



Financial Statements
Year-ended September 30, 2023



ROSE GROUP CPAs

NAVIGATING AUDIT | TAX | ACCOUNTING

88 VILCOM CENTER, STE. 185
CHAPEL HILL, NC 27514
919-913-8081

Coastal Community Action, Inc.
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September 30, 2023

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Coastal Community Action, Inc.
North Carolina

Opinion

We have audited the accompanying financial statements of Coastal Community Action, Inc. (a nonprofit entity), which comprise the statement of financial position as of September 30, 2023, and the related statements of operations and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Coastal Community Action, Inc. as of September 30, 2023 and the changes in its net assets, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Coastal Community Action, Inc and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Prior Period Financial Statements

The financial statements of Coastal Community Action, Inc. as of September 30, 2022 were audited by other auditors whose report dated July 26, 2023 expressed an unmodified opinion on those statements.

Responsibilities of Management 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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

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

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

Other Matters

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that comprise Coastal Community Action, Inc.'s basic financial statements. The budgetary schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is also not a required part of the basic financial statements.

The budgetary schedules, as well as the accompanying Schedule of Expenditures of Federal and State Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic 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 budgetary schedules and the accompanying Schedule of Expenditures of Federal and State Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated September 30, 2024 on our consideration of Coastal Community Action, Inc.'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 the 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 Coastal Community Action, Inc.'s internal control over financial reporting and compliance.

Sheni Rose, CPA

Rose Group CPAs, PLLC
Chapel Hill, NC
September 30, 2024

FINANCIAL STATEMENT

Coastal Community Action, Inc.
Statement of Financial Position
September 30, 2023

	2023
Assets	
Current Assets	
Cash and cash equivalents	\$ 1,061,402
Restricted Cash	195,805
Accounts receivable	
Grants and contracts receivable	946,309
Other receivable	29,840
Prepaid expenses	55,043
Total Current Assets	2,288,399
Property and equipment, net of accumulated depreciation	3,843,692
Total Assets	\$ 6,132,091
Liabilities and Net Assets	
Current Liabilities	
Accounts payable	\$ 149,358
Accrued expenses	488,909
Deferred revenue	120,000
Security deposits	2,100
Current portion of mortgage payable	117,984
Current portion of finance lease liabilities	12,641
Total Current Liabilities	890,992
Non-current Liabilities	
Mortgage payable, net of current portion	1,540,331
Finance lease liabilities, net of current portion	20,406
Total Non-current Liabilities	1,560,737
Total Liabilities	\$ 2,451,729
Net Assets	
Net Assets without Donor Restrictions	\$ 3,551,785
Net Assets with Donor Restrictions	128,577
Total Net Assets	3,680,362
Total Liabilities and Net Assets	\$ 6,132,091

Coastal Community Action, Inc.
Statement of Activities
Year ended September 30, 2023

Support and Revenue	Without Donor Restrictions	With Donor Restrictions	Total
Support			
Federal Grants	\$ 11,678,664	\$ 128,577	\$ 11,807,241
State Grants	88,040	-	88,040
Total Support	<u>11,766,704</u>	<u>128,577</u>	<u>11,895,281</u>
Revenue			
In-kind contributions	1,407,109	-	1,407,109
Contracted services	300,278	-	300,278
Local revenue	4,647	-	4,647
Other	383,013	-	383,013
Total Revenue	<u>2,095,047</u>	<u>-</u>	<u>2,095,047</u>
Total Support and Revenue	<u>\$ 13,861,751</u>	<u>\$ 128,577</u>	<u>\$ 13,990,328</u>
Expenses			
Program services			
Child development programs	\$ 8,430,210	\$ -	\$ 8,430,210
Housing repairs programs	1,710,084	-	1,710,084
Housing assistance programs	1,945,305	-	1,945,305
Senior programs	498,072	-	498,072
Community services programs	370,029	-	370,029
Other unrestricted programs	80,474	-	80,474
Total Program services	<u>13,034,174</u>	<u>-</u>	<u>13,034,174</u>
Supporting services			
Management and General	866,924	-	866,924
Total Supporting services	<u>866,924</u>	<u>-</u>	<u>866,924</u>
Total Expenses	<u>\$ 13,901,098</u>	<u>\$ -</u>	<u>\$ 13,901,098</u>
Change in Net Assets	(39,347)	128,577	89,230
Net Assets, Beginning of Year	<u>3,591,132</u>	<u>-</u>	<u>3,591,132</u>
Net Assets, End of Year	<u>\$ 3,551,785</u>	<u>\$ 128,577</u>	<u>\$ 3,680,362</u>

Coastal Community Action, Inc.
Statement of Functional Expense
Year ended September 30, 2023

	Program services						Support services		Totals
	Child Development Programs	Housing Repairs Programs	Housing Assistance Programs	Senior Programs	Community Services Programs	Other Unrestricted Programs	Total Program Services	Management & General	
Direct Expenses:									
Salaries	\$ 3,564,843	\$ 488,046	\$ 153,717	\$ 111,741	\$ 141,417	\$ 33,700	\$ 4,493,464	\$ 375,254	\$ 4,868,718
Fringe Benefits	1,198,894	179,161	51,491	37,328	48,170	11,034	1,526,078	122,770	1,648,848
Travel	79,354	34,440	12,878	46,232	11,524	668	185,096	37,517	222,613
Training	90,993	9,275	5,839	7,739	3,390	-	117,236	10,094	127,330
Audit and Accounting Fees	-	-	-	-	-	-	-	-	-
Insurance	126,518	7,260	483	2,162	1,124	11,766	149,313	10,628	159,941
Supplies and Miscellaneous	264,572	22,722	12,762	14,151	17,301	16,101	347,609	16,304	363,913
Postage	1,561	3,089	5,007	2,918	562	856	13,993	821	14,814
Copier Lease Payments	12,008	-	-	-	-	15,429	27,437	-	27,437
Parent Activity	28,227	-	-	-	-	-	28,227	-	28,227
Meals and Activities	16,777	-	-	1,914	-	1,823	20,514	12,005	32,519
Recognition	-	-	-	3,744	-	95	3,839	576	4,415
Medical and Dental Expenses	5,561	-	-	-	-	-	5,561	-	5,561
Advertising	8,209	9,429	80	-	1,536	-	19,254	704	19,958
Food Costs	202,392	-	-	-	-	-	202,392	-	202,392
Purchase of Furniture and Fixtures	1,911	-	-	-	-	-	1,911	-	1,911
Classroom Consumables	14,861	-	-	-	-	-	14,861	-	14,861
Dump Fees	-	2,696	-	-	-	-	2,696	-	2,696
Transportation	36,209	-	-	7,248	293	-	43,750	-	43,750
Small Tools	-	2,783	-	-	-	-	2,783	-	2,783
Repair and Maintenance	278,846	8,591	-	10,318	5,309	40,508	343,572	29,567	373,139
Vehicle Repair	46,058	2,227	-	-	-	-	48,285	-	48,285
Occupancy	314,428	45,307	13,371	17,058	20,508	29,726	440,398	65,911	506,309
Telephone	60,150	7,329	1,440	2,294	4,249	2,306	77,768	22,001	99,769
Computer Cost	88,612	767	4,179	252	192	1,526	95,528	41,899	137,427
Playground	83,883	-	-	-	-	-	83,883	-	83,883
Property Tax	304	-	-	-	-	3,520	3,824	-	3,824
In Kind Space	1,339,548	-	-	48,208	-	-	1,387,756	-	1,387,756
In Kind Other	-	-	-	17,529	-	-	17,529	-	17,529
Client Payments	-	-	-	-	112,028	-	112,028	-	112,028
Escrow	-	-	12,488	-	-	-	12,488	-	12,488
Housing Assistance	-	-	1,669,473	-	-	-	1,669,473	-	1,669,473
Administrative Fees	-	-	964	-	-	922	1,886	-	1,886
Stipends	-	-	-	167,128	-	-	167,128	-	167,128
Materials	-	427,438	-	-	-	-	427,438	-	427,438
Subcontractor Labor	-	203,727	-	-	-	-	203,727	-	203,727
Soft Costs	-	8,413	-	-	-	-	8,413	-	8,413
Hard Costs	-	52,900	-	-	-	-	52,900	-	52,900
Health and Safety	129,118	119,903	-	-	-	-	249,021	-	249,021
Interest expense	-	-	-	-	-	82,169	82,169	-	82,169
Dues and Professional Fees	16,245	-	-	-	-	-	16,245	21,907	38,152
PPE Supplies	-	-	-	-	-	-	-	-	-
Contract Services	274,557	61,472	1,133	108	(2,403)	14,655	349,522	98,306	447,828
Equipment Purchase	95,993	-	-	-	-	-	95,993	660	96,653
Total Expenditures	8,380,632	1,696,975	1,945,305	498,072	365,200	266,804	13,152,988	866,924	14,019,912
Indirect Expenses:	687,765	94,159	29,657	21,558	27,284	6,502	866,924	(866,924)	-
	9,068,397	1,791,134	1,974,962	519,630	392,484	273,306	14,019,912	(0)	14,019,912
Depreciation on funded assets	168,392	13,109	-	-	4,829	(186,330)	-	-	-
Capital expenditures - funded	(118,814)	-	-	-	-	-	(118,814)	-	(118,814)
Indirect Expenses	(687,765)	(94,159)	(29,657)	(21,558)	(27,284)	(6,502)	(866,924)	866,924	-
Total Expenses	\$ 8,430,210	\$ 1,710,084	\$ 1,945,305	\$ 498,072	\$ 370,029	\$ 80,474	\$ 13,034,174	\$ 866,924	\$ 13,901,098

The accompanying notes are an integral part of these financial statements

Coastal Community Action Inc.
Statement of Cash Flows
For the Year Ended September 30, 2023

	2023
Cash Flows from Operating Activities	
Change in Net Assets	\$ 89,230
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities	
Depreciation	278,253
Amortization	17,801
Change in grants receivable	466,961
Change in receivable	4,951
Change in prepaid expense	12,150
Change in accounts payable	(345,677)
Change in other accrued expense	61,541
Change in deferred revenue	120,000
Net Cash Provided by Operating Activities	705,210
Cash flows from Investing Activities	
Purchase of property and equipment	(503,672)
Net Cash Used by Investing Activities	(503,672)
Cash flows from Financing Activities	
Payments on mortgage payable	(113,039)
Payments on finance leases	(25,960)
Net Cash Used by Financing Activities	(138,999)
INCREASE IN CASH AND CASH EQUIVALENTS	62,538
Cash and Cash Equivalents at Beginning of Year	1,194,669
Cash and Cash Equivalents at End of Year	\$ 1,257,207
SUPPLEMENTAL DATA:	
Interest income	\$ -
Interest expense	\$ 32,555
SUPPLEMENTAL SCHEDULE OF NON-CASH INVESTING AND FINANCING ACTIVITIES	
Right-of-use asset obtained in exchange for lease liability	\$ 42,513

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

NOTE 1 Nature of Business and Activities

Coastal Community Action, Inc. (the Organization) is a nonprofit corporation incorporate in 1965. It is organized under the laws of the State of North Carolina for the purpose of providing access to community services, advocacy for necessary services, and to provide direct housing, health, day care, aging, emergency, and certain other social services to qualifying residents of Carteret, Craven, Duplin, Jones, Pender, Lenoir, Onslow, Pamlico and New Hanover counties. The Organization administers federal and State grants and local contributions related to child development, low-income housing, energy assistance, and elderly assistance. Primary support to this Organization comes from the federal and State grants.

NOTE 2 Summary of Significant Accounting Policies

Basis of Accounting

The Organization maintains its books and records on the modified accrual basis method of accounting in accordance with the Organization's budgetary basis. Reconciliation of expenses on these schedules is made to the Statement of Functional Expenses, which is on a full accrual basis method of accounting in accordance with generally accepted accounting principles.

Cash and Cash Equivalents

The Organization considers unrestricted debt instruments purchased with an original maturity of three months or less to be cash equivalents. For purposes of reporting cash flows, the Organization excludes lender-restricted cash from cash and cash equivalents. For purpose of reporting cash flows, the Organization excluded lender-restricted cash from cash and cash equivalents.

Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standard Codification (ASC) No. 958-605, Financial Statements of Not-for-Profit Organizations. Under ASC No. 958-605, the Organization is required to report information regarding its financial position and activities according to two classes of net assets:

Net Assets Without Donor Restriction – Net assets that are not subject to or are no longer subject to donor-imposed stipulations.

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires, restricted net assets are reclassified to net assets without donor restrictions.

Net Assets with Donor Restriction – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization as well as net assets whose use is limited by donor-imposed time and/or purpose restrictions.

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

Federal tax status

The Internal Revenue Service ("IRS") has classified the Organization as exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code ("Code"); as an organization, contributions to which are deductible under Section 170(c) of the Code; and as an organization that is not a private foundation as defined in Section 509(a) of the Code.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken and recognize a tax liability, if the Organization has taken an uncertain tax position that more likely than not would not be sustained upon examination by a government authority. Management has analyzed the tax positions taken by the Organization and has concluded that as of September 30, 2024 there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements.

The Organization recognizes accrued interest and penalties associated with uncertain tax positions, if any. The tax returns of the Organization for the years ended January 31, 2020 through 2022 are or will be subject to examination by the IRS and other various taxing authorities, generally for three years after they are filed.

Compensated Absences

The Organization has adopted a policy that allows employees to accrue vacation and personal days if not used in the current year. The amount of \$122,328 at September 30, 2023 is included in the financial statements.

Use of estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates.

Property and Equipment

Purchased property and equipment are capitalized at acquisition cost of fair value on the date received by way of donation and depreciated using the straight-line method over their estimated useful life. Repair and maintenance costs are charged to current operations. At the time property and equipment are retired or disposed of, the cost and related accumulated depreciation are removed from the accounts, and any gain or loss on disposition is credited or charged to change in net assets. The organization evaluates property and equipment for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable.

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

Measurement of Credit Losses on Financial Instruments

Effective January 1, 2023, the organization adopted ASU 2016-13, Financial Instruments- Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments, as amended, which modifies the measurement of expected credit losses on certain financial instruments. The organization adopted this new guidance utilizing the modified retrospective transition method. Topic 326 requires measurement and recognition of expected versus incurred losses for financial assets held. The adoption of this ASU did not have a material impact on the organization's financial statements and did change how the allowance for credit losses is determined.

Grants and contract receivable

Grants and contracts receivable are carried at original amount and are not adjusted for any doubtful receivables. It has been management's experience to collect all of its outstanding receivables and therefore an allowance for doubtful accounts is not considered necessary. If and when management decides that an allowance would be necessary, management would determine the allowance by evaluating individual grant and contract receivables along with the grantor's financial condition, credit history, and current economic conditions. Grants and contracts receivable will be written off in the year deemed to be uncollectible and any recoveries of previously written-off amounts will be recorded in the year received. Management considers receivables past due when the balance is outstanding more than thirty days.

Revenue recognition

Grant Revenue

Grant revenue is generally recognized as expenditures are made for the contract or government grant. Contribution revenue from private sources is recognized when received. The Organization receives its support primarily from the US Department of Health & Human services, US Department of Housing & Urban development, US Department of Agriculture and US Department of Homeland security.

Contributions

Gifts of cash and unconditional promises to give (pledges) are recognized when received and presented as net assets without donor restrictions or, if they are received with donor stipulations that limit the use of the donated assets, as net assets with donor restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions, including investment gains and investment income with similar characteristics, whose restrictions are met in the same reporting period in which they are received are reported as net assets without donor restrictions. Pledges are recorded as received, and allowances are provided for amounts estimated to be uncollectible. Conditional contributions are recognized when the conditional promise becomes unconditional.

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

Contracted services

The organization contracts with Blue Cross Blue Shield for a housing repair project that coordinates and expands weatherization services. The Blue Cross Blue Shield contract generated \$116,558 of revenue in fiscal year 2023.

Donated assets and in-kind contributions

Real estate, materials, equipment, use of facilities, and other objectively measurable assets received as donations are recognized in the accompanying financial statements at their estimated fair values at the date they are received. Such contributions may vary from year to year. Restrictions are not implied on donated long-lived assets received without donor stipulations as to how long the assets must be used.

Functional expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Subsequent events

The Organization has evaluated subsequent events from the date of the balance sheet through the report date, which represents the date on which the financial statements were available to be issued. The Organization has not evaluated subsequent events after that date. There were no subsequent events during this period that require disclosure.

Leases

In February 2016, the FASB issued Accounting Standards Update (ASU) No.2016-02, Leases (Topic 842), and has issued amendments thereto, related to the accounting for leases (collectively referred to as "ASC 842"). ASC 842 establishes a right-of-use model and requires an entity that is a lessee to recognize the right-of-use assets and lease liabilities on the consolidated balance sheet for all leases with terms of more than twelve months and recognize expense over the term of the lease. ASU No. 2016-02 also requires disclosures about the amount, timing, and uncertainty of cash flows arising from leases. Leases will be classified as finance or operating, with classification affecting both the pattern and classification of expense recognition in the consolidated statement of operations.

On October 1, 2022, the Organization adopted ASC 842 and subsequent amendments, using the modified retrospective transition method as of the effective date. In addition, the Organization adopted the package of practical expedients in transition, which permits the Organization to not reassess prior conclusions pertaining to lease identification, lease classification, and initial direct costs on leases that commenced prior to the adoption of the new standard. The Organization elected the practical expedients which allow lease and non-lease components to be accounted for as a single component, to not recognize operating lease right-of-use assets and operating lease liabilities related to short-term leases, and to utilize the existing risk-free discount rate for purposes of calculating the right-of-use assets and operating lease liabilities. The practical expedients above are elected by class of underlying assets and the Organization has applied the practical expedients to all asset classes.

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

NOTE 3 Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprising of the following:

Unrestricted cash	\$	1,061,402
Grants and Contracts receivable		946,309
Other receivable		29,840
		\$ 2,037,551

NOTE 4 Pension Plan

The Organization has a defined contribution retirement plan in the form of a 401(k) plan in effect whereby qualifying employees may elect to participate. The plan is administered by Mutual of America Life Insurance Company. Under the plan, a predetermined contribution "may be made by each qualifying employee who has elected coverage," based on annual compensation levels. The Organization matches 100 percent of employee contributions with a maximum matching contribution of 4% of applicable employee compensation. The Organization contributed \$114,184 during the year ended September 30, 2023.

NOTE 5 Property and Equipment

Property and equipment consist of the following at September 30, 2023:

Non depreciable:		
Land	\$	582,025
Depreciable:		
Building		4,400,822
Equipment		1,055,808
Furniture and Fixtures		163,713
Motor Vehicles		1,099,322
Total		7,301,690
Accumulated Depreciation		(3,556,161)
Property and Equipment, Net	\$	3,745,529

The Organization has construction in-progress amounting to \$ 98,163 as on September 30, 2023. Depreciation expense for the year ended September 30, 2023, was \$ 285,602.

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

NOTE 6 Economic Dependency/Contingency

The Organization receives approximately 85% of its revenue from federal and State resources for the various programs administers. Balances due from federal and State sources comprise 97% of the grant and contracts receivable balance as of September 30, 2023. Any significant change, either increase or decrease in funding for these programs could result in a material change in Organization's operations.

NOTE 7 Concentration of Credit Risk

The organization maintains bank accounts at First Bank. Beginning January 1, 2014, Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Deposits over insured amounts subjects to a concentration of credit risk. Cash on deposit at First Bank exceeded the FDIC limits by \$ 1,028,781. The Organization has not suffered any financial loss on such deposits and does not believe that it is exposed to significant credit risk on its cash and cash equivalents.

The organization received approximately 85% of its revenues from governmental grants as a Federally designated community health center. All such grants carry the risk that funding could be either reduced or eliminated in future periods.

NOTE 8 Leases

The Organization adopted ASU 2016-02, Leases (Topic 842), which requires leases with durations greater than 12 months to be recognized on the balance sheet, effective October 1, 2022, using the modified retrospective approach.

The Organization is obligated under finance leases for copier equipment, expiring at various dates through September 2027.

The leases require the Organization to pay taxes, insurance, and maintenance costs. These costs are typically billed separately under the lease and are variable in nature; therefore, Inc. determined these costs should be excluded from the measurement of the amounts recorded as right of use assets and lease liabilities.

The Organization assesses whether it is reasonably certain to exercise an option to extend or terminate a lease at the commencement date. In this assessment, It considers all relevant factors that create economic incentive to exercise such options including asset, contract, market and entity-based factors.

When readily determinable, the Organization utilizes the interest rate implicit in a lease to determine the present value of future lease payments. For leases where the implicit rate is not readily determinable, incremental borrowing rate is used.

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

NOTE 8 Leases (Continued)

The following table presents the Organization's lease-related assets and liabilities for the year ended September 30, 2023:

Finance lease cost	September 30, 2023
Amortization of right-of-use assets	\$ 9,874
Interest	1,096
Variable lease cost and other, net	-
Total lease cost	\$ 10,970
Weighted-average remaining lease term	
Finance leases	2.68
Weighted-average discount rate	
Finance leases	4.14%
Year ended 30 September,	Finance Leases
2024	\$ 13,769
2025	13,769
2026	5,315
2027	2,107
2028	-
Thereafter	-
Total undiscounted operating lease payments	34,961
Less: discount to net present value	(1,914)
Present value of lease liabilities	\$ 33,047
Lease liabilities, current	12,641
Lease liabilities, non-current	20,406
Present value of lease liabilities	\$ 33,047

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

NOTE 9 Mortgages payable

Mortgages payable as at September 30, 2023 consisted of the following:

Repayment terms	As at September 30, 2023
Obligation due in annual installments of \$ 55,260, including interest at 4.5%, through January 2034, collateralized by all rents, revenues, fees, charges, assessments, all income from whatever source derived, accounts receivable, other choices in action of whatever nature and service charges in connection with the operation of the facilities of Newport Administration Building.	\$ 469,400
Obligation due in annual installments of \$ 78,650, including interest at 4.375%, through April 2034, collateralized by all rents, revenues, fees, charges, assessments, all income from whatever source derived, accounts receivable, other choices in action of whatever nature and service charges in connection with the operation of the facilities of Beaufort Child Development Center.	\$ 667,723
Obligation due in annual installments of \$ 45,058, including interest at 4.25%, through June 2035, collateralized by all rents, revenues, fees, charges, assessments, all income from whatever source derived, accounts receivable, other choices in action of whatever nature and service charges in connection with the operation of the facilities of Pamlico Child Development Center.	\$ 416,386
Obligation due in annual installments of \$11,503, including interest at 4.25%, through June 2035, collateralized by all rents, revenues, fees, charges, assessments, all income from whatever source derived, accounts receivable, other choices in action of whatever nature and service charges in connection with the operation of the facilities of Pamlico Child Development Center.	\$ 104,806
Total	1,658,315
Less: Current maturities of mortgage payable	(117,984)
Long term mortgage payable	1,540,331

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

NOTE 9 Mortgages payable (Continued)

In connection with the debt agreements with the U.S. Department of Agriculture, Rural Development Administration, CCA has agreed to establish and make monthly or annual payments to a special savings account until one annual payment has been accumulated for each of the loans. The balance of restricted cash in connection for the above debt agreements at September 30, 2023 is \$ 194,061.

Future Principal payments are as follows for the years ended September 30:

<u>Year</u>	<u>Principal</u>
2024	117,984
2025	123,146
2026	128,533
2027	134,156
2028	140,026
Thereafter	<u>1,014,470</u>
Total	<u>1,658,315</u>

NOTE 10 Rental expenses

The Organization rents various equipment and buildings under short-term lease. Rental expense included in the statement of activities for the year ended September 30, 2023 is \$57,189.

NOTE 11 In-kind contributions and expenses

Any future use of these facilities is conditional upon Organization continuing to provide Head Start daycare services. Total in-kind contributions for these facilities for the year ended September 30, 2023 amounted to \$1,339,548. Other in-kind contributions of \$ 51,083 relates to Foster Grandparents Program and Retired Seniors Volunteer Program for the year ended September 30, 2023. A substantial number of volunteers have made significant contributions of their time to develop Organization's programs, principally in the Head Start Program. The value of this contributed time is reflected in these statements at the volunteer's regular pay rate if employed by other organizations or at rates paid for similar work. Donated supplies and space are valued at the market value and fair rental value at time of donation, respectively.

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

NOTE 12 Net Assets

At September 30, 2023, net assets consisted of the following:

Without donor restrictions

Undesignated	\$ 1,362,195
Invested in Capital Assets, Net of debt	1,999,119
Board designated for USDA Debt restrictions	190,471
	3,551,785

With donor restrictions

Housing Assistance Programs	37,275
Housing Repair Programs	91,302
	128,577

Total net assets	\$ 3,680,362
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NOTE 14 Risk management

The Organization is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The organization manages these various risks of loss as follows:

Type of loss	Method managed	Risk of loss retained
Torts, errors and omissions, health and life	Purchased commercial insurance	None
Workers compensation- Employees injuries	Purchased commercial insurance	None
Physical property loss and natural disasters	Purchased commercial insurance	None

NOTE 15 Cost Allocation

The Organization has a cost allocation (indirect cost) plan which has been approved by its oversight agency, U.S. Department of Health and Human Services. Administrative salaries and fringes are added to the other non-salary administrative costs. (Figures are taken from the prior year audited financial statements.) The sum of these figures represents the total administrative cost pool. These are divided by the total direct salaries to derive the indirect cost rate. The computed indirect cost rate for the year ended September 30, 2023 was 19.29%.

Coastal Community Action, Inc.
Notes to the Financial Statements
September 30, 2023

NOTE 16 Deferred Revenue

Deferred Revenue in the amount of \$120,000 represents grant funds drawn from North Carolina Housing Finance Agency to cover administration cost in developing, producing, rehabilitating and repairing affordable housing in North Carolina that were not expended as of September 30, 2023.

SUPPLEMENTARY INFORMATION

COASTAL COMMUNITY ACTION, INC.
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES
FISCAL YEAR ENDED SEPTEMBER 30, 2023

	Child Development Programs	Housing Repairs Programs	Housing Assistance Programs	Senior Programs	Community Services Programs	Other Unrestricted Programs	Totals
Revenue:							
Grants:							
Federal	\$ 7,849,272	\$ 1,234,988	\$ 1,883,753	\$ 461,797	\$ 377,432	\$ -	\$ 11,807,243
State	88,040	-	-	-	-	-	88,040
In Kind	1,339,548	-	-	67,561	-	-	1,407,109
Local Revenue	-	-	-	4,647	-	-	4,647
Contracted Services	-	311,521	-	-	-	-	311,521
Other Revenue	-	2,750	6,295	200	-	337,206	346,451
Interest Income	-	-	-	-	-	25,284	25,284
Total revenue	9,276,860	1,549,259	1,890,048	534,206	377,432	362,490	13,990,295
Expenditures:							
Salaries	3,564,843	488,046	153,717	111,741	141,417	33,700	4,493,464
Fringe Benefits	1,198,894	179,161	51,491	37,328	48,170	11,034	1,526,078
Indirect Costs	687,765	94,159	29,657	21,558	27,284	6,502	866,924
Travel	79,354	34,440	12,878	46,232	11,524	668	185,096
Training	90,993	9,275	5,839	7,739	3,390	-	117,235
Audit and Accounting Fees	-	-	-	-	-	-	-
Insurance	126,518	7,260	483	2,162	1,124	11,766	149,313
Supplies and Miscellaneous	264,572	22,722	12,762	14,151	17,301	16,101	347,610
Postage	1,561	3,089	5,007	2,918	562	856	13,993
Copier Lease Payments	26,591	-	-	-	-	15,429	42,020
Parent Activity	28,227	-	-	-	-	-	28,227
Meals and Activities	16,777	-	-	1,914	-	1,823	20,513
Recognition	-	-	-	3,744	-	95	3,839
Uniforms	-	-	-	-	-	-	-
Medical and Dental Expenses	5,561	-	-	-	-	-	5,561
Advertising	8,209	9,429	80	-	1,536	-	19,254
Food Costs	202,392	-	-	-	-	-	202,392
Purchase of Furniture and Fixtures	1,911	-	-	-	-	-	1,911
Classroom Consumables	14,861	-	-	-	-	-	14,861
Dump Fees	-	2,696	-	-	-	-	2,696
Transportation	36,209	-	-	7,248	293	-	43,750
Small Tools	-	2,783	-	-	-	-	2,783
Repair and Maintenance	278,846	8,591	-	10,318	5,309	40,508	343,572
Vehicle Repair	46,058	2,227	-	-	-	-	48,284
Occupancy	314,428	45,307	13,371	17,058	20,508	29,726	440,397
Telephone	60,150	7,329	1,440	2,294	4,249	2,306	77,769
Computer Cost	88,612	767	4,179	252	192	1,526	95,529
Playground	83,883	-	-	-	-	-	83,883
Property Tax	304	-	-	-	-	3,520	3,823
In Kind Space	1,339,548	-	-	48,208	-	-	1,387,756
In Kind Other	-	-	-	17,529	-	-	17,529
Client Payments	-	-	-	-	112,028	-	112,028
Escrow	-	-	12,488	-	-	-	12,488
Housing Assistance	-	-	1,669,473	-	-	-	1,669,473
Administrative Fees	-	-	964	-	-	922	1,886
Stipends	-	-	-	167,128	-	-	167,128
Materials	-	427,438	-	-	-	-	427,438
Subcontractor Labor	-	203,727	-	-	-	-	203,727
Soft Costs	-	8,413	-	-	-	-	8,413
Hard Costs	-	52,900	-	-	-	-	52,900
Health and Safety	129,118	119,903	-	-	-	-	249,021
Interest Expense	-	-	-	-	-	82,169	82,169
Dues and Professional Fees	16,245	-	-	-	0	-	16,245
PPE Supplies	-	-	-	-	-	-	-
Contract Services	274,557	61,472	1,133	108	(2,403)	14,655	349,522
Vehicle Purchase	-	-	-	-	-	-	-
Equipment Purchase	190,453	-	-	-	-	-	190,453
Total Expenditures	9,177,437	1,791,135	1,974,962	519,629	392,482	273,305	14,128,950
Revenues over (under) Expenditures	\$ 99,423	\$ (241,876)	\$ (84,914)	\$ 14,578	\$ (15,050)	\$ 89,185	\$ (138,655)
	\$ 0	\$ -	\$ -	\$ 0	\$ (0)	\$ (514,419)	
Reconciliation of programmatic basis to full accrual basis:							
Revenues over (under) expenditures - programmatic basis	\$ 99,423	\$ (241,876)	\$ (84,914)	\$ 14,578	\$ (15,050)	\$ 89,185	\$ (138,655)
Depreciation on funded assets	168,392	13,109	-	-	4,829	(186,330)	-
Capital expenditures - funded	118,814	-	-	-	-	-	118,814
Indirect costs	687,765	94,159	29,657	21,558	27,284	6,502	866,924
Revenues over (under) expenditures - GAAP basis	1,074,394	(134,608)	(55,258)	36,136	17,062	(90,643)	847,084
Indirect costs reported as separate item, management and general	(687,765)	(94,159)	(29,657)	(21,558)	(27,284)	(6,502)	(866,924)
Change in Net Assets - GAAP Basis	\$ 386,629	\$ (228,767)	\$ (84,914)	\$ 14,578	\$ (10,222)	\$ (97,145)	\$ (19,841)

Coastal Community Action, Inc
Head Start Training and Technical Assistance 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending August 31, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 100,163	\$ 18,065	\$ 150,832	168,897	\$ 68,734
Total Revenues	100,163	18,065	150,832	168,897	68,734
Expenditures:					
Out of Area Travel	57,839	6,737	74,626	81,363	(23,524)
Staff Development	5,500	-	-	-	5,500
Utilities	-	-	409	409	(409)
Training T&TA	11,000	5,800	45,990	51,790	(40,790)
T&TA Supplies	1,500	-	-	-	1,500
Professional Development	-	-	972	972	(972)
Inservice Training	2,000	5,200	28,636	33,836	(31,836)
Registrations	22,324	-	-	-	22,324
Training/Staff Development	-	327	8,584	8,911	(8,911)
Total Expenditure	100,163	18,065	159,217	177,282	(77,119)
Revenue over Expenditures	\$ -	\$ -	\$ (8,385)	\$ (8,385)	\$ (8,385)

Coastal Community Action, Inc
Head Start Training and Technical Assistance 23-24
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending August 31, 2024

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 100,163	\$ -	\$ (75)	\$ (75)	\$ (100,238)
Total Revenues	100,163	-	(75)	(75)	(100,238)
Expenditures:					
Out of Area Travel	40,794	-	-	-	40,794
Meals In-Kind	11,000	-	-	-	11,000
Training T&TA	-	-	341	341	(341)
T&TA Supplies	1,650	-	-	-	1,650
Inservice Training	12,000	-	-	-	12,000
Registrations	25,000	-	-	-	25,000
Training/Staff Development	9,719	-	624	624	9,095
Total Expenditure	100,163	-	965	965	99,198
Revenue over (under) Expenditures	\$ -	\$ -	\$ (1,040)	\$ (1,040)	\$ (1,040)

Coastal Community Action, Inc
Head Start/Early Head Start 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending August 31, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Grants: Federal	\$ 9,203,053	\$ 505,712	\$ 6,401,492	\$ 6,907,203	\$ 2,295,850
Grants: State	-		88,040	88,040	(88,040)
Other revenue	-			-	-
In Kind	1,339,548		1,339,548	1,339,548	-
Deferred Revenue	-			-	-
Total Revenue	10,542,601	505,712	7,829,080	8,334,791	2,207,810
Expenditures					
Salaries	4,682,212	245,980	3,131,329	3,377,310	1,304,902
Fringe Benefits	1,752,837	85,918	1,053,043	1,138,961	613,876
Indirect Costs	934,256	54,070	604,127	658,197	276,059
Travel	63,839	258	4,728	4,986	58,853
Training	-	252	1,131	1,383	(1,383)
Audit and Accounting Fees	45,000	-	-	-	45,000
Insurance	120,000	9,915	101,900	111,815	8,185
Supplies and Miscellaneous	147,588	6,581	220,459	227,040	(79,452)
Postage	4,500	98	1,211	1,310	3,190
Copier Lease Payments	25,000	1,427	22,849	24,276	724
Parent Activity	17,000	-	28,227	28,227	(11,227)
Medical and Dental Expenses	22,000	-	5,323	5,323	16,677
Advertising	12,500	-	1,677	1,677	10,823
Health and Safety	6,000	193	18,032	18,225	(12,225)
Repair and Maintenance	90,000	18,752	242,055	260,807	(170,807)
Vehicle Repair	30,000	430	45,864	46,294	(16,294)
Vehicle Purchase	-	-	-	-	-
Occupancy	390,500	15,219	296,184	311,403	79,097
Telephone	60,000	4,762	57,518	62,280	(2,280)
Computer Cost	70,000	2,029	87,079	89,108	(19,108)
Playground	30,000	25,736	60,261	85,997	(55,997)
In Kind Space	1,339,548	-	1,339,548	1,339,548	-
In Kind Other	-	-	-	-	-
Meals and Activities	10,500	164	3,033	3,197	7,303
Transportation	30,000	3,761	33,725	37,487	(7,487)
Field Trips	2,000	-	2,725	2,725	(725)
Equipment Purchase	-	-	86,563	86,563	(86,563)
Purchase of Furniture and Fixture	20,000	14,687	1,911	16,598	3,402
Contract Services	615,321	15,199	265,601	280,800	334,521
Subscriptions	5,000	278	1,378	1,656	3,344
Donations	-	-	-	-	-
Professional Fees	10,000	-	14,867	14,867	(4,867)
Property Tax	-	-	304	304	(304)
Physicals	7,000	-	-	-	7,000
Total Expenditures	10,542,601	505,712	7,732,654	8,238,366	2,304,235
Revenue over (under) Expenditures	\$ -	\$ -	\$ 96,425	\$ 96,425	\$ (96,425)

Coastal Community Action, Inc
Head Start/Early Head Start 23-24
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending August 31, 2024

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Grants: Federal	\$ 10,053,087	\$ -	\$ 474,830	\$ 474,830	\$ 9,578,257
Grants: State	-	-	-	-	-
Other revenue	-	-	-	-	-
In Kind	-	-	-	-	-
Total Revenue	10,053,087	-	474,830	474,830	9,578,257
Expenditures					
Salaries	4,728,403		261,977	261,977	4,466,426
Fringe Benefits	2,385,665		87,598	87,598	2,298,067
Indirect Costs	1,063,039		50,543	50,543	1,012,496
Travel	20,000		-	-	20,000
Training			-	-	-
Audit and Accounting Fees	45,000		-	-	45,000
Insurance	160,000		23,854	23,854	136,146
Supplies and Miscellaneous	131,000		4,778	4,778	126,222
Postage	2,500		139	139	2,361
Copier Lease Payments	25,000		3,742	3,742	21,258
Parent Activity	10,000		-	-	10,000
Medical and Dental Expenses	20,488		237	237	20,251
Advertising	4,000		-	-	4,000
Health and Safety	6,000		203	203	5,797
Repair and Maintenance	304,500		-	-	304,500
Vehicle Repair	37,000		194	194	36,806
Vehicle Purchase	-		-	-	-
Occupancy	340,000		16,741	16,741	323,259
Telephone	55,000		2,632	2,632	52,368
Computer Cost	32,000		1,533	1,533	30,467
Playground	10,000		-	-	10,000
In Kind Space			-	-	-
In Kind Other			-	-	-
Meals and Activities	9,000		38	38	8,962
Transportation	24,063		2,484	2,484	21,579
Field Trips	2,500		-	-	2,500
Equipment Purchase			-	-	-
Purchase of Furniture and Fixture	15,000		-	-	15,000
Contract Services	401,973		6,668	6,668	395,305
Subscriptions	5,000		-	-	5,000
Food Costs	100,000	-	-	-	100,000
Professional Fees	10,000	-	-	-	10,000
Property Tax	-	-	-	-	-
Physicals	7,000	-	-	-	7,000
Total Expenditures	9,954,131	-	463,362	463,362	9,490,769
Revenue over (under) Expenditures	\$ 98,956	\$ -	\$ 11,468	\$ 11,468	\$ 87,488

Coastal Community Action, Inc
Head Start Disaster Assistance 21-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending March 31, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Grants: Federal	\$ 269,628	\$ -	\$ 98,163	\$ 98,163	\$ 171,465
Other revenue	-	-	-	-	-
Total Revenue	<u>269,628</u>	<u>-</u>	<u>98,163</u>	<u>98,163</u>	<u>171,465</u>
Expenditures					
Equipment Purchase	169,408	-	98,163	98,163	71,245
Maintenance and Repair	100,220	-	-	-	100,220
Total Expenditures	<u>269,628</u>	<u>-</u>	<u>98,163</u>	<u>98,163</u>	<u>171,465</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Coastal Community Action, Inc
Head Start Emergency Connectivity Fund
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Grants: Federal	\$ 339,039	\$ 5,943	\$ -	\$ 5,943	\$ 333,096
Other revenue	-	-	-	-	-
Total Revenue	339,039	5,943	-	5,943	333,096
Expenditures					
Wireless Data Plan	252,720	-	-	-	252,720
Computer Cost	46,357	5,567	-	5,567	40,790
Equipment Purchase	39,962	854	-	854	39,108
Total Expenditures	339,039	6,421	-	6,421	332,618
Revenue over (under) Expenditures	\$ -	\$ (478)	\$ -	\$ (478)	\$ 478

Coastal Community Action, Inc
Child and Adult Care Food Programs 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending September 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 395,896	\$ -	\$ 471,447	\$ 471,447	\$ 244,022
Total Revenue	395,896	-	471,447	471,447	244,022
Expenditures:					
Salaries	122,843	-	171,537	171,537	(48,694)
Fringe Benefits	43,095	(231)	58,253	58,022	(14,927)
Audit and Accounting Fees	1,100	-	-	-	1,100
Indirect Costs	24,691	-	33,095	33,095	(8,404)
Insurance	1,200	231	764	995	205
Supplies	-	-	2,276	2,276	(2,276)
Food Costs	202,967	-	202,392	202,392	575
Total Expenditures	395,896	-	468,316	468,316	(72,420)
Revenue over (under) Expenditures	\$ -	\$ -	\$ 3,131	\$ 3,131	\$ -

Coastal Community Action, Inc
American Rescue Plan Act of 2021
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending March 31, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenues:					
Grants: Federal	\$ 1,136,580	\$ 641,861	\$ 252,583	\$ 894,445	\$ 242,135
Other revenue	-	-	-	-	-
Total Revenue	1,136,580	641,861	252,583	894,445	242,135
Expenditures					
Salaries	277,643	249,250	-	249,250	28,393
Fringe Benefits	46,842	86,883	(0)	86,883	(40,041)
Indirect Costs	26,496	54,789	-	54,789	(28,293)
Office and Miscellaneous Supplie	35,000	660	14,098	14,758	20,242
Vehicle Repair	50,000	6,111	-	6,111	43,889
Accounting	-	1	-	1	(1)
Postage and Freight	-	654	210	864	(864)
Transportation Supplies	-	38	-	38	(38)
Center Supplies	-	338	618	955	(955)
Equipment Repair	-	202	-	202	(202)
Advertising	15,000	203	6,531	6,734	8,266
Transportation Consumables	15,526	-	-	-	15,526
Playground	117,791	52,878	23,621	76,499	41,292
Maintenance and Janitorial	55,000	20,020	2,887	22,907	32,093
Maintenance and Repair	200,180	42,879	33,904	76,782	123,398
Kitchen Supplies	40,000	39,865	22,344	62,208	(22,208)
Meals and Activities	57,683	22,764	10,981	33,745	23,938
Health and Safety	48,000	6,052	110,883	116,934	(68,934)
Contractual	30,000	4,943	2,288	7,231	22,769
Classroom Supplies	63,793	50,257	14,861	65,118	(1,325)
Parent Activities	20,482	25	-	25	20,457
Training	37,144	874	4,714	5,588	31,556
Utilities	-	-	1,094	1,094	(1,094)
Equipment Purchase	-	-	5,727	5,727	(5,727)
Total Expenditures	1,136,580	639,685	254,760	894,445	242,135
Revenue over (under) Expenditures	\$ -	\$ 2,176	\$ (2,176)	\$ 0	\$ (0)

Coastal Community Action, Inc
Housing and Urban Development 2022-2023
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending September 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grant Federal	\$ 1,695,553	\$ -	\$ 1,848,235	\$ 1,848,235	\$ 152,682
Other Revenue	-	-	6,295	6,295	6,295
Total Revenues	<u>1,695,553</u>	<u>-</u>	<u>1,854,530</u>	<u>1,854,530</u>	<u>158,977</u>
Expenditures:					
Salaries	121,609	-	129,882	129,882	(8,273)
Fringe Benefits	45,115	-	42,777	42,777	2,338
Indirect Costs	24,358	-	24,519	24,519	(161)
Travel	250	-	13,263	13,263	(13,013)
Training	1,248	-	7,184	7,184	(5,936)
Audit and Accounting Fees	4,500	-	-	-	4,500
Insurance	1,440	-	483	483	957
Supplies and Miscellaneous	1,345	-	12,762	12,762	(11,417)
Postage	1,000	-	5,007	5,007	(4,007)
Advertising	50	-	80	80	(30)
Occupancy	13,160	-	13,371	13,371	(211)
Telephone	1,538	-	1,440	1,440	98
Copier Lease Payments	300	-	-	-	300
Computer Cost	3,821	-	4,179	4,179	(358)
Escrow	24,000	-	12,488	12,488	11,512
Housing Assistance	1,447,704	-	1,669,473	1,669,473	(221,769)
Administrative Fees	1,865	-	964	964	901
Contract Services	2,250	-	908	908	1,342
Total Expenditures	<u>1,695,553</u>	<u>-</u>	<u>1,938,780</u>	<u>1,938,780</u>	<u>(243,227)</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (84,250)</u>	<u>\$ (84,250)</u>	<u>\$ (84,250)</u>

Coastal Community Action, Inc
HUD 2023-2024
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending September 30, 2024

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Expenditures:					
Contract Services	\$ -	\$ -	\$ 225	\$ 225	\$ (225)
Total Expenditures	-	-	225	225	(225)
Revenue over (under) Expenditures	\$ -	\$ -	\$ (225)	\$ (225)	\$ (225)

Coastal Community Action, Inc
Housing and Urban Development Family Self Sufficiency 2022
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending December 31, 2022 (extended to 9/30/23)

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 51,000	\$ 15,482	\$ 35,518	\$ 51,000	\$ -
Total Revenue	51,000	15,482	35,518	51,000	-
Expenditures:					
Salaries	32,610	10,564	22,682	33,245	(635)
Fringe Benefits	12,397	3,725	8,337	12,062	334
Travel	3,000	385	(385)	-	3,000
Accounting and Audit Fees	-	-	-	-	-
Dues and Professional Fees	-	-	-	-	-
Training	2,993	1,345	(1,345)	-	2,993
Indirect Costs	-	-	4,915	4,915	(4,915)
Total Expenditures	51,000	16,019	34,204	50,223	777
Revenue over (under) Expenditures	\$ -	\$ (537)	\$ 1,314	\$ 777	\$ 777

Coastal Community Action, Inc
Community Services Block Grant 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 393,071	\$ 117,894	\$ 297,061	\$414,955	\$ 21,884
Total Revenue	393,071	117,894	297,061	414,955	21,884
Expenditures:					
Salaries	131,568	21,726	108,731	130,457	1,111
Fringe Benefits	44,287	7,639	37,025	44,663	(376)
Indirect Costs	26,353	4,776	20,978	25,753	600
Travel	16,870	2,971	11,264	14,235	2,635
Advertising	5,600	2,962	1,536	4,498	1,102
Audit and Accounting Fees	1,000	148	-	148	852
Insurance	3,129	2	850	852	2,277
Supplies and Miscellaneous	17,310	3,717	15,169	18,886	(1,576)
Postage	1,200	245	554	799	401
Occupancy	10,000	1,089	14,753	15,842	(5,842)
Training	6,630	4,069	2,590	6,659	(29)
Furniture and Fixtures	-	1,889	-	1,889	(1,889)
Repair and Maintenance	5,600	-	5,214	5,214	386
Transportation	-	216	256	472	(472)
Telephone	1,200	641	3,087	3,727	(2,527)
Computer Cost	100	10	72	83	17
Dues & Professional License	4,755	-	0	0	4,755
Client Payments	117,469	37,105	90,751	127,856	(10,387)
Contract Services	-	6,171	(2,403)	3,768	(3,768)
Total Expenditures	393,071	95,376	310,426	405,802	(12,731)
Revenue over (under) Expenditures	\$ -	\$ 22,518	\$ (13,365)	\$ 9,153	\$ 9,153

Coastal Community Action, Inc
Community Services Block Grant 23-24
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2024

	Project Authorization	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:				
Grants: Federal	330,674	\$ 80,371	\$ 80,371	\$ (250,303)
Other Revenue	-	-	-	-
Deferred Revenue	-	-	-	-
Total Revenue	<u>330,674</u>	<u>80,371</u>	<u>80,371</u>	<u>(250,303)</u>
Expenditures:				
Salaries	140,632	31,026	31,026	109,606
Fringe Benefits	52,979	10,582	10,582	42,397
Indirect Costs	31,642	5,986	5,986	25,656
Travel	5,650	121	121	5,529
Advertising	-	-	-	-
Audit and Accounting Fees	700	-	-	700
Insurance	2,875	274	274	2,601
Supplies and Miscellaneous	2,500	2,132	2,132	368
Postage	-	7	7	(7)
Occupancy	19,020	5,755	5,755	13,265
Training	2,850	800	800	2,050
Furniture and Fixtures	-	-	-	-
Repair and Maintenance	-	95	95	(95)
Transportation	-	37	37	(37)
Telephone	2,010	1,162	1,162	848
Computer Cost	-	120	120	(120)
Dues & Professional License	1,600	-	-	1,600
Client Payments	68,216	21,276	21,276	46,940
Contract Services	-	-	-	-
Total Expenditures	<u>330,674</u>	<u>79,373</u>	<u>79,373</u>	<u>251,301</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$ 998</u>	<u>\$ 998</u>	<u>\$ 998</u>

Coastal Community Action, Inc.
CSBG Relief NC
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending September 30, 2022

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 722,190	\$ 657,109	\$ -	\$ 657,109	\$ (65,081)
Deferred Revenue	-	-	-	-	-
Total Revenues	722,190	657,109	-	657,109	(65,081)
Expenditures					
Salaries	100,156	119,452	1,660	121,112	(20,956)
Fringe Benefits	35,050	29,579	564	30,143	4,907
Indirect Costs	21,614	23,520	320	23,840	(2,226)
Travel	2,070	1,736	139	1,875	195
Insurance	500	-	-	-	500
Advertising	2,803	889	-	889	1,914
Audit and Accounting Fees	700	4	-	4	696
Equipment Purchase	-	1,954	-	1,954	(1,954)
Computer Costs	2,340	-	-	-	2,340
Supplies and Miscellaneous	5,257	5,148	-	5,148	109
Postage	600	169	-	169	431
Contract Services	4,400	1,759	-	1,759	2,641
Occupancy	2,000	1,074	-	1,074	926
Telephone	2,400	2,039	-	2,039	361
Copier Lease Payment	2,300	-	-	-	2,300
Client Payment	540,000	-	-	-	540,000
Self Sufficiency Payment	-	468,811	-	468,811	(468,811)
Training	-	975	-	975	(975)
Total Expenditures	722,190	657,109	2,683	659,792	62,398
Revenue over (under) Expenditures	\$ -	\$ -	\$ (2,683)	\$ (2,683)	\$ (2,683)

Coastal Community Action, Inc.
Weatherization 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 1,292,484	\$ 377,443	\$ 889,105	\$ 1,266,548	\$ (25,936)
Other Revenue	-	3,000	2,750	5,750	(5,750)
Total Revenues	<u>1,292,484</u>	<u>380,443</u>	<u>891,855</u>	<u>1,272,298</u>	<u>20,186</u>
Expenditures:					
Salaries	399,499	66,575	310,221	376,796	22,703
Fringe Benefits	169,989	25,306	114,935	140,241	29,748
Indirect Costs	64,847	14,634	59,851	74,485	(9,638)
Travel	33,952	9,237	29,686	38,924	(4,972)
Training	6,000	6,559	5,875	12,434	(6,434)
Audit and Accounting Fees	3,360	570	-	570	2,790
Insurance	8,260	816	5,717	6,533	1,727
Supplies and Miscellaneous	23,518	1,925	17,933	19,858	3,660
Postage	2,400	473	2,150	2,623	(223)
Uniforms	-	-	-	-	-
Advertising	6,000	-	9,429	9,429	(3,429)
Dump Fees	1,500	615	1,556	2,170	(670)
Small Tools	1,500	535	2,429	2,963	(1,463)
Repair and Maintenance	1,000	33	8,490	8,523	(7,523)
Vehicle Repair	5,000	3,542	1,438	4,980	20
Occupancy	35,430	9,317	28,664	37,981	(2,551)
Telephone	6,627	1,436	4,627	6,063	564
Computer Cost	-	344	176	519	(519)
Materials	255,557	81,289	228,647	309,936	(54,379)
Subcontractor Labor	-	12,636	56,515	69,151	(69,151)
Copier Lease Payment	-	-	-	-	-
Health and Safety	145,611	34,181	90,830	125,011	20,600
Contract Services	121,934	1,900	7,441	9,341	112,593
Consumer Education	-	-	-	-	-
Administrative cost	-	-	-	-	-
Total Expenditures	<u>1,291,984</u>	<u>271,923</u>	<u>986,611</u>	<u>1,258,533</u>	<u>33,451</u>
Revenue over (under) Expenditures	<u>\$ 500</u>	<u>\$ 108,520</u>	<u>\$ (94,756)</u>	<u>\$ 13,765</u>	<u>\$ (13,265)</u>

Coastal Community Action, Inc.
Weatherization 23-24
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2024

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 1,752,787	\$ -	\$ 200,229	\$ 200,229	\$ (1,552,558)
Total Revenues	<u>1,752,787</u>	<u>-</u>	<u>200,229</u>	<u>200,229</u>	<u>(1,552,558)</u>
Expenditures:					
Salaries	473,711	-	96,323	96,323	377,388
Fringe Benefits	182,470	-	35,814	35,814	146,656
Indirect Costs	92,396	-	18,584	18,584	73,812
Travel	30,487	-	4,224	4,224	26,263
Training	5,000	-	3,400	3,400	1,600
Audit and Accounting Fees	4,505	-	-	-	4,505
Insurance	20,055	-	1,390	1,390	18,665
Supplies and Miscellaneous	70,060	-	(593)	(593)	70,653
Postage	2,533	-	425	425	2,108
Advertising	12,000	-	-	-	12,000
Uniforms	2,500	-	-	-	2,500
Dump Fees	1,701	-	1,140	1,140	561
Small Tools	5,000	-	354	354	4,646
Repair and Maintenance	2,500	-	101	101	2,399
Vehicle Repair	5,000	-	789	789	4,211
Equipment Purchase	50,000	-	-	-	50,000
Occupancy	35,264	-	9,611	9,611	25,653
Telephone	8,800	-	1,404	1,404	7,396
Computer Cost	400	-	359	359	41
Materials	376,335	-	109,038	109,038	267,297
Subcontractor Labor	-	-	29,798	29,798	(29,798)
Health and Safety	164,189	-	28,912	28,912	135,277
Consumer Education	2,760	-	-	-	2,760
Contract Services	205,121	-	2,100	2,100	203,021
Total Expenditures	<u>1,752,787</u>	<u>-</u>	<u>343,175</u>	<u>343,175</u>	<u>1,409,612</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>-</u>	<u>\$ (142,945)</u>	<u>\$ (142,945)</u>	<u>\$ (142,945)</u>

Coastal Community Action, Inc.
Senior Companion 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 267,290	\$ 38,905	\$ 118,891	\$ 157,796	\$ (109,494)
Local Revenue	34,152	-	-	-	(34,152)
In Kind	-	-	16,478	16,478	16,478
Other Revenue	-	-	-	-	-
Other Revenue	-	-	-	-	-
Total Revenue	<u>301,442</u>	<u>38,905</u>	<u>135,369</u>	<u>174,274</u>	<u>(127,168)</u>
Expenditures:					
Salaries	37,740	11,008	27,420	38,428	(688)
Fringe Benefits	24,951	3,799	9,188	12,987	11,964
Indirect Costs	7,585	2,420	5,290	7,710	(125)
Travel	72,870	4,351	14,828	19,179	53,691
Training	10,905	207	1,825	2,032	8,873
Audit and Accounting Fees	910	92	-	92	818
Insurance	1,183	128	605	733	450
Supplies and Miscellaneous	10,365	973	2,977	3,949	6,416
Postage	4,500	420	1,341	1,761	2,739
Recognition	2,400	2,197	1,702	3,898	(1,498)
Physicals	1,500	-	-	-	1,500
Occupancy	7,618	1,233	3,825	5,058	2,560
Telephone	1,320	-	-	-	1,320
Computer Cost	700	51	30	82	618
In Kind Other	880	-	14,653	14,653	(13,773)
Stipends	115,115	12,017	48,431	60,448	54,667
Meals and Activities	900	-	650	650	250
Contract Services	-	-	108	108	(108)
Total Expenditures	<u>301,442</u>	<u>38,896</u>	<u>132,873</u>	<u>171,769</u>	<u>129,673</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 2,496</u>	<u>\$ 2,505</u>	<u>\$ 2,505</u>

Coastal Community Action, Inc.
Senior Companion 23-24
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2024

	Project Authorization	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:				
Grants: Federal	\$ -	\$ 40,873	\$ 40,873	\$ 40,873
Local Revenue	-	-	-	-
Total Revenue	-	40,873	40,873	40,873
Expenditures				
Salaries	39,146	11,982	11,982	27,164
Fringe Benefits	12,986	3,988	3,988	8,998
Indirect Costs	7,868	2,312	2,312	5,556
Travel	11,665	5,478	5,478	6,187
Training	-	893	893	(893)
Audit and Accounting Fees	400	-	-	400
Insurance	238	200	200	38
Supplies and Miscellaneous	2,050	56	56	1,995
Postage	1,000	403	403	597
Recognition	300	-	-	300
Physicals	-	-	-	-
Occupancy	2,639	1,243	1,243	1,396
Telephone	900	-	-	900
Computer Cost	50	113	113	(63)
In Kind Other	-	-	-	-
Stipends	129,456	13,864	13,864	115,592
Meals and Activities	200	37	37	163
Contract Services	-	-	-	-
Total Expenditures	208,898	40,568	40,568	168,330
Revenue over (under) Expenditures	\$ (208,898)	\$ 304	\$ 304	\$ 209,202

Coastal Community Action, Inc.
Foster Grandparent Program 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 399,682	\$ 31,199	\$ 151,330	\$ 182,529	\$ (217,153)
Other Revenue	51,623	-	-	-	(51,623)
In Kind	-	-	11,278	11,278	11,278
Total Revenue	451,305	31,199	162,608	193,807	(257,498)
Expenditures:					
Salaries	42,137	10,654	32,217	42,871	(734)
Fringe Benefits	25,632	3,677	10,793	14,471	11,161
Indirect Costs	8,470	2,342	6,216	8,558	(88)
Travel	21,632	946	9,137	10,082	11,550
Training	7,905	-	4,108	4,108	3,797
Audit and Accounting Fees	500	71	-	71	429
Insurance	407	153	458	611	(204)
Supplies and Miscellaneous	19,916	128	9,794	9,921	9,995
Postage	4,500	380	985	1,365	3,135
Recognition	3,547	2,484	1,350	3,834	(287)
Physicals	2,000	13	-	13	1,987
Occupancy	14,063	1,758	5,299	7,056	7,007
Telephone	-	188	293	481	(481)
Uniforms	6,601	869	-	869	5,733
Computer Cost	-	51	9	60	(60)
Meals and Activities	13,280	58	895	953	12,327
In Kind Space	-	-	9,600	9,600	(9,600)
In Kind Other	-	-	1,678	1,678	(1,678)
Stipends	213,785	5,654	52,400	58,053	155,732
Repair and Maintenance	-	-	3,220	3,220	(3,220)
Emergency Kits	11,000	-	-	-	11,000
Volunteer Training	1,530	-	-	-	1,530
Volunteer Travel	54,400	1,766	11,905	13,671	40,729
Total Expenditures	451,305	31,191	160,355	191,546	259,759
Revenue over (under) Expenditures	\$ -	\$ 8	\$ 2,253	\$ 2,261	\$ 2,261

Coastal Community Action, Inc.
Foster Grandparent Program 23-24
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2024

	Project Authorization	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:				
Grants: Federal	\$ 343,880	\$ 30,483	\$ 30,483	\$ (313,397)
Other Revenue	-	-	-	-
In Kind	-	-	-	-
Total Revenue	343,880	30,483	30,483	(313,397)
Expenditures:				
Salaries	60,853	11,802	11,802	49,051
Fringe Benefits	20,809	3,935	3,935	16,874
Indirect Costs	12,232	2,277	2,277	9,955
Travel	5,652	317	317	5,335
Training	-	20	20	(20)
Audit and Accounting Fees	-	-	-	-
Insurance	611	153	153	458
Supplies and Miscellaneous	1,284	15	15	1,269
Postage	-	186	186	(186)
Recognition	3,098	-	-	3,098
Physicals	-	-	-	-
Occupancy	12,063	1,758	1,758	10,305
Telephone	-	8	8	(8)
Uniforms	2,502	-	-	2,502
Computer Cost	-	100	100	(100)
Meals and Activities	3,600	17	17	3,583
In Kind Space	-	-	-	-
In Kind Other	-	-	-	-
Repair and Maintenance	-	-	-	-
Stipends	212,976	7,098	7,098	205,878
Emergency Kits	-	-	-	-
Volunteer Training	-	893	893	(893)
Volunteer Travel	8,200	1,696	1,696	6,504
Total Expenditures	343,880	30,274	30,274	313,606
Revenue over (under) Expenditures	\$ -	\$ 209	\$ 209	\$ 209

Coastal Community Action, Inc.
RSVP Federal 2022-2023
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending March 31, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 50,000	\$ 15,900	\$ 34,100	\$ 50,000	\$ -
In Kind	15,328	-	39,805	39,805	24,477
Other Revenue	-	200	200	400	400
Total Revenue	<u>65,328</u>	<u>16,100</u>	<u>74,105</u>	<u>90,205</u>	<u>24,877</u>
Expenditures:					
Salaries	30,500	5,855	17,609	23,464	7,036
Fringe Benefits	13,083	2,037	5,860	7,897	5,186
Indirect Costs	6,317	1,287	3,397	4,684	1,633
Travel	10,416	958	265	1,224	9,192
Audit and Accounting Fees	96	112	-	112	(16)
Insurance	790	404	404	807	(17)
Supplies and Miscellaneous	709	2,097	414	2,511	(1,802)
Postage	40	175	-	175	(135)
Recognition	1,200	213	692	905	295
Occupancy	1,977	2,467	2,467	4,933	(2,956)
Computer costs	-	50	-	50	(50)
Telephone	200	773	1,271	2,044	(1,844)
Meals and activities	-	16	296	313	(313)
In Kind Space	-	-	38,608	38,608	(38,608)
In Kind Other	-	-	1,198	1,198	(1,198)
Total Expenditures	<u>65,328</u>	<u>16,443</u>	<u>72,481</u>	<u>88,924</u>	<u>(23,596)</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$ (343)</u>	<u>\$ 1,625</u>	<u>\$ 1,281</u>	<u>\$ 1,281</u>

Coastal Community Action, Inc.
Retired Senior Volunteer Program 23-24
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2024

	Project Authorization	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:				
Grants: Federal	\$ 50,000	\$ 20,541	\$ 20,541	\$ (29,459)
Other Revenue	-	-	-	-
Total Revenue	<u>50,000</u>	<u>20,541</u>	<u>20,541</u>	<u>(29,459)</u>
Expenditures				
Salaries	29,500	10,573	10,573	18,927
Fringe Benefits	8,886	3,517	3,517	5,369
Indirect Costs	4,518	2,040	2,040	2,478
Travel	3,250	76	76	3,174
Insurance	-	343	343	(343)
Supplies and Miscellaneous	2,349	446	446	1,903
Postage	-	3	3	(3)
Occupancy	1,477	2,467	2,467	(990)
Telephone	20	721	721	(701)
Meals and activities	-	17	17	(17)
Total Expenditures	<u>50,000</u>	<u>20,202</u>	<u>20,202</u>	<u>29,798</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$ 339</u>	<u>\$ 339</u>	<u>\$ 339</u>

Coastal Community Action, Inc.
URP 2022-2025
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending December 31, 2025

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 260,000	\$ -	\$ 28,698	\$ 28,698	\$ (231,302)
Total Revenue	<u>260,000</u>	<u>-</u>	<u>28,698</u>	<u>28,698</u>	<u>(231,302)</u>
Expenditures:					
Salaries	27,968	-	1,731	1,731	26,237
Fringe Benefits	5,356	-	590	590	4,766
Indirect Costs	3,413	-	334	334	3,079
Audit and Accounting Fees	255	-	-	-	255
Insurance	255	-	-	-	255
Travel	255	-	43	43	213
Occupancy	1,494	-	88	88	1,406
Contract Services	-	-	458	458	(458)
Administrative Fees	309	-	-	-	309
Computer Costs	-	-	100	100	(100)
Supplies and Miscellaneous	-	-	1,775	1,775	(1,775)
Postage	128	-	55	55	73
Soft Costs	309	-	75	75	234
Hard Costs	220,000	-	23,200	23,200	196,800
Telephone	259	-	195	195	64
Total Expenditures	<u>260,000</u>	<u>-</u>	<u>28,643</u>	<u>28,643</u>	<u>231,357</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56</u>	<u>\$ 56</u>	<u>\$ 56</u>

Coastal Community Action, Inc.

ESFRLP

**Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2023**

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 680,000	\$ 314,045	\$ 37,801	\$ 351,846	\$ (328,154)
Total Revenues	<u>680,000</u>	<u>314,045</u>	<u>37,801</u>	<u>351,846</u>	<u>(328,154)</u>
Expenditures:					
Salaries	46,400	61,504	-	61,504	(15,104)
Fringe Benefits	17,008	23,217	-	23,217	(6,209)
Indirect Costs	9,152	14,050	-	14,050	(4,898)
Travel	1,800	703	148	851	949
Audit and Accounting Fees	600	1,770	-	1,770	(1,170)
Insurance	600	294	-	294	306
Supplies and Miscellaneous	1,200	1,738	-	1,738	(538)
Postage	600	453	40	494	106
Occupancy	6,749	11,747	586	12,333	(5,584)
Telephone	600	2,350	-	2,350	(1,750)
Computer Cost	-	54	-	54	(54)
Soft Costs	81,600	19,270	7,359	26,629	54,971
Hard Costs	510,000	176,832	29,700	206,532	303,468
Copier Lease Payment	600	-	-	-	600
Administrative Fees	3,091	31	-	31	3,060
Total Expenditures	<u>680,000</u>	<u>314,014</u>	<u>37,832</u>	<u>351,846</u>	<u>328,154</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$ 31</u>	<u>\$ (31)</u>	<u>\$ -</u>	<u>\$ -</u>

Coastal Community Action, Inc.

ESFRLP

Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual

For the Program Year Ending June 30, 2025

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 1,296,000	\$ -	\$ 79,154	\$ 79,154	\$ (1,216,846)
Total Revenues	<u>1,296,000</u>	<u>-</u>	<u>79,154</u>	<u>79,154</u>	<u>(1,216,846)</u>
Expenditures:					
Salaries	119,558	-	42,194	42,194	77,364
Fringe Benefits	38,489	-	14,375	14,375	24,114
Indirect Costs	24,279	-	8,140	8,140	16,139
Travel	4,695	-	339	339	4,356
Audit and Accounting Fees	3,045	-	-	-	3,045
Insurance	3,045	-	153	153	2,892
Supplies and Miscellaneous	3,300	-	3,608	3,608	(308)
Postage	1,522	-	419	419	1,103
Occupancy	17,842	-	6,358	6,358	11,484
Telephone	3,094	-	1,103	1,103	1,991
Computer Cost	147	-	133	133	14
Soft Costs	29,984	-	979	979	29,005
Hard Costs	960,000	-	-	-	960,000
Copier Lease Payment	-	-	-	-	-
Administrative Fees	87,000	-	-	-	87,000
Total Expenditures	<u>1,296,000</u>	<u>-</u>	<u>77,801</u>	<u>77,801</u>	<u>1,218,199</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,354</u>	<u>\$ 1,354</u>	<u>\$ 1,354</u>

Coastal Community Action, Inc.
Duke Energy 2021-2023
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending December 31, 2023

	Project Authorization	Prior Year	Current Year	Total to Date
Revenue:				
Contracted Services	\$ 514,000	\$ 157,689	\$ 190,449	\$ 348,138
Total Revenues	514,000	157,689	190,449	348,138
Expenditures				
Salaries	43,000	7,963	28,943	36,906
Fringe Benefits	17,500	2,776	10,526	13,302
Indirect Costs	13,900	1,750	5,584	7,334
Accounting and Audit Fees	650	185	-	185
Telephone	1,000	-	-	-
Rent	1,500	-	-	-
Contract Services	-	125	625	750
Health and Safety	-	850	160	1,010
Materials	224,300	79,803	70,143	149,946
Subcontractor Labor	212,150	58,607	79,158	137,765
Total Expenditures	514,000	152,060	195,139	347,199
Revenue over (under) Expenditures	\$ -	\$ 5,630	\$ (4,691)	\$ 939

Coastal Community Action, Inc.
Duke Energy 2023
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending December 31, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Contracted Services	\$ 231,000	\$ -	\$ 57,566	\$ 57,566	\$ (173,434)
Other Revenue	-	-	-	-	-
Total Revenues	231,000	-	57,566	57,566	(173,434)
Expenditures					
Salaries	35,000	-	-	-	35,000
Fringe Benefits	16,800	-	-	-	16,800
Indirect Costs	11,000	-	-	-	11,000
Travel	2,000	-	-	-	2,000
Insruance	2,000	-	-	-	2,000
Rent	1,200	-	-	-	1,200
Materials	24,000	-	4,266	4,266	19,734
Subcontractor Labor	9,000	-	2,452	2,452	6,548
HVAC	130,000	-	50,848	50,848	79,152
Total Expenditures	231,000	-	57,566	57,566	173,434
Revenue over (under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -

Coastal Community Action, Inc.
BCBS Healthy Home 2018 - 2023
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending September 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Contract Services	\$ 324,012	\$ 243,791	\$ 63,506	\$ 307,297	\$ (16,715)
Total Revenues	324,012	243,791	63,506	307,297	(16,715)
Expenditures:					
Salaries	24,200	19,781	8,633	28,414	(4,214)
Fringe Benefits	10,040	6,576	2,922	9,497	543
Indirect Costs	5,450	3,779	1,666	5,444	6
Materials	152,822	88,045	15,343	103,388	49,434
Subcontractor Labor	131,500	124,472	35,805	160,277	(28,777)
Total Expenditures	324,012	242,651	64,368	307,020	16,992
Revenue over (under) Expenditures	\$ -	\$ 1,139	\$ (862)	\$ 277	\$ 277

Coastal Community Action, Inc.
HCCBG Medical Transportation 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 55,431	\$ 9,718	\$49,826	\$ 59,544	\$ 4,113
Local Revenue	6,160	104,229	4,128	108,357	102,197
Total Revenue	<u>61,591</u>	<u>113,947</u>	<u>53,954</u>	<u>167,901</u>	<u>106,310</u>
Expenditures					
Salaries and Wage	16,522	2,492	35	2,527	13,995
Fringe Benefits	3,379	872	12	884	2,495
Indirect Costs	-	548	7	555	(555)
Travel	3,950	32	2,347	2,380	1,570
Insurance & Bonding	1,030	-	-	-	1,030
Supplies and Miscellaneous	125	4	450	454	(329)
Stipend	29,320	8,872	38,444	47,317	(17,997)
Transportation	4,395	1,759	5,311	7,070	(2,675)
Recognition	1,660	4,032	-	4,032	(2,372)
Physicals	1,210	-	-	-	1,210
Total Expenditures	<u>61,591</u>	<u>18,612</u>	<u>46,606</u>	<u>65,218</u>	<u>(4,837)</u>
Revenue over (under) Expenditures	<u>\$ -</u>	<u>\$95,335</u>	<u>\$ 7,348</u>	<u>\$102,683</u>	<u>\$ 101,473</u>

Coastal Community Action, Inc.
Senior Companion HCCBG 23-24
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending June 30, 2024

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ 23,234	\$ -	\$ 15,754	\$ 15,754	\$ (7,480)
Local Revenue	-	-	519	519	519
Total Revenue	23,234	-	16,273	16,273	(6,961)
Expenditures					
Salaries and Wage	-	-	104	104	(104)
Fringe Benefits	757	-	36	36	721
Indirect Costs	-	-	20	20	(20)
Travel	9,341	-	184	184	9,157
Insurance & Bonding	-	-	-	-	-
Supplies and Miscellaneous	7,359	-	-	-	7,359
Meals & Activities	1,909	-	13,990	13,990	(12,081)
Transportation			1,936	1,936	(1,936)
Recognition	1,575	-	-	-	1,575
Occupancy Costs	2,293	-	-	-	2,293
Total Expenditures	23,234	-	16,270	16,270	6,964
Revenue over (under) Expenditures	\$ -	\$ -	\$ 3	\$ 3	\$ 3

Coastal Community Action, Inc.
Unrestricted Funds 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending September 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Grants: Federal	\$ -	\$ -	\$ -	\$ -	\$ -
Other Revenue	-	-	7,047	7,047	7,047
Interest Income	-	-	5,099	5,099	5,099
Total Revenue	-	-	12,146	12,146	12,146
Expenditures					
Salaries and Wages	-	-	498	498	(498)
Fringe Benefits	-	7	169	176	(176)
Indirect Costs	-	-	96	96	(96)
Supplies and Miscellaneous	-	-	10,117	10,117	(10,117)
Meals and Activities	-	-	1,823	1,823	(1,823)
Computer cost	-	-	1,500	1,500	(1,500)
Recognition	-	-	95	95	(95)
Service Charges	-	-	550	550	(550)
Depreciation Expense	-	-	331,581	331,581	(331,581)
Total Expenditures	-	7	346,429	346,436	(346,436)
Revenue over (under) Expenditures	\$ -	\$ (7)	\$ (334,284)	\$ (334,291)	\$ (334,291)

Coastal Community Action, Inc.
Building Services
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending September, 30 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Other Revenue	\$ -	\$ -	\$ 303,784	\$ 303,784	\$ (303,784)
Interest Income	-	-	20,185	20,185	(20,185)
Total Revenue	-	-	303,784	303,784	(303,784)
Expenditures					
Salaries	-	-	33,203	33,203	(33,203)
Fringe Benefits	-	-	10,864	10,864	(10,864)
Travel	-	-	668	668	(668)
Insurance	-	-	9,625	9,625	(9,625)
Contract Services	-	-	4,425	4,425	(4,425)
Depreciation	-	-	186,020	186,020	(186,020)
Indirect Costs	-	-	6,406	6,406	(6,406)
Copier Expense	-	-	15,429	15,429	(15,429)
Property Tax	-	-	81	81	(81)
Repair and Maintenance	-	-	15,485	15,485	(15,485)
Office & Miscellaneous Supplies	-	-	5,984	5,984	(5,984)
Facility Occupancy Costs	-	-	11,268	11,268	(11,268)
Postage	-	-	816	816	(816)
Telephone	-	-	2,306	2,306	(2,306)
Janitorial Services	-	-	9,930	9,930	(9,930)
Interest Expense	-	-	42,285	42,285	(42,285)
Computer Cost	-	-	26	26	(26)
Utilities	-	-	17,733	17,733	(17,733)
Service Charges	-	-	240	240	(240)
Total Expenditures	-	-	372,792	372,792	(372,792)
Revenue over (under) Expenditures	\$ -	\$ -	\$ (69,008)	\$ (69,008)	\$ 69,008

Coastal Community Action, Inc.
Rental Properties 22-23
Schedule of Revenues and Expenditures - Programmatic Basis - Budget and Actual
For the Program Year Ending September 30, 2023

	Project Authorization	Prior Year	Current Year	Total to Date	Variance Favorable (Unfavorable)
Revenue:					
Other Revenue	\$ -	\$ -	\$ 26,375	\$ 26,375	\$ (26,375)
Total Revenue	-	-	26,375	26,375	(26,375)
Expenditures					
Insurance	-	-	2,142	2,142	(2,142)
Postage	-	-	40	40	(40)
Dues and Professional Fees	-	-	132	132	(132)
Utilities	-	-	725	725	(725)
Janitorial Services	-	-	300	300	(300)
Property Tax	-	-	3,438	3,438	(3,438)
Repair and Maintenance	-	-	25,023	25,023	(25,023)
Depreciation Expense	-	-	16,517	16,517	(16,517)
Total Expenditures	-	-	48,317	48,317	(48,317)
Revenue over (under) Expenditures	\$ -	\$ -	\$ (21,942)	\$ (21,942)	\$ 21,942

Coastal Community Action, Inc.
Schedule of Expenditures of Federal and State Awards By Grant
For the Year Ended September 30, 2023

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Contract/Award #</i>	<i>Federal Expenditures(\$)</i>
Federal Awards			
U.S. Department of Health and Human Services			
Head Start/ Early Head Start (Direct Programs) (EHS22-23 HHS Revenue)	93.600	04CH011753-03-01	\$ 6,401,492
Head Start/ Early Head Start (Direct Programs) (EHS 23-24 HHS Revenue)	93.600	04CH011753-03-01	474,830
Head Start - Training & Technical Assistance (Direct Programs)	93.600	04CH011753-03-01	150,757
Head Start Disaster Assistance 21-23	93.600	-	98,163
American Rescue Plan Act	93.600	-	252,583
Total Head Start cluster			<u>7,377,825</u>
Passed through the N.C. Department of Health and Human Services Community Services Block Grant	93.569	G-14/15B1NCCOSR	<u>377,432</u> <u>377,432</u>
Passed through the N.C. Department of Health and Human Services/ N.C Department of Environmental Quality Weatherization Assistance Program and Heating and Air Repair and Replacement Program	93.568-1	WAP 6044/6512	832,891
Total Department of Health and Human Services			<u><u>8,588,148</u></u>
U.S. Department of Housing and Urban Development			
Lower Income Housing Assistance Program (Direct Program)	14.871	NC141AF0082	1,848,235
Family Self Sufficient Direct	14.871	NC141AF0082	<u>35,518</u> <u>1,883,753</u>
Passed through North Carolina Department of Health and Human Services: Home & Community Care Block Grant	14.225	-	65,580
Passed through North Carolina Housing Finance Agency Single Family Rehabilitation Program Urgent Repair Program (URP) 22-25 Revenue	14.239	SFR 12/13/14	28,698
ESFRLP 21-23 Revenue	14.239	SFR 12/13/14	37,801
ESFRLP 22-25 Revenue	14.239	SFR 12/13/14	79,154
			<u>145,654</u>
Total Department of Housing and Urban Development			<u><u>2,094,987</u></u>
U.S. Department of Energy			
Passed through the North Carolina Department of Environmental Quality Weatherization Assistance for Low Income	81.042	WAP 6044/6512	<u>256,443</u> <u>256,443</u>
Total Department of Energy			<u><u>256,443</u></u>
U.S. Department of Agriculture			
Child and Adult Food Program	10.558	7363	471,447
Total Department of Agriculture			<u><u>471,447</u></u>
U.S. Department of Homeland Security			
Passed through the North Carolina Department of Public Safety Foster Grandparent - Senior Companion	94.011	15GXSNC002	181,813
Retired Senior Volunteer Program (Direct Program)	94.016	15SXSNC003	159,764
Cluster (Direct Program)	94.002	15SRNSNC008	54,641
Total Department of Homeland Security			<u><u>396,217</u></u>
Total Expenditures of Federal Awards			<u><u>\$ 11,807,243</u></u>
State Awards:			
North Carolina Department of Public Instruction Passed through Department of Health and Human Services (Pre-K) Head Start/Early Head Start-Work First Program Collaborations		-	<u>88,040</u> <u>88,040</u>
Total North Carolina Department of Public Instruction			<u><u>88,040</u></u>
Total Expenditures of State Awards			<u><u>\$ 88,040</u></u>

Coastal Community Action, Inc.
Notes to the Schedule of Expenditures of Federal and State Awards
September 30, 2023

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the “Schedule”) includes the federal grant activity of Coastal Community Action, Inc., under programs of the federal government for the year ended September 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Coastal Community Action, Inc., it is not intended to and does not present the financial position, changes in net position, or cash flows of Coastal Community Action, Inc.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Coastal Community Action, Inc., has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.



ROSE GROUP, CPAs

NAVIGATING AUDIT | TAX | ACCOUNTING

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*.

To the Board of Directors of
Coastal Community Action, Inc.
Newport, North Carolina

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 Coastal Community Action, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2023, and the related statements of operations and changes in net assets, and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated September 30, 2024.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of 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.

Report on Compliance and Other Matters

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

Purpose of this Report

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

Sheni Rose, CPA

Rose Group CPAs, PLLC
Chapel Hill, NC
September 30, 2024



ROSE GROUP, CPAs

NAVIGATING AUDIT | TAX | ACCOUNTING

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

To the Board of Directors of
Coastal Community Action, Inc.

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Coastal Community Action, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Coastal Community Action, Inc.'s major federal programs for the year ended September 30, 2023. Coastal Community Action, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Coastal Community Action, 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, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Coastal Community Action, Inc's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Coastal Community Action, Inc's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Coastal Community Action, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items **2023-001** and **2023-002**. Our opinion on each major federal program is not modified with respect to these matters.

Report on Internal Control over Compliance

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

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

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

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

Shemi Rose, CPA

Rose Group CPAs, PLLC
Chapel Hill, NC
September 30, 2024

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SECTION II - FINANCIAL STATEMENT FINDINGS

There were no findings related to the financial statements which are required to be reported in accordance with the standards applicable to financial audits contained in *Government Auditing Standards*.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2023-001 – Delinquent filing of 2023 Uniform Guidance Audit report

Information on the federal Program: Head Start cluster 93.600

Criteria: According to the grant agreements and federal regulations, timely submission of the Uniform Guidance Audit is required to ensure proper monitoring and accountability of federal funds. Uniform Guidance Audits must be completed no later than nine months after the fiscal year-end.

Condition: The Organization did not submit their Uniform Guidance Audit for the year ended September 30, 2023 by June 30, 2024.

Cause: The audit report was not issued prior to June 30, 2024 i.e. the submission date requirement. Hence, the single audit report was not filed by the stipulated date.

Possible effect: Delinquent Uniform Guidance Audit submissions result in findings, which could potentially impact the Organization's ability to comply with grant requirements and risks future funding and support.

2023-002 – Delay in filing of annual Real Property Status (SF-429) Report

Information on the federal Program: Head Start cluster 93.600

Criteria: According to the grant agreements and Compliance supplement, a real property status report need to be filed annually. The report was not filed in the fiscal year 2023. The Organization has filed the report for the period ended August 31, 2023, on July 30, 2024.

Condition: The Organization did not submit the Real property status report (SF-429) timely, for the year ended September 30, 2023.

Cause: The Organization was aware of the filing of the real property status report . However, since the organization did not finalized its books of accounts by the stipulated time they were unable to file SF-429 within the due date.

Possible effect: Delinquent annual report submissions result in findings, which could potentially impact the Organization's ability to comply with grant requirements and risks future funding and support.

**COASTAL COMMUNITY ACTION, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

SECTION IV – SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

There were no findings and questioned cost that were required to be reported.

**COASTAL COMMUNITY ACTION, INC.
MANAGEMENT'S CORRECTIVE ACTION PLAN
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2023**

SECTION IV – SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

There were no findings and questioned cost that were required to be reported.

Coastal Community Action, Inc. respectfully submits the following corrective action plan. The finding reported by our auditors in their audit report dated September 30, 2024, for the year ended September 30, 2023, is discussed below.

2023-001 Single Audit Data Collection Form Not Filed by Due Date

Recommendation: We recommend that the Organization develop specific procedures to ensure that the audit report is received prior to the June 30 reporting deadline.

Action taken: Management acknowledges that the audit for the 2023 Fiscal Year was not completed within the expected nine-month period following year-end. The delay was due to several factors, including the completion of the prior audit, staffing transitions, and the roll forward of prior year audit support.

We recognize the importance of timeliness in this process and have taken concrete steps to ensure this issue does not reoccur. A comprehensive audit plan is already in place to guarantee that the 2024 Fiscal Year audit will be completed on time, ensuring greater efficiency and accountability moving forward.

2023-002 – Delay in filing of annual Real Property Status (SF-429) Report

Recommendation: We recommend that the Organization develop specific procedures to ensure that the annual SF-429 report is filed prior to the deadline.

Action taken: Management acknowledges that the filing of the annual SF-429 was not done within the expected timeline. The delay was due to organization not being finalized its books of accounts by the stipulated time.

We recognize the importance of timeliness in this process and have taken added controls in places to ensure this issue does not reoccur moving forward.

Name of contact person responsible for corrective action: Matt Banko, CFO

Anticipated completion date for the corrective action: 2023-2024 audit year