



**DECATUR-MACON COUNTY  
OPPORTUNITIES CORPORATION d/b/a  
EMPOWERMENT OPPORTUNITY CENTER**

FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REPORT

For the Year Ended February 28, 2021  
(with Prior Year Summarized Comparative Information)

A decorative background image featuring a complex, geometric pattern of overlapping, semi-transparent shapes in shades of gray and white, creating a sense of depth and movement. The pattern consists of various polygons and lines that intersect to form a grid-like structure with a 3D effect.

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**EMPOWERMENT OPPORTUNITY CENTER**  
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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Decatur-Macon County Opportunities Corporation  
d/b/a Empowerment Opportunity Center  
Decatur, Illinois

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

We have audited the accompanying financial statements of Decatur-Macon County Opportunities Corporation d/b/a Empowerment Opportunity Center (Center), which comprise the Statement of Financial Position as of February 28, 2021, 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<sup>1</sup> 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 Center as of February 28, 2021, 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.

## **Report on Summarized Comparative Information**

We previously audited the Center's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated June 18, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended February 29, 2020, 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.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2021, on our consideration of Empowerment Opportunity Center'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 Center'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 Center's internal control over financial reporting and compliance.

*Sikich LLP*

Springfield, Illinois

June 15, 2021

## **FINANCIAL STATEMENTS**

**EMPOWERMENT OPPORTUNITY CENTER**

STATEMENT OF FINANCIAL POSITION

FEBRUARY 28, 2021

(with summarized financial information for February 29, 2020)

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	<b>ASSETS</b>		
		<b>2021</b>	<b>2020</b>
<b>ASSETS</b>			
Cash and cash equivalents		\$ 504,251	\$ 526,905
Due from granting agencies		370,302	358,710
Investments		2,912,723	3,292,788
Cash - restricted for Buffett Foundation (Note 3)		169,427	11,726,356
Building held for sale		96,184	-
Property and equipment, net		17,533,987	484,923
<b>TOTAL ASSETS</b>		<b>\$ 21,586,874</b>	<b>\$ 16,389,682</b>
	<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>			
Obligations payable		\$ 132,329	\$ 159,304
Accrued payroll		79,842	81,257
Refundable grant advances		17,235,969	22,717
Accrued leave liability		246,904	249,332
Cash held for Buffett Foundation (Note 3)		169,427	11,726,356
Total liabilities		17,864,471	12,238,966
<b>NET ASSETS</b>			
Without donor restrictions		729,851	756,838
With donor restrictions		2,992,552	3,393,878
Total net assets		3,722,403	4,150,716
<b>TOTAL LIABILITIES AND NET ASSETS</b>		<b>\$ 21,586,874</b>	<b>\$ 16,389,682</b>

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

**EMPOWERMENT OPPORTUNITY CENTER**

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED FEBRUARY 28, 2021

(with summarized financial information for the year ended February 29, 2020)

	<u>Without Donor Restriction</u>	<u>With Donor Restriction</u>	<u>2021 Total</u>	<u>2020 Total</u>
<b>REVENUE</b>				
Federal grant revenue	\$ 4,030,505	\$ -	\$ 4,030,505	\$ 4,595,568
State grant revenue	422,045	-	422,045	864,852
Other grant revenue	22,602	500	23,102	10,429
Contributions - program income	5,559	-	5,559	79,379
Investment income, net	216,357	-	216,357	106,983
Contributions	72,760	-	72,760	248,114
Rent income	-	-	-	175
In-kind contributions	162,145	-	162,145	239,962
Other income	10,454	-	10,454	1,282
Loss on disposal of property and equipment	(148,922)	-	(148,922)	-
Net assets released from restrictions -				
Satisfaction of program restrictions	401,826	(401,826)	-	-
Total revenue	<u>5,195,331</u>	<u>(401,326)</u>	<u>4,794,005</u>	<u>6,146,744</u>
<b>EXPENSES</b>				
Head Start program	2,075,197	-	2,075,197	2,420,364
Energy programs	2,047,900	-	2,047,900	2,379,763
Senior programs	20,095	-	20,095	480,931
CSBG programs	474,627	-	474,627	239,236
Child Care Food program	71,703	-	71,703	157,918
Homeless Services	102,375	-	102,375	78,405
Total program services	<u>4,791,897</u>	<u>-</u>	<u>4,791,897</u>	<u>5,756,617</u>
Management and general	430,421	-	430,421	425,709
Total expenses	<u>5,222,318</u>	<u>-</u>	<u>5,222,318</u>	<u>6,182,326</u>
<b>CHANGE IN NET ASSETS</b>	(26,987)	(401,326)	(428,313)	(35,582)
<b>NET ASSETS - BEGINNING</b>	<u>756,838</u>	<u>3,393,878</u>	<u>4,150,716</u>	<u>4,186,298</u>
<b>NET ASSETS - ENDING</b>	<u>\$ 729,851</u>	<u>\$ 2,992,552</u>	<u>\$ 3,722,403</u>	<u>\$ 4,150,716</u>

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

**EMPOWERMENT OPPORTUNITY CENTER**

STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED FEBRUARY 28, 2021

(with summarized financial information for the year ended February 29, 2020)

	Program Services					
	Head Start Program	Energy Programs	Senior Programs	CSBG Programs	Child Care Food Program	
<b>EXPENSES:</b>						
Salaries and fringes	\$ 1,306,365	\$ 211,230	\$ 15,411	\$ 203,551	\$ 333	
Contractual services	84,468	55,487	3,003	15,834	-	
Weatherization materials	-	71,283	-	-	-	
Direct client assistance	35,791	1,679,443	(15,392)	199,757	70,426	
Insurance	31,967	1,912	-	1,009	-	
Equipment rental and repairs	15,739	5,634	789	1,359	-	
Occupancy	199,459	4,326	3,745	17,317	-	
Postage	304	497	4	69	-	
Advertising	37	40	-	-	-	
Telephone	37,621	3,690	426	4,625	-	
Supplies	172,578	3,861	1,105	3,223	944	
Printing	600	195	-	390	-	
Minor equipment	11,882	451	7	21,088	-	
Travel	217	227	-	-	-	
Training and conferences	6,469	1,927	-	771	-	
Dues and subscriptions	3,899	292	-	1,414	-	
Depreciation	167,189	7,402	10,997	4,180	-	
Other costs	612	3	-	40	-	
Total Expenses	<u>\$ 2,075,197</u>	<u>\$ 2,047,900</u>	<u>\$ 20,095</u>	<u>\$ 474,627</u>	<u>\$ 71,703</u>	

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

**EMPOWERMENT OPPORTUNITY CENTER**

STATEMENT OF FUNCTIONAL EXPENSES (Continued)  
FOR THE YEAR ENDED FEBRUARY 28, 2021

(with summarized financial information for the year ended February 29, 2020)

	Program Services		Total Program Services	Services		2021 Total	2020 Total
	Homeless Services	Management and General					
<b>EXPENSES:</b>							
Salaries and fringes	\$ 36,720	\$ 272,531	\$ 1,773,610	\$ 272,531	\$ 2,046,141	\$ 1,995,052	
Contractual services	813	35,905	159,605	35,905	195,510	584,404	
Weatherization materials	-	-	71,283	-	71,283	149,008	
Direct client assistance	50,425	-	2,020,450	-	2,020,450	2,413,941	
Insurance	-	25,627	34,888	25,627	60,515	61,715	
Equipment rental and repairs	-	12,985	23,521	12,985	36,506	58,044	
Occupancy	14,417	34,954	239,264	34,954	274,218	268,343	
Postage	-	1,300	874	1,300	2,174	3,935	
Advertising	-	1,044	77	1,044	1,121	1,646	
Telephone	-	6,927	46,362	6,927	53,289	40,928	
Supplies	-	10,901	181,711	10,901	192,612	271,987	
Printing	-	-	1,185	-	1,185	1,443	
Minor equipment	-	11,951	33,428	11,951	45,379	121,755	
Travel	-	80	444	80	524	2,538	
Training and conferences	-	2,783	9,167	2,783	11,950	62,613	
Dues and subscriptions	-	15	5,605	15	5,620	6,723	
Depreciation	-	9,353	189,768	9,353	199,121	114,898	
Other costs	-	4,065	655	4,065	4,720	23,353	
Total Expenses	\$ 102,375	\$ 430,421	\$ 4,791,897	\$ 430,421	\$ 5,222,318	\$ 6,182,326	

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

**EMPOWERMENT OPPORTUNITY CENTER**

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED FEBRUARY 28, 2021

(with summarized financial information for February 29, 2020)

	<u>2021</u>	<u>2020</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ (428,313)	(35,582)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Unrealized and realized gain on investments	(131,602)	(28,271)
Depreciation	199,121	114,898
Loss on disposal of property and equipment	148,922	-
Change in operating assets and liabilities:		
(Increase) decrease in:		
Due from granting agencies	(11,592)	479,753
Increase (decrease) in:		
Obligations payable	(26,975)	(7,153)
Accrued payroll	(1,415)	3,157
Refundable grant advances	17,213,252	8,845
Accrued leave liability	(2,428)	(50,144)
Cash held for Buffett Foundation	(11,556,929)	11,726,356
Net cash from operating activities	<u>5,402,041</u>	<u>12,211,859</u>
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of investments	(973,432)	(3,253,295)
Sale of investments	1,485,099	3,402,072
Purchase of property and equipment	(17,493,291)	(145,475)
Net cash from investing activities	<u>(16,981,624)</u>	<u>3,302</u>
 <b>CHANGE IN CASH AND CASH EQUIVALENTS</b>	(11,579,583)	12,215,161
 <b>CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, BEGINNING OF YEAR</b>	<u>12,253,261</u>	<u>38,100</u>
 <b>CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, END OF YEAR</b>	<u>\$ 673,678</u>	<u>\$ 12,253,261</u>
 Cash and cash equivalents	\$ 504,251	\$ 526,905
Cash - restricted for Buffett Foundation	<u>169,427</u>	<u>11,726,356</u>
	<u>\$ 673,678</u>	<u>\$ 12,253,261</u>

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

# EMPOWERMENT OPPORTUNITY CENTER

## NOTES TO FINANCIAL STATEMENTS

February 28, 2021

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### 1. SUMMARY OF OPERATIONS

Decatur-Macon County Opportunities Corporation d/b/a Empowerment Opportunity Center (Center) 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 Center 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 Center 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 Center 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 Center 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 Center'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.

**EMPOWERMENT OPPORTUNITY CENTER**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**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 28, 2021, the Center 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.

**EMPOWERMENT OPPORTUNITY CENTER**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**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 Center are expensed when purchased for grant reporting purposes and are capitalized for financial statement reporting purposes. The Center's capitalization threshold is \$5,000. Such items acquired under grants from Federal or State sources are considered to be owned by the Center 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	10-39 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 and also include advances received before specific program conditions are met.

Basis of Presentation:

The Center 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 Center 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 7. Donor restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction.

**EMPOWERMENT OPPORTUNITY CENTER**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**2. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Grant Revenue Recognition:

Grant revenue is derived from cost-reimbursable federal, state and other grants, which are conditioned upon certain performance requirements, conditions, and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when the Center has incurred expenditures in compliance with specific grant provisions or has met specific performance requirements and conditions. Amounts received prior to incurring qualifying expenditures and meeting specific performance requirements and conditions are reported as refundable grant advances on the Statement of Financial Position. The Center received grant funds of \$17,235,969 that have not been recognized at February 28, 2021, because qualifying expenditures have not yet been incurred and the specific performance requirements and conditions have not been met. See Note 3 for conditions related to the Buffett Foundation grant.

As of February 28, 2021 the Center had conditional grant awards of \$2,344,779. 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:

Contributions are recognized when the donor makes a promise to give to the Center, that is, in substance, unconditional. Contributions which are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

In-kind Contributions:

The Center 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	\$ 131,985	\$ 3,250	\$ 135,235
Contractual services	13,248	2,793	16,041
Supplies	10,869	-	10,869
Total	<u>\$ 156,102</u>	<u>\$ 6,043</u>	<u>\$ 162,145</u>

**EMPOWERMENT OPPORTUNITY CENTER**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**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 Center 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 Center 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.
- Administration costs are allocated based on estimates of time and effort.

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 Center's financial statements for the year ended February 29, 2020 from which the summarized information was derived.

**2. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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 net assets in the period of adoption. The Center is currently assessing the impact of this new standard, including the two optional transition methods.

Subsequent Events:

The Center has evaluated subsequent events through June 15, 2021, the date on which these financial statements were available for issuance and determined that there were no additional significant non-recognized subsequent events through that date.

**3. BUFFETT FOUNDATION GRANT**

On July 24, 2019, the Center entered into an Agreement with the Howard Buffett Foundation (Foundation). The Foundation provided funding for the Center to build a multi-purpose building (Facility) that is part of a Community Care Campus in Decatur Illinois. Following construction of the Facility, the Foundation will transfer ownership and all rights of the Facility to the Center. The Center has agreed to accept ownership of the Facility subject to all conditions and restrictions that will be included in a continuing covenants agreement.

During fiscal year 2020, the Foundation deposited \$16,998,150 into a bank account under the name and tax ID number of the Center for purposes of funding the construction of the Facility. 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 Center as well as the title company. The Center 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. The Facility was constructed during fiscal year 2021 and the Center moved in and began operations from the new Facility on December 20, 2021. As of February 28, 2021, the Center had \$169,427 of cash in the escrow bank account that is restricted for the purpose of completing outdoor landscaping and cosmetic items on the building.

**EMPOWERMENT OPPORTUNITY CENTER**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**3. BUFFETT FOUNDATION GRANT (Continued)**

Once all landscaping and cosmetic additions are finished the Foundation will draft the continuing covenants agreement for the Center to sign. The continuing covenants agreement will include a condition that the Center own, operate and maintain the Facility for a period of 30 years solely to serve its mission. The Center may request a variance from the continuing covenants by submitting such request in writing to the Foundation. The Foundation may approve or deny any request relating to the continuing covenants in the Foundation's sole discretion. If there is any breach of the continuing covenants that occurs during the construction or term of the Center's use of the Facility and the Center fails to correct any breach within 30 days then the Center agrees to and must immediately pay the Foundation the costs of construction paid by the Foundation. The Center has classified \$16,887,208 of Foundation grant funds received as a refundable grant advance as of February 28, 2021 due to the continuing covenant conditions.

**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 Center 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.

**EMPOWERMENT OPPORTUNITY CENTER**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**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 28, 2021.

- 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.
- Publicly traded 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 Center 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 28, 2021 are as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Domestic equity securities	\$ 568,471	\$ -	\$ -	\$ 568,471
Mutual funds	800,449	-	-	800,449
Publicly traded partnerships	21,320	-	-	21,320
Unit investment trusts	333,686	-	-	333,686
Corporate debt securities	-	643,132	-	643,132
Market linked certificates of deposit	-	247,642	-	247,642
	<u>\$ 1,723,926</u>	<u>\$ 890,774</u>	<u>\$ -</u>	2,614,700
Pooled fund*				7,122
Money market funds**				290,901
Total investments				<u>\$ 2,912,723</u>

\* Reported at NAV

\*\* Reported at cost

**EMPOWERMENT OPPORTUNITY CENTER**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**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 28, 2021:

<u>Investment</u>	<u>Fair Value</u>	<u>Unfunded Commitment</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
Pooled Fund (a)	\$ 7,122	\$ -	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 28, 2021 are as follows:

Cost:	
Building and improvements	\$ 17,499,935
Equipment	200,405
Vehicles	809,571
Land	<u>9,498</u>
	18,519,419
Less accumulated depreciation	<u>(985,422)</u>
Total	<u>\$ 17,533,987</u>

**6. BUILDING HELD FOR SALE**

The Center has classified one of their office buildings as available for sale. The Center has an agreement with a real estate agent and are searching for potential buyers. The Center owns the building with no outstanding loans or liens against it.

**EMPOWERMENT OPPORTUNITY CENTER**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**7. NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions at February 28, 2021 are as follows:

Senior programs	\$ 2,905,602
Low Income Home Energy Assistance program	61,343
United Way – various programs	1,290
Accessibility and Weatherization program	20,000
Go Go Grandparent Transportation program	<u>4,317</u>
Total	<u>\$ 2,992,552</u>

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

**8. ENDOWMENT FUND**

The Center'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 28, 2021, \$2,905,602 of investments was included in the net assets with donor restrictions balance.

The Center 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 Center's policy is only to appropriate for distribution each year the amount necessary to fund the Senior programs. During the year ended February 28, 2021 the Center appropriated from the endowment fund amount amounts to cover construction and furnishings for the senior center portion of the Center's new building.

Transactions related to the purpose endowment fund for the year ended February 28, 2021, is summarized as follows:

Endowment net assets, beginning of year	\$ 3,285,836
Investment income, net	216,351
Apportioned for expenditure	<u>(596,585)</u>
Endowment net assets, end of year	<u>\$ 2,905,602</u>

**EMPOWERMENT OPPORTUNITY CENTER**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**9. 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 Ulich 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 28, 2021 the Center is not aware of any such costs.

**10. GOVERNMENT SUPPORT**

The Center 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 Center's programs.

**11. ANNUITY PLAN**

The Center 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.

**12. LEASES**

The Center leases office equipment with monthly payments ranging from \$384 to \$1,479. The various leases expire March 1, 2021 through November 1, 2022. Equipment lease expense was \$20,385 for the year ended February 28, 2021.

Future minimum payments on the above leases at February 28, 2021, are as follows:

2022	\$	17,744
2023		<u>11,829</u>
Total	\$	<u>29,573</u>

**13. CONCENTRATION OF CREDIT RISK**

The Center maintains cash balances in a financial institution. At February 28, 2021, the Center's cash accounts were fully insured. The Center has not experienced any losses in such accounts.

**EMPOWERMENT OPPORTUNITY CENTER**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**14. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Center's assets as of February 28, 2021 available for general use within one year of the statement of financial position date:

Cash and cash equivalents	\$ 504,251
Due from granting agencies	370,302
Investments	<u>2,912,723</u>
Total financial assets available within one year	3,787,276
Net assets with donor restriction	<u>(2,992,552)</u>
Financial assets available to meet cash needs for general use within one year	<u>\$ 794,724</u>

The Center 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 Center 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 Center's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities, and other obligations become due. The Center invests cash in excess of daily requirements in short-term investments and money market funds.

**15. REVOLVING LINE OF CREDIT**

On November 14, 2019, the Center 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, 2021. There were no draws against the line of credit during the year ended February 28, 2021.

**16. PAYCHECK PROTECTION PROGRAM**

The Center applied for and was approved in April 2020 for a loan under the Paycheck Protection Program of the CARES Act. The Paycheck Protection Program is a low-interest Small Business Administration (SBA) loan and generally covers payroll costs and may be forgiven entirely if the borrower limits salary reductions and maintains staffing levels for a specified period of time after getting the loan. The Center 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 February 28, 2021 the conditions of the program had not been met and the Center has classified the amount as a refundable grant advance on the Statement of Financial Position.

**17. RISKS AND UNCERTAINTIES**

The Center'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.

Beginning around March 2020, The Covid-19 virus was declared a global pandemic and it continues to spread. Business continuity, Center 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. Management is carefully monitoring the situation and evaluating its options during this time. No adjustments have been made to these financial statements as a result of this uncertainty.

**EMPOWERMENT OPPORTUNITY CENTER**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED FEBRUARY 28, 2021

	<u>Federal CFDA Number</u>	<u>Agency Contract Number</u>	<u>Expenditures</u>
<b><u>U. S. Department of Agriculture</u></b>			
Passed through the Illinois State Board of Education:			
Child and Adult Care Food Program		2020-4226-00	\$ 22,575
Child and Adult Care Food Program		2021-4226-00	49,129
Total Child and Adult Care Food Program	10.558		<u>71,704</u>
<b><u>U. S. Department of Energy</u></b>			
Passed through the Illinois Department of Commerce and Economic Opportunity:			
Weatherization Assistance for Low-Income Persons		17-403027	69,344
Weatherization Assistance for Low-Income Persons		17-404027	1,407
Total Weatherization Assistance for Low-Income Persons	81.042		<u>70,751</u>
<b><u>U. S. Department of Health and Human Services</u></b>			
Head Start	93.600	05CH011044-02-00	<u>1,876,452</u>
Passed through the Illinois Department of Commerce and Economic Opportunity:			
Low-Income Home Energy Assistance		19-224027	459,136
Low-Income Home Energy Assistance		20-224027	617,797
Low-Income Home Energy Assistance		19-221027	39,187
Low-Income Home Energy Assistance		20-221027	30,882
Low-Income Home Energy Assistance		20LC COVID	371,767
Total Low-Income Home Energy Assistance	93.568		<u>1,518,769</u> M
Community Services Block Grant		20-231027	264,778
Community Services Block Grant		21-231027	46,367
Community Services Block Grant		20-211027 COVID	165,674
Total Community Services Block Grant	93.569		<u>476,819</u>

This schedule continued on the following page.

**EMPOWERMENT OPPORTUNITY CENTER**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

FOR THE YEAR ENDED FEBRUARY 28, 2021

	<u>Federal CFDA Number</u>	<u>Agency Contract Number</u>	<u>Expenditures</u>
<b><u>U. S. Department of Health and Human Services (Continued)</u></b>			
Passed through the Illinois Department on Aging and the East Central Illinois Area Agency on Aging:			
Nutrition Services Incentive Program	93.053	19-20	\$ <u>1,619</u>
Total Aging Cluster			<u>1,619</u>
<b><u>U. S. Department of Homeland Security</u></b>			
Passed through Catholic Charities			
Emergency Food and Shelter Program		37-2490-00	6,391
Emergency Food and Shelter Program		CARES-2490-00	<u>8,000</u>
Total Emergency Food and Shelter Program	97.024		<u>14,391</u>
Total Federal Expenditures			<u>\$ 4,030,505</u>
M - Major Program			

See accompanying Independent Auditor's Report.

# EMPOWERMENT OPPORTUNITY CENTER

## NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended February 28, 2021

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### **BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Center 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 Center did not provide federal awards to subrecipients during the year ended February 28, 2021.

### **DESCRIPTION OF MAJOR FEDERAL PROGRAM**

The major federal program of the Center is the U.S. Department of Health and Human Services – Low-Income Home Energy Assistance (93.568).

The purpose of the Low-Income Home Energy Assistance program is to assist eligible households to meet the costs of home energy.

### **NON-CASH ASSISTANCE, LOANS OUTSTANDING AND INSURANCE**

The Center did not receive any federal non-cash assistance, federal loans or federal insurance for the year ended February 28, 2021.

### **DE MINIMIS RATE**

The Center did not elect to use the de minimis rate of 10 percent for the year ended February 28, 2021.

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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  
d/b/a Empowerment Opportunity Center  
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 d/b/a Empowerment Opportunity Center (Center), which comprise the Statement of Financial Position as of February 28, 2021, 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 15, 2021.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Center’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 the Center’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Center’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 Center'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 Center'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 Center's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Sikich LLP*

Springfield, Illinois  
June 15, 2021

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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  
d/b/a Empowerment Opportunity Center  
Decatur, Illinois

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

We have audited Decatur-Macon County Opportunities Corporation's d/b/a Empowerment Opportunity Center (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 Center's major federal programs for the year ended February 28, 2021. The Center'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 Center'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 Center'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 Center's compliance.

## **Opinion on Each Major Federal Program**

In our opinion, the Center 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 28, 2021.

## **Report on Internal Control over Compliance**

Management of the Center 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 Center'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 Center'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 15, 2021

**EMPOWERMENT OPPORTUNITY CENTER**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**FOR THE YEAR ENDED FEBRUARY 28, 2021**

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Section I – Summary of Auditor’s Results

**Financial Statements**

Type of auditor’s report issued: unmodified  
Internal control over financial reporting:  
Material 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>
93.568	Low-Income Home Energy Assistance

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

Auditee qualified as low-risk auditee?   x   yes \_\_\_\_\_ no

**EMPOWERMENT OPPORTUNITY CENTER**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**FOR THE YEAR ENDED FEBRUARY 28, 2021**

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Section II – Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Note: The prior audit contained no findings.