

LAWRENCE COUNTY SOCIAL SERVICES, INC.

**Financial and Compliance Report
June 30, 2015**



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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Lawrence County Social Services, Inc.
New Castle, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements of Lawrence County Social Services, Inc. (LCSS, Inc.), which comprise the statements of financial position as of June 30, 2015 and 2014, and the related statements of activities, functional expenses, and cash flows for the years 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 audits. We conducted our audits 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 Lawrence County Social Services, Inc. as of June 30, 2015 and 2014, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, 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 March 25, 2016, on our consideration of Lawrence County Social Services, Inc.'s internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Lawrence County Social Services, Inc.'s internal control over financial reporting and compliance.

Arnett Carbis Toothman LLP

New Castle, Pennsylvania
March 25, 2016

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENTS OF FINANCIAL POSITION

June 30, 2015 and 2014

| | 2015 | | |
|--|---------------------|---------------------------|---------------------|
| | Unrestricted | Temporarily Restricted | Total |
| ASSETS | | | |
| Cash | \$ 333,947 | \$ 422,081 | \$ 756,028 |
| Accounts receivable, net of allowance for doubtful accounts 2015 and 2014 \$81,095 | 2,196,975 | - | 2,196,975 |
| Accounts receivable, related parties | 288,189 | - | 288,189 |
| Prepaid expenses | 74,168 | - | 74,168 |
| Inventory | 22,480 | - | 22,480 |
| Loan costs, net | 9,256 | - | 9,256 |
| Land and land improvements, net of accumulated depreciation 2015 \$101,810; 2014 \$84,442 | 114,434 | 100,842 | 215,276 |
| Furniture, fixtures, equipment, and leasehold improvements, net of accumulated depreciation 2015 \$1,023,502; 2014 \$976,408 | 6,202 | 1,057,168 | 1,063,370 |
| Building, net of accumulated depreciation 2015 \$44,401; 2014 \$37,535 | 234,374 | 373,828 | 608,202 |
| Building improvements, net of accumulated depreciation 2015 \$420,292; 2014 \$329,237 | 1,404,173 | 510,399 | 1,914,572 |
| Construction in progress | - | 7,172 | 7,172 |
| Note receivable, related party | 116,629 | - | 116,629 |
| Total assets | \$ 4,800,827 | \$ 2,471,490 | \$ 7,272,317 |
| LIABILITIES AND NET ASSETS | | | |
| LIABILITIES | | | |
| Line of credit | \$ 483,452 | \$ - | \$ 483,452 |
| Accounts payable | 1,096,734 | - | 1,096,734 |
| Accounts payable, related parties | 164,065 | - | 164,065 |
| Accrued interest | 4,711 | - | 4,711 |
| Accrued wages | 250,615 | - | 250,615 |
| Accrued payroll taxes | 101,576 | - | 101,576 |
| Accrued leave costs | - | - | - |
| Accrued pension | 370,019 | - | 370,019 |
| Deferred revenue | 1,043 | - | 1,043 |
| Interest rate swap agreement | 76,864 | - | 76,864 |
| Other accrued liabilities | 63,362 | - | 63,362 |
| Note payable, related party | - | - | - |
| Long-term debt | 1,170,452 | - | 1,170,452 |
| Total liabilities | 3,782,893 | - | 3,782,893 |
| NET ASSETS | | | |
| Unrestricted | 1,017,934 | - | 1,017,934 |
| Temporarily restricted | - | 2,471,490 | 2,471,490 |
| Total net assets | 1,017,934 | 2,471,490 | 3,489,424 |
| Total liabilities and net assets | \$ 4,800,827 | \$ 2,471,490 | \$ 7,272,317 |

See Notes to Financial Statements.

| 2014 | | |
|---------------------|---------------------------|---------------------|
| Unrestricted | Temporarily Restricted | Total |
| \$ 348,458 | \$ 50,599 | \$ 399,057 |
| 1,516,216 | - | 1,516,216 |
| 215,317 | - | 215,317 |
| 39,173 | - | 39,173 |
| 20,880 | - | 20,880 |
| 12,522 | - | 12,522 |
| 124,888 | 107,756 | 232,644 |
| - | 324,035 | 324,035 |
| 241,239 | 373,828 | 615,067 |
| 1,446,509 | 471,997 | 1,918,506 |
| - | - | - |
| 122,953 | - | 122,953 |
| <u>\$ 4,088,155</u> | <u>\$ 1,328,215</u> | <u>\$ 5,416,370</u> |
| \$ 575,151 | \$ - | \$ 575,151 |
| 347,438 | - | 347,438 |
| 55,299 | - | 55,299 |
| 4,970 | - | 4,970 |
| 215,223 | - | 215,223 |
| 102,751 | - | 102,751 |
| 4,026 | - | 4,026 |
| 359,044 | - | 359,044 |
| 2,070 | - | 2,070 |
| 102,128 | - | 102,128 |
| 69,920 | - | 69,920 |
| 37,216 | - | 37,216 |
| 1,234,773 | - | 1,234,773 |
| 3,110,009 | - | 3,110,009 |
| 978,146 | - | 978,146 |
| - | 1,328,215 | 1,328,215 |
| 978,146 | 1,328,215 | 2,306,361 |
| <u>\$ 4,088,155</u> | <u>\$ 1,328,215</u> | <u>\$ 5,416,370</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENTS OF ACTIVITIES

Years Ended June 30, 2015 and 2014

| | 2015 | | |
|---|---------------------|---------------------------|---------------------|
| | Unrestricted | Temporarily Restricted | Total |
| Change in net assets: | | | |
| Revenues: | | | |
| Grants | \$ 15,350,590 | \$ 1,429,135 | \$ 16,779,725 |
| In-kind services | 745,766 | - | 745,766 |
| Interest income | 205 | - | 205 |
| Other income | 533,340 | 10,280 | 543,620 |
| Net assets released from restrictions | 296,140 | (296,140) | - |
| Total revenues | 16,926,041 | 1,143,275 | 18,069,316 |
| Functional expenses: | | | |
| Program services | 15,529,814 | - | 15,529,814 |
| Support activities | 1,379,545 | - | 1,379,545 |
| Total functional expenses | 16,909,359 | - | 16,909,359 |
| Excess of revenues over expenses | 16,682 | 1,143,275 | 1,159,957 |
| Other changes in net assets: | | | |
| Change in value of interest rate swap agreement | 25,264 | - | 25,264 |
| Loss on disposal of equipment | (2,158) | - | (2,158) |
| Change in net assets | 39,788 | 1,143,275 | 1,183,063 |
| Net assets, beginning | 978,146 | 1,328,215 | 2,306,361 |
| Net assets, ending | \$ 1,017,934 | \$ 2,471,490 | \$ 3,489,424 |

See Notes to Financial Statements.

| 2014 | | |
|-------------------|------------------------|---------------------|
| Unrestricted | Temporarily Restricted | Total |
| \$ 11,574,107 | \$ 430,833 | \$ 12,004,940 |
| 1,356,993 | - | 1,356,993 |
| 95 | - | 95 |
| 409,778 | - | 409,778 |
| 264,588 | (264,588) | - |
| <u>13,605,561</u> | <u>166,245</u> | <u>13,771,806</u> |
| 12,365,927 | - | 12,365,927 |
| 1,174,468 | - | 1,174,468 |
| <u>13,540,395</u> | <u>-</u> | <u>13,540,395</u> |
| 65,166 | 166,245 | 231,411 |
| 22,469 | - | 22,469 |
| - | - | - |
| <u>87,635</u> | <u>166,245</u> | <u>253,880</u> |
| 890,511 | 1,161,970 | 2,052,481 |
| <u>\$ 978,146</u> | <u>\$ 1,328,215</u> | <u>\$ 2,306,361</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENTS OF FUNCTIONAL EXPENSES
 Years Ended June 30, 2015 and 2014

| | 2015 | | |
|----------------------------------|----------------------|-----------------------|----------------------|
| | Program Services | Support Activities | Total |
| Salaries | \$ 4,342,449 | \$ 781,074 | \$ 5,123,523 |
| Amortization | 3,266 | - | 3,266 |
| Depreciation expense | 311,903 | 79 | 311,982 |
| Dues and publications | 13,563 | 2,673 | 16,236 |
| Employee fringe benefits | 868,607 | 113,657 | 982,264 |
| Equipment | 11,334 | 394 | 11,728 |
| Equipment rental | 2,846 | 2,600 | 5,446 |
| Field trips | 1,301 | - | 1,301 |
| Fuel | 41,215 | 616 | 41,831 |
| In-kind services | 745,766 | - | 745,766 |
| Insurance | 72,993 | 13,111 | 86,104 |
| Interest | 65,857 | 476 | 66,333 |
| Payroll taxes | 506,754 | 75,597 | 582,351 |
| Private landlords | 849,589 | - | 849,589 |
| Professional services | 13,020 | 73,753 | 86,773 |
| Purchased services | 3,675,028 | 42,117 | 3,717,145 |
| Real estate taxes | 6,075 | 39 | 6,114 |
| Recruitment/outreach | 17,365 | 375 | 17,740 |
| Rent | 180,263 | 51,036 | 231,299 |
| Repairs and maintenance | 289,727 | 46,179 | 335,906 |
| Retirement contribution | 362,350 | 73,971 | 436,321 |
| Supplies | 2,712,889 | 25,721 | 2,738,610 |
| Travel and training | 175,303 | 24,889 | 200,192 |
| Utilities | 228,714 | 49,360 | 278,074 |
| Miscellaneous | 31,637 | 1,828 | 33,465 |
| Total functional expenses | \$ 15,529,814 | \$ 1,379,545 | \$ 16,909,359 |

See Notes to Financial Statements.

| 2014 | | |
|----------------------|---------------------|----------------------|
| Program Services | Support Activities | Total |
| \$ 3,953,329 | \$ 674,670 | \$ 4,627,999 |
| 3,267 | - | 3,267 |
| 219,892 | - | 219,892 |
| 10,233 | 5,390 | 15,623 |
| 720,353 | 101,391 | 821,744 |
| 22,273 | 4,303 | 26,576 |
| 27,264 | 2 | 27,266 |
| 2,455 | 436 | 2,891 |
| 60,351 | - | 60,351 |
| 1,356,993 | - | 1,356,993 |
| 72,507 | 6,593 | 79,100 |
| 65,927 | 345 | 66,272 |
| 472,154 | 63,022 | 535,176 |
| 690,126 | - | 690,126 |
| 29,062 | 67,784 | 96,846 |
| 2,637,732 | 36,191 | 2,673,923 |
| 2,219 | 4,147 | 6,366 |
| 14,828 | 2,634 | 17,462 |
| 137,893 | 24,810 | 162,703 |
| 267,829 | 39,465 | 307,294 |
| 314,710 | 63,401 | 378,111 |
| 898,616 | 21,838 | 920,454 |
| 154,264 | 33,684 | 187,948 |
| 199,975 | 21,452 | 221,427 |
| 31,675 | 2,910 | 34,585 |
| <u>\$ 12,365,927</u> | <u>\$ 1,174,468</u> | <u>\$ 13,540,395</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENTS OF CASH FLOWS

Years Ended June 30, 2015 and 2014

| | 2015 | 2014 |
|--|--------------------|------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Change in net assets | \$ 1,183,063 | \$ 253,880 |
| Adjustment to reconcile change in net assets to net cash provided by operating activities: | | |
| Depreciation | 311,982 | 219,892 |
| Amortization | 3,266 | 3,267 |
| Decrease in interest rate swap agreement | (25,264) | (22,469) |
| Loss on disposal of equipment | 2,158 | - |
| (Increase) decrease in assets: | | |
| Accounts receivable | (680,759) | (291,115) |
| Accounts receivable, related parties | (72,872) | 5,741 |
| Prepaid expenses | (34,995) | (261) |
| Inventory | (1,600) | (6,331) |
| Increase (decrease) in liabilities: | | |
| Accounts payable | 749,296 | (33,689) |
| Accounts payable, related parties | 108,766 | (39,373) |
| Accrued interest | (259) | (247) |
| Accrued wages | 35,392 | 164,973 |
| Accrued payroll taxes | (1,175) | 27,879 |
| Accrued leave costs | (4,026) | (1,754) |
| Accrued pension | 10,975 | 53,249 |
| Deferred revenue | (1,027) | (28) |
| Other accrued liabilities | (6,558) | 7,065 |
| | 1,576,363 | 340,679 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| (Increase) decrease in restricted cash | (371,482) | 71,463 |
| Cash received on repayment of loan to related party | 6,324 | 6,011 |
| Purchase of leasehold improvements | - | (150,178) |
| Purchase of buildings | - | (46,428) |
| Purchase of building improvements | (87,120) | (287,599) |
| Purchase of furniture, fixtures, and equipment | (938,988) | - |
| (Increase) decrease in construction in progress | (7,172) | 39,835 |
| Proceeds from sale of equipment | 800 | - |
| | (1,397,638) | (366,896) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Net borrowings (payments) on line of credit | (91,699) | 113,081 |
| Loan proceeds (payments) | (37,216) | 37,216 |
| Principal payments on long-term debt | (64,321) | (61,295) |
| | (193,236) | 89,002 |

See Notes to Financial Statements.

| | 2015 | 2014 |
|---|--------------------------|-------------------|
| Net increase (decrease) in cash | \$ (14,511) | \$ 62,785 |
| Cash: | | |
| Beginning | <u>348,458</u> | <u>285,673</u> |
| Ending | <u>\$ 333,947</u> | <u>\$ 348,458</u> |
| SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION | | |
| Interest paid | <u>\$ 66,591</u> | <u>\$ 66,519</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Note 1. Organization and Significant Accounting Policies

Lawrence County Social Services, Inc. (LCSS, Inc.) was incorporated on April 29, 1974. Originally restricted to community action initiatives, LCSS, Inc. was enlarged to serve County government in a clearinghouse capacity on an administrative fee basis. LCSS, Inc. is governed by a uniquely structured Board of Directors, who are representational of various municipal segments including: elected officials, consumer representatives, and the private business sector. LCSS, Inc.'s commonness of purpose is the recognition of the need for a nonprofit organization with the flexibility and professional expertise to develop, refine, and place into operation pertinent private and governmental programs which reflect the current vocational, educational, and restorative requirements of the citizens on a timely basis.

LCSS, Inc. has entered into separate agreements with the Commissioners of Lawrence County (County) to administer the following grants for the year ended June 30, 2015:

| <u>Grant</u> | <u>Funding Source</u> |
|--|--|
| Medical Assistance Transportation Program (MATP) | Department of Human Services, Commonwealth of Pennsylvania |
| Human Services Development Fund (HSDF) | Department of Human Services, Commonwealth of Pennsylvania |
| Homeless Assistance Program Grant | Department of Human Services, Commonwealth of Pennsylvania |
| MH/DS Independent Monitoring | Department of Human Services, Commonwealth of Pennsylvania |
| MH/DS Rental Assistance | Department of Human Services, Commonwealth of Pennsylvania |
| Community Development Block Grant (CDBG) | Department of Community and Economic Development, Commonwealth of Pennsylvania |
| Home Investment Partnership Program | Department of Community and Economic Development, Commonwealth of Pennsylvania |
| Emergency Solutions | Department of Community and Economic Development, Commonwealth of Pennsylvania |
| Northwest Regional Lead Hazard Control Grant | U.S. Department of Housing and Urban Development |
| Neighborhood Stabilization Program | Department of Community and Economic Development, Commonwealth of Pennsylvania |
| ACCESS | Department of Community and Economic Development, Commonwealth of Pennsylvania |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Funds are received for certain grants and deposited at the County from the applicable Commonwealth of Pennsylvania Department awarding the grant. Lawrence County reimburses LCSS, Inc. for expenses incurred in the various grants based on expenditure reports submitted by LCSS, Inc. to the County. Other grant funds are received directly by LCSS, Inc. and reports are submitted to the County.

In addition to administering grants for Lawrence County, LCSS, Inc. receives grant funds directly from the funding source and administers the following contracts:

| Grant | Funding Source |
|--|--|
| Community Services Block Grant | Department of Community and Economic Development, Commonwealth of Pennsylvania |
| Supported Work | Department of Community and Economic Development, Commonwealth of Pennsylvania |
| Work Initiative Act | West Central Job Partnership |
| Emergency Food and Shelter Program | U.S. Department of Homeland Security |
| New Options | U.S. Department of Housing and Urban Development |
| TEAM | U.S. Department of Housing and Urban Development |
| Turning Point | U.S. Department of Housing and Urban Development |
| Supportive Housing | U.S. Department of Housing and Urban Development |
| Head Start Program | Department of Health and Human Services |
| Early Head Start Program | Department of Health and Human Services |
| PHARE Housing | Pennsylvania Housing Finance Agency |
| Head Start State Supplemental Assistance | Berks County Intermediate Unit |
| Pre-K Counts | Department of Education, Commonwealth of Pennsylvania |
| PA Early Head Start Child Care Partnership Program | Berks County Intermediate Unit |
| Child and Adult Care Food Program | Department of Education |
| Summer Food Service Program | Department of Education |
| Carolyn M. White Physical Education Grant | U.S. Department of Education |
| Senior Employment Programs | Senior Services of America |
| Weatherization | Department of Community and Economic Development, Commonwealth of Pennsylvania |
| HUD Counseling | U.S. Department of Housing and Urban Development |
| Northwest Regional Housing Alliance | U.S. Department of Housing and Urban Development |
| Gen Y Transit Workforce Connection | U.S. Department of Transportation |
| Home Investment Partnership Program | City of Farrell |
| Home Investment Partnership Program | Union Township |
| Supportive Services for Veterans | U.S. Department of Veterans Affairs |
| Lead and Healthy Homes Program | Department of Health and Human Services |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

A Summary of LCSS, Inc.'s significant accounting policies follows:

Basis of accounting: The financial statements have been prepared using the accrual basis of accounting and are in accordance with accounting principles generally accepted in the United States of America.

Cash and deposit risk: In the normal course of business, LCSS, Inc. may have deposits with a local financial institution in excess of Federal Deposit Insurance Corporation (FDIC) insured limits. LCSS, Inc. has not experienced any losses in such accounts.

Accounts receivable: Accounts receivable are stated at the amount LCSS, Inc. expects to collect. LCSS, Inc. provides an allowance for doubtful accounts equal to the estimated uncollectable amounts. LCSS, Inc.'s estimate is based on historical collection experience and a review of the current status of accounts receivable. It is reasonably possible that LCSS, Inc.'s estimate of the allowance for doubtful accounts will change.

Inventory: Inventory is stated at the lower of cost, determined on a first-in, first-out basis, or market.

Loan costs: Loan costs are stated at cost and amortized on the straight-line basis over the life of the loan, ten years.

Furniture, fixtures, equipment, leasehold improvements, land improvements, building, and building improvements: Furniture, fixtures, equipment, leasehold improvements, land improvements, building, and building improvements are stated at cost if purchased or by fair value if received by donation. Depreciation is provided generally on a straight-line basis over the estimated useful life.

Many of LCSS, Inc.'s funding sources require that, upon termination or cancellation of a grant, property which has a remaining useful life and to which LCSS, Inc. holds title shall be returned to the funding source or disposed of as required by the funding source. The net book value of this property, including construction in progress, amounted to \$2,049,409 and \$1,277,616 as of June 30, 2015 and 2014, respectively.

Interest rate swap agreement: All derivatives are recognized on the statements of financial position at their fair value. On the date the derivative contract was entered into, LCSS, Inc. designated the derivative as a cash flow hedge. Changes in the fair value of a derivative that is highly effective, and that is designated and qualified as a cash flow hedge, along with the unrealized loss or gain on the hedged liability that is attributable to the hedge risk (including losses or gains on commitments), are recorded on the statements of activities as other changes in net assets. The cash differentials paid and received on the interest rate swap agreement are accrued and recognized as adjustments to interest expense or interest income.

Net assets: Unrestricted net assets are neither permanently nor temporarily restricted by donor- or grantor-imposed stipulations.

Temporarily restricted net assets result from contributions, grants, or other inflows of assets whose use by LCSS, Inc. is limited by donor- or grantor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of LCSS, Inc. pursuant of those stipulations, from other asset enhancements and diminishments subject to the same kinds of stipulations, or from reclassifications to or from other classes of net assets as a consequence of donor- or grantor-imposed stipulations, their expiration by passage of time, or their fulfillment and removal by actions of LCSS, Inc. pursuant to those stipulations.

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Permanently restricted net assets result from contributions, grants, or other inflows of assets whose use by LCSS, Inc. is limited to donor- or grantor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of LCSS, Inc., from other asset enhancements and diminishments subject to the same kinds of stipulations, or from reclassifications from or to other classes of net assets as a consequence of donor- or grantor-imposed stipulations.

LCSS, Inc. does not have any permanently restricted net assets.

In-kind services: LCSS, Inc. receives various contributed services for the operation of the various programs including the Head Start Program. These services are recorded at fair value and include the following activities:

In-Kind

| | |
|---|--|
| Homeowner Contributions | Other Meetings |
| Parent Center Committee Meetings | Parent/Teacher and Parent/Family Service |
| Classroom Volunteers - Parent & Community | Worker Conferences |
| Parent and Child Time | Lending Library |
| General Non-Classroom Volunteers - Parent and Community | Community Contributions |
| Policy Council | Legal Services |
| Vision Screenings | Home Visits |
| Dietician and Nutrition Services | Rent |
| Donated Items | Third Party Contributions |
| LCSS, Inc. Governing Board | Mental Health Services Consulting |
| Audiology Screenings | |

The amount of in-kind services recorded as revenue and related expenses for the years ended June 30, 2015 and 2014, amounted to \$745,766 and \$1,356,993, respectively.

Recruitment/outreach: LCSS, Inc. follows the policy of charging the cost of recruitment/outreach to expense as incurred. The amount of recruitment/outreach expense totaled \$17,740 and \$17,462 for the years ended June 30, 2015 and 2014, respectively.

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

Use of estimates: The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and revenue and expenses, including functional allocations, during the reporting period. Actual results could differ from those estimates.

Income tax status: LCSS, Inc. is a not-for-profit corporation as described in Section 501(c)(3) of the Internal Revenue Code (Code) and has been recognized as tax exempt under Section 501(a) of the Code. Accordingly, no provision for income taxes has been provided.

LCSS, Inc. follows the guidance for accounting for uncertainty in income taxes recognized in a company's financial statements that prescribes a recognition threshold of more-likely-than-not to be sustained upon examination by the appropriate taxing authority. Measurement of the tax uncertainty occurs if the recognition threshold has been met. The guidance also addresses derecognition, classification, interest and penalties, accounting in interim periods, and disclosure.

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Management has determined that this guidance had no material effect on the financial statements. LCSS, Inc.'s policy is to recognize interest related to unrecognized tax benefits in interest expense and penalties in general and administrative expenses. There were no interest or penalties recognized on the statements of activities as a result of this guidance. Generally, tax returns for years ended June 30, 2012, and thereafter remain subject to examination by federal and state tax authorities.

Functional allocation of expenses: The costs of providing the various programs and other activities have been summarized on a functional basis on the statements of functional expenses. Accordingly, certain costs have been allocated between program services and support activities.

Subsequent events: In preparing these financial statements, LCSS, Inc. evaluated events that occurred through March 25, 2016, the date the financial statements were available to be issued, for potential recognition or disclosure.

Recent accounting pronouncements: In April 2013, the Financial Accounting Standards Board (FASB) issued guidance related to a not-for-profit entity's recognition of services received from personnel of an affiliate. This guidance requires a recipient not-for-profit entity to recognize all services received from personnel of an affiliate that directly benefit the recipient not-for-profit entity. Those services should be measured at the cost recognized by the affiliate for the personnel providing those services; however, if measuring a service received from personnel of an affiliate at cost will significant overstate or understate the value of the service received, the recipient not-for-profit entity may elect alternative measurement methodologies which are specified in the guidance. The amendments in this Accounting Standards Update (ASU) are effective prospectively for fiscal years beginning after June 15, 2014, and interim and annual period thereafter. A recipient not-for-profit entity may apply the amendments using a modified retrospective approach under which all prior periods presented upon the date of adoption should be adjusted, but no adjustment should be made to the beginning balance of net assets of the earliest period presented. LCSS, Inc. adopted this guidance during the year ended June 30, 2015. Adoption of this guidance did not have a material impact on LCSS, Inc.'s financial statements.

In May 2014, the FASB issued guidance related to recognition of revenue from contracts with customers. This guidance requires an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods or services to customers and requires certain qualitative and quantitative disclosures regarding revenue arising from contracts with customers. This ASU will replace most existing revenue recognition guidance in U.S. GAAP when it becomes effective. The guidance permits the use of either a retrospective or modified retrospective (cumulative effect) transition method. In August 2015, the FASB issued an amendment to defer the effective dates for all entities by one year. This guidance is effective for public entities with annual reporting periods beginning after December 15, 2017, including interim periods within that reporting period. Early application is permitted only as of annual reporting periods beginning after December 15, 2016, including interim reporting periods within the reporting period. For all other entities (nonpublic entities), the amendments in this ASU will be effective for annual reporting periods beginning after December 15, 2018, and interim periods within annual periods beginning after December 15, 2019. A nonpublic entity may elect to apply this guidance earlier, subject to certain limitations. LCSS, Inc. is currently evaluating the impact, if any, that adoption will have on its financial statements. Management has not yet selected a transition method nor has the effect of this guidance on LCSS, Inc.'s ongoing financial reporting been determined.

In January 2015, the FASB issued guidance with the purpose of simplifying income statement presentations by eliminating the concept of extraordinary items. This guidance eliminates from GAAP the concept of extraordinary items, which currently requires that an organization separately classify, present, and disclose extraordinary events and transactions. Eliminating the concept of extraordinary items will save time and reduce costs for preparers because they will not have to assess whether a particular event or transaction event is extraordinary. This guidance is effective for all entities with fiscal years beginning after December 15, 2015. An organization may apply this guidance prospectively and retrospectively to all prior periods presented. LCSS, Inc. is currently evaluating the impact, if any, that adoption will have on its financial statements.

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

In April 2015, the FASB issued guidance with the purpose of simplifying balance sheet presentation requirements for debt issuance costs. This guidance will require that debt issuance costs related to a recognized debt liability be presented on the balance sheet as a direct deduction from the carrying amount of that debt liability, consistent with debt discounts. The recognition and measurement guidance for debt issuance costs is not affected by this guidance. This guidance is effective for all entities for fiscal years beginning after December 15, 2015. Early adoption is permitted. LCSS, Inc. is currently evaluating the impact, if any, that adoption will have on its financial statements.

In May 2015, the FASB issued guidance to eliminate diversity in practice related to how certain investments measured at net asset value with redemption dates in the future, including periodic redemption dates, are currently categorized within the fair value hierarchy. This guidance removes the requirement to categorize within the fair value hierarchy all investments for which fair value is measured using the net asset value per share practical expedient. This guidance also removes the requirement to make certain disclosures for all investments that are eligible to be measured at fair value using the net asset value per share practical expedient. This guidance is effective for public entities for fiscal years beginning after December 15, 2015, and for nonpublic entities for fiscal years beginning after December 15, 2016. Early adoption is permitted. LCSS, Inc. is currently evaluating the impact, if any, that adoption will have on its financial statements.

In January 2016, the FASB issued guidance to address certain aspects of recognition, measurement, presentation, and disclosure of financial statements instruments for entities that hold financial assets or owe financial liabilities. The guidance will require: (a) certain equity investments to be measured at fair value with changes recognized in net income; (b) a qualitative assessment to identify impairment of equity investments without readily determinable fair value; (c) elimination of disclosures of the fair value of financial instruments measured at amortized costs and method(s) and significant assumptions used to estimate the fair value; (d) the exit price notion be used when measuring fair value; (e) separate presentation in other comprehensive income of the portion of the total change in the fair value of a liability; (f) separate presentation of financial assets and financial liabilities by measurement category and form of financial asset; and (g) clarification of how to evaluate the need for a valuation allowance on a deferred tax asset related to available-for-sale securities in combination with the entity's other deferred tax assets. This guidance is effective for public entities for fiscal years beginning after December 15, 2017, and for nonpublic entities for fiscal years beginning after December 15, 2018. Early adoption is not permitted, except for certain exceptions for public entities. LCSS, Inc. is currently evaluating the impact, if any, that adoption will have on its financial statements.

LAWRENCE COUNTY SOCIAL SERVICES, INC.**NOTES TO FINANCIAL STATEMENTS****Note 2. Accounts Receivable**

Accounts receivable consist of the following as of June 30:

| | 2015 | 2014 |
|--|---------------------|---------------------|
| Account receivable: | | |
| Commonwealth of Pennsylvania | \$ 995,266 | \$ 519,561 |
| Federal government | 605,203 | 339,179 |
| Pass-through entities | 42,149 | 42,010 |
| County of Lawrence | 510,010 | 354,235 |
| Allied Development Corporation, temporarily restricted | 81,095 | 81,095 |
| Other | 44,347 | 261,231 |
| | 2,278,070 | 1,597,311 |
| Less allowance for doubtful accounts | 81,095 | 81,095 |
| Total accounts receivable | 2,196,975 | 1,516,216 |
| Accounts receivable, related parties (Note 4): | | |
| Allied Coordinated Transportation Services, Inc. | 266,282 | 197,467 |
| United Community Services of Lawrence County, Inc. | 21,907 | 17,850 |
| Total accounts receivable, related parties | 288,189 | 215,317 |
| Total | \$ 2,485,164 | \$ 1,731,533 |

Note 3. Loan Costs

Loan costs as of June 30 consist of the following:

| | 2015 | 2014 |
|---|-----------------|------------------|
| Loan costs, amortizable over 120 months | \$ 32,668 | \$ 32,668 |
| Less accumulated amortization | 23,412 | 20,146 |
| Total | \$ 9,256 | \$ 12,522 |

Amortization expense recognized on loan costs totaled \$3,266 for each of the years ended June 30, 2015 and 2014.

Aggregate annual amortization expenses for these loan costs as of June 30, 2015, are as follows:

Years Ending June 30:

| | | |
|------|----|-------|
| 2016 | \$ | 3,266 |
| 2017 | | 3,266 |
| 2018 | | 2,724 |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Note 4. Related Party Transactions and Note Receivable

Related party transactions: LCSS, Inc., Allied Coordinated Transportation Services, Inc. (ACTS, Inc.), and United Community Services of Lawrence County, Inc. (UCS, Inc.) are considered related parties with shared management. LCSS, Inc. provides administrative services and leases employees to UCS, Inc. and ACTS, Inc. In addition to the leased employees' salaries and benefits, LCSS, Inc. also allocates certain additional costs from LCSS, Inc. to ACTS, Inc. and UCS, Inc. based on the leased employees' salaries (Note 2). UCS, Inc. provides day care and other social services for predominantly low income individuals. LCSS, Inc. paid \$9,642 and \$23,746 of Community Service Block Grant monies, and \$6,954 and \$8,275 of Child and Adult Care Food Program funds to UCS, Inc. during the years ended June 30, 2015 and 2014, respectively. ACTS, Inc. provides transportation services to LCSS, Inc. under the Medical Assistance Transportation Program and the Community Development Block Grant Program and leases office space to LCSS, Inc. (Note 5). Additionally, the buildings owned by ACTS, Inc. and UCS, Inc. are used as collateral for long-term debt of LCSS, Inc.

LCSS, Inc. also guarantees lines of credit for related parties. The outstanding balance of these related parties' lines of credit amounted to \$0 and \$125,000 as of June 30, 2015 and 2014, respectively. LCSS, Inc. would be required to perform under these guarantees in the event of nonpayment of outstanding borrowings by the related parties under these line of credit agreements.

Note receivable, related party: In April 2008, LCSS, Inc. entered into an agreement with ACTS, Inc. where LCSS, Inc. refinanced ACTS, Inc.'s loan with First Commonwealth Bank. ACTS, Inc. is to reimburse and pay LCSS, Inc. the entire principal and interest paid by LCSS, Inc. relating to the refinance of this debt in monthly principal and interest payments of \$1,043 with interest computed at 4.83% with the final payment due May 2018. The amount due from ACTS, Inc. amounted to \$116,629 and \$122,953 as of June 30, 2015 and 2014, respectively.

Aggregate annual maturities required on the note receivable, related party as of June 30, 2015, are as follows:

Years Ending June 30:

| | | |
|------|----|---------|
| 2016 | \$ | 6,660 |
| 2017 | | 7,012 |
| 2018 | | 102,957 |

Note payable, related party: In November 2013, LCSS, Inc. entered into an agreement with UCS, Inc. to borrow \$47,560 to finance the purchase of property. The note calls for monthly installments of a fixed principal amount of \$1,293, plus interest of 3.25%, with the final payment due October 1, 2016. The amount payable to UCS, Inc. amounted to \$0 and \$37,216 as of June 30, 2015 and 2014, respectively.

Note 5. Accounts Payable

Accounts payable as of June 30 consist of the following:

| | 2015 | 2014 |
|--|----------------------------|--------------------------|
| Accounts payable | <u>\$ 1,096,734</u> | <u>\$ 347,438</u> |
| Accounts payable, related parties: | | |
| Allied Coordinated Transportation Services, Inc. | 107,295 | 39,503 |
| United Community Services of Lawrence County, Inc. | <u>56,770</u> | <u>15,796</u> |
| | <u>164,065</u> | <u>55,299</u> |
| Total accounts payable | <u>\$ 1,260,799</u> | <u>\$ 402,737</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Note 6. Accrued Leave Costs

Compensated absences of employees for vacation and sick leave are recorded as accrued leave costs. The total accrued leave costs amounted to \$0 and \$4,026 as of June 30, 2015 and 2014, respectively. The change in leave costs decreased employee fringe benefits on the statements of functional expenses by \$4,026 and \$1,754 for the years ended June 30, 2015 and 2014, respectively.

Note 7. Line of Credit

LCSS, Inc. maintains a \$1,000,000 line of credit from FirstMerit Bank, NA, bearing interest at the London Interbank Offered Rate (LIBOR) plus 3.25% (3.434% as of June 30, 2015), collateralized by all inventory, chattel paper, accounts, equipment, and general intangibles, excluding all assets related to the Head Start Program, and is guaranteed by UCS, Inc. and ACTS, Inc., which are related parties to LCSS, Inc. The unused portion on the line of credit as of June 30, 2015, amounted to \$516,548.

Note 8. Long-Term Debt

The Lawrence County Industrial Development Authority issued a Mortgage Revenue Note, Series A of 2008, in the principal amount of \$1,556,004. The proceeds of the note were loaned to LCSS, Inc. The purpose of the note is to provide funding: 1) to pay certain costs of issuing the note; 2) for the repayment of prior debt; and 3) to fund the costs of the Ben Franklin School Project.

Long-term debt consists of the following as of June 30:

| | 2015 | 2014 |
|--|---------------------|---------------------|
| Mortgage Revenue Note, Series A of 2008, due in monthly installments of \$10,212, including interest at 4.83% (Note 9), collateralized by real estate of LCSS, Inc. and related parties (Note 4), due May 2018 | \$ 1,170,452 | \$ 1,234,773 |

Aggregate annual maturities required on long-term debt as of June 30, 2015, are as follows:

| Years Ending June 30: | |
|------------------------------|-----------|
| 2016 | \$ 67,498 |
| 2017 | 70,831 |
| 2018 | 1,032,123 |

Total interest expense for the years ended June 30, 2015 and 2014, amounted to \$66,333 and \$66,272, respectively.

Note 9. Interest Rate Swap Agreement

Effective May 1, 2008, LCSS, Inc. entered into an interest rate swap agreement, which is considered a derivative financial instrument, a cash flow hedge, to hedge variable rate interest payments due on the Mortgage Revenue Note, Series A (Note 8). There was no payment due or received at the inception of the swap agreement.

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

The objective of this swap agreement is to minimize the risks associated with financing activities by reducing the impact of changes in the interest rates on variable rate debt. The swap agreement is a contract to exchange variable rate for fixed rate payments over the term of the swap agreement without the exchange of underlying notional amounts. The notional amounts of the swap agreement are used to measure the interest to be paid or received and do not represent the amount of exposure to credit loss. Exposure to credit loss is limited to the receivable, if any, which may be generated as a result of the swap agreement. Management believes losses related to the credit risk are remote. The net cash paid or received under the swap agreement is recognized as an adjustment to interest expense. As a result of the swap agreement, interest expense was increased by \$36,130 in 2015 and increased by \$37,998 in 2014. LCSS, Inc. does not utilize interest rate swap agreements or other financial instruments for trading or other speculative purposes.

As of June 30, 2015, LCSS, Inc. has the following interest rate swap in effect:

| | |
|-----------------|---|
| Notional amount | \$1,170,452 |
| Fixed rate | 4.830% |
| Variable rate | 65% times, USD-LIBOR-BBA plus 2.25%, plus 0.25% |
| Period | May 1, 2008, to May 1, 2018 |

The fair value of the interest rate swap agreement, which approximates the amount that LCSS, Inc. would pay to terminate the swap agreement, was \$76,864 and \$102,128 as of June 30, 2015 and 2014, respectively, and was based on information supplied by the counterparties to the swap. The swap's changes in fair value are reported on the statements of activities. The change in value of the agreement of \$25,264 and \$22,469 was charged to net assets for the years ended June 30, 2015 and 2014, respectively.

Note 10. Retirement Plan

LCSS, Inc. maintains a retirement plan (Plan). The employer's contribution is discretionary and is determined by management. The Plan has a six month waiting period service requirement and an employee must have attained the age of 21 to become eligible to participate. Vesting is 100% after two years of service. This Plan excludes employees who are participants in the Senior Community Service Employment Program. The retirement contributions for the years ended June 30, 2015 and 2014, amounted to \$458,631 and \$402,048, which include \$22,310 and \$23,937, respectively, of accrued pension contributions related to LCSS, Inc. employees that were leased to ACTS, Inc. and UCS, Inc. (Note 4).

Note 11. Support from Governmental Units

LCSS, Inc. receives all of its support from federal, state, and local governments. A significant reduction in the level of this support, if this were to occur, may have a significant adverse effect on LCSS, Inc.'s programs and activities.

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Note 12. Leases and License Agreements

The Head Start Program for LCSS, Inc. leases a building under a ten year cancelable license agreement with ACTS, Inc. (Note 4) at a monthly cost of \$5,260. LCSS, Inc. leases office space at Career Link at a variable monthly rate dependent upon usage, subject to annual renewals. LCSS, Inc. also leases office space under a ten year noncancelable license agreement with ACTS, Inc. (Note 4) at a monthly cost of \$7,150, plus the payment of utilities and insurance. A portion of this is allocated to the related parties discussed in Note 4. The license agreement expires in September 2018 and has the option to be renewed for two additional terms of five years. In addition, LCSS, Inc. leases parking space under a cancelable lease agreement with ACTS, Inc. at a monthly cost of \$2,065. LCSS, Inc. leases office and training space under a cancelable lease agreement with ACTS, Inc. at a monthly cost of \$4,360. In addition, LCSS, Inc. leases storage space at 619 N. Jefferson Street under a cancelable lease agreement with ACTS, Inc. at a monthly cost of \$1,160.

The total minimum rental commitment on the noncancelable license agreement as of June 30, 2015, is due as follows:

Years Ending June 30:

| | | |
|--------------|-----------|----------------|
| 2015 | \$ | 85,800 |
| 2016 | | 85,800 |
| 2017 | | 85,800 |
| 2018 | | 21,450 |
| Total | \$ | 278,850 |

Total rent expense for the years ended June 30, 2015 and 2014, amounted to \$231,299 and \$162,703, respectively.

Note 13. Temporarily Restricted Net Assets

Temporarily restricted net assets are comprised of grant monies received or receivable and unexpended by year end and property purchased with grant monies with grantor imposed restrictions on disposal.

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Note 14. Net Assets Released from Restrictions

Net assets are released from donor restrictions by incurring expenses satisfying the restrictive purpose of the grant. Net assets released from restrictions consist of the following for the years ended June 30:

| | 2015 | 2014 |
|---|-------------------|-------------------|
| Head Start | \$ 151,518 | \$ 68,710 |
| ACCESS Match | 28,276 | 20,495 |
| Fit 4 Life | 25,174 | 288 |
| Weatherization | 23,352 | 22,873 |
| Community Services Block Grant | 12,625 | 10,091 |
| Community Services Block Grant ARRA | 11,856 | 18,145 |
| Neighborhood Stabilization Program | 10,621 | 10,185 |
| New Castle Weatherization Settlement | 6,611 | 3,780 |
| Jason Altmire | 3,433 | 5,968 |
| Senior Citizen Shopping | 3,381 | 3,346 |
| Loss on disposal | 2,958 | - |
| National Global Youth Service Day | 2,905 | - |
| Pre-K Counts | 2,680 | 2,581 |
| Lead Hazard Control Grant | 2,490 | 4,857 |
| Head Start State Supplemental Assistance | 2,408 | 11,963 |
| Supported Work | 2,405 | 2,405 |
| TEAM | 2,169 | 2,169 |
| Early Head Start | 1,032 | - |
| Sodexo Youth | 246 | - |
| Medical Assistance Transportation Program | - | 65,352 |
| Summer Food Program | - | 8,324 |
| NWR Housing Client Fees | - | 2,606 |
| CDBG Municipal Projects | - | 450 |
| | \$ 296,140 | \$ 264,588 |

Note 15. Fair Value of Financial Instruments

Authoritative guidance regarding *Fair Value Measurements* establishes a framework for measuring fair value. This guidance defines fair value, establishes a framework and hierarchy for measuring fair value, and outlines the related disclosure requirements. The guidance indicates that a fair value measurement assumes that the transaction to sell an asset or transfer a liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market for the asset or liability based upon an exit price model. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level I measurements) and the lowest priority to unobservable inputs (Level III measurements).

Financial assets and liabilities recorded on the statements of financial position are categorized based on the inputs to the valuation techniques as follows:

- Level I Quoted prices in active markets for identical assets or liabilities. Level I assets and liabilities include debt and equity securities and derivative contracts that are traded in an active exchange market.

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO FINANCIAL STATEMENTS

Level II Observable inputs other than Level I prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Level II assets and liabilities include debt securities with quoted prices that are traded less frequently than exchange-traded instruments or derivative contracts whose value is determined using a pricing model with inputs that are observable in the market or can be derived principally from or corroborated by observable market data.

Level III Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

The table below presents the balance of the liability measured at fair value as of June 30, 2015:

| | Total | Level I | Level II | Level III |
|--------------------|------------------|----------------|------------------|------------------|
| Interest rate swap | \$ 76,864 | \$ - | \$ 76,864 | \$ - |

The table below presents the balance of the liability measured at fair value as of June 30, 2014:

| | Total | Level I | Level II | Level III |
|--------------------|-------------------|----------------|-------------------|------------------|
| Interest rate swap | \$ 102,128 | \$ - | \$ 102,128 | \$ - |

The following methods were used by LCSS, Inc. in estimating the fair value of its financial instruments. There have been no changes in the methodologies used as of June 30, 2015 or 2014:

Cash: The carrying amounts reported on the statements of financial position for cash approximate fair value.

Interest rate swap: The carrying amounts reported on the statements of financial position for the interest rate swap approximate fair value and are based on discounted cash flow computations.

Line of credit: The carrying amounts reported on the statements of financial position for the line of credit approximate fair value.

Long-term debt: Fair values of LCSS, Inc.'s long-term debt are estimated using discounted cash flow analyses, based on LCSS, Inc.'s current incremental borrowing rates for fixed interest rate debt.

The carrying amounts and fair values of LCSS, Inc.'s financial instruments as of June 30 are as follows:

| | 2015 | | 2014 | |
|--------------------|------------------------|-------------------|------------------------|-------------------|
| | Carrying Amount | Fair Value | Carrying Amount | Fair Value |
| Cash | \$ 756,028 | \$ 756,028 | \$ 399,057 | \$ 399,057 |
| Interest rate swap | 76,864 | 76,864 | 102,128 | 102,128 |
| Line of credit | 483,452 | 483,452 | 575,151 | 575,151 |
| Long-term debt | 1,170,452 | 1,170,452 | 1,234,773 | 1,234,773 |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM

Year Ended June 30, 2015

See Independent Auditor's Report

| | 2014 Community Services Block Grant | 2015 Community Services Block Grant | Community Services Block Grant Veterans Initiative |
|---|--|--|--|
| Revenues: | | | |
| Grants | \$ 140,660 | \$ 148,135 | \$ 106,423 |
| Grants released from restrictions | - | - | - |
| In-kind services | 18,421 | - | - |
| Interest income | - | - | - |
| Other income | - | 668 | - |
| Total revenues | 159,081 | 148,803 | 106,423 |
| Expenditures: | | | |
| Salaries | 61,670 | 54,648 | 60,802 |
| Depreciation | - | 2 | - |
| Dues and publications | 496 | 3,232 | 86 |
| Employee fringe benefits | 10,459 | 9,622 | 10,789 |
| Equipment and note payments | 16,604 | 2,367 | 23 |
| Equipment rental | - | - | 800 |
| Field trips | 1,301 | - | - |
| Fuel | - | 55 | - |
| In-kind services | 18,421 | - | - |
| Insurance | 783 | 1,287 | 194 |
| Interest | - | - | - |
| Payroll taxes | 4,665 | 5,990 | 4,221 |
| Private landlords | - | - | - |
| Professional services | 319 | 2,039 | 1,486 |
| Purchased services | 7,694 | 23,765 | 5,215 |
| Real estate taxes | - | 10 | - |
| Recruitment/outreach | 150 | 282 | 259 |
| Rent | 5,802 | 8,164 | 4,131 |
| Repairs and maintenance | 3,891 | 4,576 | 657 |
| Retirement contribution | 5,610 | 5,337 | 3,654 |
| Supplies | 4,655 | 14,881 | 9,000 |
| Travel and training | 11,370 | 3,124 | 2,232 |
| Utilities | 4,856 | 7,334 | 1,432 |
| Miscellaneous | 335 | 2,088 | 1,442 |
| Total expenditures | 159,081 | 148,803 | 106,423 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| HSDf | Medical Assistance Transportation Program | Senior Shopping Program | Work Initiative Act | Supportive Engagement | Fit 4 Life |
|-------------|--|--------------------------------|----------------------------|------------------------------|-------------------|
| \$ 114,423 | \$ 921,752 | \$ - | \$ 160,191 | \$ 216,150 | \$ 639,144 |
| - | - | 3,381 | - | - | - |
| - | - | - | - | - | 113,067 |
| - | 57 | - | - | - | - |
| - | - | - | - | - | - |
| 114,423 | 921,809 | 3,381 | 160,191 | 216,150 | 752,211 |
| 46,740 | 255,004 | 80 | 83,706 | 129,115 | 122,731 |
| - | - | - | - | 1 | - |
| 129 | 468 | - | 139 | 350 | - |
| 6,410 | 52,305 | 4 | 20,522 | 23,493 | 30,412 |
| - | - | - | - | - | 364,474 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | 113,067 |
| 633 | 2,002 | 1 | 613 | 1,181 | - |
| - | - | - | - | - | - |
| 5,115 | 26,419 | 8 | 9,249 | 13,725 | 12,070 |
| - | - | - | - | - | - |
| 650 | 7,726 | 2 | 2,200 | 319 | 1,500 |
| 36,802 | 510,245 | 3,261 | 2,291 | 3,711 | 17,427 |
| - | - | - | - | - | - |
| 545 | 112 | - | 271 | 64 | - |
| 2,702 | 14,842 | 3 | 4,428 | 10,712 | - |
| 1,271 | 6,980 | 9 | 2,863 | 4,710 | - |
| 4,599 | 24,798 | 7 | 7,412 | 12,863 | 12,245 |
| 5,861 | 8,671 | 4 | 19,252 | 6,600 | 74,985 |
| 493 | 681 | - | 3,327 | 2,792 | 3,287 |
| 1,956 | 9,242 | 2 | 3,171 | 6,275 | - |
| 517 | 2,314 | - | 747 | 239 | 13 |
| 114,423 | 921,809 | 3,381 | 160,191 | 216,150 | 752,211 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM (CONTINUED)

Year Ended June 30, 2015

See Independent Auditor's Report

| | Gen Y Transit | Child and Adult Care Food Program | Summer Food Service Program |
|---|------------------|--|-----------------------------------|
| Revenues: | | | |
| Grants | \$ 38,832 | \$ 6,954 | \$ 68,464 |
| Grants released from restrictions | - | - | - |
| In-kind services | - | - | - |
| Interest income | - | - | - |
| Other income | - | - | 22,710 |
| Total revenues | 38,832 | 6,954 | 91,174 |
| Expenditures: | | | |
| Salaries | 24,276 | - | 2,645 |
| Depreciation | - | - | 1 |
| Dues and publications | 61 | - | 90 |
| Employee fringe benefits | 3,996 | - | 93 |
| Equipment and note payments | - | - | - |
| Equipment rental | - | - | - |
| Field trips | - | - | - |
| Fuel | - | - | - |
| In-kind services | - | - | - |
| Insurance | 152 | - | 69 |
| Interest | - | - | - |
| Payroll taxes | 2,694 | - | 534 |
| Private landlords | - | - | - |
| Professional services | 20 | - | 68 |
| Purchased services | 279 | 6,954 | 6,214 |
| Real estate taxes | - | - | - |
| Recruitment/outreach | 4 | - | 3 |
| Rent | 1,665 | - | - |
| Repairs and maintenance | 484 | - | 140 |
| Retirement contribution | 2,018 | - | 63 |
| Supplies | 2,337 | - | 80,834 |
| Travel and training | 214 | - | 331 |
| Utilities | 606 | - | 70 |
| Miscellaneous | 26 | - | 19 |
| Total expenditures | 38,832 | 6,954 | 91,174 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| Senior Employment Program | Housing Assistance Program | HUD Counseling | SAFE Supportive Housing Program | TEAM | Emergency Solutions Veterans |
|---------------------------------|----------------------------------|-------------------|--|-----------|------------------------------------|
| \$ 511,150 | \$ 120,502 | \$ 36,389 | \$ 41,304 | \$ 71,865 | \$ 260,383 |
| - | - | - | - | - | - |
| 88,578 | - | - | - | - | - |
| 1 | - | - | - | - | - |
| - | - | - | - | 2,838 | - |
| 599,729 | 120,502 | 36,389 | 41,304 | 74,703 | 260,383 |
| 437,103 | 46,526 | 23,269 | 23,336 | 22,191 | 119,925 |
| - | - | - | - | - | 1 |
| 105 | 216 | - | 28 | 33 | 230 |
| 16,856 | 9,060 | 5,863 | 6,693 | 5,888 | 25,436 |
| - | 844 | - | 653 | 155 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 2 | - | - | - | - | - |
| 88,578 | - | - | - | - | - |
| 946 | 485 | - | 276 | 224 | 569 |
| - | - | - | - | - | - |
| 34,493 | 5,058 | 1,779 | 2,412 | 2,086 | 13,524 |
| - | 33,885 | - | - | 36,296 | 56,394 |
| 1,505 | 686 | - | 160 | 374 | 1,608 |
| 2,737 | 2,349 | - | 522 | 689 | 2,079 |
| - | - | - | - | - | - |
| 54 | 52 | - | 27 | 49 | 172 |
| 1,775 | 3,143 | 1,331 | 1,635 | 1,669 | 5,392 |
| 1,157 | 2,489 | 702 | 835 | 948 | 1,891 |
| 3,746 | 4,469 | 2,300 | 2,256 | 2,126 | 9,309 |
| 3,560 | 6,622 | - | 1,028 | 779 | 17,231 |
| 4,800 | 1,146 | - | 347 | 151 | 1,538 |
| 1,559 | 2,086 | 1,145 | 1,048 | 1,007 | 4,376 |
| 753 | 1,386 | - | 48 | 38 | 708 |
| 599,729 | 120,502 | 36,389 | 41,304 | 74,703 | 260,383 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM (CONTINUED)

Year Ended June 30, 2015

See Independent Auditor's Report

| | Emergency Food and Shelter Program | Homes Union | Northwest Regional Housing Alliance Expansion |
|---|--|----------------|---|
| Revenues: | | | |
| Grants | \$ 120 | \$ 2,906 | \$ 224,861 |
| Grants released from restrictions | - | - | - |
| In-kind services | - | - | - |
| Interest income | - | - | - |
| Other income | - | - | 17,219 |
| Total revenues | 120 | 2,906 | 242,080 |
| Expenditures: | | | |
| Salaries | - | 480 | 46,303 |
| Depreciation | - | - | - |
| Dues and publications | - | - | 72 |
| Employee fringe benefits | - | 109 | 10,629 |
| Equipment and note payments | - | - | 549 |
| Equipment rental | - | - | - |
| Field trips | - | - | - |
| Fuel | - | - | 2 |
| In-kind services | - | - | - |
| Insurance | - | 2 | 385 |
| Interest | - | - | - |
| Payroll taxes | - | 37 | 4,289 |
| Private landlords | 120 | - | 161,738 |
| Professional services | - | 707 | 931 |
| Purchased services | - | 5 | 2,857 |
| Real estate taxes | - | - | - |
| Recruitment/outreach | - | 565 | 77 |
| Rent | - | 7 | 2,972 |
| Repairs and maintenance | - | 10 | 1,745 |
| Retirement contribution | - | 48 | 4,496 |
| Supplies | - | 3 | 1,630 |
| Travel and training | - | 900 | 1,331 |
| Utilities | - | 8 | 2,030 |
| Miscellaneous | - | 25 | 44 |
| Total expenditures | 120 | 2,906 | 242,080 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| Supportive Services For Veterans | Emergency Solutions | Turning Point | MH/DS Rental Assistance | Northwest Regional Housing Alliance | 2013 Community Development Block Grant |
|---|--------------------------------|----------------------|--|--|---|
| \$ 971,387 | \$ 269,453 | \$ 236,985 | \$ 135,618 | \$ 69,156 | \$ 19,925 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 9,160 | - | 24,027 | - | 9,795 | - |
| 980,547 | 269,453 | 261,012 | 135,618 | 78,951 | 19,925 |
| 379,898 | 57,547 | 93,584 | 54,660 | 9,710 | 8,513 |
| 1 | 1 | - | - | - | - |
| 294 | 201 | 179 | 57 | 21 | 2 |
| 80,405 | 15,401 | 25,855 | 13,037 | 1,891 | 1,821 |
| 7,670 | - | 1,699 | 1,399 | 124 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 2 | - | - | - | 1 | 2 |
| - | - | - | - | - | - |
| 3,882 | 446 | 817 | 447 | 75 | 33 |
| - | - | - | - | - | - |
| 12,949 | 6,910 | 9,768 | 5,620 | 1,019 | 1,155 |
| 274,579 | 139,825 | 97,030 | 42,319 | 62,033 | - |
| 7,612 | 923 | 2,171 | 476 | 270 | 7 |
| 59,147 | 29,218 | 2,703 | 1,551 | 499 | 49 |
| 301 | - | - | - | - | - |
| 174 | 22 | 217 | 51 | 19 | 1 |
| 34,838 | 4,248 | 6,026 | 3,591 | 619 | 225 |
| 6,934 | 2,184 | 3,093 | 1,867 | 368 | 87 |
| 11,455 | 5,496 | 9,003 | 5,237 | 879 | 785 |
| 63,206 | 3,215 | 2,934 | 2,466 | 269 | 6,867 |
| 17,406 | 820 | 1,572 | 509 | 771 | 6 |
| 18,421 | 2,866 | 4,239 | 2,274 | 371 | 353 |
| 1,373 | 130 | 122 | 57 | 12 | 19 |
| 980,547 | 269,453 | 261,012 | 135,618 | 78,951 | 19,925 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM (CONTINUED)

Year Ended June 30, 2015

See Independent Auditor's Report

| | 2011 Community Development Block Grant | 2012 Community Development Block Grant | Regional Homes Investment Partnership Program |
|---|---|---|---|
| Revenues: | | | |
| Grants | \$ 2,146 | \$ 83,368 | \$ 175,095 |
| Grants released from restrictions | - | - | - |
| In-kind services | - | - | - |
| Interest income | - | 1 | - |
| Other income | - | 2,188 | 1,550 |
| Total revenues | 2,146 | 85,557 | 176,645 |
| Expenditures: | | | |
| Salaries | 1,477 | 30,364 | 6,965 |
| Depreciation | - | - | - |
| Dues and publications | 1 | 502 | 6 |
| Employee fringe benefits | 212 | 6,101 | 1,987 |
| Equipment and note payments | - | - | 1,242 |
| Equipment rental | - | - | 11 |
| Field trips | - | - | - |
| Fuel | - | 1 | 2 |
| In-kind services | - | - | - |
| Insurance | 6 | 1,051 | 1,527 |
| Interest | - | - | - |
| Payroll taxes | 174 | 3,100 | 610 |
| Private landlords | - | - | - |
| Professional services | - | 78 | 3,595 |
| Purchased services | 33 | 34,497 | 154,692 |
| Real estate taxes | - | - | - |
| Recruitment/outreach | - | 26 | 4 |
| Rent | 49 | 1,329 | 263 |
| Repairs and maintenance | 34 | 1,166 | 244 |
| Retirement contribution | 103 | 2,043 | 689 |
| Supplies | 18 | 743 | 1,410 |
| Travel and training | 12 | 1,094 | 2,733 |
| Utilities | 27 | 3,329 | 308 |
| Miscellaneous | - | 133 | 357 |
| Total expenditures | 2,146 | 85,557 | 176,645 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| City of Farrell Homes Investment Partnership Program | ACCESS | PHARE Housing | Maternal and Child Health Services Block Grant to the States | Northwest Regional Lead Hazard Control 2012 | Contractual Management |
|---|----------------|--------------------------|---|--|-----------------------------------|
| \$ 76,116 | \$ 100,650 | \$ 4,205 | \$ 381,701 | \$ 852,023 | \$ 26,047 |
| - | 28,276 | - | - | - | 6,611 |
| - | - | - | - | 306,166 | - |
| - | - | 137 | - | - | 6 |
| - | - | - | - | 34,229 | 277,137 |
| 76,116 | 128,926 | 4,342 | 381,701 | 1,192,418 | 309,801 |
| 1,244 | 2,030 | 2,275 | 135,023 | 181,694 | 29,641 |
| - | - | - | - | 39 | 63 |
| 3 | 4 | 2 | 38 | 333 | 1,206 |
| 373 | 397 | 764 | 38,512 | 47,590 | 4,718 |
| - | - | - | - | 11,500 | - |
| 5 | - | - | 34 | 754 | 204 |
| - | - | - | - | - | - |
| 19 | - | 1 | 15 | 430 | 295 |
| - | - | - | - | 306,166 | - |
| 32 | 23 | 16 | 600 | 4,309 | 2,893 |
| - | - | - | - | - | 10,193 |
| 109 | 263 | 208 | 14,250 | 18,656 | 3,882 |
| - | - | - | - | - | - |
| 3 | 106 | 412 | 317 | 1,138 | 464 |
| 73,807 | 125,556 | 68 | 117,573 | 503,966 | 95,418 |
| - | - | - | - | - | 4,449 |
| 3 | - | 1 | 140 | 328 | 1,030 |
| 77 | 62 | 84 | 4,321 | 10,403 | 1,180 |
| 156 | 92 | 71 | 2,070 | 12,775 | 8,346 |
| 120 | 105 | 228 | 13,907 | 17,646 | 2,735 |
| - | 39 | 96 | 42,271 | 10,717 | 33,611 |
| 7 | 20 | 24 | 7,337 | 48,119 | 12,186 |
| 71 | 46 | 88 | 4,622 | 10,152 | 3,785 |
| 87 | 183 | 4 | 671 | 5,703 | 2,862 |
| 76,116 | 128,926 | 4,342 | 381,701 | 1,192,418 | 219,161 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ 90,640 |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM (CONTINUED)

Year Ended June 30, 2015

See Independent Auditor's Report

| | Weatherization Low Income Heating Energy Assistance Program | Regionalization Weatherization Low Income Heating Energy Assistance Program | Weatherization Department of Energy |
|---|---|--|---|
| Revenues: | | | |
| Grants | \$ 724,619 | \$ 2,888,954 | \$ 132,022 |
| Grants released from restrictions | - | - | - |
| In-kind services | - | - | - |
| Interest income | - | - | - |
| Other income | - | - | - |
| Total revenues | 724,619 | 2,888,954 | 132,022 |
| Expenditures: | | | |
| Salaries | 237,318 | 185,705 | 46,023 |
| Depreciation | 98 | - | - |
| Dues and publications | 1,106 | 636 | 631 |
| Employee fringe benefits | 68,684 | 27,456 | 17,563 |
| Equipment and note payments | - | - | - |
| Equipment rental | 65 | 25 | 33 |
| Field trips | - | - | - |
| Fuel | 1,023 | 4 | 457 |
| In-kind services | - | - | - |
| Insurance | 4,224 | 938 | 1,033 |
| Interest | - | - | - |
| Payroll taxes | 25,055 | 19,164 | 6,455 |
| Private landlords | - | - | - |
| Professional services | 2,831 | 18,874 | 527 |
| Purchased services | 82,990 | 1,165,264 | 2,695 |
| Real estate taxes | 710 | - | 5 |
| Recruitment/outreach | 100 | 70 | 669 |
| Rent | 24,674 | 8,340 | 4,737 |
| Repairs and maintenance | 17,748 | 3,716 | 4,334 |
| Retirement contribution | 21,445 | 17,427 | 2,928 |
| Supplies | 215,278 | 1,431,382 | 40,157 |
| Travel and training | 7,484 | 3,154 | 944 |
| Utilities | 12,392 | 6,594 | 2,617 |
| Miscellaneous | 1,394 | 205 | 214 |
| Total expenditures | 724,619 | 2,888,954 | 132,022 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| Head Start | Early Head Start | Head Start State Supplemental Assistance | OCDEL Early Head Start | Pre-K Counts |
|-------------------|-------------------------|---|-------------------------------|---------------------|
| \$ 3,155,112 | \$ 748,307 | \$ 967,231 | \$ 30,045 | \$ 634,040 |
| - | - | - | - | - |
| 214,527 | 1,130 | - | - | 3,877 |
| - | - | - | - | - |
| 76,942 | - | - | - | - |
| 3,446,581 | 749,437 | 967,231 | 30,045 | 637,917 |
| 1,385,938 | 171,978 | 479,871 | 17,357 | 325,978 |
| 169 | 54 | 75 | 3 | 12 |
| 3,508 | 157 | 1,192 | 3 | 505 |
| 232,016 | 38,192 | 77,931 | 3,823 | 88,572 |
| 311,295 | - | 61,755 | - | - |
| 2,600 | - | 915 | - | - |
| - | - | - | - | - |
| 26,642 | 450 | 12,182 | 20 | 130 |
| 214,527 | 1,130 | - | - | 3,877 |
| 35,985 | 1,970 | 12,576 | 216 | 3,155 |
| - | - | 337 | - | 466 |
| 185,563 | 17,337 | 63,621 | 1,449 | 38,213 |
| - | - | - | - | - |
| 11,330 | 2,131 | 6,665 | 551 | 3,992 |
| 87,666 | 110,842 | 17,559 | 217 | 9,496 |
| 164 | 414 | 55 | - | 6 |
| 7,886 | 371 | 2,663 | 51 | 1,348 |
| 134,161 | 16,187 | 44,328 | 1,325 | 11,709 |
| 164,893 | 97,861 | 46,976 | 439 | 19,160 |
| 123,063 | 16,992 | 42,841 | 1,719 | 32,232 |
| 385,382 | 245,699 | 52,286 | 1,606 | 80,284 |
| 29,031 | 18,061 | 7,828 | 565 | 2,415 |
| 100,033 | 8,482 | 32,789 | 534 | 15,464 |
| 4,729 | 1,129 | 2,786 | 167 | 903 |
| 3,446,581 | 749,437 | 967,231 | 30,045 | 637,917 |
| \$ - | \$ - | \$ - | \$ - | \$ - |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM (CONTINUED)

Year Ended June 30, 2015

See Independent Auditor's Report

| | Miscellaneous Grants | Totals |
|---|-------------------------|-------------------|
| Revenues: | | |
| Grants | \$ 470 | \$ 16,515,283 |
| Grants released from restrictions | 3,151 | 41,419 |
| In-kind services | - | 745,766 |
| Interest income | 3 | 205 |
| Other income | 3,677 | 482,140 |
| | <hr/> | <hr/> |
| Total revenues | 7,301 | 17,784,813 |
| Expenditures: | | |
| Salaries | 269 | 5,405,612 |
| Depreciation | 36 | 556 |
| Dues and publications | 1 | 16,323 |
| Employee fringe benefits | 33 | 1,041,973 |
| Equipment and note payments | - | 782,353 |
| Equipment rental | - | 5,446 |
| Field trips | - | 1,301 |
| Fuel | 96 | 41,831 |
| In-kind services | - | 745,766 |
| Insurance | 83 | 86,139 |
| Interest | - | 10,996 |
| Payroll taxes | 67 | 583,965 |
| Private landlords | - | 904,219 |
| Professional services | - | 86,773 |
| Purchased services | 2,285 | 3,312,887 |
| Real estate taxes | - | 6,114 |
| Recruitment/outreach | - | 17,860 |
| Rent | 8 | 383,157 |
| Repairs and maintenance | 223 | 430,195 |
| Retirement contribution | 20 | 436,454 |
| Supplies | 2,955 | 2,880,824 |
| Travel and training | 412 | 200,574 |
| Utilities | 14 | 278,074 |
| Miscellaneous | - | 33,982 |
| | <hr/> | <hr/> |
| Total expenditures | 6,502 | 17,693,374 |
| | <hr/> | <hr/> |
| Excess of revenues over expenditures | \$ 799 | \$ 91,439 |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM

Year Ended June 30, 2014

See Independent Auditor's Report

| | 2013 Community Services Block Grant | 2014 Community Services Block Grant | Community Services Block Grant Workforce Initiatives |
|---|--|--|---|
| Revenues: | | | |
| Grants | \$ 139,042 | \$ 161,471 | \$ 16,465 |
| Grants released from restrictions | - | - | - |
| In-kind services | 2,977 | 14,950 | - |
| Interest income | 6 | - | - |
| Other income | 450 | 245 | - |
| Total revenues | 142,475 | 176,666 | 16,465 |
| Expenditures: | | | |
| Salaries | 54,298 | 57,841 | 8,336 |
| Dues and publications | 1,885 | 2,307 | - |
| Employee fringe benefits | 8,548 | 7,817 | 2,011 |
| Equipment and note payments | 10,442 | 4,393 | 474 |
| Equipment rental | - | - | - |
| Field trips | 644 | 274 | - |
| Fuel | 219 | - | 4 |
| In-kind services | 2,977 | 14,950 | - |
| Insurance | 1,043 | 1,037 | 76 |
| Interest | - | - | - |
| Payroll taxes | 3,951 | 7,968 | 899 |
| Private landlords | - | - | - |
| Professional services | 21 | 5,388 | 502 |
| Purchased services | 18,852 | 28,156 | 72 |
| Real estate taxes | - | - | - |
| Recruitment/outreach | 102 | 1,268 | 2 |
| Rent | 4,979 | 6,002 | 225 |
| Repairs and maintenance | 3,538 | 7,534 | 165 |
| Retirement contribution | 5,437 | 4,619 | 489 |
| Supplies | 11,908 | 9,928 | 2,881 |
| Travel and training | 7,712 | 11,856 | 1 |
| Utilities | 5,133 | 4,341 | 273 |
| Miscellaneous | 786 | 987 | 55 |
| Total expenditures | 142,475 | 176,666 | 16,465 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| HSDf | Medical Assistance Transportation Program | Senior Shopping Program | Work Initiative Act | Supportive Engagement | Fit 4 Life |
|-------------|--|--------------------------------|----------------------------|------------------------------|-------------------|
| \$ 114,423 | \$ 871,392 | \$ - | \$ 160,454 | \$ 228,512 | \$ 226,403 |
| - | 65,352 | 3,346 | - | - | - |
| - | - | - | - | - | 135,303 |
| - | 74 | - | - | - | - |
| - | - | - | - | - | - |
| 114,423 | 936,818 | 3,346 | 160,454 | 228,512 | 361,706 |
| 48,922 | 228,282 | 9 | 84,139 | 131,488 | 99,640 |
| 4,134 | 153 | - | 30 | 123 | - |
| 6,907 | 44,238 | 1 | 22,374 | 24,167 | 22,472 |
| - | - | - | - | - | 5,760 |
| - | - | - | - | - | - |
| - | - | - | 377 | 95 | - |
| 15 | 147 | - | 35 | 23 | - |
| - | - | - | - | - | 135,303 |
| 439 | 2,028 | - | 749 | 1,445 | - |
| - | - | - | - | - | - |
| 6,376 | 23,075 | 1 | 9,627 | 16,253 | 10,817 |
| - | - | - | - | - | - |
| 186 | 7,392 | - | 2,318 | 1,124 | 1,800 |
| 34,128 | 568,798 | 3,332 | 1,712 | 4,145 | 13,500 |
| - | - | - | - | - | - |
| 479 | 112 | - | 582 | 163 | - |
| 1,876 | 11,186 | 1 | 3,052 | 10,146 | - |
| 1,808 | 9,969 | 1 | 3,038 | 7,795 | - |
| 4,304 | 21,243 | 1 | 7,476 | 10,132 | 8,030 |
| 1,472 | 7,888 | - | 18,148 | 11,971 | 51,165 |
| 774 | 1,583 | - | 2,907 | 3,042 | 12,864 |
| 1,575 | 7,992 | - | 2,874 | 5,891 | - |
| 1,028 | 2,732 | - | 1,016 | 509 | 355 |
| 114,423 | 936,818 | 3,346 | 160,454 | 228,512 | 361,706 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM (CONTINUED)

Year Ended June 30, 2014

See Independent Auditor's Report

| | Gen Y Transit | Child and Adult Care Food Program | Summer Food Service Program |
|---|------------------|--|-----------------------------------|
| Revenues: | | | |
| Grants | \$ 122,162 | \$ 8,275 | \$ 63,789 |
| Grants released from restrictions | - | - | 8,324 |
| In-kind services | - | - | 964 |
| Interest income | - | - | - |
| Other income | - | - | 7,219 |
| Total revenues | 122,162 | 8,275 | 80,296 |
| Expenditures: | | | |
| Salaries | 66,012 | - | 2,102 |
| Dues and publications | 33 | - | 1 |
| Employee fringe benefits | 11,163 | - | 53 |
| Equipment and note payments | - | - | - |
| Equipment rental | - | - | - |
| Field trips | 1,163 | - | - |
| Fuel | 26 | - | 300 |
| In-kind services | - | - | 964 |
| Insurance | 474 | - | 6 |
| Interest | - | - | - |
| Payroll taxes | 7,209 | - | 324 |
| Private landlords | - | - | - |
| Professional services | 1,075 | - | 1 |
| Purchased services | 1,514 | 8,275 | 1,634 |
| Real estate taxes | - | - | - |
| Recruitment/outreach | 17 | - | 50 |
| Rent | 13,754 | - | 24 |
| Repairs and maintenance | 3,211 | - | 202 |
| Retirement contribution | 5,205 | - | 147 |
| Supplies | 7,474 | - | 73,662 |
| Travel and training | 1,821 | - | 804 |
| Utilities | 1,907 | - | 13 |
| Miscellaneous | 104 | - | 9 |
| Total expenditures | 122,162 | 8,275 | 80,296 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| Senior Employment Program | Housing Assistance Program | HUD Counseling | SAFE Supportive Housing Program | TEAM | New Options |
|---------------------------------|----------------------------------|-------------------|--|-----------|-------------|
| \$ 511,642 | \$ 120,502 | \$ 26,012 | \$ 43,840 | \$ 77,065 | \$ 28,085 |
| - | - | - | - | - | - |
| 73,349 | - | - | - | - | - |
| 2 | - | - | - | - | - |
| - | - | - | - | 3,481 | 1,420 |
| 584,993 | 120,502 | 26,012 | 43,840 | 80,546 | 29,505 |
| 441,953 | 34,863 | 17,012 | 26,346 | 26,027 | 13,574 |
| 50 | 367 | - | 21 | 32 | 11 |
| 12,114 | 7,314 | 3,811 | 5,529 | 5,010 | 3,278 |
| - | 2,825 | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 11 | 47 | - | 16 | 22 | 13 |
| 73,349 | - | - | - | - | - |
| 948 | 414 | - | 288 | 269 | 128 |
| - | - | - | - | - | - |
| 34,750 | 4,068 | 1,445 | 3,153 | 3,200 | 1,167 |
| - | 50,000 | - | - | 36,283 | 7,474 |
| 940 | 501 | - | 221 | 317 | 10 |
| 2,145 | 1,889 | 7 | 943 | 1,745 | 313 |
| - | - | - | - | - | - |
| 10 | 57 | - | 56 | 23 | - |
| 1,137 | 2,354 | 939 | 1,402 | 1,539 | 875 |
| 1,958 | 3,036 | 525 | 1,209 | 1,507 | 370 |
| 2,879 | 2,918 | 1,560 | 1,963 | 2,344 | 1,281 |
| 3,206 | 4,050 | - | 1,345 | 830 | 260 |
| 4,876 | 3,113 | - | 355 | 271 | 12 |
| 3,407 | 1,547 | 687 | 954 | 1,092 | 693 |
| 1,260 | 1,139 | 26 | 39 | 35 | 46 |
| 584,993 | 120,502 | 26,012 | 43,840 | 80,546 | 29,505 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM (CONTINUED)

Year Ended June 30, 2014

See Independent Auditor's Report

| | Emergency Food and Shelter Program | 2011 Emergency Solutions | Northwest Regional Housing Alliance Expansion |
|---|--|--------------------------------|---|
| Revenues: | | | |
| Grants | \$ 9,880 | \$ 260,213 | \$ 202,942 |
| Grants released from restrictions | - | - | 2,606 |
| In-kind services | - | - | - |
| Interest income | - | - | - |
| Other income | - | - | 24,847 |
| Total revenues | 9,880 | 260,213 | 230,395 |
| Expenditures: | | | |
| Salaries | - | 65,494 | 45,731 |
| Dues and publications | - | 38 | 14 |
| Employee fringe benefits | - | 14,261 | 8,483 |
| Equipment and note payments | - | - | - |
| Equipment rental | - | - | - |
| Field trips | - | - | - |
| Fuel | - | 38 | 46 |
| In-kind services | - | - | - |
| Insurance | - | 704 | 363 |
| Interest | - | - | - |
| Payroll taxes | - | 7,203 | 4,438 |
| Private landlords | 9,880 | 149,770 | 150,759 |
| Professional services | - | 368 | 1,309 |
| Purchased services | - | 2,027 | 5,201 |
| Real estate taxes | - | - | - |
| Recruitment/outreach | - | 119 | 40 |
| Rent | - | 4,218 | 2,530 |
| Repairs and maintenance | - | 3,883 | 2,532 |
| Retirement contribution | - | 6,092 | 4,382 |
| Supplies | - | 2,009 | 1,829 |
| Travel and training | - | 866 | 741 |
| Utilities | - | 2,905 | 1,935 |
| Miscellaneous | - | 218 | 62 |
| Total expenditures | 9,880 | 260,213 | 230,395 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| Supportive Services For Veterans | 2012 Emergency Solutions | Turning Point | MH/DS Rental Assistance | Northwest Regional Housing Alliance | 2010 Community Development Block Grant |
|---|---|----------------------|--|--|---|
| \$ 518,910 | \$ 122,038 | \$ 194,267 | \$ 135,617 | \$ 63,238 | \$ 6,243 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 4,602 | - | 22,319 | - | 4,551 | - |
| 523,512 | 122,038 | 216,586 | 135,617 | 67,789 | 6,243 |
| 239,550 | 29,901 | 73,181 | 47,240 | 7,176 | 1,700 |
| 71 | 19 | 40 | 21 | 10 | - |
| 53,303 | 6,199 | 17,324 | 10,687 | 1,103 | 326 |
| 3,958 | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 57 | 16 | 56 | 24 | 3 | - |
| - | - | - | - | - | - |
| 1,910 | 336 | 730 | 475 | 68 | 5 |
| - | - | - | - | - | - |
| 10,223 | 3,273 | 8,134 | 5,795 | 819 | 132 |
| 108,967 | 70,722 | 90,590 | 45,232 | 53,857 | - |
| 7,588 | 718 | 1,013 | 527 | 520 | 1 |
| 21,171 | 1,176 | 2,644 | 1,453 | 1,793 | 3,452 |
| - | - | - | - | - | - |
| 1,930 | 100 | 32 | 34 | 14 | - |
| 11,879 | 1,817 | 4,627 | 2,625 | 406 | 110 |
| 3,980 | 1,902 | 3,851 | 2,423 | 731 | 64 |
| 7,309 | 2,851 | 6,626 | 4,060 | 664 | 172 |
| 26,446 | 1,155 | 2,722 | 10,113 | 282 | 156 |
| 12,875 | 320 | 1,845 | 2,949 | 50 | 62 |
| 11,447 | 1,352 | 3,073 | 1,885 | 283 | 63 |
| 848 | 181 | 98 | 74 | 10 | - |
| 523,512 | 122,038 | 216,586 | 135,617 | 67,789 | 6,243 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM (CONTINUED)

Year Ended June 30, 2014

See Independent Auditor's Report

| | 2011 Community Development Block Grant | 2012 Community Development Block Grant | Regional Homes Investment Partnership Program |
|---|---|---|---|
| Revenues: | | | |
| Grants | \$ 200,211 | \$ 247,404 | \$ 181,029 |
| Grants released from restrictions | 450 | - | - |
| In-kind services | - | - | 18,750 |
| Interest income | - | - | - |
| Other income | - | 3,580 | - |
| Total revenues | 200,661 | 250,984 | 199,779 |
| Expenditures: | | | |
| Salaries | 43,219 | 28,068 | 12,208 |
| Dues and publications | 481 | 3 | 10 |
| Employee fringe benefits | 7,258 | 6,691 | 2,245 |
| Equipment and note payments | - | - | - |
| Equipment rental | - | - | 2 |
| Field trips | - | - | - |
| Fuel | 116 | 13 | 38 |
| In-kind services | - | - | 18,750 |
| Insurance | 381 | 91 | 125 |
| Interest | - | - | - |
| Payroll taxes | 4,007 | 2,279 | 1,178 |
| Private landlords | - | - | - |
| Professional services | 1,547 | 1,088 | 2,106 |
| Purchased services | 123,446 | 200,199 | 156,187 |
| Real estate taxes | 1,915 | 2,126 | - |
| Recruitment/outreach | 1,644 | 23 | 378 |
| Rent | 1,733 | 973 | 549 |
| Repairs and maintenance | 2,103 | 877 | 1,224 |
| Retirement contribution | 4,236 | 2,775 | 1,187 |
| Supplies | 3,083 | 2,882 | 1,524 |
| Travel and training | 3,535 | 738 | 1,229 |
| Utilities | 1,774 | 1,926 | 730 |
| Miscellaneous | 183 | 232 | 109 |
| Total expenditures | 200,661 | 250,984 | 199,779 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| City of Farrell Homes Investment Partnership Program | ACCESS | Maternal and Child Health Services Block Grant to the States | Northwest Regional Lead Hazard Control 2012 | Contractual Management | Weatherization Low Income Heating Energy Assistance Program |
|---|---------------|---|--|-----------------------------------|--|
| \$ 215,914 | \$ 195,164 | \$ 106,623 | \$ 877,807 | \$ 25,561 | \$ 916,568 |
| - | 20,495 | - | - | 3,780 | - |
| - | - | - | 775,503 | - | - |
| 1 | - | - | - | 11 | - |
| 5,351 | 2,000 | - | 33,650 | 170,760 | - |
| 221,266 | 217,659 | 106,623 | 1,686,960 | 200,112 | 916,568 |
| 20,849 | 25,477 | 58,610 | 202,222 | 20,343 | 290,254 |
| 16 | 14 | 2 | 147 | 1,135 | 423 |
| 5,142 | 4,321 | 11,434 | 47,285 | 3,114 | 80,556 |
| - | - | - | - | - | - |
| 27 | 69 | - | 500 | 458 | 25,825 |
| - | - | - | - | - | - |
| 63 | 149 | 79 | 1,131 | 2,584 | 2,124 |
| - | - | - | 775,503 | - | - |
| 244 | 356 | 533 | 5,523 | 2,612 | 4,559 |
| - | - | - | - | 11,309 | - |
| 1,975 | 2,742 | 7,023 | 21,833 | 2,952 | 30,816 |
| - | - | - | - | 348 | - |
| 2,798 | 10,897 | 286 | 5,929 | 4,368 | 3,786 |
| 181,301 | 164,686 | 848 | 511,754 | 24,753 | 147,153 |
| - | - | - | - | 850 | 826 |
| 36 | 37 | 12 | 674 | 1,452 | 390 |
| 882 | 1,130 | 2,659 | 9,619 | 577 | 14,564 |
| 2,262 | 2,407 | 8,003 | 24,820 | 8,525 | 23,918 |
| 2,032 | 2,350 | 5,727 | 18,959 | 1,730 | 26,542 |
| 1,217 | 895 | 6,046 | 16,123 | 23,311 | 236,966 |
| 856 | 459 | 1,262 | 27,903 | 16,734 | 6,593 |
| 1,204 | 1,230 | 3,982 | 11,732 | 2,413 | 20,325 |
| 362 | 440 | 117 | 5,303 | 5,082 | 948 |
| 221,266 | 217,659 | 106,623 | 1,686,960 | 134,650 | 916,568 |
| \$ - | \$ - | \$ - | \$ - | \$ 65,462 | \$ - |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

STATEMENT OF ACTIVITIES BEFORE CAPITAL ADDITIONS - BY PROGRAM (CONTINUED)

Year Ended June 30, 2014

See Independent Auditor's Report

| | Weatherization Department of Energy | Head Start | Head Start State Supplemental Assistance |
|---|---|------------------|---|
| Revenues: | | | |
| Grants | \$ 196,613 | \$ 2,900,439 | \$ 967,231 |
| Grants released from restrictions | - | - | - |
| In-kind services | - | 360,044 | - |
| Interest income | - | 1 | - |
| Other income | - | 114,035 | - |
| Total revenues | 196,613 | 3,374,519 | 967,231 |
| Expenditures: | | | |
| Salaries | 87,052 | 1,329,097 | 485,496 |
| Dues and publications | 122 | 2,758 | 936 |
| Employee fringe benefits | 24,481 | 211,356 | 72,501 |
| Equipment and note payments | - | 103,708 | 36,959 |
| Equipment rental | 24 | 241 | 80 |
| Field trips | - | - | - |
| Fuel | 722 | 37,977 | 13,990 |
| In-kind services | - | 360,044 | - |
| Insurance | 1,081 | 35,477 | 12,324 |
| Interest | - | - | 269 |
| Payroll taxes | 8,038 | 176,292 | 66,334 |
| Private landlords | - | - | - |
| Professional services | 595 | 22,094 | 6,862 |
| Purchased services | 1,633 | 87,088 | 17,305 |
| Real estate taxes | 15 | 634 | - |
| Recruitment/outreach | 505 | 6,113 | 1,839 |
| Rent | 2,875 | 116,849 | 39,031 |
| Repairs and maintenance | 7,860 | 271,720 | 89,499 |
| Retirement contribution | 8,418 | 118,897 | 41,880 |
| Supplies | 41,943 | 366,596 | 42,455 |
| Travel and training | 6,253 | 40,503 | 11,813 |
| Utilities | 4,637 | 80,087 | 25,212 |
| Miscellaneous | 359 | 6,988 | 2,446 |
| Total expenditures | 196,613 | 3,374,519 | 967,231 |
| Excess of revenues over expenditures | \$ - | \$ - | \$ - |

| Pre-K Counts | Miscellaneous Grants | Totals |
|-------------------------|---------------------------------|-------------------|
| \$ 628,505 | \$ 2,008 | \$ 12,093,959 |
| - | - | 104,353 |
| 17,405 | - | 1,399,245 |
| - | - | 95 |
| - | 11,268 | 409,778 |
| 645,910 | 13,276 | 14,007,430 |
| 327,416 | 8,946 | 4,790,074 |
| 214 | 2 | 15,623 |
| 79,654 | 32 | 854,563 |
| - | - | 168,519 |
| 40 | - | 27,266 |
| - | 338 | 2,891 |
| 247 | - | 60,351 |
| 17,405 | - | 1,399,245 |
| 3,089 | 1 | 80,331 |
| 347 | - | 11,925 |
| 35,593 | 1,511 | 536,873 |
| - | - | 773,882 |
| 3,864 | 1 | 100,061 |
| 6,461 | 19 | 2,352,910 |
| - | - | 6,366 |
| 987 | - | 19,280 |
| 11,028 | 5 | 290,177 |
| 34,532 | 23 | 543,005 |
| 30,335 | 915 | 378,167 |
| 77,189 | 1,287 | 1,072,417 |
| 5,032 | 193 | 194,802 |
| 11,647 | 3 | 228,224 |
| 830 | - | 35,016 |
| 645,910 | 13,276 | 13,941,968 |
| \$ - | \$ - | \$ 65,462 |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2015

See Independent Auditor's Report

| Federal Grantor / Pass-Through Grantor Program Title | Federal CFDA Number |
|---|---------------------------|
| <u>U.S. Department of Health and Human Services</u> | |
| Medical Assistance Program: | |
| Passed through County of Lawrence, Pennsylvania: | |
| Medical Assistance Program | 93.778 |
| Medical Assistance Program | 93.778 |
| Total Medical Assistance Program | |
| Temporary Assistance for Needy Families: | |
| Passed through West Central Job Partnership: | |
| Temporary Assistance for Needy Families | 93.558 |
| Temporary Assistance for Needy Families | 93.558 |
| Passed through Pennsylvania Department of Public Welfare: | |
| Temporary Assistance for Needy Families | 93.558 |
| Temporary Assistance for Needy Families | 93.558 |
| Temporary Assistance for Needy Families | 93.558 |
| Total Temporary Assistance for Needy Families | |
| Community Services Block Grant: | |
| Passed through Pennsylvania Department of Community and Economic Development: | |
| Community Services Block Grant - Discretionary | 93.569 |
| Community Services Block Grant | 93.569 |
| Community Services Block Grant | 93.569 |
| Total Community Services Block Grant | |
| Head Start: | |
| Head Start | 93.600 |
| Head Start | 93.600 |
| Total Head Start | |
| Early Head Start: | |
| Total Early Head Start | 93.600 |

See Notes to Schedule of Expenditures of Federal Awards.

| Contract Pass-Through Grantors Number | Receipts | Expenditures | Grant Balance June 30, 2015 |
|--|----------------------|----------------------|--|
| R-2015-025 | \$ 428,687 12,039 | \$ 434,149 12,039 | \$ 10,218 - |
| | <u>440,726</u> | <u>446,188</u> | <u>10,218</u> |
| 4340-C301 | 5,698 | - | - |
| 4401-E401 | 32,274 | 40,000 | 7,726 |
| 4100064843 | 3,805 | - | - |
| 4100064843 | 113,095 | 37,181 | - |
| 4100064843 | 104,417 | 178,969 | 37,842 |
| | <u>259,289</u> | <u>256,150</u> | <u>45,568</u> |
| C000057129 | 31,114 | 106,423 | 178,886 |
| C000057129 | 251,585 | 140,660 | - |
| C000057129 | 78,767 | 148,135 | 223,354 |
| | <u>361,466</u> | <u>395,218</u> | <u>402,240</u> |
| 03CH343001 | 2,547,344 | 2,602,108 | - |
| 03CH343002 | 197,219 | 204,319 | 2,544,332 |
| | <u>2,744,563</u> | <u>2,806,427</u> | <u>2,544,332</u> |
| 03HP002301 | <u>423,951</u> | <u>748,307</u> | <u>580,397</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

Year Ended June 30, 2015

See Independent Auditor's Report

| Federal Grantor / Pass-Through Grantor Program Title | Federal CFDA Number |
|--|---------------------------|
| Weatherization Program: | |
| Passed through Pennsylvania Department of Community and Economic Development : Low-Income Home Energy Assistance | 93.568 |
| Total Weatherization Program | |
| Passed through Pennsylvania Department of Health and Human Services: Maternal and Child Health Services Block Grant to the States | 93.994 |
| Total Maternal and Child Health Services Block Grant to the States | |
| Total U.S. Department of Health and Human Services | |
| <u>U.S. Department of Homeland Security</u> | |
| Emergency Food and Shelter National Board Program | 97.024 |
| Emergency Food and Shelter National Board Program | 97.024 |
| Total U.S. Department of Homeland Security | |
| <u>U.S. Department of Agriculture</u> | |
| Child and Adult Care Food Program: | |
| Passed through Pennsylvania Department of Education: Child and Adult Care Food Program | 10.558 |
| Total Child and Adult Care Food Program | |
| Summer Food Service Program for Children | 10.559 |
| Total Summer Food Service Program for Children | |
| Total U.S. Department of Agriculture | |

See Notes to Schedule of Expenditures of Federal Awards.

| Pass-Through Grantors Number | Receipts | Expenditures | Grant Balance June 30, 2015 |
|---|------------------|---------------------|--|
| C000055924 | \$ 3,245,470 | \$ 3,613,573 | \$ 1,916,725 |
| | <u>3,245,470</u> | <u>3,613,573</u> | <u>1,916,725</u> |
| 4100067044 | <u>308,909</u> | <u>381,701</u> | <u>457,757</u> |
| | <u>308,909</u> | <u>381,701</u> | <u>457,757</u> |
| | <u>7,784,374</u> | <u>8,647,564</u> | <u>5,957,237</u> |
| 7272-00 | 4,880 | - | - |
| 7272-00 | <u>120</u> | <u>120</u> | <u>-</u> |
| | <u>5,000</u> | <u>120</u> | <u>-</u> |
| 300-37-000-6 | <u>277,616</u> | <u>249,930</u> | <u>N/A</u> |
| | <u>277,616</u> | <u>249,930</u> | <u>-</u> |
| 314-37-037-8 | <u>64,744</u> | <u>68,464</u> | <u>N/A</u> |
| | <u>64,744</u> | <u>68,464</u> | <u>-</u> |
| | <u>342,360</u> | <u>318,394</u> | <u>-</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

Year Ended June 30, 2015

See Independent Auditor's Report

| Federal Grantor / Pass-Through Grantor Program Title | Federal CFDA Number |
|--|---------------------------|
| <u>U.S. Department of Housing and Urban Development</u> | |
| Community Development Block Grant: | |
| Passed through Pennsylvania Department of Community and Economic Development | |
| Passed through County of Lawrence, Pennsylvania: | |
| Community Development Block Grant 2011 | 14.228 |
| Community Development Block Grant 2012 | 14.228 |
| Community Development Block Grant 2013 | 14.228 |
| Total Community Development Block Grant | |
| Northwest Regional Lead Hazard Control Grant: | |
| Passed through County of Lawrence, Pennsylvania: | |
| PA Regional Lead Hazard Control - 2012 | 14.900 |
| Total Northwest Regional Lead Hazard Control Grant | |
| Emergency Solutions: | |
| Passed through County of Lawrence, Pennsylvania: | |
| Emergency Solutions Grant Program | 14.231 |
| Emergency Solutions Grant Program | 14.231 |
| Emergency Solutions Grant Program | 14.231 |
| Emergency Solutions Grant Program | 14.231 |
| Total Emergency Solutions | |
| Home Investment Partnership Program: | |
| Passed through County of Lawrence, Pennsylvania: | |
| Home Investment Partnership Program | 14.239 |
| Passed through Union Township, Pennsylvania: | |
| Home Investment Partnership Program | 14.239 |
| Passed through City of Farrell, Pennsylvania: | |
| Home Investment Partnership Program | 14.239 |
| Total Home Investment Partnership Program | |
| Housing Counseling Assistance Program | 14.169 |
| Total Housing Counseling Assistance Program | |

See Notes to Schedule of Expenditures of Federal Awards.

| Pass-Through Grantors Number | Receipts | Expenditures | Grant Balance June 30, 2015 |
|---|-----------------|---------------------|--|
| C000052213 | \$ 21,142 | \$ 2,146 | \$ - |
| C000053191 | 121,899 | 83,368 | 43,367 |
| C000057328 | 13,043 | 19,925 | 98,817 |
| | <u>156,084</u> | <u>105,439</u> | <u>142,184</u> |
| PALHB0522-12 | <u>928,310</u> | <u>852,023</u> | <u>413,856</u> |
| | <u>928,310</u> | <u>852,023</u> | <u>413,856</u> |
| C000052869 | 205,699 | 51,158 | - |
| C000053465 | 89,911 | 23,625 | - |
| C000060143 | 49,401 | 260,383 | 1,110,599 |
| C000060152 | - | 194,670 | 659,106 |
| | <u>345,011</u> | <u>529,836</u> | <u>1,769,705</u> |
| C000051581 | 168,816 | 175,095 | - |
| C000051581 | - | 2,906 | 300,000 |
| C000052497 | <u>70,104</u> | <u>76,116</u> | <u>12,258</u> |
| | <u>238,920</u> | <u>254,117</u> | <u>312,258</u> |
| HC100321170 | 33,323 | 27,683 | - |
| HC150341008 | - | 8,706 | 17,294 |
| | <u>33,323</u> | <u>36,389</u> | <u>17,294</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

Year Ended June 30, 2015

See Independent Auditor's Report

| Federal Grantor / Pass-Through Grantor Program Title | Federal CFDA Number |
|--|---------------------------|
| Continuum of Care Program: | |
| Continuum of Care Program - SAFE | 14.267 |
| Continuum of Care Program - SAFE | 14.267 |
| Continuum of Care Program - TEAM | 14.267 |
| Continuum of Care Program - TEAM | 14.267 |
| Continuum of Care Program - Turning Point | 14.267 |
| Continuum of Care Program - Turning Point | 14.267 |
| Continuum of Care Program - NWR Housing Alliance | 14.267 |
| Continuum of Care Program - NWR Housing Alliance | 14.267 |
| Continuum of Care Program - NWR Housing Alliance Expansion Grant | 14.267 |
| Continuum of Care Program - NWR Housing Alliance Expansion Grant | 14.267 |
| Total Continuum of Care Program | |
| Total U.S. Department of Housing and Urban Development | |
| <u>U.S. Department of Education</u> | |
| Carolyn M. White Physical Education Program | 84.215 |
| Passed through Pennsylvania Department of Public Welfare Passed through Northwest Institute of Research: PDO Training | 84.010 |
| Total U.S. Department of Education | |
| <u>U.S. Department of Energy</u> | |
| Passed through Pennsylvania Department of Community and Economic Development: Weatherization Assistance for Low Income Persons | 81.042 |
| Weatherization Assistance for Low Income Persons | 81.042 |
| Total U.S. Department of Energy | |

See Notes to Schedule of Expenditures of Federal Awards.

| Pass-Through Grantors Number | Receipts | Expenditures | Grant Balance June 30, 2015 |
|---|------------------|---------------------|--|
| PA0314B3E021205 | \$ 6,310 | \$ 4,339 | \$ - |
| PA0314L3E021407 | 38,768 | 36,926 | 1,866 |
| PA0314B3E021203 | 2,111 | - | - |
| PA0497L3E021405 | 71,865 | 71,865 | - |
| PA0425B3E021204 | 53,193 | 48,390 | - |
| PA0425B3E021305 | 182,949 | 188,595 | 48,390 |
| PA0304B3E021202 | 20,709 | 18,228 | - |
| PA0304L3E021303 | 42,638 | 50,928 | 28,177 |
| PA0601B3E021201 | 94,465 | 105,599 | - |
| PA0601B3E021302 | 127,186 | 119,262 | 75,357 |
| | <u>640,194</u> | <u>644,132</u> | <u>153,790</u> |
| | <u>2,341,842</u> | <u>2,421,936</u> | <u>2,809,087</u> |
| Q215F120265 | 630,045 | 639,144 | 135,124 |
| N/A | <u>4,400</u> | <u>4,400</u> | <u>-</u> |
| | <u>634,445</u> | <u>643,544</u> | <u>135,124</u> |
| C000055924 | 46,650 | - | - |
| C000055924 | <u>128,680</u> | <u>132,022</u> | <u>3,342</u> |
| | <u>175,330</u> | <u>132,022</u> | <u>3,342</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

Year Ended June 30, 2015

See Independent Auditor's Report

| Federal Grantor / Pass-Through Grantor Program Title | Federal CFDA Number |
|---|---------------------------|
| <u>U.S. Department of Labor</u> | |
| Passed through Senior Service America: Senior Community Service Employment Program | 17.235 |
| Passed through West Central Job Partnership: WIA Youth Activities | 17.259 |
| WIA Youth Activities | 17.259 |
| Total U.S. Department of Labor | |
| <u>U.S. Department of Transportation</u> | |
| Gen Y Workforce Connection | 20.514 |
| Total U.S. Department of Transportation | |
| <u>U.S. Department of Veterans Affairs</u> | |
| VA Supportive Services for Veterans Families Program | 64.033 |
| VA Supportive Services for Veterans Families Program | 64.033 |
| Total U.S. Department of Veterans Affairs | |
| Total awards | |

See Notes to Schedule of Expenditures of Federal Awards.

| Pass-Through Grantors Number | Receipts | Expenditures | Grant Balance June 30, 2015 |
|---|----------------------|----------------------|--|
| 296 | \$ 521,543 | \$ 511,150 | \$ 16,795 |
| 4340-E301 | 9,124 | - | - |
| 4340-E401 | 102,372 | 120,000 | 17,628 |
| | <u>633,039</u> | <u>631,150</u> | <u>34,423</u> |
| PA-26-7267-00 | 67,415 | 38,832 | - |
| | <u>67,415</u> | <u>38,832</u> | <u>-</u> |
| 2014-PA-277-TFA | 402,244 | 323,090 | 402,244 |
| 2015-PA-277-TFA | 585,480 | 648,297 | 273,360 |
| | <u>987,724</u> | <u>971,387</u> | <u>675,604</u> |
| | <u>\$ 12,971,529</u> | <u>\$ 13,804,949</u> | <u>\$ 9,614,817</u> |

LAWRENCE COUNTY SOCIAL SERVICES, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2015

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (Schedule) includes all federal grant activity of Lawrence County Social Services, Inc. (LCSS, Inc.) under programs of the federal government for the year ended June 30, 2015. The information in this Schedule is presented in accordance with the requirements of the U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of LCSS, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of LCSS, Inc.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-122, *Cost Principles for Non-Profit Organizations*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

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

Board of Directors
Lawrence County Social Services, Inc.
New Castle, Pennsylvania

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 Lawrence County Social Services, Inc. (LCSS, Inc.) which comprise the statement of financial position as of June 30, 2015, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 25, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered LCSS, Inc.'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 LCSS, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of LCSS, Inc.'s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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 LCSS, Inc.'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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Arnett Carbis Toothman LLP

New Castle, Pennsylvania
March 25, 2016

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

Board of Directors
Lawrence County Social Services, Inc.
New Castle, Pennsylvania

Report on Compliance for Each Major Federal Program

We have audited Lawrence County Social Services, Inc.'s (LCSS, Inc.) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of LCSS, Inc.'s major federal programs for the year ended June 30, 2015. LCSS, Inc.'s major federal programs are identified in the summary of independent auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for LCSS, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about LCSS, Inc.'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 LCSS, Inc.'s compliance.

Opinion on Each Major Federal Program

In our opinion, Lawrence County Social Services, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of LCSS, Inc. 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 LCSS, Inc.'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 an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of LCSS, Inc.'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.

Purpose of this Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Arnett Carbis Toothman LLP

New Castle, Pennsylvania
March 25, 2016

LAWRENCE COUNTY SOCIAL SERVICES, INC.

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2015**

I. Summary of Independent Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? Yes No
 Significant deficiency(ies) identified that are not considered to be material weakness(es)? Yes None Reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? Yes No
 Significant deficiency(ies) identified that are not considered to be material weakness(es)? Yes 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 Section 510(a) of OMB Circular A-133? Yes No

Identification of major programs:

| <u>CFDA Numbers</u> | <u>Name of Federal Program or Cluster</u> |
|---------------------|---|
| 14.267 | Continuum of Care Program |
| 17.235 | Senior Community Service Employment Program |
| 84.215 | Fund for the Improvement of Education |
| 93.568 | Low-Income Home Energy Assistance |
| 93.778 | Medical Assistance Program |

Dollar threshold used to distinguish between type A and type B programs \$ 414,148

Auditee qualified as low-risk auditee? Yes No

LAWRENCE COUNTY SOCIAL SERVICES, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

Year Ended June 30, 2015

II. Findings Relating to the Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards

A. Significant Deficiencies in Internal Control

None reported.

B. Compliance Findings

None reported.

III. Findings and Questioned Costs for Federal Awards

None reported.

LAWRENCE COUNTY SOCIAL SERVICES, INC.

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2015

Audit Findings: None

**INDEPENDENT AUDITOR'S REPORT
ON THE SCHEDULE OF DEPARTMENT OF
HUMAN SERVICES FINANCIAL ASSISTANCE**

Board of Directors
Lawrence County Social Services, Inc.
New Castle, Pennsylvania

The accompanying Schedule of Department of Human Services Financial Assistance is presented for the purpose 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.

Arnett Carbis Toothman LLP

New Castle, Pennsylvania
March 25, 2016

LAWRENCE COUNTY SOCIAL SERVICES, INC.

**SCHEDULE OF DEPARTMENT OF HUMAN SERVICES
FINANCIAL ASSISTANCE**

Year Ended June 30, 2015

**See Independent Auditor's Report on the
Schedule of Department of Human Services
Financial Assistance**

| Program | Combined Federal/State Expenditures Year Ended June 30, 2015 |
|---|---|
| Medical Assistance Transportation Program | \$ 921,752 * |
| Human Services Development Fund | 114,423 |
| Combined Homeless Assistance Program | 120,502 |
| Professional Development Trainings | <u>4,400</u> |
| Total | <u>\$ 1,161,077</u> |

* Denotes major Department of Human Services program. The amount expended under the major Department of Human Services program for the year ended June 30, 2015, totaled \$951,752 or 79.4% of total Department of Human Services financial assistance.

**INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING
AGREED-UPON PROCEDURES**

Board of Directors
Lawrence County Social Services, Inc.
New Castle, Pennsylvania

We have performed the procedures, enumerated below, which were agreed to by the Commonwealth of Pennsylvania, Department of Human Services (DHS), and Lawrence County Social Services, Inc. solely to assist you with respect to the financial schedules and exhibits required by the DHS Single Audit Supplement. This engagement to apply agreed-upon procedures was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the DHS. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

- a. We have verified by comparison of the amounts and classifications that the supplemental financial schedules listed below, which summarize amounts reported to the DHS for the fiscal year ended June 30, 2015, have been accurately compiled and reflect the audited books and records of Lawrence County Social Services, Inc. We have also verified by comparison to the example schedules that these schedules are presented, at a minimum, at the level of detail and in the format required by the DHS Single Audit Supplement pertaining to this period.

| Program Name | Exhibit Number | Referenced Schedule/Exhibit |
|---|----------------|-----------------------------|
| Medical Assistance Transportation Program | III | Revenues and Expenditures |
| Human Services Development Fund | N/A | Revenues and Expenditures |
| Combined Homeless Assistance Program | N/A | Revenues and Expenditures |
| Community Engagement | N/A | Expenditures |
| Professional Development Trainings | N/A | Revenues and Expenditures |

- b. We have inquired of management regarding adjustments to reported revenues or expenditures which were not reflected on the reports submitted to DHS for the period in question.
- c. The procedures detailed in paragraphs (a) and (b) above did not disclose any adjustments and/or findings which have not been reflected on the corresponding schedules.

We were not engaged to and did not conduct an audit, the objective of which would be the expression of an opinion on the accompanying referenced schedules/exhibit. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Department of Human Services and should not be used by those who have not agreed to the procedures, and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

Arnett Carbis Toothman LLP

New Castle, Pennsylvania
March 25, 2016

LAWRENCE COUNTY SOCIAL SERVICES, INC.
 MEDICAL ASSISTANCE TRANSPORTATION PROGRAM

EXHIBIT III

SCHEDULE OF REVENUES AND EXPENDITURES

Year Ended June 30, 2015

See Independent Accountant's Report
 on Applying Agreed-Upon Procedures

| | Reported | Actual |
|---|-------------------|-------------------|
| A. Service Data: | | |
| Expenditures | | |
| Group I clients | \$ 881,442 | \$ 881,442 |
| Group II clients | 40,367 | 40,367 |
| | <hr/> | <hr/> |
| Total expenditures | \$ 921,809 | \$ 921,809 |
| | <hr/> <hr/> | <hr/> <hr/> |
| B. Allocation Data: | | |
| 1. Revenues | | |
| Department of Human Services | \$ 921,752 | \$ 921,752 |
| Interest income | 57 | 57 |
| | <hr/> | <hr/> |
| Total revenues | 921,809 | 921,809 |
| | <hr/> | <hr/> |
| 2. Funds Expended | | |
| Transportation costs | 498,435 | 498,435 |
| Administration costs | 423,374 | 423,374 |
| | <hr/> | <hr/> |
| Total expenses | 921,809 | 921,809 |
| | <hr/> | <hr/> |
| Excess of revenues over expenditures | \$ - | \$ - |
| | <hr/> <hr/> | <hr/> <hr/> |

**LAWRENCE COUNTY SOCIAL SERVICES, INC.
HUMAN SERVICES DEVELOPMENT FUND**

SCHEDULE OF REVENUES AND EXPENDITURES

Year Ended June 30, 2015

See Independent Accountant's Report
on Applying Agreed-Upon Procedures

| | Administration | Adult Services |
|------------------------------------|-----------------------|-----------------------|
| I. TOTAL ALLOCATION | | |
| II. TOTAL EXPENDITURES | | |
| A. Personnel | \$ 9,133 | \$ - |
| B. Operating | 2,019 | - |
| C. Purchased Services | 230 | 8,800 |
| Subtotal of Total Expenditures | <u>11,382</u> | <u>8,800</u> |
| III. REVENUES | | |
| A. Client Fares | - | - |
| B. Other | - | - |
| Subtotal Revenues | <u>-</u> | <u>-</u> |
| IV. DHS REIMBURSEMENT | | |
| A. Human Services Development Fund | <u>11,382</u> | <u>8,800</u> |
| Subtotal DHS Reimbursement | <u>11,382</u> | <u>8,800</u> |
| V. UNSPENT ALLOCATION | <u>\$ -</u> | <u>\$ -</u> |

| Generic Services | Interagency Coordination | Specialized Services | Total |
|-------------------------|---------------------------------|-----------------------------|-------------------|
| | | | \$ 114,423 |
| \$ 15,650 | \$ 7,431 | \$ 30,651 | \$ 62,865 |
| 4,805 | 4,979 | 2,975 | 14,778 |
| 24,094 | 3,044 | 612 | 36,780 |
| 44,549 | 15,454 | 34,238 | 114,423 |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| 44,549 | 15,454 | 34,238 | 114,423 |
| 44,549 | 15,454 | 34,238 | 114,423 |
| \$ - | \$ - | \$ - | \$ - |

**LAWRENCE COUNTY SOCIAL SERVICES, INC.
COMBINED HOMELESS ASSISTANCE PROGRAM**

SCHEDULE OF REVENUES AND EXPENDITURES

Year Ended June 30, 2015

See Independent Accountant's Report
on Applying Agreed-Upon Procedures

| | Administration | Case Management | Rental Assistance | Total |
|--------------------------------|----------------|--------------------|----------------------|-------------------|
| I. TOTAL ALLOCATION | | | | \$ 120,502 |
| II. TOTAL EXPENDITURES | | | | |
| A. Personnel | \$ 9,232 | \$ 55,879 | \$ - | \$ 65,111 |
| B. Operating | 2,161 | 17,569 | - | 19,730 |
| C. Purchased Services | 657 | 761 | 34,243 | 35,661 |
| Subtotal of Total Expenditures | 12,050 | 74,209 | 34,243 | 120,502 |
| III. REVENUES | | | | |
| A. Client Fares | - | - | - | - |
| B. Other | - | - | - | - |
| Subtotal Revenues | - | - | - | - |
| IV. DHS REIMBURSEMENT | | | | |
| A. State HAP Funding | 12,050 | 74,209 | 34,243 | 120,502 |
| B. SSBG | - | - | - | - |
| C. SABG | - | - | - | - |
| Subtotal DHS Reimbursement | 12,050 | 74,209 | 34,243 | 120,502 |
| V. UNSPENT ALLOCATION | \$ - | \$ - | \$ - | \$ - |

**LAWRENCE COUNTY SOCIAL SERVICES, INC.
PROFESSIONAL DEVELOPMENT TRAININGS**

SCHEDULE OF REVENUES AND EXPENDITURES

Year Ended June 30, 2015

**See Independent Accountant's Report
on Applying Agreed-Upon Procedures**

July 1, 2014, to June 30, 2015

Actual

| | |
|---|------------------------|
| Source of funding: | |
| DHS allocation - Northwest Regional Key | <u>\$ 4,400</u> |
| Total funding | <u><u>\$ 4,400</u></u> |
| Expenses: | |
| Salaries and benefits | \$ 4,206 |
| Supplies | <u>194</u> |
| Total expenses | <u><u>\$ 4,400</u></u> |