



**DECATUR-MACON COUNTY
OPPORTUNITIES CORPORATION**

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

For the Year Ended February 29, 2020
(with Prior Year Summarized Comparative Information)



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DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Decatur-Macon County Opportunities Corporation
Decatur, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of Decatur-Macon County Opportunities Corporation (Corporation), which comprise the Statement of Financial Position as of February 29, 2020, and the related Statements of Activities, Functional Expenses, and Cash Flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Corporation as of February 29, 2020, 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.

Emphasis of Matter Regarding a Change in Accounting Principle

As discussed in Note 2 to the financial statements, Decatur-Macon County Opportunities Corporation adopted guidance as issued by the Financial Accounting Standards Board under Accounting Standards Update (ASU) No. 2018-08 Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made. The adoption of this ASU did not result in a change to the accounting of any of the Decatur-Macon County Opportunities Corporation's revenue streams; as such, no cumulative effect adjustment was recorded. Our opinion has not been modified with respect to this matter.

Report on Summarized Comparative Information

We previously audited the Corporation's 2019 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 19, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended February 28, 2019, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole. The accompanying financial information listed as "Supplementary Financial Information" in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The "Supplementary Financial Information," marked unaudited, has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 18, 2020, on our consideration of Decatur-Macon County Opportunities Corporation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Corporation's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Corporation's internal control over financial reporting and compliance.

Sikich LLP

Springfield, Illinois
June 18, 2020

FINANCIAL STATEMENTS

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

STATEMENT OF FINANCIAL POSITION

FEBRUARY 29, 2020

(with summarized financial information for February 28, 2019)

ASSETS		
	2020	2019
ASSETS		
Cash and cash equivalents	\$ 526,905	\$ 38,100
Due from granting agencies	358,710	838,463
Investments	3,292,788	3,413,294
Cash - restricted for Buffett Foundation (Note 3)	11,726,356	-
Property and equipment, net	484,923	454,346
TOTAL ASSETS	\$ 16,389,682	\$ 4,744,203
LIABILITIES AND NET ASSETS		
LIABILITIES		
Obligations payable	\$ 159,304	\$ 166,457
Accrued payroll	81,257	78,100
Refundable grant advances	22,717	13,872
Accrued leave liability	249,332	299,476
Cash held for Buffett Foundation (Note 3)	11,726,356	-
Total liabilities	12,238,966	557,905
NET ASSETS		
Without donor restrictions	756,838	727,088
With donor restrictions	3,393,878	3,459,210
Total net assets	4,150,716	4,186,298
TOTAL LIABILITIES AND NET ASSETS	\$ 16,389,682	\$ 4,744,203

The accompanying notes to the financial statements are an integral part of this statement.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED FEBRUARY 29, 2020

(with summarized financial information for the year ended February 28, 2019)

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>2020 Total</u>	<u>2019 Total</u>
REVENUE				
Federal grant revenue	\$ 4,595,568	\$ -	\$ 4,595,568	\$ 5,232,493
State grant revenue	864,852	-	864,852	661,407
Other grant revenue	-	10,429	10,429	140,697
Program income contributions	79,379	-	79,379	64,343
Investment income, net (net of investment expense of \$5,918)	106,983	-	106,983	84,229
Contributions	165,614	82,500	248,114	155,076
Rent income	175	-	175	1,280
In-kind contributions	239,962	-	239,962	254,282
Other income	1,282	-	1,282	729
Net assets released from restrictions - Satisfaction of program restrictions	158,261	(158,261)	-	-
Total revenue	<u>6,212,076</u>	<u>(65,332)</u>	<u>6,146,744</u>	<u>6,594,536</u>
EXPENSES				
Head Start program	2,420,364	-	2,420,364	2,506,351
Energy programs	2,379,763	-	2,379,763	2,616,369
Senior programs	480,931	-	480,931	502,303
CSBG programs	239,236	-	239,236	299,690
Child Care Food program	157,918	-	157,918	186,470
Homeless Services	78,405	-	78,405	69,854
United Way program	-	-	-	56,821
Total program services	<u>5,756,617</u>	<u>-</u>	<u>5,756,617</u>	<u>6,237,858</u>
Management and general	425,709	-	425,709	389,793
Total expenses	<u>6,182,326</u>	<u>-</u>	<u>6,182,326</u>	<u>6,627,651</u>
CHANGE IN NET ASSETS	29,750	(65,332)	(35,582)	(33,115)
NET ASSETS - BEGINNING	<u>727,088</u>	<u>3,459,210</u>	<u>4,186,298</u>	<u>4,219,413</u>
NET ASSETS - ENDING	<u>\$ 756,838</u>	<u>\$ 3,393,878</u>	<u>\$ 4,150,716</u>	<u>\$ 4,186,298</u>

The accompanying notes to the financial statements are an integral part of this statement.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED FEBRUARY 29, 2020

(with summarized financial information for the year ended February 28, 2019)

	Program Services				
	Head Start Program	Energy Programs	Senior Programs	CSBG Programs	Child Care Food Program
EXPENSES:					
Salaries and fringes	\$ 1,258,572	\$ 195,290	\$ 136,591	\$ 118,363	\$ -
Contractual services	389,684	123,279	973	15,018	-
Weatherization materials	-	149,008	-	-	-
Direct client assistance	49,453	1,859,662	264,578	62,300	145,401
Insurance	31,788	2,135	5,107	821	-
Equipment rental and repairs	26,531	5,381	8,630	1,626	-
Occupancy	189,107	4,439	37,868	10,149	-
Postage	1,731	349	56	57	-
Advertising	994	57	-	63	-
Telephone	28,540	3,035	2,981	2,899	-
Supplies	228,609	4,582	10,334	6,391	12,517
Printing	776	262	-	405	-
Minor equipment	107,346	2,276	113	508	-
Travel	945	5	-	352	-
Training and conferences	42,685	8,415	-	7,499	-
Dues and subscriptions	2,463	25	-	3,940	-
Depreciation	60,704	21,563	13,700	8,845	-
Other costs	436	-	-	-	-
Total Expenses	<u>\$ 2,420,364</u>	<u>\$ 2,379,763</u>	<u>\$ 480,931</u>	<u>\$ 239,236</u>	<u>\$ 157,918</u>

This Statement continued on the following page.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

STATEMENT OF FUNCTIONAL EXPENSES (Continued)
FOR THE YEAR ENDED FEBRUARY 29, 2020

(with summarized financial information for the year ended February 28, 2019)

	<u>Program Services</u>		<u>Services</u>		<u>2020 Total</u>	<u>2019 Total</u>
	<u>Homeless Services</u>	<u>Total Program Services</u>	<u>Management and General</u>			
EXPENSES:						
Salaries and fringes	\$ 41,224	\$ 1,750,040	\$ 245,012	\$ 1,995,052	\$ 2,292,179	
Contractual services	882	529,836	54,568	584,404	733,641	
Weatherization materials	-	149,008	-	149,008	145,228	
Direct client assistance	32,547	2,413,941	-	2,413,941	2,596,964	
Insurance	-	39,851	21,864	61,715	66,352	
Equipment rental and repairs	-	42,168	15,876	58,044	88,526	
Occupancy	3,752	245,315	23,028	268,343	310,670	
Postage	-	2,193	1,742	3,935	8,310	
Advertising	-	1,114	532	1,646	4,769	
Telephone	-	37,455	3,473	40,928	40,034	
Supplies	-	262,433	9,554	271,987	164,054	
Printing	-	1,443	-	1,443	4,313	
Minor equipment	-	110,243	11,512	121,755	37,076	
Travel	-	1,302	1,236	2,538	1,785	
Training and conferences	-	58,599	4,014	62,613	24,702	
Dues and subscriptions	-	6,428	295	6,723	14,831	
Depreciation	-	104,812	10,086	114,898	88,089	
Other costs	-	436	22,917	23,353	6,128	
Total Expenses	<u>\$ 78,405</u>	<u>\$ 5,756,617</u>	<u>\$ 425,709</u>	<u>\$ 6,182,326</u>	<u>\$ 6,627,651</u>	

The accompanying notes to the financial statements are an integral part of this statement.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED FEBRUARY 29, 2020

(with summarized financial information for February 28, 2019)

	<u>2020</u>	<u>2019</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (35,582)	\$ (33,115)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Unrealized and realized (gain) loss on investments	(28,271)	30,829
Depreciation	114,898	88,089
Change in operating assets and liabilities:		
(Increase) decrease in:		
Due from granting agencies	479,753	(218,327)
Increase (decrease) in:		
Obligations payable	(7,153)	(153,951)
Accrued payroll	3,157	17,757
Refundable grant advances	8,845	(15,453)
Accrued leave liability	(50,144)	12,215
Cash held for Buffett Foundation	11,726,356	-
Net cash from operating activities	<u>12,211,859</u>	<u>(271,956)</u>
 CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(3,253,295)	(489,795)
Sale of investments	3,402,072	494,409
Purchase of property and equipment	(145,475)	(27,063)
Net cash from investing activities	<u>3,302</u>	<u>(22,449)</u>
 CHANGE IN CASH AND CASH EQUIVALENTS	12,215,161	(294,405)
 CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, BEGINNING OF YEAR	<u>38,100</u>	<u>332,505</u>
 CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, END OF YEAR	<u>\$ 12,253,261</u>	<u>\$ 38,100</u>
 Cash and cash equivalents	\$ 526,905	\$ 38,100
Cash - restricted for Buffett Foundation	11,726,356	-
	<u>\$ 12,253,261</u>	<u>\$ 38,100</u>

The accompanying notes to the financial statements are an integral part of this statement.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

NOTES TO FINANCIAL STATEMENTS

February 29, 2020

1. SUMMARY OF OPERATIONS

Decatur-Macon County Opportunities Corporation (Corporation) is a not-for-profit Community Action Agency which helps low income and senior citizens enhance their dignity and quality of life by providing skills, knowledge, and the power of work through community-based coordinated services. The vision of the Corporation is a community where everyone works together to empower all people to reach self-sufficiency, eliminate poverty, and help senior citizens live independently with dignity and respect. The Corporation administers the following programs:

Anna Waters Head Start – This program provides comprehensive early child education services to 3-5-year-old children, along with case management and wrap-around supports for their families.

Energy – The Low Income Home Energy Assistance Program (LIHEAP) provides utility assistance to households in need throughout Macon County. The Weatherization program improves homes to make them safer and more energy efficient, resulting in lower utility costs for families.

Senior Services – This program serves congregate noontime meals at sites throughout Macon County, and provides transportation options for seniors in need in the community.

Community Services Block Grant (CSBG) – This program helps to alleviate both the causes and effects of poverty. Under this program the Corporation operates an accessibility program which makes modifications to homes of those with mobility impairments so that they can continue to live independently as long as possible. Under this program the Corporation also operates a job training and employment readiness program. This program prepares individuals who are unemployed to move ahead in the workforce by paying for training programs and providing supports such as transportation and uniforms.

Child Care Food Program – This program provides nutritious meals and snacks to children enrolled in the Corporation's Head Start program.

Homeless Services – This program provides both emergency and transitional housing to homeless families and individuals with case management services that are focused on obtaining permanent housing.

United Way – This program provides investment in various other programs offered by the Corporation.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting:

The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States in which expenditures are recognized when incurred and revenue is recognized when earned, generally when allowable expenditures are made.

Use of Estimates:

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents:

All highly liquid investments with an original maturity of three months or less are considered to be cash equivalents.

Due from Granting Agencies:

Due from granting agencies represents the amount of uncollected billed amounts of allowable funds expended in excess of grant program funds received. Allowance for doubtful accounts are estimated based on historical write offs and collectability. For the year ended February 29, 2020, the Corporation considered due from granting agencies to be fully collectible and accordingly no allowance for doubtful accounts is required.

Investment Valuation and Income Recognition:

Investments in marketable equity and debt securities and certificates of deposit are reported at their fair values in the Statement of Financial Position. Unrealized and realized gains and losses as well as investment income from dividends and interest are included in the Statement of Activities. Investment income is reported net of external and direct internal investment expenses.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION
NOTES TO FINANCIAL STATEMENTS (Continued)

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment:

All property and equipment is recorded at cost. Property and equipment purchased through the various Federal and State programs administered by the Corporation are expensed when purchased for grant reporting purposes and are capitalized for financial statement reporting purposes. The Corporation's capitalization threshold is \$5,000. Such items acquired under grants from Federal or State sources are considered to be owned by the Corporation while used in the programs for which they are purchased or in programs authorized in the future. However, the funding source has a reversionary interest in the property and equipment purchased with grant funds. Grantor approval is required to dispose of or transfer property and equipment. Depreciation is computed using the straight-line method over the following useful lives:

Buildings and improvements	10-31 years
Equipment	5-10 years
Vehicles	7 years

Refundable Grant Advances:

Refundable grant advances represent the amount of grant program funds received in excess of expenses incurred.

Basis of Presentation:

The Corporation is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions represent resources over which the Board of Directors has discretionary control and are used to carry out the operations of the Corporation in accordance with its bylaws.

Net assets with donor restrictions represent resources currently available for use, but expendable only for those operating purposes specified by the donor or grantor. These resources originate from gifts, grants, and bequests. Additionally, gains and losses from realized and unrealized changes in the fair value of the investments are reported in the Statement of Activities as increases or decreases in net assets with donor restrictions if there are donor-imposed restrictions that have not yet been met. See Note 6. Donor restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION
NOTES TO FINANCIAL STATEMENTS (Continued)

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grant Revenue Recognition:

Grant revenue is derived from cost-reimbursable federal and state grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Corporation has incurred expenditures in compliance with specific grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable grant advances in the Statement of Financial Position. The Corporation received cost-reimbursable grants of \$22,717 that have not been recognized at February 29, 2020, because qualifying expenditures have not yet been incurred. These amounts are recognized in the Statement of Financial Position as a refundable grant advance. As of February 29, 2020 the Corporation had conditional grant awards of \$2,513,227. These awards are conditional upon incurring allowable expenditures under the grants. Grant revenue is classified as income without donor restrictions unless the use of the income is limited by donor restrictions. If a restriction is fulfilled in the same time period in which the grant is received, the grant revenue is reported as net assets without donor restriction.

Contributions and Program Income:

Donor restricted contributions are reported as increases in net assets with donor restrictions. Program income is also reported as increases in net assets with donor restrictions because the income is solicited for use only in the senior programs. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

In-kind Contributions:

The Corporation receives donated goods, space, and volunteer services as part of administering various programs. For grant reporting purposes, in-kind contributions are shown both as support and expenditures in these programs and are recorded at the fair market value of the goods, space, or services at the time of donation. However, in the financial statements, amounts included are only those allowable under Financial Accounting Standards Board (FASB) ASC Topic 958. This amount consists of the following:

	<u>Head Start</u>	<u>Nutrition</u>	<u>Total</u>
Space	\$ 96,748	\$ 32,384	\$ 129,132
Contractual services	106,914	-	106,914
Supplies	3,916	-	3,916
Total	<u>\$ 207,578</u>	<u>\$ 32,384</u>	<u>\$ 239,962</u>

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION
NOTES TO FINANCIAL STATEMENTS (Continued)

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

In-kind Contributions (Continued):

Contractual services include professional volunteer time donated by doctors, dentists, nurses, speech therapists and early childhood development specialists.

Numerous volunteers participated in these programs in various capacities. A dollar valuation of their efforts is not included in the financial statements since it does not meet the criteria for recognition. However, these services were considered for in-kind matching requirements established by the funding sources.

Income Taxes:

The Corporation is a not-for-profit entity and claims exemption from Federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code and similar provisions of State laws. In addition, the Corporation qualifies for the charitable contribution deduction and has been classified as an organization that is not a private foundation.

Allocated Costs:

Expenses are allocated on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are charged to the various programs using the following allocation basis:

- Central Office costs such as utilities, maintenance, supplies and services are allocated based on usable square footage of space assigned to each program.
- Telephone costs are allocated based on the number of extensions assigned to each program.
- Accounting costs are allocated based on the number of transactions processed for each program.
- Administration costs are allocated based on estimates of time and effort.
- Human Resource costs are allocated based on the number of staff in each program.

Prior Year Information:

The financial statements include certain prior-year summarized comparative information in total but not by net asset classes. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Corporation's financial statements for the year ended February 28, 2019 from which the summarized information was derived.

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

New Accounting Pronouncement:

In August 2018, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2018-08, Not-for-Profit Entities (Topic 958): Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made. ASU No. 2018-08 provides guidance to help distinguish if grants and contracts with resource providers are exchange transactions or contributions. ASU No. 2018-08 is effective for fiscal years beginning after December 15, 2018. The has been applied retrospectively to all periods presented, with no effect on net assets.

Future Accounting Pronouncements:

In February 2016, FASB issued ASU No. 2016-02, *Leases (Topic 842)*, to increase the transparency and comparability about leases among entities. The new guidance requires lessees to recognize a lease liability and a corresponding lease asset for virtually all lease contracts. It also requires additional disclosures about leasing arrangements. ASU No. 2016-02 as amended by ASU No. 2019-10 and ASU 2020-05 is effective for nonpublic entities for fiscal years beginning after December 15, 2021 and interim periods within fiscal years beginning after December 15, 2022. ASU No. 2016-02 originally specified a modified retrospective transition method which requires the entity to initially apply the new leases standard at the beginning of the earliest period presented in the financial statements. In July 2018, FASB issued ASU No. 2018-11, *Leases (Topic 842): Targeted Improvements*, providing a second, optional transition method which allows the entity to apply the new standard at the adoption date and recognize a cumulative-effect adjustment to the opening balance of retained earning in the period of adoption. The Corporation is currently assessing the impact of this new standard, including the two optional transition methods.

Subsequent Events:

The Corporation has evaluated subsequent events through June 18, 2020, which was the date that these financial statements were available for issuance. See Note 15.

3. CASH – RESTRICTED FOR BUFFETT FOUNDATION

On July 24, 2019, the Corporation entered into an Agreement with the Howard Buffett Foundation (Foundation). The Foundation offered to fund and build a multi-purpose building (Facility) for the Corporation that will be a part of a Community Care Campus. Following construction of the Facility the Foundation will transfer ownership and all rights to the Facility to the Corporation. The Corporation has agreed to accept ownership of the Facility subject to all conditions and restrictions that will be included in a Continuing Covenants agreement. In relation to construction of this Facility the Foundation deposited \$16,998,150 into a bank account under the name and tax ID number of the Corporation. The account is held in escrow with a title company. Any disbursements made from this account requires approval from a building committee that is independent from the Corporation as well as the title company. The Corporation is acting as an agent for this bank account and therefore has recorded the funds as Cash – restricted for Buffett Foundation and a liability titled Cash held for Buffett Foundation on the Statement of Financial Position. As of February 29, 2020, the Corporation had a conditional grant award related to the future construction and transfer of the Facility of \$16,998,150. This award is conditioned upon the terms and restrictions to be included in a Continuing Covenants agreement, which it yet to be completed.

4. FAIR VALUE MEASUREMENTS

Generally Accepted Accounting Principles (GAAP) establishes a framework for measuring fair value. That framework uses a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. GAAP requires the Corporation to maximize the use of observable inputs when measuring fair value. The hierarchy describes three levels of inputs, which are as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Quoted prices for similar assets or liabilities in active markets; quoted prices for identical assets or liabilities in inactive markets; or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3: Significant unobservable inputs.

In many cases, a valuation technique used to measure fair value includes inputs from more than one level of the fair value hierarchy. The lowest level of significant input determines the placement of the entire fair value measurement in the hierarchy. The categorization of an investment within the hierarchy reflects the relative ability to observe the fair value measure and does not necessarily correspond to the perceived risk of that investment.

If an investment that is measured using the net asset value (NAV) has a readily determinable fair value (that is, it can be traded at the measurement date at its published NAV), it is included in Level 1 of the hierarchy. Otherwise, investments measured using NAVs are not included in Level 1, 2, or 3, but are separately reported.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION
NOTES TO FINANCIAL STATEMENTS (Continued)

4. FAIR VALUE MEASUREMENTS (Continued)

Valuation Techniques

Following is a description of the valuation techniques used for assets measured at fair value on a recurring basis. There have been no changes to the techniques used during the year ended February 29, 2020.

- Domestic equity securities: Valued at the closing quoted price in an active market.
- Mutual funds: Valued at the NAV of shares on the last trading day of the year.
- Limited partnerships: Valued at the closing price reported in the active market in which the partnerships are traded.
- Unit investment trusts: Valued at the NAV of shares on the last trading day of the fiscal year.
- Corporate debt securities and market linked certificates of deposit: The investment grade corporate bonds and market linked certificates of deposit held by the Corporation generally do not trade in active markets on the measurement date. Therefore, these securities are valued using inputs including yields currently available on comparable securities of issuers with similar credit ratings, recent market price quotations (where observable), bond spreads, and fundamental data relating to the issuer.

Assets measured at fair value on a recurring basis as of February 29, 2020 are as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Domestic equity securities	\$ 647,044	\$ -	\$ -	\$ 647,044
Mutual funds	825,824	-	-	825,824
Limited partnerships	46,680	-	-	46,680
Unit investment trusts	143,158	-	-	143,158
Corporate debt securities	-	334,529	-	334,529
Market linked certificates of deposit	-	180,559	-	180,559
	<u>\$ 1,662,706</u>	<u>\$ 515,088</u>	<u>\$ -</u>	2,177,794
Pooled fund*				6,952
Money market funds**				<u>1,108,042</u>
Total investments				<u>\$ 3,292,788</u>

* Reported at NAV

** Reported at cost

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION
NOTES TO FINANCIAL STATEMENTS (Continued)

4. FAIR VALUE MEASUREMENTS (Continued)

Investments measured at NAV

The following table represents the category, fair value, redemption frequency, and redemption notice period for investments, the fair values of which are estimated using net asset value per share as of February 29, 2020:

Investment	Fair Value	Unfunded Commitment	Redemption Frequency	Redemption Notice Period
Pooled Fund (a)	\$ 6,952	\$ -	Quarterly	90 days

(a) Pooled Fund investments are valued at contract value, which approximates fair value. Contract value represents contributions made under the contract, plus earnings, less withdrawals and administrative expenses. The pooled fund investment strategy strives to maximize annual return while prudently mitigating risk within a long-term time horizon.

5. PROPERTY AND EQUIPMENT

The components of property and equipment included in the accompanying Statement of Financial Position at February 29, 2020 are as follows:

Cost:	
Building and improvements	\$ 1,040,582
Equipment	251,417
Vehicles	<u>809,571</u>
	2,101,570
Less accumulated depreciation	<u>(1,616,647)</u>
Total	<u>\$ 484,923</u>

6. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at February 29, 2020 are as follows:

Senior programs	\$ 3,285,836
Low Income Home Energy Assistance program	82,346
United Way – various programs	1,289
Accessibility and Weatherization program	20,000
Go Go Grandparent Transportation program	<u>4,407</u>
Total	<u>\$ 3,393,878</u>

There is no time restriction as to the use of these program funds.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION
NOTES TO FINANCIAL STATEMENTS (Continued)

7. ENDOWMENT FUND

The Corporation's endowment fund consists of a purpose endowment that was received from a donation in 1997 that is to be used only for the Senior programs. The funds are held in an investment portfolio with Raymond James. The original donation and any income generated from the donation are to be used for Senior Program activities. For the year ended February 29, 2020, \$3,285,836 of investments was included in the net assets with donor restrictions balance.

The Corporation has adopted investment policies for the purpose endowment. The targeted annual return for the investment is three percent plus the annual rate of inflation measured by the Consumer Price Index. In addition the annual return on the fund should meet or exceed on a risk adjusted basis the return of a bench mark portfolio comprised of thirty-five percent of the S&P 500 Index and sixty-five percent of the Lehman Intermediate Bond Index. In achieving the above target returns, the Finance Committee shall exercise ordinary business care and prudence under the circumstances prevailing at the time of investment and asset allocations are made. The Board of Directors understands that fluctuating rates or returns are characteristic of the securities markets and should therefore concentrate on long term portfolio(s) performance.

The Corporation's policy is only to appropriate for distribution each year the amount necessary to fund the Senior programs.

Transactions related to the purpose endowment fund for the year ended February 29, 2020, is summarized as follows:

Endowment net assets, beginning of year	\$ 3,407,385
Investment income, net	106,746
Apportioned for expenditure	<u>(228,295)</u>
Endowment net assets, end of year	<u>\$ 3,285,836</u>

8. GRANT REVENUE

Grant revenue is provided by the following sources: the U.S. Department of Health and Human Services, U.S. Department of Energy, U.S. Department of Agriculture, U.S. Department of Homeland Security, Illinois Department of Commerce and Economic Opportunity, Illinois Department of Human Services, Illinois Department on Aging, Illinois State Board of Education, East Central Illinois Area Agency on Aging, United Way, John Ullich Foundation, Edward G. Whinnery Trust, Ameren Illinois, The Community Foundation of Macon County and PNC Foundation. Under the terms of these grant agreements, costs which do not meet the conditions of the grant programs may be disallowed and required to be returned to the grantors. As of February 29, 2020 the Corporation is not aware of any such costs.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION
NOTES TO FINANCIAL STATEMENTS (Continued)

9. GOVERNMENT SUPPORT

The Corporation received a substantial amount of its operating support in the form of Federal and State grants. Any significant reduction in the level of this support could have an effect on the Corporation's programs.

10. ANNUITY PLAN

The Corporation has a Tax Sheltered Annuity plan available for its employees on a contributory basis. All permanent-full time employees who have completed their probationary period are eligible to participate in the plan. Each account is in the individual employee's name and is completely vested and transferable with the employee when they terminate employment.

11. LEASES

The Corporation leases office equipment with monthly payments ranging from \$128 to \$1,479. The various leases expire March 1, 2020 through November 1, 2022. Equipment lease expense was \$19,280 for the year ended February 29, 2020.

Future minimum payments on the above leases at February 29, 2020, are as follows:

2021	\$	17,744
2022		11,829
2023		<u>11,829</u>
Total	\$	<u>41,402</u>

The Corporation also received in-kind contributions from the following operating leases that were in effect during the year ended February 29, 2020:

<u>Description</u>	<u>Term of Lease</u>	<u>Payment</u>	<u>Amount of In-kind Contribution</u>
Head Start Program	Various	None	\$ 96,748
Senior Program meal sites	Various	None	<u>32,384</u>
Total			<u>\$ 129,132</u>

12. CONCENTRATION OF CREDIT RISK

The Corporation maintains cash balances in a financial institution. At February 29, 2020, the Corporation's cash accounts were fully insured. The Corporation has not experienced any losses in such accounts.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION
NOTES TO FINANCIAL STATEMENTS (Continued)

13. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Corporation's assets as of February 29, 2020 available for general use within one year of the statement of financial position date:

Cash and cash equivalents	\$ 526,905
Due from granting agencies	358,710
Investments	<u>3,292,788</u>
Total financial assets available within one year	<u>4,178,403</u>
Net assets with donor restriction	<u>(3,393,878)</u>
Financial assets available to meet cash needs for general use within one year	<u>\$ 784,525</u>

The Corporation is substantially supported by grant income and other business activity income, however some restricted contributions are received. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Corporation must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the Corporation's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations become due. The Corporation invests cash in excess of daily requirements in short-term investments and money market funds.

14. REVOLVING LINE OF CREDIT

On November 14, 2019, the Corporation entered into a \$500,000 revolving line of credit with a financial institution that carries a variable interest rate equal to the daily LIBOR Rate plus 1.5%. The line of credit matures on November 14, 2020. There were no draws against the line of credit during the year ended February 29, 2020.

15. RISKS AND UNCERTAINTIES

The Corporation's investments are exposed to various risks of loss, such as interest rate, market and credit risks. Due to the level of risk associated with certain investments and the level of uncertainty related to changes in the values of investments, it is at least reasonably possible that changes in risks in the near term would materially affect investment account balances and the amounts reported in the Statement of Financial Position and the Statement of Activities.

15. RISKS AND UNCERTAINTIES (Continued)

Beginning around March 2020, The Covid-19 virus has been declared a global pandemic as it continues to spread rapidly. Business continuity, Corporation programs and funding sources could be severely impacted for months or beyond as governments and their citizens take significant and unprecedented measures to mitigate the consequences of the pandemic.

The Corporation applied for and was approved in April 2020 for a loan under the Paycheck Protection Program of the recently enacted CARES Act. The Paycheck Protection Program is a low-interest Small Business Administration (SBA) loan and generally covers two and a half months of payroll costs and may be forgiven entirely if the borrower limits salary reductions to no more than 25% and maintains staffing levels for eight weeks after getting the loan. The Corporation was approved for a loan under this program in the amount of \$241,000 with an interest rate of 1% and a maturity date of April 2022. As of the report date, loan forgiveness requirements had not been met, however management anticipates meeting the requirements of forgiveness within the eligible timeframe and under the requirements of the Program. No adjustments have been made to these financial statements as a result of this uncertainty.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED FEBRUARY 29, 2020

	<u>Federal CFDA Number</u>	<u>Agency Contract Number</u>	<u>Expenditures</u>
<u>U. S. Department of Agriculture</u>			
Passed through the Illinois State Board of Education:			
Child and Adult Care Food Program		2019-4226-00	\$ 69,284
Child and Adult Care Food Program		2020-4226-00	88,634
Total Child and Adult Care Food Program	10.558		<u>157,918</u>
<u>U. S. Department of Energy</u>			
Passed through the Illinois Department of Commerce and Economic Opportunity:			
Weatherization Assistance for Low-Income Persons		17-403027	29,922
Weatherization Assistance for Low-Income Persons		17-402027	72,086
Total Weatherization Assistance for Low-Income Persons	81.042		<u>102,008</u>
<u>U. S. Department of Health and Human Services</u>			
Head Start		05CH8308-07-00	357,828
Head Start		05CH011044-01-00	1,313,048
Head Start		05CH8308-06-00	799,263
Total Head Start	93.600		<u>2,470,139</u> M
Passed through the Illinois Department of Commerce and Economic Opportunity:			
Low-Income Home Energy Assistance		18-224027	36,463
Low-Income Home Energy Assistance		19-224027	1,263,191
Low-Income Home Energy Assistance		20-224027	29,311
Low-Income Home Energy Assistance		18-221027	83,036
Low-Income Home Energy Assistance		19-221027	61,553
Total Low-Income Home Energy Assistance	93.568		<u>1,473,554</u>
Community Services Block Grant		19-231027	229,170
Community Services Block Grant		20-231027	34,712
Total Community Services Block Grant	93.569		<u>\$ 263,882</u>

This schedule continued on the following page.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

FOR THE YEAR ENDED FEBRUARY 29, 2020

	<u>Federal CFDA Number</u>	<u>Agency Contract Number</u>	<u>Expenditures</u>
<u>U. S. Department of Health and Human Services (Continued)</u>			
Passed through the Illinois Department on Aging and the East Central Illinois Area Agency on Aging:			
Special Programs for the Aging - Title III, Part C - Nutrition Services		18-19	\$ 9,313
Special Programs for the Aging - Title III, Part C - Nutrition Services		19-20	<u>98,025</u>
Total Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045		<u>107,338</u>
Nutrition Services Incentive Program		18-19	5,911
Nutrition Services Incentive Program		19-20	<u>4,318</u>
Total Nutrition Services Incentive Program	93.053		<u>10,229</u>
Total Aging Cluster			<u>117,567</u>
<u>U. S. Department of Homeland Security</u>			
Passed through Catholic Charities			
Emergency Food and Shelter National Board Program	97.024	FE36	<u>10,500</u>
Total Federal Expenditures			<u>\$ 4,595,568</u>
M - Major Program			

See accompanying Independent Auditor's Report.

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended February 29, 2020

BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Decatur-Macon County Opportunities Corporation (Corporation) and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

SUBRECIPIENTS

The Corporation did not provide federal awards to subrecipients during the year ended February 29, 2020.

DESCRIPTION OF MAJOR FEDERAL PROGRAM

The major federal program of the Corporation is the U.S. Department of Health and Human Services – Head Start (93.600).

The purpose of the Head Start program is to promote school readiness by enhancing the social and cognitive development of low-income children, including children on federally recognized reservations and children of migratory farm works, through the provision of comprehensive health, educational, nutritional, social and other services; and to involve parents in their children's learning and to help parents make progress toward their educational, literacy and employment goals. Head Start also emphasizes the significant involvement of parents in the administration of their local Head Start programs.

NON-CASH ASSISTANCE, LOANS OUTSTANDING AND INSURANCE

The Corporation did not receive any federal non-cash assistance, federal loans or federal insurance for the year ended February 29, 2020.

DE MINIMIS RATE

The Corporation did not elect to use the de minimis rate of 10 percent for the year ended February 29, 2020.

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**INDEPENDENT AUDITOR'S REPORT ON INTENRAL 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
Decatur-Macon County Opportunities Corporation
Decatur, Illinois

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 Decatur-Macon County Opportunities Corporation (Corporation), which comprise the Statement of Financial Position as of February 29, 2020, and the related Statements of Activities, Functional Expenses, and Cash Flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 18, 2020.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Corporation'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 Corporation's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sikich LLP

Springfield, Illinois
June 18, 2020

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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
Decatur-Macon County Opportunities Corporation
Decatur, Illinois

Report on Compliance for Each Major Federal Program

We have audited Decatur-Macon County Opportunities Corporation's (Corporation) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Corporation's major federal programs for the year ended February 29, 2020. The Corporation's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Corporation's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the Corporation 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 February 29, 2020.

Report on Internal Control over Compliance

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

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

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

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

Sikich LLP

Springfield, Illinois
June 18, 2020

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED FEBRUARY 29, 2020

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: unmodified
Internal control over financial reporting:
Material weakness(es) identified? _____ yes x no
Significant deficiency(s) identified that are not
considered to be material weaknesses? _____ yes x none reported
Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

Internal Control over major programs:
Material weakness(es) identified? _____ yes x no
Significant deficiency(s) identified that are not
considered to be material weaknesses? _____ yes x none reported
Type of auditor’s report issued on compliance
for major programs: unmodified
Any audit findings disclosed that are required
to be reported in accordance with the
Uniform Guidance? _____ yes x no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
93.600	Head Start

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

Auditee qualified as low-risk auditee? x yes _____ no

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - Continued

FOR THE YEAR ENDED FEBRUARY 29, 2020

Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Note: The prior audit contained no findings.

SUPPLEMENTARY FINANCIAL INFORMATION

DECATUR-MACON COUNTY OPPORTUNITIES CORPORATION

**SCHEDULE OF TITLE III-C REVENUES AND EXPENDITURES -
BUDGET AND ACTUAL (UNAUDITED)**

FOR THE YEAR ENDED SEPTEMBER 30, 2019

	TITLE III-C	
	Budget	Actual
REVENUE:		
Grant revenue	\$ 147,893	\$ 147,893
Program income	74,000	74,000
Nutrition Services Incentive Program	13,649	13,649
Local cash	36,500	37,161
In-kind	64,500	63,839
Total revenue	<u>336,542</u>	<u>336,542</u>
EXPENDITURES:		
Personnel	136,029	133,676
Fringe benefits	37,027	37,027
Occupancy	39,400	38,802
Communications	3,500	3,028
Consultant	500	550
Supplies	8,523	9,375
Food	100,063	101,434
Other	11,500	12,650
Total expenditures	<u>336,542</u>	<u>336,542</u>
EXCESS EXPENDITURES OVER REVENUE	<u>\$ -</u>	<u>\$ -</u>

See accompanying Independent Auditor's Report.