-	-	-
Funds deobligated	-	-	333	(4,977)
Food commodities	-	-	-	-
Total public support	<u>3,433</u>	<u>79,822</u>	<u>5,958</u>	<u>231</u>
Other revenues:				
Program income	-	-	200	-
Other	-	-	-	-
Total other revenues	<u>-</u>	<u>-</u>	<u>200</u>	<u>-</u>
Total public support and other revenues	<u>3,433</u>	<u>79,822</u>	<u>6,158</u>	<u>231</u>
Expenses:				
Salaries	2,333	34,428	3,704	112
Payroll taxes and fringe benefits	945	15,105	1,615	39
Occupancy	-	2,783	-	-
Travel and transportation:				
Out of area travel	-	-	-	-
Travel and transportation	-	6,082	380	70
Supplies	-	504	-	-
Equipment:				
Repairs and maintenance	-	-	-	-
Purchases funding source (exempt)	-	-	-	-
Audit and legal services	-	-	-	-
Contractual:				
Subawards and contracts	-	-	-	-
Trainings and meetings	-	-	51	-
Client services	-	13,920	132	-
Printing and publications	-	347	-	-
Communication	-	2,961	-	-
Insurance	-	51	-	-
Dues and memberships	-	-	-	-
Other	-	58	-	-
Other (exempt)	-	-	-	-
Food commodities distributed	-	-	-	-
Indirect	155	3,583	276	10
Total expenses	<u>3,433</u>	<u>79,822</u>	<u>6,158</u>	<u>231</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - CLIENT SERVICE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Nat'l Mortgage Settlement 38716	CSBG - D EITC Tax 300514	CSGB 302514; 614
Public support and other revenues:	(65)	(66)	(67)
Public support:			
Federal grants and contracts	\$ -	\$ 10,838	\$ 62,642
State grants and contracts	112,500	-	-
Agency contribution	-	-	-
Prior year's unearned revenue	-	-	-
Funds deobligated	(68,874)	-	-
Food commodities	-	-	-
Total public support	<u>43,626</u>	<u>10,838</u>	<u>62,642</u>
Other revenues:			
Program income	-	-	-
Other	-	15	-
Total other revenues	<u>-</u>	<u>15</u>	<u>-</u>
Total public support and other revenues	<u>43,626</u>	<u>10,853</u>	<u>62,642</u>
Expenses:			
Salaries	21,826	6,641	32,809
Payroll taxes and fringe benefits	8,347	2,253	14,885
Occupancy	915	-	2,054
Travel and transportation:			
Out of area travel	534	-	-
Travel and transportation	1,179	949	3,705
Supplies	1,882	265	1,550
Equipment:			
Repairs and maintenance	-	-	-
Purchases funding source (exempt)	-	-	-
Audit and legal services	-	-	-
Contractual:			
Subawards and contracts	6,000	-	3,100
Trainings and meetings	550	-	400
Client services	52	-	-
Printing and publications	-	21	262
Communication	359	238	910
Insurance	24	-	75
Dues and memberships	-	-	-
Other	-	-	80
Other (exempt)	-	-	-
Food commodities distributed	-	-	-
Indirect	1,958	486	2,812
Total expenses	<u>43,626</u>	<u>10,853</u>	<u>62,642</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - CLIENT SERVICE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Total before Eliminations	Eliminations	Total
Public support and other revenues:			
Public support:			
Federal grants and contracts	\$ 1,546,264	\$ -	\$ 1,546,264
State grants and contracts	931,724	-	931,724
Agency contribution	9,038	(9,038)	-
Prior year's unearned revenue	-	-	-
Funds deobligated	(144,788)	-	(144,788)
Food commodities	1,531,416	-	1,531,416
Total public support	3,873,654	(9,038)	3,864,616
Other revenues:			
Program income	17,185	-	17,185
Other	15,196	-	15,196
Total other revenues	32,381	-	32,381
Total public support and other revenues	3,906,035	(9,038)	3,896,997
Expenses:			
Salaries	538,330	-	538,330
Payroll taxes and fringe benefits	239,892	-	239,892
Occupancy	64,157	(7,445)	56,712
Travel and transportation:			
Out of area travel	534	-	534
Travel and transportation	51,215	-	51,215
Supplies	43,076	(39)	43,037
Equipment:			
Repairs and maintenance	5,914	-	5,914
Purchases funding source (exempt)	5,000	-	5,000
Audit and legal services	800	-	800
Contractual:			
Subawards and contracts	48,875	-	48,875
Trainings and meetings	1,801	-	1,801
Client services	1,136,677	-	1,136,677
Printing and publications	3,760	(265)	3,495
Communication	22,621	-	22,621
Insurance	6,532	-	6,532
Dues and memberships	512	-	512
Other	91,139	-	91,139
Other (exempt)	7,757	-	7,757
Food commodities distributed	1,558,250	-	1,558,250
Indirect	106,026	(106,026)	-
Total expenses	3,932,868	(113,775)	3,819,093
Excess of total public support and other revenues over expenses (expenses over revenues)	\$ (26,833)	\$ 104,737	\$ 77,904

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - YOUTH SERVICE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	NE MI Child Behavioral Hlth 32014	NE MI Child Behavioral Hlth 32015	Comm Found NE Michigan 32101	Alp Cnty Youth Rec 32103
Public support and other revenues:	(68)	(69)	(70)	(71)
Public support:				
Federal grants and contracts	\$ -	\$ -	\$ -	\$ -
State grants and contracts	23,874	912,370	3,000	4,400
Agency contribution	-	-	-	-
Prior year's unearned revenue	-	-	-	-
Funds deobligated	397,827	(482,439)	-	-
Total public support	421,701	429,931	3,000	4,400
Other revenues:				
Program income	-	395	-	-
Other	1,050	-	-	-
Total other revenues	1,050	395	-	-
Total public support and other revenues	422,751	430,326	3,000	4,400
Expenses:				
Salaries	8,487	11,756	-	2,868
Payroll taxes and fringe benefits	1,688	2,411	-	1,338
Occupancy	4,496	22,402	-	-
Travel and transportation:				
Travel and transportation	3,219	2,907	2,825	-
Supplies	1,062	2,739	-	-
Contractual:				
Subawards and flowthroughs (exempt)	182,859	128,389	-	-
Subawards and contracts	192,901	234,283	-	-
Trainings and meetings	14,764	4,025	40	-
Printing and publications	648	858	-	-
Communication	927	915	-	-
Insurance	-	24	-	-
Other	1,150	5,844	-	-
Indirect	10,550	13,773	135	194
Total expenses	422,751	430,326	3,000	4,400
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - YOUTH SERVICE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	School Success FY14 32114	School Success FY15 32115	CSBG - D 300314	CSBG - SS 821
Public support and other revenues:	(72)	(73)	(74)	(75)
Public support:				
Federal grants and contracts	\$ -	\$ -	\$ 34,658	\$ 124,470
State grants and contracts	541,193	97,983	-	-
Agency contribution	164,000	-	-	-
Prior year's unearned revenue	-	-	-	-
Funds deobligated	(83,042)	-	-	-
Total public support	<u>622,151</u>	<u>97,983</u>	<u>34,658</u>	<u>124,470</u>
Other revenues:				
Program income	-	-	-	-
Other	-	-	-	-
Total other revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total public support and other revenues	<u>622,151</u>	<u>97,983</u>	<u>34,658</u>	<u>124,470</u>
Expenses:				
Salaries	374,908	61,080	23,173	67,911
Payroll taxes and fringe benefits	193,545	31,467	8,723	34,646
Occupancy	-	-	-	-
Travel and transportation:				
Travel and transportation	3,867	978	1,206	4,208
Supplies	20,118	55	-	7,210
Contractual:				
Subawards and flowthroughs (exempt)	-	-	-	-
Subawards and contracts	-	-	-	-
Trainings and meetings	50	-	-	200
Printing and publications	-	-	-	3,070
Communication	-	-	-	789
Insurance	816	-	-	51
Other	919	-	-	798
Indirect	27,928	4,403	1,556	5,587
Total expenses	<u>622,151</u>	<u>97,983</u>	<u>34,658</u>	<u>124,470</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - YOUTH SERVICE PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Total before Eliminations	Eliminations	Total
Public support and other revenues:			
Public support:			
Federal grants and contracts	\$ 159,128	\$ -	\$ 159,128
State grants and contracts	1,582,820	-	1,582,820
Agency contribution	164,000	(164,000)	-
Prior year's unearned revenue	-	-	-
Funds deobligated	(167,654)	83,042	(84,612)
Total public support	1,738,294	(80,958)	1,657,336
Other revenues:			
Program income	395	-	395
Other	1,050	-	1,050
Total other revenues	1,445	-	1,445
Total public support and other revenues	1,739,739	(80,958)	1,658,781
Expenses:			
Salaries	550,183	-	550,183
Payroll taxes and fringe benefits	273,818	-	273,818
Occupancy	26,898	(570)	26,328
Travel and transportation:			
Travel and transportation	19,210	-	19,210
Supplies	31,184	-	31,184
Contractual:			
Subawards and flowthroughs (exempt)	311,248	-	311,248
Subawards and contracts	427,184	-	427,184
Trainings and meetings	19,079	-	19,079
Printing and publications	4,576	(37)	4,539
Communication	2,631	-	2,631
Insurance	891	-	891
Other	8,711	-	8,711
Indirect	64,126	(64,126)	-
Total expenses	1,739,739	(64,733)	1,675,006
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ (16,225)</u>	<u>\$ (16,225)</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - VOLUNTEER PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	RSVP Fed 30114	State Senior Companion 30514	Fed Senior Companion 30614	Fed Senior Companion 30615
Public support and other revenues:	(76)	(77)	(78)	(79)
Public support:				
Federal grants and contracts	\$ 32,941	\$ -	\$ 163,568	\$ 33,917
State grants and contracts	-	65,385	-	-
Contribution income (cash match)	-	-	-	-
Match - internal grants	14,118	290	17,629	3,769
Match - external source	-	6,975	545	-
Total public support	<u>47,059</u>	<u>72,650</u>	<u>181,742</u>	<u>37,686</u>
Expenses:				
Salaries	17,033	8,444	25,958	3,727
Payroll taxes and fringe benefits	6,920	3,838	12,169	1,311
Occupancy	708	638	2,555	174
Travel and transportation:				
Travel and transportation	2,105	-	327	134
Travel participant (exempt)	2,383	14,714	37,916	1,652
Supplies	1,949	24	1,888	283
Equipment:				
Repairs and maintenance	-	19	252	-
Trainings and meetings	251	1	-	-
Participant costs (exempt)	-	36,557	78,781	26,058
Printing and publications	17	57	120	-
Communication	33	376	1,423	-
Insurance	51	41	51	-
Dues and memberships	-	-	-	-
Other	119	42	24	299
Match expense:				
Match - indirect exempt (Non-GAAP)	14,118	7,265	18,174	3,769
Indirect	1,372	634	2,104	279
Total expenses	<u>47,059</u>	<u>72,650</u>	<u>181,742</u>	<u>37,686</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - VOLUNTEER PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Foster Grandparent 30714	Foster Grandparent 30715	State Foster Grandparent 30814	RSVP State 36214
Public support and other revenues:	(80)	(81)	(82)	(83)
Public support:				
Federal grants and contracts	\$ 213,990	\$ 29,600	\$ -	\$ -
State grants and contracts	-	-	16,166	31,619
Contribution income (cash match)	100	-	-	1,590
Match - internal grants	12,036	7,028	51	11,964
Match - external source	12,754	1,153	1,745	-
Total public support	<u>238,880</u>	<u>37,781</u>	<u>17,962</u>	<u>45,173</u>
Expenses:				
Salaries	42,179	8,531	1,762	14,936
Payroll taxes and fringe benefits	19,775	3,255	801	6,885
Occupancy	2,527	631	208	708
Travel and transportation:				
Travel and transportation	437	178	-	1,338
Travel participant (exempt)	22,641	2,484	3,745	3,143
Supplies	2,274	300	4	1,586
Equipment:				
Repairs and maintenance	252	-	19	-
Trainings and meetings	-	-	1	115
Participant costs (exempt)	118,748	13,014	9,082	1,146
Printing and publications	175	13	54	-
Communication	1,349	110	256	502
Insurance	51	-	41	-
Dues and memberships	-	-	-	-
Other	323	451	43	33
Match expense:				
Match - indirect exempt (Non-GAAP)	24,890	8,181	1,796	13,554
Indirect	3,259	633	150	1,227
Total expenses	<u>238,880</u>	<u>37,781</u>	<u>17,962</u>	<u>45,173</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - VOLUNTEER PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	CSBG 302314	Total before Eliminations	Eliminations	Total
Public support and other revenues:	(84)			
Public support:				
Federal grants and contracts	\$ 885	\$ 474,901	\$ -	\$ 474,901
State grants and contracts	-	113,170	-	113,170
Contribution income (cash match)	-	1,690	(1,690)	-
Match - internal grants	-	66,885	(66,885)	-
Match - external source	-	23,172	(23,172)	-
Total public support	885	679,818	(91,747)	588,071
Expenses:				
Salaries	393	122,963	-	122,963
Payroll taxes and fringe benefits	178	55,132	-	55,132
Occupancy	-	8,149	(3,522)	4,627
Travel and transportation:				
Travel and transportation	-	4,519	-	4,519
Travel participant (exempt)	-	88,678	-	88,678
Supplies	-	8,308	(58)	8,250
Equipment:				
Repairs and maintenance	-	542	-	542
Trainings and meetings	-	368	-	368
Participant costs (exempt)	-	283,386	-	283,386
Printing and publications	-	436	(436)	-
Communication	-	4,049	-	4,049
Insurance	-	235	-	235
Dues and memberships	275	275	-	275
Other	-	1,334	-	1,334
Match expense:				
Match - indirect exempt (Non-GAAP)	-	91,747	(91,747)	-
Indirect	39	9,697	(9,697)	-
Total expenses	885	679,818	(105,460)	574,358
Excess of total public support and other revenues over expenses (expenses over revenues)	\$ -	\$ -	\$ 13,713	\$ 13,713

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - COMMUNITY DEVELOPMENT PROGRAMS
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	CSBG 302014; 214; 414	CSBG-D 300614	Total before Eliminations	Eliminations	Total
Public support and other revenues:	(85)	(86)			
Public support:					
Federal grants and contracts	\$ 194,271	\$ 16,332	\$ 210,603	\$ -	\$ 210,603
Expenses:					
Salaries	117,666	10,575	128,241	-	128,241
Payroll taxes and fringe benefits	53,437	4,804	58,241	-	58,241
Occupancy	5,265	-	5,265	-	5,265
Travel and transportation:					
Out of area travel	43	-	43	-	43
Travel and transportation	3,429	220	3,649	-	3,649
Supplies	579	-	579	(38)	541
Equipment:					
Repairs and maintenance	955	-	955	-	955
Trainings and meetings	1,185	-	1,185	-	1,185
Printing and publications	348	-	348	(348)	-
Communication	1,204	-	1,204	-	1,204
Insurance	266	-	266	-	266
Dues and memberships	818	-	818	-	818
Other	360	-	360	-	360
Indirect	8,716	733	9,449	(9,449)	-
Total expenses	194,271	16,332	210,603	(9,835)	200,768
Excess of total public support and other revenues over expenses	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,835</u>	<u>\$ 9,835</u>

NORTHEAST MICHIGAN COMMUNITY SERVICES AGENCY, INC.
STATEMENT OF ACTIVITIES - MANAGEMENT AND GENERAL
SUPPLEMENTAL INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	Administrative Indirect Cost	Corporate Activities	Total Before Eliminations	Eliminations	Total
Public support and other revenues:	(87)	(88)			
Other revenues:					
Program income	-	118,340	118,340	(118,340)	-
Interest income	-	2,676	2,676	-	2,676
Administrative income	1,813,177	-	1,813,177	(1,813,177)	-
Other	-	482,130	482,130	(482,130)	-
Total other revenues	<u>1,813,177</u>	<u>603,146</u>	<u>2,416,323</u>	<u>(2,413,647)</u>	<u>2,676</u>
Total public support and other revenues	<u>1,813,177</u>	<u>603,146</u>	<u>2,416,323</u>	<u>(2,413,647)</u>	<u>2,676</u>
Expenses:					
Salaries	870,627	-	870,627	-	870,627
Payroll taxes and fringe benefits	392,046	-	392,046	-	392,046
Occupancy	109,941	239	110,180	(46,539)	63,641
Travel and transportation:					
Out of area travel	1,024	-	1,024	-	1,024
Travel and transportation	44,133	-	44,133	-	44,133
Travel and transportation (exempt)	-	460	460	-	460
Supplies	15,258	203	15,461	(552)	14,909
Equipment:					
Repairs and maintenance	7,284	2,685	9,969	-	9,969
Purchases	9,206	12,366	21,572	-	21,572
Audit and legal services	64,068	12,378	76,446	-	76,446
Contractual:					
Subawards and contracts	30,000	-	30,000	-	30,000
Trainings and meetings	21,326	-	21,326	-	21,326
Printing and publications	11,285	18,118	29,403	(4,643)	24,760
Communication	13,136	-	13,136	-	13,136
Insurance	15,377	2,980	18,357	-	18,357
Advertising	1,056	410	1,466	-	1,466
Dues and memberships	5,406	-	5,406	-	5,406
Other	708	2,623	3,331	40,687	44,018
Other (exempt)	-	9,149	9,149	-	9,149
Depreciation	-	206,582	206,582	-	206,582
Total expenses	<u>1,611,881</u>	<u>268,193</u>	<u>1,880,074</u>	<u>(11,047)</u>	<u>1,869,027</u>
Excess of total public support and other revenues over expenses (expenses over revenues)	<u>\$ 201,296</u>	<u>\$ 334,953</u>	<u>\$ 536,249</u>	<u>\$ (2,402,600)</u>	<u>\$ (1,866,351)</u>

Northeast Michigan Community Service Agency, Inc.
Statement of Activities - Office of Services to the Aging Grants - Region IX
Supplemental Information
For the Year Ended September 30, 2014

Public support:	
Grants and contracts	\$ 3,471,860
Funds deobligated	(11,684)
Contribution income	941
In kind contributions	311,072
	<hr/>
Total public support	3,772,189
	<hr/>
Other revenues:	
Program income	1,214,044
Other	-
	<hr/>
Contribution income (cash match)	1,214,044
	<hr/>
Total public support and other revenues	4,986,233
	<hr/>
Direct Expenses:	
Salaries	473,889
Payroll taxes and fringe benefits	211,637
Occupancy	33,502
Travel and transportation:	
Travel and transportation	50,222
Supplies	32,571
Trainings and meetings	7,689
Client services	89,630
Printing and publications	3,110
Communication	11,118
Insurance	1,230
Dues and memberships	8,472
Other	9,815
In-kind expense:	
In-kind Indirect exempt	228,443
Other	83,269
Indirect	141,567
	<hr/>
Total Direct Expenses	1,386,164
	<hr/>
Subawards and flowthroughs:	
Alcona	235,266
Alpena	448,943
Arenac	243,527
Cheboygan	416,452
Crawford	232,843
Iosco	305,747
Montmorency	209,445
Ogemaw	346,307
Oscoda	150,317
Otsego	376,638
Presque Isle	180,191
Roscommon	387,129
Legal services	28,000
Other	39,264
	<hr/>
Total subawards and flowthroughs	3,600,069
	<hr/>
Total Expenses	4,986,233
	<hr/>
Excess of total public support and other revenues over expenses	\$ -
	<hr/>

	Budget	Expenditures
Public support and other revenues:		
Public support:		
CSBG grant	\$ 642,295	\$ 428,952
Expenses:		
Salaries	324,047	247,381
Fringe benefits	189,073	116,199
Occupancy/space	17,700	7,506
Communication	22,420	8,499
Supplies	7,150	9,339
Travel/local transportation	25,924	14,317
Contractual	3,100	3,100
Miscellaneous	52,881	22,611
Budget revision in process	-	-
Total	642,295	428,952
Excess of total public support and other revenues over expenses	\$ -	\$ -

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
Alpena, Michigan

U.S. Department of Health and Human Services
Head Start Program
Comparison of Actual Expenditures to Budget

Program	Category	Current Year Expenditures	Prior Year Expenditures	Total Expenditures	Budget	Expenditures (Over) Under Budget
03 - Training and Technical Assistance (05CH4329/46)	Personnel	\$ -	\$ -	\$ -	\$ -	\$ -
	Fringe benefits	-	-	-	-	-
	Travel	1,410	6,678	8,088	12,100	4,012
	Equipment	-	-	-	-	-
	Supplies	-	39	39	400	361
	Contractual	2,796	11,884	14,680	14,680	-
	Facilities/construction	-	-	-	-	-
	Other	47,921	169,805	217,726	213,353	(4,373)
	Indirect	2,270	8,120	10,390	10,390	-
	Total PA 20 & 26	54,397	196,526	250,923	250,923	-
03 - Full Year, Part Day (05CH4329/46)	Personnel	2,819,040	4,505,386	7,324,426	7,484,227	159,801
	Fringe benefits	1,444,875	2,077,408	3,522,283	3,635,000	112,717
	Travel	-	-	-	-	-
	Equipment	-	8,437	8,437	9,036	599
	Supplies	637,280	222,778	860,058	943,190	83,132
	Contractual	602,072	923,409	1,525,481	1,508,548	(16,933)
	Facilities/construction	-	-	-	-	-
	Other	1,084,399	1,568,468	2,652,867	2,776,483	123,616
	Indirect	352,615	498,235	850,850	880,194	29,344
	Total PA 22 & 25	6,940,281	9,804,121	16,744,402	17,236,678	492,276
	* Total Project Expense	\$ 6,994,678	\$ 10,000,647	\$ 16,995,325	\$ 17,487,601	\$ 492,276
Less:	Sale of Assets	\$ -	-	\$ -	\$ -	-
	Program Income	-	(5,611)	(5,611)	-	-
	Program Donation	(4,845)	(21,506)	(26,351)	-	-
	Net Federal Share of Expenses	\$ 6,989,833	\$ 9,973,530	\$ 16,963,363	\$ 17,487,601	\$ 524,238
	In kind & Donation Expense					
	Recipient Share (Match)	\$ 1,747,458	\$ 2,493,383	\$ 4,240,841	\$ 4,371,901	\$ 131,060

Detail

The grant period is from February 1, 2013, to January 31, 2014.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
Alpena, Michigan

U.S. Department of Health and Human Services
Head Start Program
Comparison of Actual Expenditures to Budget

Program	Category	Current Year Expenditures	Prior Year Expenditures	Total Expenditures	Budget	Expenditures (Over) Under Budget
01 & 02 - Training and Technical Assistance (05CH4329/47)	Personnel	\$ -	\$ -	\$ -	\$ -	\$ -
	Fringe benefits	-	-	-	-	-
	Travel	7,457	-	7,457	22,200	14,743
	Equipment	-	-	-	-	-
	Supplies	79	-	79	300	221
	Contractual	14,066	-	14,066	14,680	614
	Facilities/construction	-	-	-	-	-
	Other	143,961	-	143,961	203,353	59,392
	Indirect	7,120	-	7,120	10,390	3,270
Total PA 20 & 26		172,683	-	172,684	250,923	78,239
01 & 02 - Full Year, Part Day (05CH4329/47)	Personnel	4,638,824	-	4,638,824	7,997,492	3,358,668
	Fringe benefits	1,891,651	-	1,891,651	3,948,589	2,056,938
	Travel	-	-	-	-	-
	Equipment	80,971	-	80,971	156,441	75,470
	Supplies	413,627	-	413,627	753,455	339,828
	Contractual	1,034,226	-	1,034,226	1,594,367	560,141
	Facilities/construction	-	-	-	-	-
	Other	1,734,944	-	1,734,944	3,084,174	1,349,230
	Indirect	534,669	-	534,669	897,610	362,941
Total PA 22 & 25		10,328,912	-	10,328,912	18,432,128	8,103,216
* Total Project Expense		\$ 10,501,595	\$ -	\$ 10,501,596	\$ 18,683,051	\$ 8,181,455
Less:	Sale of Assets	\$ -	-	\$ -	\$ -	-
	Program Income	-	-	-	-	-
	Program Donation	(36,173)	-	(36,173)	-	36,173
Net Federal Share of Expenses		\$ 10,465,422	\$ -	\$ 10,465,423	\$ 18,683,051	\$ 8,217,628
In kind & Donation Expense						
Recipient Share (Match)		\$ 2,612,810	\$ -	\$ 2,612,810	\$ 4,670,763	\$ 2,057,953

Detail

The grant period is from February 1, 2014, to January 31, 2015.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
OSA SCHEDULE OF SERVICE CATEGORIES BY FUNDING SOURCE - UNAUDITED
FOR YEAR ENDING SEPTEMBER 30, 2014

SERVICE CATEGORY	Title III-B	Title III C-1	Title III C-2	Title III-D	Title III - E	NSIP	Title 7/A Title 7/EAP	ADSSP EXP	Federal Admin	State Admin
1. Access										
a. Care Management	2,000									
b. Case Coord/supp										
c. Disaster Advocacy										
d. Information & Assis										
e. Outreach					47,777					
f. Transportation										
g. ARRA										
2. In-Home										
a. Chore										
b. Home Care Assis										
c. Home Injury Cntrl										
d. Homemaker	221,460									
e. Home Health Aide										
f. Medication Mgt										
g. Personal Care	107,152									
h. PERS										
i. Respite Care	2,000				44,872					
j. Friendly Reassure										
3. Legal Assistance	26,175									
4. Community Services										
a. Adult Day Care					22,529					
b. Dementia ADC										
c. Disease Prevent				31,302						
d. Health Screening										
e. Assist to Deaf										
f. Home Repair										
g. LTC Ombudsman	4,949						3,881			
h. Sr Ctr Operations										
i. Sr Ctr Staffing										
j. Vision Services										
k. Elder Abuse Prevent							6,188			
l. Counseling										
m. Spec Respite Care										
n. Caregiver Supplmt					500					
o. Kinship Respite					11,558					
p. ADSSP								9,000		
q. ADSSP AIG-VA										
q. Caregiver E,S,T					22,165					
r. Caregiver I & A					9,900					
5. Program Develop	37,674									
6. Nutrition Services										
a. Congregate		463,809				117,258				
b. Home Delivered			271,135			327,333				
7. FEMA Training										
8. Administration									150,276	25,966
SUPPORT SERV TOTAL	401,410	463,809	271,135	31,302	159,301	444,591	10,069	9,000	150,276	25,966

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
OSA SCHEDULE OF SERVICE CATEGORIES BY FUNDING SOURCE - UNAUDITED
FOR YEAR ENDING SEPTEMBER 30, 2014

SERVICE CATEGORY	State Access	State In-Home	St Cong	State HDM	St. Alt. Care	State CMP	State Care Mgmt	St. ANS St. NHO	St. Respite (Escheat)
1. Access									
a. Care Management							431,825		
b. Case Coord/supp									
c. Disaster Advocacy									
d. Information & Assis	30,159								
e. Outreach									
f. Transportation									
g. ARRA									
2. In-Home									
a. Chore									
b. Home Care Assis									
c. Home Injury Cntrl									
d. Homemaker		72,063			117,997			24,050	
e. Home Health Aide									
f. Medication Mgt								7,763	
g. Personal Care		24,312						7,600	
h. PERS									
i. Respite Care		3,000							105,695
j. Friendly Reassure									
3. Legal Assistance									
4. Community Services									
a. Adult Day Care									
b. Dementia ADC									
c. Disease Prevent									
d. Health Screening									
e. Assist to Deaf									
f. Home Repair									
g. LTC Ombudsman						10,305		24,863	
h. Sr Ctr Operations									
i. Sr Ctr Staffing									
j. Vision Services									
k. Elder Abuse Prevent									
l. Counseling								7,618	
m. Spec Respite Care									
n. Caregiver Supplmt									
o. Kinship Respite									
p. ADSSP									
q. ADSSP AIG-VA									
q. Caregiver E,S,T									
r. Caregiver I & A									
5. Program Develop									
6. Nutrition Services									
a. Congregate			10,104						
b. Home Delivered				367,309					
7. FEMA Training									
8. Administration									
SUPPORT SERV TOTAL	30,159	99,375	10,104	367,309	117,997	10,305	431,825	71,894	105,695

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
OSA SCHEDULE OF SERVICE CATEGORIES BY FUNDING SOURCE - UNAUDITED
FOR YEAR ENDING SEPTEMBER 30, 2014

SERVICE CATEGORY	Merit Award Trust Fund	FEMA EOA	Merit Award Region 9 NE	Medicaid Match	Program Income	Cash Match	In-Kind Match	TOTAL
1. Access								-
a. Care Management				567		47,981		482,373
b. Case Coord/supp								-
c. Disaster Advocacy								-
d. Information & Assis						3,351		33,510
e. Outreach						6,200		53,977
f. Transportation								-
g. ARRA								-
2. In-Home								-
a. Chore								-
b. Home Care Assis								-
c. Home Injury Cntrl								-
d. Homemaker					153,273	53,311		642,154
e. Home Health Aide								-
f. Medication Mgt						1,707		9,470
g. Personal Care					40,173	15,685		194,922
h. PERS								-
i. Respite Care	58,128		22,941		31,648	17,294		285,578
j. Friendly Reassure								-
3. Legal Assistance					1,825	2,908		30,908
4. Community Services								
a. Adult Day Care	70,888		40,687		105,051	2,085	444	241,684
b. Dementia ADC								-
c. Disease Prevent					40	2,643	835	34,820
d. Health Screening								-
e. Assist to Deaf								-
f. Home Repair								-
g. LTC Ombudsman							2,763	46,761
h. Sr Ctr Operations								-
i. Sr Ctr Staffing								-
j. Vision Services								-
k. Elder Abuse Prevent					1,317	378	310	8,193
l. Counseling								7,618
m. Spec Respite Care								-
n. Caregiver Supplmt						56		556
o. Kinship Respite						1,443		13,001
p. ADSSP								9,000
q. ADSSP AIG-VA								-
q. Caregiver E,S,T					1,337	2,241	236	25,979
r. Caregiver I & A								9,900
5. Program Develop								37,674
6. Nutrition Services								-
a. Congregate					410,237	50,576	2,081	1,054,065
b. Home Delivered					468,948	64,979	5,959	1,505,663
7. FEMA Training		1,000						1,000
8. Administration	12,759	35,113	5,953				24,126	254,193
SUPPORT SERV TOTAL	141,775	36,113	69,581	567	1,213,849	272,838	36,754	4,982,999

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.

List of Programs

<u>Program</u>	<u>Funding Source</u>	<u>Program Period</u>
<u>Head Start and Early Childhood Programs</u>		
-1 Head Start (05CH4329/46)	U.S. Dept. of Health and Human Services	02/01/13 – 01/31/14
-2 Head Start (05CH4329/47)	U.S. Dept. of Health and Human Services	02/01/14 – 01/31/15
-3 Early Head Start (05CH4329/46)	U.S. Dept. of Health and Human Services	02/01/13 – 01/31/14
-4 Early Head Start (05CH4329/47)	U.S. Dept. of Health and Human Services	02/01/14 – 01/31/15
-5 Child and Adult Care Food Program (040000001)	MI Dept. of Education	10/01/13 – 09/30/14
-6 Great Start Readiness Programs	Various School Districts	10/01/13 – 09/30/14
-7 Great Start Readiness Programs	Various School Districts	09/01/13 – 09/12/14
-8 Great Start Readiness Programs	Various School Districts	09/01/14 – 09/30/15
-9 HS/EHS Great Parents Great Start	COOR Intermediate School District	10/01/13 – 09/30/14
-10 COOR HS Disability MOU	COOR Intermediate School District	09/15/14 - 06/05/15
-11 EHS COOR ISD/MI Home Init.	COOR Intermediate School District	02/01/14 – 09/30/14
<u>Community Based Care Programs</u>		
-12 Care Management (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-13 Home and Community Based Svcs for the Elderly and Disabled (HCBS E/D) Waiver Program (20141104-00)	MI Dept. of Community Health	10/01/13 – 09/30/14
-14 UCP Michigan Assistive Tech. Loan Fund	UCP of Michigan	10/01/06 – 09/30/14
-15 Care Management / Waiver Project	Alpena County	01/01/13 – 12/31/13
-16 Community Services Block Grant (CSBG-14-04022)	Michigan Department of Human Services	10/01/13 – 09/30/14
<u>Aging Programs</u>		
-17 Title III Administration (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-18 Title III-B Services (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.

List of Programs (Continued)

<u>Program</u>	<u>Funding Source</u>	<u>Program Period</u>
<i>Aging Programs (Continued)</i>		
-19 Title III-C Services (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-20 Title V –Senior Community Service Employment (2013-1)	MI State Office of Services to the Aging	07/01/13 – 06/30/14
-21 Title V – Senior Community Service Employment (2014-1)	MI State Office of Services to the Aging	07/01/14 – 06/30/15
-22 Alzheimer’s Disease Supportive Services Program (ADSSP) (2014-1)	MI State Office of Services to the Aging	11/01/13 – 08/31/14
-23 State Alternative Care (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-24 Nursing Home Ombudsman Program (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-25 Medicare Improvement for Patients And Providers Act	MMAF, Inc.	10/01/13 – 09/29/14
-26 Medicare Improvement for Patients And Provider Act – Aging and Disability Resource Collaborative	Area Agency on Aging of Northwest Michigan	03/01/14 – 09/29/14
-27 State Respite Care (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-28 Tobacco Respite Care (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-29 Merit Award Region – 9 NE (2014-1)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-30 Title III–E National Family Caregiver Support (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-31 State Access Services (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-32 Empowering Older Adults (2014-2)	MI State Office of Services to the Aging	11/01/13 – 08/31/14
-33 Empowering Older Adults (2015-1)	MI State Office of Services to the Aging	09/01/14 – 08/31/15

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.

List of Programs (Continued)

<u>Program</u>	<u>Funding Source</u>	<u>Program Period</u>
<u>Aging Programs (Continued)</u>		
-34 State Aging Network Services (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-35 State In-Home Services (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-36 SHIP/Core and Senior Medicare Patrol Project	MMAAP, Inc.	Various thru 05/31/14
-37 SHIP/Core and Senior Medicare Patrol Project	MMAAP, Inc.	Various thru 05/31/15
-38 Senior Medicare Patrol Project #2 Expansion	MMAAP, Inc.	09/30/13 – 09/29/14
-39 Title VII/EAP Services (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-40 Title III–D Services (2014-9)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
<u>Client Service Programs</u>		
-41 Low Income Home Energy Asst. Program (LIHEAP) (LIHEAP-13-04022)	Michigan Department of Human Services	04/01/13 – 06/30/14
-42 Michigan ENROLLS and MAXIMUS	MI Community Action Agency Association	04/01/11 – 03/31/17
-43 MCAAAA/MPSC Michigan Energy Assistance Program	MI Community Action Agency Association	11/13/13 – 08/31/14
-44 Low Income Home Energy Asst. Program – Deliverable Fuel Agreement (LCA-13-04022)	Michigan Department of Human Services	12/01/13 – 08/31/14
-45 Low Income Home Energy Asst. Program – Deliverable Fuel Agreement (LCA-13-04022) PCA# 32765	Michigan Department of Human Services	04/08/14 – 08/31/14
-46 Low Income Home Energy Asst. Program – Deliverable Fuel Agreement (LCA-13-04022) PCA# 32570	Michigan Department of Human Services	04/04/14 – 08/31/14
-47 MCAAAA Energy Optimization	MI Community Action Agency Association	06/03/09 - 12/31/14
-48 The Emergency Food Assistance Program (TEFAP) (04-000-1021)	MI Dept. of Education	10/01/13 – 09/30/14

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.

List of Programs (Continued)

<u>Program</u>	<u>Funding Source</u>	<u>Program Period</u>
<i>Client Service Programs (Continued)</i>		
-49 Commodity Supplemental Food Program (CSFP) (04-000-1021)	MI Dept. of Education	10/01/13 – 09/30/14
-50 Weatherization Program (DOE-13-04022)	Michigan Department of Human Services	07/01/14 – 06/30/15
-51 Weatherization Program (DOE-13-04022)	Michigan Department of Human Services	07/01/13 – 06/30/14
-52 Emergency Solutions Grant (HML-2013-0103-ESF-02)	MI State Housing Development Authority	10/01/13 – 09/30/14
-53 Emergency Solutions Grant (HML-2013-0103-ESF)	MI State Housing Development Authority	10/01/13 – 09/30/14
-54 Emergency Solutions Grant (HML-2014-0103-ESM)	MI State Housing Development Authority	10/01/13 – 09/30/14
-55 Emergency Solutions Grant (HML-2014-0103-ESM-02)	MI State Housing Development Authority	10/01/13 – 09/30/14
-56 Individual Development Account (MIDAP 2011-2016)	Northwest Michigan Community Action Agency, Inc.	10/01/11 – 09/29/16
-57 Individual Development Account (MIDAP 2012-2017)	Northwest Michigan Community Action Agency, Inc.	10/01/13 – 09/30/17
-58 Michigan Coalition Against Homelessness	Michigan Coalition Against Homelessness	02/01/13 – 01/31/14
-59 Michigan Coalition Against Homelessness	Michigan Coalition Against Homelessness	01/01/14 – 12/31/14
-60 Transitional Supportive Housing Leasing Assistance Program (SHP-12-20003)	Michigan Department of Human Services	07/01/13 – 06/30/14
-61 Transitional Supportive Housing Leasing Assistance Program (SHP-12-20003)	Michigan Department of Human Services	07/01/14 – 09/30/14
-62 Rural Housing Resource and Support (SHP-14-04001)	Michigan Department of Human Services	10/01/13 – 09/30/14
-63 MSHDA Home FSS	MI State Housing Development Authority	04/01/13 – 12/31/14
-64 MSHDA Housing Education Services	MI State Housing Development Authority	07/01/14 - 06/30/15
-65 MSHDA National Mortgage Settlement Funds (NMSF-043)	MI State Housing Development Authority	02/10/14 – 09/30/16

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.

List of Programs (Continued)

<u>Program</u>	<u>Funding Source</u>	<u>Program Period</u>
<u>Client Service Programs (Continued)</u>		
-66 Community Service Block Grant Discretionary (CSBG-D-14-04022)	Michigan Department of Human Services	10/01/13 – 09/30/14
-67 Community Services Block Grant (CSBG-14-04022)	Michigan Department of Human Services	10/01/13 – 09/30/14
<u>Youth Services Programs</u>		
-68 Northeast Michigan Children's Behavioral Health (P3017441)	Kellogg Foundation	04/01/13 – 03/31/14
-69 Northeast Michigan Children's Behavioral Health (P3017441)	Kellogg Foundation	04/01/14 – 12/31/14
-70 School Success-Community Foundation-Knowledge is Progress	Community Foundation of Northeast Michigan	12/11/13 – 12/10/14
-71 School Success-Alpena County Youth Recreation Fund	County of Alpena	01/01/13 - 12/31/13
-72 School Success Partnership	Various School Districts	09/01/13 – 08/31/14
-73 School Success Partnership	Various School Districts	09/01/14 – 08/31/15
-74 Community Services Block Grant Discretionary (CSBG-D-14-04022)	Michigan Department of Human Services	10/01/13 – 09/30/14
-75 Community Services Block Grant (CSBG-14-04022)	Michigan Department of Human Services	10/01/13 – 09/30/14
<u>Volunteer Programs</u>		
-76 Retired Senior Volunteer Program (10SRNMI002)	Corporation for National Service	04/01/13 – 09/30/14
-77 State Senior Companion Program (2014-3)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-78 Senior Companion Program (13SCNMI003)	Corporation for National Service	07/01/13 – 06/30/14
-79 Senior Companion Program (13SCNMI003)	Corporation for National Service	07/01/14 – 06/30/15
-80 Foster Grandparents Program (13SFNMI002)	Corporation for National Service	07/01/13 – 06/30/14
-81 Foster Grandparents Program (13SFNMI002)	Corporation for National Service	07/01/14 – 06/30/15
-82 State Foster Grandparent Program (2014-3)	MI State Office of Services to the Aging	10/01/13 – 09/30/14

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.

List of Programs (Continued)

<u>Program</u>	<u>Funding Source</u>	<u>Program Period</u>
<u>Volunteer Programs (Continued)</u>		
-83 State Retired Senior Volunteer Program (2014-3)	MI State Office of Services to the Aging	10/01/13 – 09/30/14
-84 Community Services Block Grant (CSBG-14-04022)	Michigan Department of Human Services	10/01/13 – 09/30/14
<u>Community Development Program</u>		
-85 Community Services Block Grant (CSBG-14-04022)	Michigan Department of Human Services	10/01/13 – 09/30/14
-86 Community Service Block Grant Discretionary (CSBG-D-14-04022)	Michigan Department of Human Services	10/01/13 – 09/30/14
<u>Management and General</u>		
-87 Administrative Indirect Cost Pool	Various	10/01/13 – 09/30/14
-88 Corporate	Various	10/01/13 – 09/30/14

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM OR CLUSTER TITLE	FEDERAL CFDA NUMBER	NEMCSA ID NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENDITURES
<u>U.S. Department of Agriculture</u>				
<i>Food Distribution Program Cluster</i>				
Passed Through Michigan Department of Education:				
Commodity Supplement Food Program	10.565			
Administration Costs		34914	04-000-1021	\$ 322,268
Food Commodities		34914	04-000-1021	1,150,417
Total Commodity Supplement Food Program Cluster				1,472,685
The Emergency Food Assistance Program:				
Emergency Food Asst. Prgm - Admin. Costs	10.568	34814	04-000-1021	120,806
Emergency Food Asst. Prgm - Food Commodities	10.569	34814	04-000-1021	407,833
Total Emergency Food Assistance Program Cluster				528,639
<i>Total Food Distribution Program Cluster</i>				2,001,324
Child and Adult Care Food Program:				
CACFP Meals Reimbursement	10.558	32214	040000001	981,779
Child Care Cash in lieu of Commodities		32214	040000001	49,165
Total Child Care Food Program				1,030,944
Total U.S. Department of Agriculture				\$ 3,032,268
<u>U.S. Department of Housing & Urban Development</u>				
Passed Through Michigan State Housing Development Authority				
Emergency Solutions Grants Program	14.231	37614	HML-2013-0103-ESF-02	\$ 146,016
		37654	HML-2013-0103-ESF	84,481
Total Emergency Solutions Grants Program				230,497
Supportive Housing Program:				
Passed Through Michigan Department of Human Services:	14.235	38314	SHP-14-04001	79,201
		38214	SHP-12-20003	12,080
		38277	SHP-12-20003	3,433
Passed Through Michigan Coalition Against Homelessness		37914	Not Available	15,107
		37915	Not Available	12,717
Total Supportive Housing Program				122,538
Total U.S. Department of Housing & Urban Development				\$ 353,035
<u>U.S. Department of Labor</u>				
Passed Through State of MI Office of Services to the Aging:				
Senior Community Service Employment Program:	17.235	31315	2014-1	\$ 8,043
		31314	2013-1	34,149
Total U.S. Department of Labor				42,192

The accompanying notes are an integral part of this schedule.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM OR CLUSTER TITLE	FEDERAL CFDA NUMBER	NEMCSA ID NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENDITURES
<u>U.S. Department of Energy</u>				
Passed Through Michigan Department of Human Services:				
Weatherization Assistance for Low Income Persons	81.042	33514	LIHEAP-13-04022	232,370
		35416	DOE-13-04022	314,814
		35415	DOE-13-04022	33,759
Total Weatherization Assistance for Low-Income Persons				<u>580,943</u>
Total U.S. Department of Energy				<u>\$ 580,943</u>
<u>U.S. Department of Health and Human Services</u>				
Head Start	93.600	30315/31915	05CH4329/47	\$ 10,465,422
		30314/31914	05CH4329/46	6,989,833
Total Head Start				<u>17,455,255</u>
Passed Through State of MI Office of Services to the Aging:				
<i>Aging Cluster</i>				
Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	30914	2014-9	46,586
Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	31014	2014-9	401,410
Title III, Part C - Nutrition Services	93.045	30914	2014-9	84,154
Title III, Part C - Nutrition Services	93.045	31214	2014-9	734,944
Nutrition Services Incentive Program	93.053	31214	2014-9	444,591
<i>Total Aging Cluster</i>				<u>1,711,685</u>
Title VII, Ch. 3 - Prgms for Prev. of Elder Abuse, Neglect and Exploitation	93.041	36714	2014-9	6,188
Title VII, Ch. 2 - Long Term Care for Ombudsman Svcs for Older Indiv.	93.042	31714	2014-9	3,881
Title III, Part D - Disease Prevention and Health Promotion Services	93.043	36814	2014-9	<u>31,302</u>
Public Health Emergency Preparedness				
Passed Through the Department of Community Health	93.069	309514	Not Available	<u>1,000</u>
Title IV and Title II - Discretionary Projects:				
Passed Through MMAP, Inc.	93.048	366615	Not Available	445
		366614	Not Available	2,633
		36665	Not Available	6,847
Total Title IV and Title II - Discretionary Projects				<u>9,925</u>
Passed Through State of MI Office of Services to the Aging:				
Alzheimer's Disease Demonstration Grants to State:	93.051	31414	2014-1	<u>9,000</u>
National Family Caregiver Support Program, Title III, Part F	93.052	33814	2014-9	<u>159,301</u>
National Family Caregiver Support Program, Title III, Part F	93.052	30914	2014-9	<u>19,536</u>
Passed Through MMAP, Inc.				
State Health Insurance Assistance Program	93.324	366215	Not Available	<u>13,581</u>

The accompanying notes are an integral part of this schedule.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM OR CLUSTER TITLE	FEDERAL CFDA NUMBER	NEMCSA ID NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENDITURES
<u>U.S. Department of Health and Human Services (Continued)</u>				
Temporary Assistance for Needy Families: Passed Through Mich. Foundation/Mich. IDA Partnership	93.558	37712	MIDAP 2011-2016	286
Passed Through Michigan Department of Human Services : Low-Income Home Energy Assistance Program	93.568	34670	LCA-13-04022	24,175
Community Service Block Grant	93.569	30214	CSBG-14-04022	428,952
Community Service Block Grant Discretionary		30014	CSBG-D-14-04022	61,828
Total Community Service Block Grant				490,780
Medicare Enrollment Assistance Program				
Passed Through MMAP, Inc.	93.071	31814	Not Available	326
		31877	Not Available	3,000
Total Medicare Enrollment Assistance Program				3,326
Passed Through State of MI Office of Services to the Aging:				
Empowering Older Adults through Education Programs	93.734	36314	2014-2	35,113
		36315	2015-1	618
Medical Assistance Program:				
Passed Through State of MI Office of Services to the Aging	93.778	31614	2014-9	567
Total Medical Assistance Program				567
CMS Research, Demonstrations and Evaluations:				
Passed Through MMAP, Inc.	93.779	366214	Not available	21,159
Total U.S. Department of Health and Human Services				\$ 19,996,678
<u>U.S. Corporation for National and Community Service</u>				
<i>Foster Grandparent/Senior Companion Cluster</i>				
Foster Grandparent Program	94.011	30715	13SFNMI002	\$ 29,600
		30714	13SFNMI002	213,990
Senior Companion Program	94.016	30615	13SCNMI003	33,917
		30614	13SCNMI003	163,568
Total Foster Grandparent/Senior Companion Cluster				441,075
Retired and Senior Volunteer Program	94.002	30114	10SRNMI002	32,941
Total U.S. Corporation for National and Community Service				\$ 474,016
TOTAL				\$ 24,479,132

The accompanying notes are an integral part of this schedule.

NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

SEPTEMBER 30, 2014

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of Northeast Michigan Community Service Agency, Inc. and is presented on the same basis of accounting as the basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts may differ from amounts presented in, or used in the preparation of the basic financial statements.

NOTE B – NONCASH ASSISTANCE

The value of the noncash assistance received was determined in accordance with the provisions of OMB Circular A-133. The grantee received no noncash assistance during the year ended September 30, 2014 that is not considered in the preparation of the schedule of expenditures of federal awards.

NOTE C – SUPPORTING DOCUMENTATION

The financial reports, including claims for advances and reimbursements, and amounts claimed or used for matching, are timely, complete, accurate, and contain information that is supported by the books and records from which the basic financial statements have been prepared.

NOTE D – INVENTORY

Inventory is based on USDA value of donated food commodities. Federal commodities received passed through the State of Michigan Department of Education agree to the amount recorded as revenue on the financial statements. Commodities expenditures on the Schedule of Expenditures of Federal Awards reconcile to the commodities received as follows:

Food commodities received	
Commodity Supplemental Food Program (CSFP)	\$ 1,123,583
Temporary Emergency Food Assistance Program (TEFAP)	<u>407,833</u>
Total food commodities received	1,531,416
Food commodities distributed	
Commodity Supplemental Food Program (CSFP)	1,150,417
Temporary Emergency Food Assistance Program (TEFAP)	<u>407,833</u>
Total food commodities distributed	1,558,250
CSFP inventory as of September 30, 2013	388,625
CSFP inventory as of September 30, 2014	361,791
Net Change in ending inventory as of September 30, 2014	<u>\$ (26,834)</u>

All TEFAP commodities received have been distributed as of September 30, 2014. The CSFP commodity food inventory was reduced by \$26,834 as of September 30, 2014.

**NORTHEAST MICHIGAN COMMUNITY SERVICE AGENCY, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**

SEPTEMBER 30, 2014

NOTE E – SPOILAGE OR PILFERAGE

There is no known spoilage or pilferage of USDA donated food commodities that have not been reported to the State of Michigan.

NOTE F – SUBRECIPIENTS

Of the federal expenditures presented in the schedule, NEMCSA provided federal awards to sub-recipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Sub-recipients</u>
Emergency Solutions Grants	14.231	\$ 33,476
Title VII, Ch. 3 – Programs for Prevention of Elder Abuse, Neglect and Exploitation	93.041	3,275
Title III, Part D – Disease Prevention and Health Promotion Services	93.043	23,509
Title III, Part B – Grants for Supportive Services and Senior Centers	93.044	356,787
Title III, Part C – Nutrition Services	93.045	662,573
Title III, Part E – National Family Caregiver Support Program	93.052	101,624
Nutrition Services Incentive Program	93.053	444,591
Head Start	93.600	1,364,083

NOTE G – RECONCILIATION

A reconciliation of expenditures on the Schedule of Expenditures of Federal Awards with Federal sources reported on the financial statements are as follows:

Federal expenditures per Schedule of Expenditures of Federal Awards	\$ 24,479,132
Federal revenues not subject to Circular A-133: #34014 HCBS Waiver	11,393,830
Deobligated revenues:	
#34670 LIHEAP	68,556
#31214 IIIC Nutrition	7,390
#37717 IDA	3,000
#31814 MIPPA	1,674
#36914 IIID	1,486
#33814 IIIE National Family Caregiver	691
#36714 Title VII EAP	690
#31014 IIIB Services	496
#37712 IDA	(286)
#31314 SCSEP	<u>(2,379)</u>
Total Federal sources	<u>\$ 35,954,280</u>
Food commodities distributed	\$ 1,558,250
Federal sources per financial statements	<u>34,396,030</u>
Total Federal sources included in grants and contracts on statement of activities	<u>\$ 35,954,280</u>



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**INDEPENDENT AUDITORS' 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
Northeast Michigan Community Service Agency, Inc.

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 **Northeast Michigan Community Service Agency, Inc.** ("NEMCSA"), which comprise the statement of financial position as of September 30, 2014, 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 March 06, 2015

Internal Control Over Financial Reporting

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether NEMCSA'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Dennis, Gartland & Niergarth

March 06, 2015



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

Board of Directors
Northeast Michigan Community Service Agency, Inc.

Report on Compliance for Each Major Federal Program

We have audited *Northeast Michigan Community Service Agency, Inc.'s* ("NEMCSA") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on NEMCSA's major Federal programs for the year ended September 30, 2014. NEMCSA'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 NEMCSA's major Federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program occurred. An audit includes examining, on a test basis, evidence about NEMCSA'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 the major Federal program. However, our audit does not provide a legal determination of NEMCSA's compliance.

Opinion of Each Major Federal Program

In our opinion, Northeast Michigan Community Service Agency, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major Federal programs for the year ended September 30, 2014.

Report on Internal Control Over Compliance

Management of NEMCSA 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 NEMCSA's internal control over compliance with the types of requirements that could have a direct and material effect on a 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 OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of NEMCSA'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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Dennis, Gartland & Niergarth

March 06, 2015

Northeast Michigan Community Service Agency, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

September 30, 2014

Section 1 - Summary of Auditors' Results

1. The auditor's report represents an unmodified opinion on the financial statements of Northeast Michigan Community Service Agency, Inc.
2. There were no significant deficiencies reported as a result of the audit of the financial statements.
3. There were no compliance findings disclosed that were material to NEMCSA's financial statements.
4. There were no significant deficiencies in internal control over major programs reported.
5. The report over compliance for major programs was unmodified.
6. There were no audit findings that are required to be reported for major programs.
7. NEMCSA's major program was Head Start (93.600).
8. The dollar threshold for distinguishing between Type A and Type B programs was \$734,374.
9. NEMCSA does qualify as a low risk auditee.

Section 2 - Findings in Accordance with Governmental Auditing Standards

None

Section 3 - Findings and Questioned Costs in Accordance with OMB Circular A-133

No findings or questioned costs.

Section 4 - Status of Prior Year Findings

There are no findings from prior years required to be reported