

GREAT NORTHERN SERVICES

WEED, CALIFORNIA

**FINANCIAL STATEMENTS
AND
SINGLE AUDIT REPORT**

DECEMBER 31, 2014

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Great Northern Services
Weed, California

We were engaged to audit the accompanying financial statements of Great Northern Services (a nonprofit organization) which comprise the statement of financial position as of December 31, 2014, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on conducting the audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

On September 15, 2014, the Boles Fire destroyed substantially all of Great Northern Services's (the Organization's) books of original entry, the general and subsidiary ledgers; related accounting manuals; records such as time sheets, as well as substantially all corroborating evidence in support of the financial statements. The fire also destroyed the Organization's headquarters. Even though the Organization has been reconstructing the accounting records and reinforcing the accounting procedures at their new relocated headquarters, the records that remain are not sufficient for the application of auditing procedures that would be adequate for us to express an opinion on the accompanying financial statements.

Since the Organization was not able to provide evidence or corroborating evidence in support of the accompanying financial statements and we were not able to apply other auditing procedures to satisfy ourselves as to whether the financial statements are presented in accordance with generally accepted accounting principles, the scope of our work was not sufficient to enable us to express, and we do not express, an opinion on the financial statements.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

Report on Summarized Comparative Information

We have previously audited the Organization's 2013 financial statements, and our report dated July 21, 2014, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2013, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary data in schedules 1 through 14 is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying 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.

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on the information 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 September 9, 2015 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

R.J. Ricciardi, Inc.

R.J. Ricciardi, Inc.
Certified Public Accountants

San Rafael, California
September 9, 2015

Great Northern Services
STATEMENTS OF FINANCIAL POSITION
December 31, 2014
(With Comparative Totals for December 31, 2013)

	2014	2013
<u>ASSETS</u>		
Current assets:		
Cash and cash equivalents	\$ 58,395	\$ 147,253
Accounts receivable	274,567	249,315
Inventory	14,304	30,734
Deposits	6,537	5,592
Notes receivable, current portion	14,945	14,945
Total current assets	368,748	447,839
Noncurrent assets:		
Notes receivable	14,561	24,601
Fixed assets, net of accumulated depreciation	147,704	97,067
Total noncurrent assets	162,265	121,668
Total assets	\$ 531,013	\$ 569,507
<u>LIABILITIES AND NET ASSETS</u>		
Current liabilities:		
Accounts payable	\$ 134,189	\$ 150,962
Accrued liabilities	76,971	60,072
Compensated absences	25,147	16,487
Notes payable	-	22,000
Total current liabilities	236,307	249,521
Net assets - Exhibit A:		
Unrestricted	294,706	319,986
Total net assets	294,706	319,986
Total liabilities and net assets	\$ 531,013	\$ 569,507

The accompanying notes are an integral part of these financial statements

STATEMENTS OF ACTIVITIES

For the Year Ended December 31, 2014

(With Comparative Totals for the Year Ended December 31, 2013)

	<u>Unrestricted</u>	
	<u>2014</u>	<u>2013</u>
Revenues:		
Grant revenue	\$ 1,735,042	\$ 1,755,447
Other revenue	235,904	320,097
Total revenues	<u>1,970,946</u>	<u>2,075,544</u>
Expenses:		
Program	1,912,926	1,782,357
Management and general	59,785	150,407
Total expenses	<u>1,972,711</u>	<u>1,932,764</u>
Revenues over/(under) expenses	<u>(1,765)</u>	<u>142,780</u>
Other revenue and expenses:		
Interest income	452	39
Loss due to fire	(23,967)	-
Total other revenue and expenses	<u>(23,515)</u>	<u>39</u>
Change in net assets	(25,280)	142,819
Net assets, beginning of period	<u>319,986</u>	<u>177,167</u>
Net assets, end of period	<u>\$ 294,706</u>	<u>\$ 319,986</u>

The accompanying notes are an integral part of these financial statements

STATEMENTS OF CASH FLOWS

For the Year Ended December 31, 2014

(With Comparative Totals for the Year Ended December 31, 2013)

	<u>2014</u>	<u>2013</u>
Cash flows from operating activities:		
Change in net assets	\$ (25,280)	\$ 142,819
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	12,617	32,713
Gain on sale of assets	-	(35,599)
Gain on forgiveness of debt	-	(172,636)
Changes in certain assets and liabilities:		
Accounts receivable	(25,252)	(10,894)
Inventory	16,430	(2,574)
Deposits	(945)	754
Accounts payable	(16,773)	(51,394)
Accrued liabilities	16,899	9,374
Accrued interest	-	(148,789)
Compensated absences	8,660	977
Refundable advances	-	(33,307)
Net cash provided (used) by operating activities	<u>(220,671)</u>	<u>(268,556)</u>
Cash flows from investing activities:		
Acquisition of fixed assets	(107,554)	(12,957)
Sale of fixed assets	-	806,443
Assets transferred from general funds to government owned assets	11,000	-
Loss on assets destroyed in fire	33,300	-
Receipts on notes receivable	10,040	81,677
Net cash provided by investing activities	<u>153,813</u>	<u>875,163</u>
Cash flows from financing activities:		
Payments on notes payable	(22,000)	(506,835)
Net cash provided (used) by financing activities	<u>(22,000)</u>	<u>(506,835)</u>
Net increase (decrease) in cash during the year	(88,858)	99,772
Cash balance, beginning of period	<u>147,253</u>	<u>47,481</u>
Cash balance, end of period	<u>\$ 58,395</u>	<u>\$ 147,253</u>
Supplemental disclosures of cash flow information:		
Interest paid	<u>\$ -</u>	<u>\$ 68,004</u>
Non cash disposition of fixed assets	<u>\$ 44,300</u>	<u>\$ 44,184</u>

The accompanying notes are an integral part of these financial statements

Great Northern Services
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2014

NOTE 1 - GENERAL

A. Organization

Great Northern Services (the Organization) is a California non-profit organization serving communities and residents in Siskiyou County of California. The Organization, located in Weed, California, was incorporated on July 1, 1978.

B. Program Services

The Housing and Rehabilitation program writes and administers grants awarded to jurisdictions for housing rehabilitation of substandard homes occupied by low income residents in Siskiyou County. The focus is on health and safety issues, performing testing of lead-based paint and asbestos removal, evaluating modifications for handicap accessibility and addressing major and minor repairs. This program is funded through the Community Development Block Grants (CDBG).

The Rural Development program provides public works and rural development projects including environmental review and prevailing wages. Working with local, rural communities, this program includes providing technical assistance in regards to water, waste water, solid waste planning, zoning matters, economic development concerns, grant administrative services, procurement of funding, project management and assistance with local boards and councils.

The Weatherization Program receives funding from the federal government and from private corporate grants. The program serves residents in Siskiyou County to make their homes more energy efficient. Renters and owners living in houses, apartments, and mobile homes can apply for the basic weatherization services.

The Energy Program is a federally funded program that helps struggling or low-income households pay their energy bill, by providing a direct grant payment to an eligible client's utility or heating provider to help offset the cost of heating their home.

The Food Bank Program distributes USDA Commodities and emergency food in the area. It also provides food in support of two soup kitchens operating in Yreka, California. The Organization was designated by the State of California, and the Siskiyou County Board of Supervisors, to operate this program.

The Economic Development Program helps local jurisdictions create and sustain loan programs for new and expanding businesses. This program is funded through the CDBG.

The Community Services Program Siskiyou County HIV/AIDS Foundation provides access to health care and support services for individuals who are HIV positive. The main purpose is to provide access to the needed services to keep each HIV positive individual medically, physically and emotionally stable. This is provided through ongoing case management by a team consisting of a social worker, a registered nurse, the client's medical doctor and an infectious disease specialist.

Great Northern Services
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Accounting

The financial statements and fiscal records of the Organization are prepared on the accrual basis of accounting and, therefore, include all support and revenues when earned and all expenses when incurred, regardless of whether the support and revenues or expenses were received or paid as of the end of a fiscal period. Grants are recognized as support when earned in accordance with the terms of each grant or agreement.

B. Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board Accounting Standards Codification (FASB ASC 958-205), *Financial Statements of Not-for-Profit Organizations*. Under FASB ASC 958-205, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Unrestricted Net Assets

Unrestricted net assets generally result from revenues obtained by providing services, receiving unrestricted contributions, and receiving interest and dividends from income-producing assets. The only limits on the use of unrestricted net assets are the broad limits resulting from the nature of the Organization and the purposes specified in its Articles of Incorporation or Bylaws and limits resulting from contractual agreements entered into by the Organization in the course of its operations.

C. Cash and Cash Equivalents

For purposes of reporting the statement of cash flows, cash and cash equivalents include cash on deposit with financial institutions and short-term marketable securities with a maturity of three months or less.

D. Fixed Assets

Assets acquired through grant resources are considered to be owned by the grantor while such assets are in use under the funded program, or while they are being used for a similar program. Any disposition of restricted assets or any funds derived therefrom are subject to grant regulations.

It is the Organization's policy to capitalize individual purchases of property and equipment costing in excess of \$5,000. Purchased property and equipment is capitalized at cost.

Fixed assets are stated at cost and depreciation is computed on the straight-line basis of accounting over estimated useful lives of 5 to 31.5 years.

E. Accounts Receivable

Accounts receivable consists of amounts due from grantors and accounts receivable on contracts. Receivables are written off when management determines the amounts are not collectible. No allowance of bad debts has been made as management considers all receivables to be collectible.

Great Northern Services
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2014

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (concluded)

F. Inventory

Inventory consists of food available for distribution and materials used in the weatherization of homes. Inventory is valued at the lower of cost or market.

G. Notes Receivable

Notes receivable are reported at their outstanding principal balances. Management considers all notes receivable to be fully collectible and, accordingly, no allowance for doubtful accounts is considered necessary. In making that determination, management evaluated the financial condition of the borrowers and their ability to repay.

H. Use of Estimates

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America and, as such, include amounts based on informed estimates and judgments of management with consideration given to materiality. Actual results could differ from those estimates.

I. Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designed for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted net assets as appropriate. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

J. Contingencies

The Organization participates in federal grants, the principal of which are the U.S. Department of Housing and Urban Development and the U.S. Department of Health & Human Services. Disbursement of funds received under these grants requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agency. Any disallowed costs resulting from such an audit could become a liability of the general fund or other applicable funds.

K. Risk Management

The Organization is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Organization carries commercial insurance.

NOTE 3 - INCOME TAXES

The Organization is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization is also exempt from California franchise taxes under Section 23701(d) of the Revenue and Taxation code and, therefore, has made no provision for Federal or California income taxes. In addition, the Organization has been determined by the Internal Service not to be a "private foundation" within the meaning of Section 509(a) of the Code.

Great Northern Services
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2014

NOTE 3 - INCOME TAXES (concluded)

The Organization adopted the recognition requirements for uncertain income tax positions as required by generally accepted accounting principles, with no cumulative effect adjustment required. Income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return, only when it is determined that the income tax position will more-likely-than-not be sustained upon examination by taxing authorities. The Organization has analyzed tax positions taken for filing with the Internal Revenue Service and all state jurisdictions where it operates. The Organization believes that income tax filing positions will be sustained upon examination and does anticipate any adjustments that would result in a material adverse effect on the Organization's financial condition, results of operations or cash flows. Accordingly, the Organization has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at December 31, 2014. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

NOTE 4 - RISKS AND UNCERTAINTIES

Cash balances as of December 31, 2014 and 2013 were \$58,395 and \$147,253, respectively. The corresponding bank balances were insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000.

The Organization receives a substantial amount of revenue for its programs from the U.S. Department of Housing and Urban Development and the U.S. Department of Health & Human Services. During the years ended December 31, 2014 and 2013, amounts expended and eligible for reimbursements from these organizations totaled \$1,222,461 and \$1,219,564, representing 88 percent and 59 percent, respectively, of the Organization's total revenues for that year.

NOTE 5 - ACCOUNTS RECEIVABLE

Receivables represent the portion of grants and contracts earned but for which funds have not been received as of year-end. The total amount of accounts receivables as of December 31, 2014 and 2013 was \$274,567 and \$249,315, respectively. The Organization has not accrued a loss for allowances for uncollectible receivables for the programs since it is the opinion of management that the amounts will be collected.

Great Northern Services
NOTES TO THE FINANCIAL STATEMENTS
 December 31, 2014

NOTE 6 - NOTES RECEIVABLE

Notes receivable at December 31, 2014 consists of the following:

3% note receivable from Shasta Vortex Adventures. The note calls for monthly payments of \$193. The note is secured under Section 1 of the Uniform Commercial Code Procedures.	\$ 11,554
6% note receivable from Alpine Business to be paid back in 24 months. The principal payments and interest on the notes began in May 2012. The note is secured under Section 1 of the Uniform Commercial Code Procedures.	3,820
6% note receivable from Darrell Morris to be paid back in 24 months. The principal payments and interest on the notes began in January 2012. The note is secured under Section 1 of the Uniform Commercial Code Procedures.	3,680
3% note receivable from Café Maddalena to be paid back in 60 months. The principal payments and interest on the notes began in January 2012. The note is secured under Section 1 of the Uniform Commercial Code Procedures.	<u>10,452</u>
Total	<u>\$ 29,506</u>

NOTE 7 - FIXED ASSETS

At December 31, fixed assets consisted of the following:

	2014	2013
Fixed Assets:		
Land	\$ 36,206	\$ 36,206
Office furniture	48,567	27,785
Community Service Center	-	366,863
Vehicles	83,284	65,772
Software	<u>9,372</u>	<u>9,372</u>
Total fixed assets	177,429	505,998
Accumulated depreciation	<u>(29,725)</u>	<u>(408,931)</u>
Fixed assets, net of accumulated depreciation	<u>\$ 147,704</u>	<u>\$ 97,067</u>

Depreciation expense for the years ended December 31, 2014 and 2013 was \$12,617 and \$32,713, respectively. In 2014, \$203 of the depreciation expense was included in the calculation of loss due to fire.

Great Northern Services
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2014

NOTE 8 - COMPENSATED ABSENCES

Accumulated unpaid employee vacation benefits are recognized as liabilities of the Organization. The amount of accumulated vacation as of December 31, 2014 and 2013 was \$25,147 and \$16,487, respectively.

NOTE 9 - NOTE PAYABLE – ACCRUED INTEREST

Through 2012, the Organization recorded accrued interest on the 7% note payable to the California Department of Housing and Community Development (HCD). The accrued interest payable as of December 31, 2012 was \$148,789. In 2013, a settlement was reached with HCD to resolve the balance of the note payable whereby the State would forgive all accrued interest. Furthermore, to resolve the principal portion of the note, HCD agreed to accept an amount representing the present value of the annuity of 45 years of monthly payments of \$85, rounded to \$22,000. That discounted principal payoff was remitted to HCD on May 5, 2014.

NOTE 10 - FUNCTIONAL EXPENSES

The Organization charges directly identifiable expenses to program services. Expenses related to more than one function are charged to program services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

NOTE 11 - BOLES FIRE

The Boles Fire was a wildfire that burned in Siskiyou County during mid-September 2014. On September 15, 2014, the Boles Fire ignited near Weed, California, which completely burned down the Organization's headquarters.

On September 30, 2014, the Organization entered into a lease agreement for the office space located at 310 Boles Street, Weed, California, and resumed their operations.

The Organization has insurance coverage related to damage from the fire for property damage incurred, property operating costs during the operational downtime of the fire, incremental costs incurred related to fire damage and recovery activities and business interruption insurance for lost profits during the recovery period directly related to the fire. The Organization believes it will receive proceeds from its insurance carrier related to all four types of losses the Organization has sustained, and through December 31, 2014 has received \$278,327.

The Organization has recognized assets impairments and losses of \$33,300 based on assessments of damage at its location. The Organization has also incurred out-of-pocket costs directly related to the fire and the property operating costs related to the period of closure caused by the fire, of \$268,995. The total amount of losses recognized and expenses incurred of \$302,294 has been recorded in the accompanying statement of activities as "Loss due to fire" and has been offset by \$278,327, which the Organization received from its insurance carriers under its policy coverages as of December 31, 2014. The net loss from fire as of December 31, 2014 was \$23,967.

Great Northern Services
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2014

NOTE 12 - RECLASSIFICATIONS

Certain amounts in the December 31, 2013 financial statements, specifically the Statements of Activities, have been reclassified from the prior year classification. These reclassifications have no effect on the change in net assets as previously reported.

NOTE 13 - SUBSEQUENT EVENTS

In preparing the financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through September 9, 2015, the date the financial statements were issued.

As of June 30, 2015, the Organization had not reached an agreement with the insurance carriers regarding the claim related to Boles Fire which had damaged the Organization's original headquarters. To this end, the Organization obtained a legal firm to represent it in the negotiation with the insurance carriers. The negotiation is under process. However, the following are the insurance proceed payments the Organization received from January 1, 2015 to June 30, 2015:

<u>Insurance proceeds on</u>	<u>Amount</u>
Building	\$ 600,000
Business Income	98,144
Business Properties	<u>55,709</u>
Total	<u>\$ 753,853</u>

Great Northern Services
SCHEDULE OF ACTIVITIES
 All Program Services
 For the Year Ended December 31, 2014

	Schedule 2	Schedule 3	Schedule 4	Schedule 5	Schedule 6	Schedule 7	Total
Revenues:							
Grant revenue	\$ 92,152	\$ 62,813	\$ 103,004	\$ 152,828	\$ 1,274,268	\$ 49,977	\$ 1,735,042
Other revenue	-	-	44,475	110,922	10,251	70,256	235,904
Total revenues	<u>92,152</u>	<u>62,813</u>	<u>147,479</u>	<u>263,750</u>	<u>1,284,519</u>	<u>120,233</u>	<u>1,970,946</u>
Expenses:							
Salaries and wages	60,686	42,494	54,114	83,992	420,669	28,790	690,745
Fringe benefits and payroll taxes	18,159	10,794	16,213	28,004	129,677	8,371	211,218
Meeting expense	1	1	1	2	18	990	1,013
Mileage expense	4,135	229	140	3,432	1,118	2,685	11,739
Training and conferences	1,175	610	999	2,529	9,415	2,406	17,134
Program costs	-	179	42,646	67,259	627,213	50,982	788,279
Accounting and auditing	1,067	717	1,062	1,317	11,510	762	16,435
Advertising	981	717	919	6,254	7,702	637	17,210
Bank charges	64	46	62	97	541	213	1,023
Contract services	-	-	17,690	58,681	-	-	76,371
Dues and subscriptions	115	74	106	228	868	51	1,442
Equipment lease	46	23	56	64	424	21	634
Facility and equipment use fees	635	309	463	408	2,688	229	4,732
Computer supplies	2,490	796	2,171	2,369	12,686	777	21,289
Insurance	1,275	762	1,123	3,498	14,377	2,269	23,304
Interest and finance charges	-	-	-	-	-	354	354
Licenses, permits, taxes and fees	99	39	138	163	868	1,954	3,261
Office equipment	823	681	750	926	1,499	71	4,750
Office supplies	793	758	590	914	5,227	818	9,100
Other outside services	36	11	41	4,589	267	2,061	7,005
Postage and shipping	582	389	527	821	4,995	354	7,668
Printing and copying	-	1	75	2	9	(31)	56
Rent	-	-	-	-	4,000	-	4,000
Repairs and maintenance	605	351	560	1,265	4,915	428	8,124
Telephone	1,165	756	1,043	1,881	10,003	528	15,376
Tools	-	-	-	-	-	309	309
Utilities	1,255	719	1,156	1,871	10,503	601	16,105
Depreciation	223	138	199	336	1,893	9,625	12,414
Vehicle maintenance and fees	-	-	-	1,367	-	254	1,621
Total expenses	<u>96,410</u>	<u>61,594</u>	<u>142,844</u>	<u>272,269</u>	<u>1,283,085</u>	<u>116,509</u>	<u>1,972,711</u>
Other revenue & expenses:							
Interest income	-	-	-	-	-	452	452
Loss due to fire	-	-	-	-	-	(23,967)	(23,967)
Total other revenue & expenses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(23,515)</u>	<u>(23,515)</u>
Change in net assets	<u>\$ (4,258)</u>	<u>\$ 1,219</u>	<u>\$ 4,635</u>	<u>\$ (8,519)</u>	<u>\$ 1,434</u>	<u>\$ (19,791)</u>	<u>\$ (25,280)</u>

Great Northern Services
SCHEDULE OF ACTIVITIES
For the Year Ended December 31, 2014

Schedule 2

	Dorris PI Housing Rehab	Dorris 12-CDBG-8383	Etna PI ED	Etna PI Housing Rehab	Etna PI Waiver Project 2014	Etna ED 12-CDBG-8384	Etna HR 12-CDBG-8384	Montague PI-ED	Montague RLA Housing Rehab	Total
Revenues:										
Grants and contracts	\$ 886	\$ 51,920	\$ 5,476	\$ 2,888	\$ 2,810	\$ 13,145	\$ 13,465	\$ (3,006)	\$ 4,568	\$ 92,152
Other revenue	-	-	-	-	-	-	-	-	-	-
Total revenues	886	51,920	5,476	2,888	2,810	13,145	13,465	(3,006)	4,568	92,152
Expenses:										
Salaries and wages	677	32,040	3,577	1,946	1,816	8,141	8,529	810	3,150	60,686
Fringe benefits and payroll taxes	103	10,673	1,166	438	592	2,356	1,877	259	695	18,159
Meeting expense	-	1	-	-	-	-	-	-	-	1
Mileage expense	1	2,539	36	70	2	501	871	61	54	4,135
Training and conferences	-	602	93	48	76	172	135	6	43	1,175
Program costs	-	-	-	-	-	-	-	-	-	-
Accounting and auditing	10	570	62	33	31	138	153	15	55	1,067
Advertising	21	448	36	56	35	106	139	1	139	981
Bank charges	1	32	4	2	2	10	9	1	3	64
Contract services	-	-	-	-	-	-	-	-	-	-
Dues and subscriptions	-	52	5	2	2	25	25	2	2	115
Equipment lease	-	25	3	1	2	6	6	1	2	46
Facility and equipment use fees	7	350	42	28	25	61	72	8	42	635
Computer supplies	5	1,086	74	34	24	612	588	38	29	2,490
Insurance	20	678	77	64	48	140	150	16	82	1,275
Interest and finance charges	-	-	-	-	-	-	-	-	-	-
Licenses, permits, taxes and fees	1	56	5	3	6	13	8	1	6	99
Office equipment	1	290	3	2	4	263	256	-	4	823
Office supplies	3	450	47	15	21	80	142	7	28	793
Other outside services	-	20	2	1	-	7	4	1	1	36
Postage and shipping	7	313	37	25	14	78	68	8	32	582
Printing and copying	-	-	-	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	5	315	34	18	15	85	94	13	26	605
Telephone	10	590	76	43	46	156	165	20	59	1,165
Tools	-	-	-	-	-	-	-	-	-	-
Utilities	12	673	82	50	41	167	146	21	63	1,255
Depreciation	2	117	15	9	8	28	28	3	13	223
Vehicle maintenance and fees	-	-	-	-	-	-	-	-	-	-
Total expenses	886	51,920	5,476	2,888	2,810	13,145	13,465	1,292	4,528	96,410
Other revenue & expenses:										
Interest income	-	-	-	-	-	-	-	-	-	-
Loss due to fire	-	-	-	-	-	-	-	-	-	-
Total other revenue & expenses:	-	-	-	-	-	-	-	-	-	-
Change in net assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (4,298)	\$ 40	\$ (4,258)

Great Northern Services
SCHEDULE OF ACTIVITIES
For the Year Ended December 31, 2014

Schedule 3

	Montague 10-EDEF-7256	Montague ADA 13-CDBG-8967	Montague INI 13-CDBG-8967	Mount Shasta PI - ED	Mount Shasta 10-EDEF-7257	Mount Shasta Income Survey	Mount Shasta ED 13-EDEF-8934	Mount Shasta FP 13-EDEF-8934	Mount Shasta SD 13-EDEF-8934	Mount Shasta SS 13-EDEF-8934	Total
Revenues:											
Grants and contracts	\$ 1,804	\$ 2,670	\$ 2,836	\$ 9,587	\$ 8,504	\$ 10,168	\$ 6,805	\$ 423	\$ 1,695	\$ 18,321	\$ 62,813
Other revenue	-	-	-	-	-	-	-	-	-	-	-
Total revenues	1,804	2,670	2,836	9,587	8,504	10,168	6,805	423	1,695	18,321	62,813
Expenses:											
Salaries and wages	1,154	1,639	1,967	5,546	5,704	7,241	4,628	150	1,107	13,358	42,494
Fringe benefits and payroll taxes	410	572	592	1,540	1,794	1,423	1,360	25	236	2,842	10,794
Meeting expense	-	-	-	-	-	1	-	-	-	-	1
Mileage expense	3	65	22	6	44	22	6	-	1	60	229
Training and conferences	26	72	14	135	78	152	53	1	28	51	610
Program costs	-	-	-	-	-	179	-	-	-	-	179
Accounting and auditing	19	31	30	98	99	107	79	5	16	233	717
Advertising	6	23	2	158	80	68	18	-	-	362	717
Bank charges	2	2	2	5	5	9	5	-	1	15	46
Contract services	-	-	-	-	-	-	-	-	-	-	-
Dues and subscriptions	2	3	9	6	7	3	12	-	2	30	74
Equipment lease	1	2	-	5	3	1	2	-	-	9	23
Facility and equipment use fees	17	25	9	60	53	89	17	2	2	35	309
Computer supplies	34	18	49	73	101	73	117	4	27	300	796
Insurance	24	43	22	131	128	178	63	4	8	161	762
Interest and finance charges	-	-	-	-	-	-	-	-	-	-	-
Licenses, permits, taxes and fees	1	1	1	14	15	-	3	-	-	4	39
Office equipment	1	-	-	9	8	-	-	221	221	221	681
Office supplies	13	71	12	59	213	105	213	-	8	64	758
Other outside services	1	-	1	1	1	2	2	-	1	2	11
Postage and shipping	18	13	15	44	47	113	32	1	4	102	389
Printing and copying	-	-	-	-	-	-	-	-	-	1	1
Rent	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	11	14	22	53	63	48	43	3	8	86	351
Telephone	24	38	31	110	110	136	76	3	11	217	756
Tools	-	-	-	-	-	-	-	-	-	-	-
Utilities	32	31	30	108	115	187	64	3	12	137	719
Depreciation	5	7	6	22	21	31	12	1	2	31	138
Vehicle maintenance and fees	-	-	-	-	-	-	-	-	-	-	-
Total expenses	1,804	2,670	2,836	8,183	8,689	10,168	6,805	423	1,695	18,321	61,594
Other revenue & expenses:											
Interest income	-	-	-	-	-	-	-	-	-	-	-
Loss due to fire	-	-	-	-	-	-	-	-	-	-	-
Total other revenue & expenses:	-	-	-	-	-	-	-	-	-	-	-
Change in net assets	\$ -	\$ -	\$ -	\$ 1,404	\$ (185)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,219

Great Northern Services
SCHEDULE OF ACTIVITIES
For the Year Ended December 31, 2014

Schedule 4

	Siskiyou County 10-EDEF-7269	Siskiyou County 12-CDBG-8414	Weed PI-ED	Weed PI Housing Rehab	Weed 10-EDEF-7262	Weed 13-CDBG-8941	Yreka RLA Housing Rehab	Community Services	Plumas County RW Part B 1314	Plumas County Tile III Part C 1314	Total
Revenues:											
Grants and contracts	\$ 226	\$ 20,916	\$ 17,420	\$ 28,691	\$ 10,408	\$ 5,769	\$ 325	\$ -	\$ 13,917	\$ 5,332	\$ 103,004
Other revenue	-	-	-	-	-	-	-	44,475	-	-	44,475
Total revenues	226	20,916	17,420	28,691	10,408	5,769	325	44,475	13,917	5,332	147,479
Expenses:											
Salaries and wages	150	5,691	9,430	18,578	6,669	4,192	150	9,254	-	-	54,114
Fringe benefits and payroll taxes	47	1,518	2,952	5,746	1,886	943	31	3,090	-	-	16,213
Meeting expense	-	-	-	1	-	-	-	-	-	-	1
Mileage expense	-	47	16	36	10	7	-	24	-	-	140
Training and conferences	8	114	155	355	143	134	9	81	-	-	999
Program costs	-	11,156	-	-	-	-	-	31,490	-	-	42,646
Accounting and auditing	2	214	161	315	111	59	2	8	134	56	1,062
Advertising	-	153	126	239	162	11	-	228	-	-	919
Bank charges	-	9	10	21	7	6	-	9	-	-	62
Contract services	-	-	-	-	-	-	-	-	12,526	5,164	17,690
Dues and subscriptions	-	18	18	33	11	15	1	10	-	-	106
Equipment lease	-	12	9	17	4	2	-	12	-	-	56
Fire loss	-	-	-	-	-	-	-	-	-	-	-
Facility and equipment use fees	3	52	87	195	59	-	-	67	-	-	463
Computer supplies	-	630	212	462	504	145	7	211	-	-	2,171
Insurance	-	147	203	423	117	33	1	199	-	-	1,123
Interest and finance charges	-	-	-	-	-	-	-	-	-	-	-
Licenses, permits, taxes and fees	-	16	16	34	10	-	-	62	-	-	138
Office equipment	-	407	10	23	261	-	-	49	-	-	750
Office supplies	2	99	106	174	66	41	2	100	-	-	590
Other outside services	-	8	5	12	4	7	1	4	-	-	41
Postage and shipping	3	90	90	196	58	27	1	62	-	-	527
Printing and copying	-	75	-	-	-	-	-	-	-	-	75
Rent	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	1	89	95	186	55	27	1	106	-	-	560
Telephone	4	154	178	376	121	62	3	145	-	-	1,043
Tools	-	-	-	-	-	-	-	-	-	-	-
Utilities	5	185	188	411	129	50	3	185	-	-	1,156
Depreciation	1	32	34	72	23	8	-	29	-	-	199
Vehicle maintenance and fees	-	-	-	-	-	-	-	-	-	-	-
Total expenses	226	20,916	14,101	27,905	10,410	5,769	212	45,425	12,660	5,220	142,844
Other revenue & expenses:											
Interest income	-	-	-	-	-	-	-	-	-	-	-
Loss due to fire	-	-	-	-	-	-	-	-	-	-	-
Total other revenue & expenses:	-	-	-	-	-	-	-	-	-	-	-
Change in net assets	\$ -	\$ -	\$ 3,319	\$ 786	\$ (2)	\$ -	\$ 113	\$ (950)	\$ 1,257	\$ 112	\$ 4,635

Great Northern Services
SCHEDULE OF ACTIVITIES
For the Year Ended December 31, 2014

Schedule 5

	Plumas County RW Part B 1415	Plumas County Tile III Part C 1415	AIDS Drug Assistance Prog	EFAP-10-6063	Shasta Regional Community Fdn	Food Program	DOE 11C-1839	14C-1837 DOE 2014	LIHEAP 11B-5744	Total
Revenues:										
Grants and contracts	\$ 46,405	\$ 16,125	\$ -	\$ 51,702	\$ -	\$ 14,967	\$ 425	\$ 22,878	\$ 326	\$ 152,828
Other revenue	-	-	2,000	351	45,000	63,571	-	-	-	110,922
Total revenues	46,405	16,125	2,000	52,053	45,000	78,538	425	22,878	326	263,750
Expenses:										
Salaries and wages	342	175	-	45,888	-	28,550	-	9,037	-	83,992
Fringe benefits and payroll taxes	79	47	-	14,858	-	9,110	-	3,910	-	28,004
Meeting expense	-	-	-	1	-	1	-	-	-	2
Mileage expense	-	-	-	2,849	-	565	-	18	-	3,432
Training and conferences	9	8	-	924	-	1,369	-	219	-	2,529
Program costs	-	-	-	9,287	-	45,989	425	11,558	-	67,259
Accounting and auditing	132	46	-	870	-	12	-	257	-	1,317
Advertising	5	1	-	813	-	5,413	-	22	-	6,254
Bank charges	-	-	-	56	-	25	-	16	-	97
Contract services	41,988	14,693	2,000	-	-	-	-	-	-	58,681
Dues and subscriptions	1	-	-	106	-	68	-	53	-	228
Equipment lease	-	-	-	44	-	17	-	3	-	64
Facility and equipment use fees	2	1	-	263	-	139	-	3	-	408
Computer supplies	3	1	-	1,401	-	627	-	337	-	2,369
Insurance	6	2	-	2,817	-	597	-	76	-	3,498
Interest and finance charges	-	-	-	-	-	-	-	-	-	-
Licenses, permits, taxes and fees	-	-	-	103	-	60	-	-	-	163
Office equipment	-	-	-	109	-	817	-	-	-	926
Office supplies	7	1	-	532	-	272	-	102	-	914
Other outside services	-	-	-	29	-	4,549	-	11	-	4,589
Postage and shipping	2	1	-	504	-	230	-	84	-	821
Printing and copying	-	-	-	1	-	-	-	1	-	2
Rent	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	2	1	-	853	-	336	-	73	-	1,265
Telephone	6	3	-	1,086	-	611	-	175	-	1,881
Tools	-	-	-	-	-	-	-	-	-	-
Utilities	5	2	-	1,116	-	605	-	143	-	1,871
Depreciation	1	1	-	201	-	108	-	25	-	336
Vehicle maintenance and fees	-	-	-	1,367	-	-	-	-	-	1,367
Total expenses	42,590	14,983	2,000	86,078	-	100,070	425	26,123	-	272,269
Other revenue & expenses:										
Interest income	-	-	-	-	-	-	-	-	-	-
Loss due to fire	-	-	-	-	-	-	-	-	-	-
Total other revenue & expenses:	-	-	-	-	-	-	-	-	-	-
Change in net assets	\$ 3,815	\$ 1,142	\$ -	\$ (34,025)	\$ 45,000	\$ (21,532)	\$ -	\$ (3,245)	\$ 326	\$ (8,519)

Great Northern Services
SCHEDULE OF ACTIVITIES
For the Year Ended December 31, 2014

Schedule 6

	LIHEAP EHA 12B-5843	LIHEAP WX 12B-5843	LIHEAP EHA 13B-5043	LIHEAP WX 13B-5043	LIHEAP EHA 14B-5040	LIHEAP WX 14B-5040	LIHEAP WX 15B-3041	PacifiCorp 2013	PacifiCorp 2014	PacifiCorp 2015	PacifiCorp CARE PEV	Total
Revenues:												
Grants and contracts	\$ 6,578	\$ -	\$ 26,322	\$ 31,157	\$ 543,002	\$ 319,823	\$ -	\$ -	\$ 328,898	\$ 17,882	\$ 606	\$ 1,274,268
Other revenue	-	2,031	-	4,445	-	3,775	-	-	-	-	-	10,251
Total revenues	6,578	2,031	26,322	35,602	543,002	323,598	-	-	328,898	17,882	606	1,284,519
Expenses:												
Salaries and wages	-	-	8,817	13,619	132,646	139,477	3,802	-	121,585	586	137	420,669
Fringe benefits and payroll taxes	-	-	1,802	4,245	29,363	49,423	1,396	-	43,245	187	16	129,677
Meeting expense	-	-	-	-	7	8	-	-	3	-	-	18
Mileage expense	-	-	13	22	281	290	9	-	500	2	1	1,118
Training and conferences	-	-	170	272	2,919	2,592	222	-	3,190	39	11	9,415
Program costs	-	-	10,536	12,105	349,904	112,641	3,231	215	134,339	4,242	-	627,213
Accounting and auditing	-	-	224	350	3,794	3,640	52	17	3,410	21	2	11,510
Advertising	-	-	-	-	2,705	2,477	-	-	2,520	-	-	7,702
Bank charges	-	-	12	20	177	184	6	-	141	1	-	541
Contract services	-	-	-	-	-	-	-	-	-	-	-	-
Dues and subscriptions	-	-	60	97	226	206	17	-	258	3	1	868
Equipment lease	-	-	29	47	118	105	-	-	125	-	-	424
Facility and Equipment use fees	-	-	92	113	899	769	-	-	815	-	-	2,688
Computer supplies	-	-	876	1,406	2,874	3,021	185	1,412	2,870	33	9	12,686
Insurance	-	-	229	368	5,687	3,672	35	-	4,379	6	1	14,377
Interest and finance charges	-	-	-	-	-	-	-	-	-	-	-	-
Licenses, permits, taxes and fees	-	-	-	-	309	297	1	-	261	-	-	868
Office equipment	-	-	-	-	192	193	-	969	145	-	-	1,499
Office supplies	-	-	130	208	1,696	1,353	61	-	1,766	10	3	5,227
Other outside services	-	-	33	54	51	55	11	-	60	2	1	267
Postage and shipping	-	-	161	259	1,588	1,649	23	-	1,310	4	1	4,995
Printing and copying	-	-	-	-	4	5	-	-	-	-	-	9
Rent	-	-	-	250	1,995	545	-	-	1,210	-	-	4,000
Repairs and maintenance	-	-	190	305	1,481	1,353	32	-	1,547	6	1	4,915
Telephone	-	-	254	408	3,178	3,192	66	-	2,891	11	3	10,003
Tools	-	-	-	-	-	-	-	-	-	-	-	-
Utilities	-	-	335	537	3,258	3,297	68	-	2,993	12	3	10,503
Depreciation	-	-	48	78	603	590	9	-	562	2	1	1,893
Vehicle maintenance and fees	-	-	-	-	-	-	-	-	-	-	-	-
Total expenses	-	-	24,011	34,763	545,955	331,034	9,226	2,613	330,125	5,167	191	1,283,085
Other revenue & expenses:												
Interest income	-	-	-	-	-	-	-	-	-	-	-	-
Loss due to fire	-	-	-	-	-	-	-	-	-	-	-	-
Total other revenue & expenses:	-	-	-	-	-	-	-	-	-	-	-	-
Change in net assets	\$ 6,578	\$ 2,031	\$ 2,311	\$ 839	\$ (2,953)	\$ (7,436)	\$ (9,226)	\$ (2,613)	\$ (1,227)	\$ 12,715	\$ 415	\$ 1,434

Great Northern Services
SCHEDULE OF ACTIVITIES
For the Year Ended December 31, 2014

Schedule 7

	USDA HPG 2014	USDA HPG	USDA RMAP	Local Food Center Study	Boles Fire Food Distribution	GNS Bldg Maint Fund	GNC Loan Program	GNC General Fund	Fundraising	Total
Revenues:										
Grants and contracts	\$ 43,397	\$ -	\$ -	\$ -	\$ 6,580	\$ -	\$ -	\$ -	\$ -	\$ 49,977
Other revenue	-	-	-	-	-	50,000	828	19,403	25	70,256
Total revenues	<u>43,397</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,580</u>	<u>50,000</u>	<u>828</u>	<u>19,403</u>	<u>25</u>	<u>120,233</u>
Expenses:										
Salaries and wages	7,648	85	-	200	4,651	134	228	15,434	410	28,790
Fringe benefits and payroll taxes	1,854	22	-	84	1,368	33	113	4,811	86	8,371
Meeting expense	-	-	-	-	-	-	-	990	-	990
Mileage expense	60	-	-	-	1	-	1	2,622	1	2,685
Training and conferences	187	-	-	1	47	1	1	2,152	17	2,406
Program costs	35,711	-	-	-	-	-	-	15,271	-	50,982
Accounting and auditing	282	-	-	1	57	2	6	408	6	762
Advertising	194	-	-	1	6	-	103	333	-	637
Bank charges	9	-	-	-	7	-	68	128	1	213
Contract services	-	-	-	-	-	-	-	-	-	-
Dues and subscriptions	14	-	-	-	4	-	-	33	-	51
Equipment lease	9	-	-	-	1	-	-	11	-	21
Facility and equipment use fees	104	-	-	-	-	1	3	118	3	229
Computer supplies	252	-	-	3	52	4	7	458	1	777
Insurance	193	-	-	8	235	3	6	1,824	-	2,269
Interest and finance charges	-	-	-	-	-	-	-	354	-	354
Licenses, permits, taxes and fees	13	-	1,239	-	-	-	2	700	-	1,954
Office equipment	59	-	-	-	-	-	1	11	-	71
Office supplies	95	-	-	1	18	-	-	700	4	818
Other outside services	4	-	-	-	2	-	-	2,055	-	2,061
Postage and shipping	87	-	-	1	31	1	2	226	6	354
Printing and copying	-	-	-	-	-	-	-	(31)	-	(31)
Rent	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	75	-	-	1	36	3	4	307	2	428
Telephone	168	-	-	1	16	3	4	329	7	528
Tools	-	-	-	-	-	-	-	309	-	309
Utilities	172	-	-	-	9	3	6	402	9	601
Depreciation	33	-	-	1	11	1	1	9,576	2	9,625
Vehicle maintenance and fees	-	-	-	-	-	-	-	254	-	254
Total expenses	<u>47,223</u>	<u>107</u>	<u>1,239</u>	<u>303</u>	<u>6,552</u>	<u>189</u>	<u>556</u>	<u>59,785</u>	<u>555</u>	<u>116,509</u>
Other revenue & expenses:										
Interest income	-	-	-	-	-	-	412	40	-	452
Loss due to fire	-	-	-	-	(28)	-	-	(23,939)	-	(23,967)
Total other revenue & expenses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(28)</u>	<u>-</u>	<u>412</u>	<u>(23,899)</u>	<u>-</u>	<u>(23,515)</u>
Change in net assets	<u>\$ (3,826)</u>	<u>\$ (107)</u>	<u>\$ (1,239)</u>	<u>\$ (303)</u>	<u>\$ -</u>	<u>\$ 49,811</u>	<u>\$ 684</u>	<u>\$ (64,281)</u>	<u>\$ (530)</u>	<u>\$ (19,791)</u>

Great Northern Services
SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT
 No. 13B-5043
 2013 LIHEAP Energy

	2013 Audited Costs	2014 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:					
Grants and contracts	\$ 479,197	\$ 26,322	\$ 505,519	\$ 505,439	\$ 513,391
Non-grant revenue	-	-	-	-	-
Other revenue	-	-	-	-	-
Total revenues	<u>479,197</u>	<u>26,322</u>	<u>505,519</u>	<u>505,439</u>	<u>513,391</u>
Expenses:					
Assurance 16	34,482	4,331	38,813	38,814	40,370
Administration	32,339	3,382	35,721	35,721	37,139
Administration equipment		-	-	-	-
Intake	30,954	2,856	33,810	33,810	36,000
Outreach	17,109	1,255	18,364	18,364	19,000
Training & Technical Assistance	8,390	-	8,390	8,390	8,390
ECIP EHCS Diagnostics		-	-	-	19
ECIP EHCS Cooling	1,062	-	1,062	1,062	1,063
ECIP EHCS Heating	6,030	569	6,599	6,711	6,930
ECIP EHCS Water Heater	5,890	-	5,890	6,037	6,766
ECIP EHCS Other	874	52	926	649	650
ECIP Wood Propane Oil	39,389	-	39,389	38,939	38,939
Severe Weather Energy Assistance	1,117	-	1,117	1,117	1,117
HEAP Wood Propane Oil	233,977	469	234,446	237,150	237,150
Liability Insurance	2,385	-	2,385	2,385	2,385
Major Vehicle and Equipment		-	-	-	-
Minor Vehicle and Equipment		-	-	-	-
Workers' Compensation	2,188	133	2,321	2,322	2,323
General Operating Expenditures	60,984	4,196	65,180	65,175	65,400
Automation Supplemental	<u>2,027</u>	<u>6,768</u>	<u>8,795</u>	<u>8,794</u>	<u>9,750</u>
Total expenses	<u>479,197</u>	<u>24,011</u>	<u>503,208</u>	<u>505,439</u>	<u>513,391</u>
Change in net assets	<u>\$ -</u>	<u>\$ 2,311</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Great Northern Services
SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT
 No. 13B-5043
 2013 LIHEAP Weatherization

Schedule 9

	2013 Audited Costs	2014 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:					
Grants and contracts	\$ 269,530	\$ 31,157	\$ 300,687	\$ 298,589	\$ 298,589
Non-grant revenue	5	4,445	4,450	-	-
Other revenue	-	-	-	-	-
Total revenues	<u>269,535</u>	<u>35,602</u>	<u>305,137</u>	<u>298,589</u>	<u>298,589</u>
Expenses:					
Administration	19,056	2,230	21,286	21,286	23,877
Administration equipment	-	-	-	-	-
Intake	19,278	1,672	20,950	20,951	23,877
Outreach	12,092	1,137	13,229	13,229	14,923
Training & Technical Assistance	9,145	-	9,145	9,145	14,923
Direct Program Activities	147,733	21,059	168,792	164,379	157,989
Liability Insurance	1,239	-	1,239	1,239	2,000
Major Vehicle and Equipment	-	-	-	-	-
Minor Vehicle and Equipment	2,134	267	2,401	2,401	3,000
Workers' Compensation	11,359	1,546	12,905	12,905	8,000
General Operating Expenditures	47,499	6,852	54,351	53,055	50,000
T&TA - Solar	-	-	-	-	-
Total expenses	<u>269,535</u>	<u>34,763</u>	<u>304,298</u>	<u>298,590</u>	<u>298,589</u>
Change in net assets	<u>\$ -</u>	<u>\$ 839</u>	<u>\$ 839</u>	<u>\$ -</u>	<u>\$ -</u>

Great Northern Services
SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT
 No. 14C-1837
 2014 DOE Weatherization

	2014 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:				
Grants and contracts	\$ 22,878	\$ 22,878	\$ 22,878	\$ 46,149
Non-grant revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	22,878	22,878	22,878	46,149
Expenses:				
Administration	1,094	1,094	1,094	2,730
Administration equipment	-	-	-	-
Intake	488	488	488	800
Outreach	480	480	480	800
Training & Technical Assistance	-	-	-	3,387
Direct Program Activities	14,911	14,911	14,911	27,582
Liability Insurance	16	16	16	200
Major Vehicle and Equipment	-	-	-	150
Minor Vehicle and Equipment	-	-	-	-
Workers' Compensation	2,018	2,018	2,018	2,500
General Operating Expenditures	3,871	3,871	3,871	8,000
T&TA - Solar	-	-	-	-
Total expenses	22,878	22,878	22,878	46,149
Change in net assets	\$ -	\$ -	\$ -	\$ -

Great Northern Services

Schedule 11

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT

No. 14B-5040

2014 LIHEAP Energy

	2014 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:				
Grants and contracts	\$ 543,002	\$ 543,002	\$ 543,002	\$ 669,940
Non-grant revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>543,002</u>	<u>543,002</u>	<u>543,002</u>	<u>669,940</u>
Expenses:				
Assurance 16	28,923	28,923	28,923	35,000
Administration	41,632	41,632	41,605	53,604
Administration equipment	-	-	-	-
Intake	35,656	35,656	35,656	40,000
Outreach	15,881	15,881	15,881	18,000
Training & Technical Assistance	6,585	6,585	6,564	6,585
ECIP EHCS Diagnostics	-	-	-	-
ECIP EHCS Cooling	-	-	-	-
ECIP EHCS Heating	11,304	11,304	10,908	21,000
ECIP EHCS Water Heater	5,676	5,676	5,405	8,500
ECIP EHCS Other	953	953	1,338	2,500
ECIP Wood Propane Oil	43,600	43,600	40,710	42,364
Severe Weather Energy Assistance	5,836	5,836	5,836	5,837
HEAP Wood Propane Oil	262,224	262,224	262,650	303,787
Liability Insurance	2,413	2,413	2,413	2,500
Major Vehicle and Equipment	-	-	-	10,000
Minor Vehicle and Equipment	5,425	5,425	5,272	5,500
Workers' Compensation	1,359	1,359	1,359	2,500
General Operating Expenditures	73,644	73,644	73,640	92,903
Automation Supplemental	4,844	4,844	4,844	19,360
Total expenses	<u>545,955</u>	<u>545,955</u>	<u>543,004</u>	<u>669,940</u>
Change in net assets	<u>\$ (2,953)</u>	<u>\$ (2,953)</u>	<u>\$ (2)</u>	<u>\$ -</u>

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT

No. 14B-5040

2014 LIHEAP Weatherization

	2014 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:				
Grants and contracts	\$ 319,823	\$ 319,823	\$ 319,463	\$ 334,746
Non-grant revenue	-	-	-	-
Other revenue	3,775	3,775	-	-
Total revenues	<u>323,598</u>	<u>323,598</u>	<u>319,463</u>	<u>334,746</u>
Expenses:				
Administration	24,944	24,944	24,944	26,176
Administration equipment	-	-	-	-
Intake	10,232	10,232	10,232	26,176
Outreach	10,487	10,487	10,487	16,361
Training & Technical Assistance	7,618	7,618	7,618	16,361
Direct Program Activities	184,229	184,229	172,136	175,336
Liability Insurance	580	580	580	1,300
Major Vehicle and Equipment	-	-	-	-
Minor Vehicle and Equipment	1,614	1,614	1,614	2,500
Workers' Compensation	18,179	18,179	18,179	13,000
General Operating Expenditures	73,151	73,151	73,672	57,536
T&TA - Solar	-	-	-	-
Total expenses	<u>331,034</u>	<u>331,034</u>	<u>319,462</u>	<u>334,746</u>
Change in net assets	<u>\$ (7,436)</u>	<u>\$ (7,436)</u>	<u>\$ 1</u>	<u>\$ -</u>

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT

No. 15B-3041

2015 LIHEAP Weatherization

	2014 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:				
Grants and contracts	\$ -	\$ -	\$ -	\$ -
Non-grant revenue	-	-	-	405,959
Other revenue	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>405,959</u>
Expenses:				
Administration	152	152	-	10,000
Administration equipment	197	197	-	15,000
Intake	-	-	-	20,298
Outreach	2,958	2,958	-	240,561
Training & Technical Assistance	3,231	3,231	-	600
Direct Program Activities	-	-	-	-
Liability Insurance	-	-	-	2,500
Major Vehicle and Equipment	852	852	-	22,000
Minor Vehicle and Equipment	1,836	1,836	-	95,000
Workers' Compensation	-	-	-	-
General Operating Expenditures	-	-	-	-
T&TA - Solar	-	-	-	-
Total expenses	<u>9,226</u>	<u>9,226</u>	<u>-</u>	<u>405,959</u>
Change in net assets	<u>\$ (9,226)</u>	<u>\$ (9,226)</u>	<u>\$ -</u>	<u>\$ -</u>

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURESCSD CONTRACT

No. 11C-1839

2011 DOE Weatherization

	2011	2012	2013	2014	Total	Total	Total
	<u>Audited Costs</u>	<u>Audited Costs</u>	<u>Audited Costs</u>	<u>Audited Costs</u>	<u>Audited Costs</u>	<u>Reported</u>	<u>Total</u>
						<u>Expenses</u>	<u>Budget</u>
Revenues:							
Grants and contracts	\$ 2,084	\$ 27,813	\$ 10,560	\$ 425	\$ 40,882	\$ 40,881	\$ 40,881
Non-grant revenue	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-
Total revenues	<u>2,084</u>	<u>27,813</u>	<u>10,560</u>	<u>425</u>	<u>40,882</u>	<u>40,881</u>	<u>40,881</u>
Expenses:							
Administration	-	1,946	75	-	2,021	2,024	2,424
Administrative Equipment	-	-	-	-	-	-	-
Training & Technical Assistance	1,887	134	250	-	2,271	2,270	2,909
Liability Insurance	-	16	-	-	16	16	300
Vehicle Insurance	-	148	-	-	148	148	200
Major Vehicle & Field Equipment	-	-	-	-	-	-	-
Intake	-	254	-	-	254	254	1,022
Outreach	-	258	-	-	258	259	1,022
Client Education	-	-	-	-	-	-	-
Workers' Compensation	197	1,665	593	-	2,455	2,455	1,500
Minor Vehicle & Field Equipment	-	745	-	425	1,170	1,170	1,000
General/Operating Expenses	-	-	-	-	-	7,594	5,000
Direct Program Activities*	-	22,647	9,642	-	32,289	23,649	19,623
Health & Safety	-	-	-	-	-	1,042	5,881
Total expenses	<u>2,084</u>	<u>27,813</u>	<u>10,560</u>	<u>425</u>	<u>40,882</u>	<u>40,881</u>	<u>40,881</u>
Change in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Board of Directors
Great Northern Services
Weed, California

We have audited, 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, the financial statements of Great Northern Services, which comprise the statement of financial position as of December 31, 2013, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, which collectively comprise Great Northern Services's financial statements, and have issued our report thereon dated September 9, 2015.

Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Great Northern Services's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2014-001.

Great Northern Services's Response to Findings

Great Northern Services's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Great Northern Services's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

R. J. Ricciardi, Inc.

R. J. Ricciardi, Inc.
Certified Public Accountants

San Rafael, California
September 9, 2015

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

Board of Directors
Great Northern Services
Weed, California

Report on Compliance for Each Major Federal Program

We have audited Great Northern Services's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Great Northern Services's major federal programs for the year ended December 31, 2014. Great Northern Services's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Great Northern Services'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 Great Northern Services'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 Great Northern Services's compliance.

Basis for Disclaimer of Opinion

On September 15, 2014, the Boles Fire destroyed substantially all of the Great Northern Services's books of original entry, the general and subsidiary ledgers; related accounting manuals; records such as time sheet, as well as substantially all corroborating evidence in support of the financial statement. The fire also destroyed the Great Northern Services's headquarter. Even though Great Northern Services has been reconstructing the account records and reinforce the accounting procedures at their relocated new headquarter, the records that remain are not sufficient the application of auditing procedures that would be adequate for us to express an opinion on the accompanying financial statements.

As described in the accompanying schedule of findings and questioned costs, Great Northern Services was not able to provide evidence or corroborating evidence in support of the eligibility requirements, as item 2014-001. We were not able to apply other auditing procedures to satisfy ourselves as to whether the eligibility requirements were fulfilled. The scope of our work was not sufficient to enable us to express, and we do not express, an opinion on the compliance.

Disclaimer of Opinion on Each major Federal Program

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an opinion on compliance. Accordingly, we do not express an opinion on Great Northern Services's compliance with the specific program compliance requirements referred to in the first paragraph.

Report on Internal Control Over Compliance

Management of Great Northern Services 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 Great Northern Services'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 Great Northern Services's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2014-011 to be material weaknesses.

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.

Great Northern Services's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Great Northern Services's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

R. J. Ricciardi, Inc.

R. J. Ricciardi, Inc.
Certified Public Accountants

San Rafael, California
September 9, 2015

Great Northern Services
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2014

Grantor/Pass-Through Grantor Program Title	Federal CFDA No.	Pass-Through Grantor's No.	Expenditures
<u>U. S. Department of Agriculture</u>			
Food and Nutrition Service:			
Emergency Food Assistance Program (Food Commodities)	10.569	EFAP10-6063	\$ 86,078
National Institute of Food and Agriculture:			
Local Food Center Study	10.168	N/A	303
California Department of Food and Agriculture:			
Housing Preservation Grant	10.433	N/A	48,569
Total U.S. Department of Agriculture			<u>134,950</u>
<u>U.S. Department of Housing and Urban Development</u>			
Pass through California Department of Housing & Community Development:			
Community Development Block Grants/Small Cities Programs	14.228	Dorris 12-CDBG-8383	51,920
Community Development Block Grants/Small Cities Programs	14.228	Dorris PI Housing Rehab	886
Community Development Block Grants/Small Cities Programs	14.228	Erna PI-ED	5,476
Community Development Block Grants/Small Cities Programs	14.228	Etna 12-CDBG-8384	26,610
Community Development Block Grants/Small Cities Programs	14.228	Etna PI Housing Rehab	2,888
Community Development Block Grants/Small Cities Programs	14.228	Etna PI Waiver Project	2,810
Community Development Block Grants/Small Cities Programs	14.228	Montague 10-EDEF-7256	1,804
Community Development Block Grants/Small Cities Programs	14.228	Montague RLA Housing Rehab	4,528
Community Development Block Grants/Small Cities Programs	14.228	Montague PI-ED	1,292
Community Development Block Grants/Small Cities Programs	14.228	Montague ADA 13-CDBG-8967	2,670
Community Development Block Grants/Small Cities Programs	14.228	Montague INI 13-CDBG-8967	2,836
Community Development Block Grants/Small Cities Programs	14.228	Mount Shasta 10-EDEF-7257	8,689
Community Development Block Grants/Small Cities Programs	14.228	Mount Shasta 13-EDEF-8934	27,244
Community Development Block Grants/Small Cities Programs	14.228	Mount Shasta PI-ED	8,183
Community Development Block Grants/Small Cities Programs	14.228	Mount Shasta Income Survey	10,168
Community Development Block Grants/Small Cities Programs	14.228	Siskiyou 12-CDBG-8414	20,916
Community Development Block Grants/Small Cities Programs	14.228	Siskiyou 10-EDEF-7269	226
Community Development Block Grants/Small Cities Programs	14.228	Weed 13-CDBG-8941	5,769
Community Development Block Grants/Small Cities Programs	14.228	Weed 10-EDEF-7262	10,410
Community Development Block Grants/Small Cities Programs	14.228	Weed PI Housing Rehab	27,905
Community Development Block Grants/Small Cities Programs	14.228	Weed PI-ED	14,101
Community Development Block Grants/Small Cities Programs	14.228	Yreka RLA Housing Rehab	212
Total U.S. Department of Housing and Urban Development			<u>237,543</u>
<u>U.S. Department of Energy:</u>			
Passed through the California Department of Community Services:			
Weatherization Assistance for Low Income Persons	81.042	11C-1839	425
Weatherization Assistance for Low Income Persons	81.042	14C-1837	26,123
Total U.S. Department of Energy			<u>26,548</u>
<u>U.S. Department of Health and Human Services:</u>			
Passed through the California Department of Community Services:			
LIHEAP - EHA	93.568	13B-5043	24,011
LIHEAP - WX	93.568	13B-5043	34,763
LIHEAP - EHA	93.568	14B-5040	545,955
LIHEAP - WX	93.568	14B-5040	331,034
LIHEAP - WX	93.568	15B-3041	9,226
Pass through Plumas County:			
RW Part B 1314	93.918	N/A	12,660
Title III Part C 1314	93.918	N/A	5,220
RW Part B 1415	93.918	N/A	42,590
Title III Part C 1415	93.918	N/A	14,983
AIDS Drug Assistance Program (St of CA)	93.918	N/A	2,000
Total U.S. Department of Health and Human Services			<u>1,022,442</u>
Total Expenditures - Federal Awards			<u>\$ 1,421,483</u>

Great Northern Services
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2014

NOTE 1 - BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal grant activity of Great Northern Services and is presented on the accrual basis. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

NOTE 2 - CATALOG OF FEDERAL DOMESTIC ASSISTANCE (CFDA) NUMBERS

The CFDA numbers included in the accompanying Schedule of Expenditures of Federal Awards were determined based on the program name, review of the award contract, and the Office of Management and Budget's Catalog of Federal Domestic Assistance.

Great Northern Services
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2014

Section I – Summary of Auditors’ Results

1. Type of auditors’ report issued: disclaimer
2. Internal control over financial reporting:
 - A. Material weakness(es) identified? no
 - B. Significant deficiencies identified that were not considered to be material weakness(es)? none reported
 - C. Noncompliance material to financial statements noted? no
3. Internal control over major programs:
 - A. Material weakness(es) identified? yes
 - B. Significant deficiencies identified that were not considered to be material weakness(es)? none reported
 - C. Type of auditors’ report issued on compliance for major programs: disclaimer
 - D. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? yes
4. Audited as Major Programs:

<u>CFDA Number</u>	<u>Program Name</u>	<u>Expenditures</u>
93.568	LIHEAP	\$ 944,989
5. Dollar threshold used to distinguish between Type A and Type B programs: \$300,000
6. Auditee qualified as a low-risk auditee? yes

Section II – Financial Statement Findings

There were no financial statement findings.

Great Northern Services
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended December 31, 2014

Section III – Federal Award Findings and Questioned Costs

Item: 2014-01 Eligibility

Finding Type: Loss of Records

Federal Agency: U.S. Department of Health and Human Services

Federal Program: LIHEAP

CFDA No.: 93.568

Award No.: 13B-5043, 14B-5040, 15B-3041

Award Year: 2013 – 2015

Requirement: Per March 2014 OMB A-133 Compliance Supplement Part 4 E 1, grantees may provide assistance to (a) households in which one or more individuals are receiving Temporary Assistance for Needy Families (TANF), Supplemental Security Income (SSI), Supplemental Nutrition Assistance Program (SNAP) benefits, or certain needs-tested veterans benefits; or (b) households with incomes which do not exceed the greater of 150 percent of the State’s established poverty level, or 60 percent of the State median income.

Condition: Due to the Boles fire, participant records before September 15, 2014 were all destroyed. The Organization could not reconstruct the participant records. No sufficient audit evidence could be obtained.

Questioned Costs: Could not be determined.

Possible Asserted Cause and Effect: Natural disaster. Destruction of the Organization’s headquarters.

Recommendation: We recommend the Organization consistently backup files off-site.

Views of Responsible Officials: Management concurs with this finding. The situation is not likely to occur again in the near future.

Great Northern Services
STATUS OF PRIOR YEAR FINDINGS AND RECOMMENDATIONS
For the Year Ended December 31, 2014

Recommendation

Status/Explanation

There were no prior year findings or recommendations.