

**GREAT NORTHERN SERVICES**

**WEED, CALIFORNIA**

**FINANCIAL STATEMENTS  
AND  
SINGLE AUDIT REPORT**

**DECEMBER 31, 2015**

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INDEPENDENT AUDITORS' REPORT

Board of Directors  
Great Northern Services  
Weed, California

We have audited the accompanying financial statements of Great Northern Services (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015, 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 an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Great Northern Services as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Great Northern Services's 2014 financial statements, and we expressed a disclaimer of opinion on those audited financial statements in our report dated September 9, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2014, 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 12 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 Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 19, 2016 on our consideration of Great Northern Services'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 Great Northern Services's internal control over financial reporting and compliance.

*R.J. Ricciardi, Inc.*

R.J. Ricciardi, Inc.  
Certified Public Accountants

San Rafael, California  
May 19, 2016

Great Northern Services  
STATEMENTS OF FINANCIAL POSITION  
December 31, 2015  
(With Comparative Totals for December 31, 2014)

	2015	2014
<u>ASSETS</u>		
Current assets:		
Cash and cash equivalents	\$ 718,227	\$ 58,395
Accounts receivable	160,516	274,567
Inventory	14,244	14,304
Deposits	4,685	6,537
Notes receivable, current portion	13,572	14,945
Total current assets	911,244	368,748
Noncurrent assets:		
Note receivable	18,133	14,561
Fixed assets, net of accumulated depreciation	124,827	147,704
Total noncurrent assets	142,960	162,265
Total assets	\$ 1,054,204	\$ 531,013
<u>LIABILITIES AND NET ASSETS</u>		
Current liabilities:		
Accounts payable	\$ 99,304	\$ 134,189
Accrued liabilities	79,011	76,971
Compensated absences	38,923	25,147
Note payable	15,000	-
Total current liabilities	232,238	236,307
Net assets - Exhibit A:		
Unrestricted	821,966	294,706
Total net assets	821,966	294,706
Total liabilities and net assets	\$ 1,054,204	\$ 531,013

The accompanying notes are an integral part of these financial statements

STATEMENTS OF ACTIVITIES

For the Year Ended December 31, 2015

(With Comparative Totals for the Year Ended December 31, 2014)

	<u>Unrestricted</u>	
	<u>2015</u>	<u>2014</u>
Revenues:		
Grant revenue	\$ 2,066,060	\$ 1,735,042
Contributions revenue	93,192	206,016
Other revenue	12,046	29,888
Total revenues	<u>2,171,298</u>	<u>1,970,946</u>
Expenses:		
Program	2,243,790	1,912,926
Management and general	154,870	59,785
Total expenses	<u>2,398,660</u>	<u>1,972,711</u>
Revenues over/(under) expenses	<u>(227,362)</u>	<u>(1,765)</u>
Other revenue and expenses:		
Interest income	269	452
Gain on disposal of assets	500	-
Gain due to fire	753,853	-
Loss due to fire	-	(23,967)
Total other revenue and expenses	<u>754,622</u>	<u>(23,515)</u>
Change in net assets	527,260	(25,280)
Net assets, beginning of period	<u>294,706</u>	<u>319,986</u>
Net assets, end of period	<u>\$ 821,966</u>	<u>\$ 294,706</u>

The accompanying notes are an integral part of these financial statements

STATEMENTS OF CASH FLOWS

For the Year Ended December 31, 2015

(With Comparative Totals for the Year Ended December 31, 2014)

	<u>2015</u>	<u>2014</u>
Cash flows from operating activities:		
Change in net assets	\$ 527,260	\$ (25,280)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	22,878	12,617
Gain on disposal of assets	(500)	-
Gain on assets destroyed by fire	(753,853)	-
Changes in certain assets and liabilities:		
Accounts receivable	114,051	(25,252)
Inventory	60	16,430
Deposits	1,852	(945)
Accounts payable	(34,885)	(16,773)
Accrued liabilities	2,040	16,899
Compensated absences	13,776	8,660
Net cash provided (used) by operating activities	<u>(107,321)</u>	<u>(13,644)</u>
Cash flows from investing activities:		
Acquisition of fixed assets	-	(107,554)
Disposition of fixed assets	500	-
Assets transferred from general funds to government owned assets	-	11,000
Gain on assets destroyed in fire	753,853	-
Loss on assets destroyed in fire	-	33,300
Receipts on notes receivable	-	10,040
Loans to other entities	(2,200)	-
Net cash provided by investing activities	<u>752,153</u>	<u>(53,214)</u>
Cash flows from financing activities:		
Payments made on notes payable	-	(22,000)
Proceeds from notes payable	15,000	-
Net cash provided (used) by financing activities	<u>15,000</u>	<u>(22,000)</u>
Net increase (decrease) in cash during the year	659,832	(88,858)
Cash balance, beginning of period	<u>58,395</u>	<u>147,253</u>
Cash balance, end of period	<u>\$ 718,227</u>	<u>\$ 58,395</u>
Supplemental disclosures of cash flow information:		
Interest paid	<u>\$ 420</u>	<u>\$ -</u>
Non cash disposition of fixed assets	<u>\$ -</u>	<u>\$ 44,300</u>

The accompanying notes are an integral part of these financial statements

Great Northern Services  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2015

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 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 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, 2015

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 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, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (concluded)

F. Inventory

Inventory consists of 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 designated 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, 2015

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 not 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, 2015. 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, 2015 and 2014 were \$718,227 and \$58,395, respectively. The corresponding bank balances were insured under the \$250,000 blanket umbrella by the Federal Deposit Insurance Corporation (FDIC). The remaining bank balances were uninsured and held by the financial institutions in the Organization's name. It is the opinion of management that the solvency of the referenced financial institutions is not of particular concern at this time.

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, 2015 and 2014, amounts expended and eligible for reimbursements from these organizations totaled \$1,542,612 and \$1,222,461, representing 72 percent and 88 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, 2015 and 2014 was \$160,516 and \$274,567, 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, 2015

NOTE 6 - NOTES RECEIVABLE

Notes receivable at December 31, 2015 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.	\$ 8,997
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.	5,304
7% note receivable from Gifted Horse Lodge to be paid back in 60 months. The principal payments and interest on the note began in July 2015. The note is secured under section 1 of the Uniform Commercial Code Procedures.	<u>13,724</u>
Total	<u>\$ 31,705</u>

NOTE 7 - FIXED ASSETS

At December 31, fixed assets consisted of the following:

	2015	2014
Fixed Assets:		
Land	\$ 36,206	\$ 36,206
Office furniture	48,567	48,567
Vehicles	58,987	83,284
Software	<u>9,372</u>	<u>9,372</u>
Total fixed assets	153,132	177,429
Accumulated depreciation	<u>(28,305)</u>	<u>(29,725)</u>
Fixed assets, net of accumulated depreciation	<u>\$ 124,827</u>	<u>\$ 147,704</u>

Depreciation expense for the years ended December 31, 2015 and 2014 was \$22,878 and \$12,617, respectively.

Great Northern Services  
NOTES TO THE FINANCIAL STATEMENTS  
 December 31, 2015

NOTE 8 - COMPENSATED ABSENCES

Accumulated unpaid employee paid time off benefits are recognized as liabilities of the Organization. The amount of accumulated paid time off benefits as of December 31, 2015 and 2014 was \$38,923 and \$25,147, respectively.

NOTE 9 - NOTE PAYABLE

The Organization has a note due to the U.S. Department of Agriculture (USDA) Rural Micro-entrepreneur Assistance Program. Beginning March 2015, the Organization has a three year period to make advances on a \$300,000 loan commitment made by the USDA. For the first two years no payments are due, however, interest will accrue on any funds advanced. At the start of the third year, the Organization will begin paying back the USDA for funds already advanced and any interest accrued over a 20-year period at 2% interest. Any funds advanced during the third year will be added to the 20-year amortization schedule for repayment.

The following are maturities of this note payable for the years ending December 31:

	<u>Principal Payment</u>	<u>Interest Payment</u>
2016	\$ -	\$ -
2017	-	-
2018	688	269
2019	750	279
2020	750	264
Thereafter	12,812	2,199
Total	\$ 15,000	\$ 3,011

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 month-to-month rental 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 received \$753,853 of insurance proceeds for the year ended December 31, 2015.

Great Northern Services  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2015

NOTE 12 - SUBSEQUENT EVENTS

In preparing the financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through May 19, 2016, the date the financial statements were issued.

On January 29, 2016 the Organization reached an agreement with the insurance carriers regarding the claim related to the Boles Fire which had destroyed the Organization's original headquarters. The agreement stated that the Organization was entitled to the maximum limit of the insurance which amounted to \$1,296,027. During the year ended December 31, 2015 the Organization received \$753,853 of the insurance proceeds. The remaining \$542,174 is expected be received during 2016. With the insurance proceeds the Organization intends to purchase the 310 Boles Street Property that it is currently renting. The Organization will also use the insurance proceeds to renovate and improve the 310 Boles Street building and build a 5,000 square foot storage facility for food and weatherization.

Great Northern Services  
SCHEDULE OF ACTIVITIES  
 All Program Services  
 For the Year Ended December 31, 2015

	Schedule 2	Schedule 3	Schedule 4	Schedule 5	Schedule 6	Total
<b>Revenues:</b>						
Grant revenue	\$ 159,413	\$ 240,346	\$ 151,491	\$ 1,128,673	\$ 386,137	\$ 2,066,060
Contributions revenue	-	-	56,600	20,117	16,475	93,192
Other revenue	-	-	-	6,364	5,682	12,046
Total revenues	<u>159,413</u>	<u>240,346</u>	<u>208,091</u>	<u>1,155,154</u>	<u>408,294</u>	<u>2,171,298</u>
<b>Expenses:</b>						
Salaries and wages	100,626	122,716	83,482	340,997	167,670	815,491
Fringe benefits and payroll taxes	33,272	36,414	28,400	117,337	62,845	278,268
Meeting expense	277	974	268	2,021	4,555	8,095
Mileage expense	5,469	736	420	1,370	3,165	11,160
Training and conferences	2,152	2,307	2,215	9,275	10,365	26,314
Program costs	-	48,338	58,849	556,213	205,905	869,305
Accounting and auditing	1,574	2,380	1,543	8,960	4,812	19,269
Advertising	1,174	2,219	1,776	5,479	3,602	14,250
Bank charges	141	180	134	572	347	1,374
Contract services	-	-	75,279	-	1,638	76,917
Dues and subscriptions	159	211	155	658	966	2,149
Equipment lease	81	85	79	326	149	720
Equipment maintenance	301	359	275	1,180	550	2,665
Computer supplies/service	3,808	4,525	3,464	14,395	7,294	33,486
Insurance	2,553	3,116	4,218	13,832	6,025	29,744
Interest and finance charges	-	-	-	-	420	420
Licenses, permits, taxes and fees	35	61	32	146	1,186	1,460
Office equipment	387	1,117	533	1,988	796	4,821
Office supplies	953	3,771	1,029	3,584	2,215	11,552
Other outside services	38	37	1,527	113	33,198	34,913
Postage and shipping	753	1,548	687	2,847	1,421	7,256
Printing and copying	-	927	-	-	-	927
Rent	-	400	-	293	39,319	40,012
Repairs and maintenance	724	1,059	740	3,354	14,837	20,714
Telephone	1,684	2,202	1,650	5,354	2,456	13,346
Tools	-	-	313	9,907	19,865	30,085
Utilities	1,891	2,262	1,370	7,330	3,572	16,425
Depreciation	1,278	1,565	1,201	5,120	13,714	22,878
Vehicle maintenance and fees	-	-	-	-	4,644	4,644
Total expenses	<u>159,330</u>	<u>239,509</u>	<u>269,639</u>	<u>1,112,651</u>	<u>617,531</u>	<u>2,398,660</u>
<b>Other revenue &amp; expenses:</b>						
Interest income	-	-	-	-	269	269
Gain on disposal of assets	-	-	-	-	500	500
Gain due to fire	-	-	-	-	753,853	753,853
Total other revenue & expenses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>754,622</u>	<u>754,622</u>
Change in net assets	\$ 83	\$ 837	\$ (61,548)	\$ 42,503	\$ 545,385	\$ 527,260

Great Northern Services  
SCHEDULE OF ACTIVITIES  
For the Year Ended December 31, 2015

Schedule 2

	Dorris 12-CDBG-8383	Dorris PI-ED	Etna PI ED	Etna PI Waiver 2014	Etna ED 12-CDBG-8384	Etna HR 12-CDBG-8384	Montague ADA 13-CDBG-8967	Montague INI 13-CDBG-8967	Montague ED 13-CDBG-8967	Montague HR 13-CDBG-8967	Total
<b>Revenues:</b>											
Grants and contracts	\$ 76,330	\$ 2,990	\$ 3,685	\$ 1,072	\$ 11,055	\$ 28,804	\$ 6,126	\$ 23,980	\$ 5,000	\$ 371	\$ 159,413
Contributions revenue	-	-	-	-	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>76,330</b>	<b>2,990</b>	<b>3,685</b>	<b>1,072</b>	<b>11,055</b>	<b>28,804</b>	<b>6,126</b>	<b>23,980</b>	<b>5,000</b>	<b>371</b>	<b>159,413</b>
<b>Expenses:</b>											
Salaries and wages	47,865	1,447	2,402	736	7,123	18,382	3,492	15,279	3,682	218	100,626
Fringe benefits and payroll taxes	16,217	505	722	206	2,404	5,092	1,680	5,195	1,148	103	33,272
Meeting expense	95	-	5	-	45	57	36	35	4	-	277
Mileage expense	3,125	1	99	1	85	1,687	219	163	89	-	5,469
Training and conferences	931	8	65	2	195	493	108	255	91	4	2,152
Program costs	-	-	-	-	-	-	-	-	-	-	-
Accounting and auditing	736	20	32	13	112	301	75	230	52	3	1,574
Advertising	534	5	68	2	104	272	33	74	82	-	1,174
Bank charges	66	3	3	1	10	26	5	22	5	-	141
Contract services	-	-	-	-	-	-	-	-	-	-	-
Dues and subscriptions	54	1	2	2	8	25	5	57	4	1	159
Equipment lease	43	1	2	-	6	15	3	9	2	-	81
Equipment maintenance	143	5	7	2	20	55	9	48	11	1	301
Computer supplies/service	1,810	69	74	26	239	640	111	697	132	10	3,808
Insurance	1,158	40	40	21	150	391	84	580	79	10	2,553
Interest and finance charges	-	-	-	-	-	-	-	-	-	-	-
Licenses, permits, taxes and fees	17	2	1	1	3	6	1	2	2	-	35
Office equipment	152	-	7	-	51	103	47	11	16	-	387
Office supplies	394	14	23	8	61	160	30	233	28	2	953
Other outside services	9	-	1	1	1	3	-	21	1	1	38
Postage and shipping	350	16	16	7	45	120	18	155	23	3	753
Printing and copying	-	-	-	-	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	308	10	16	9	58	160	33	98	30	2	724
Telephone	895	25	32	10	123	248	36	212	101	2	1,684
Tools	-	-	-	-	-	-	-	-	-	-	-
Utilities	837	28	38	15	121	324	58	404	58	8	1,891
Depreciation	591	19	30	9	91	244	43	200	48	3	1,278
Vehicle maintenance and fees	-	-	-	-	-	-	-	-	-	-	-
<b>Total expenses</b>	<b>76,330</b>	<b>2,219</b>	<b>3,685</b>	<b>1,072</b>	<b>11,055</b>	<b>28,804</b>	<b>6,126</b>	<b>23,980</b>	<b>5,688</b>	<b>371</b>	<b>159,330</b>
<b>Other revenue &amp; expenses:</b>											
Interest income	-	-	-	-	-	-	-	-	-	-	-
Gain on disposal of assets	-	-	-	-	-	-	-	-	-	-	-
Gain due to fire	-	-	-	-	-	-	-	-	-	-	-
<b>Total other revenue &amp; expenses:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Change in net assets</b>	<b>\$ -</b>	<b>\$ 771</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (688)</b>	<b>\$ -</b>	<b>\$ 83</b>



Great Northern Services  
SCHEDULE OF ACTIVITIES  
For the Year Ended December 31, 2015

Schedule 3

	Mount Shasta PI - ED	Mount Shasta ED 13-CDBG-8934	Mount Shasta FP 13-CDBG-8934	Mount Shasta SD 13-CDBG-8934	Mount Shasta SS 13-CDBG-8934	Siskiyou County 12-CDBG-8414	Weed PI-ED	Weed PI Housing Rehab	Weed 13-CDBG-8941	Weed RW 13-CDBG-8941	Total
<b>Revenues:</b>											
Grants and contracts	\$ -	\$ 25,214	\$ 13,079	\$ 16,679	\$ 24,607	\$ 51,138	\$ 10,628	\$ 7,442	\$ 38,865	\$ 52,694	\$ 240,346
Contributions revenue	-	-	-	-	-	-	-	-	-	-	-
Other revenue	-	-	-	-	-	-	-	-	-	-	-
Total revenues	-	25,214	13,079	16,679	24,607	51,138	10,628	7,442	38,865	52,694	240,346
<b>Expenses:</b>											
Salaries and wages	-	16,031	5,971	10,858	16,187	7,524	5,939	5,192	25,721	29,293	122,716
Fringe benefits and payroll taxes	-	5,463	2,121	3,298	3,929	2,504	2,019	1,742	7,726	7,612	36,414
Meeting expense	-	62	41	48	92	31	18	20	83	579	974
Mileage expense	-	257	42	56	73	67	17	17	92	112	736
Training and conferences	-	373	147	247	280	61	171	146	683	199	2,307
Program costs	-	-	3,550	-	300	38,983	-	-	-	5,505	48,338
Accounting and auditing	-	249	154	162	240	456	88	75	404	552	2,380
Advertising	58	216	64	301	645	96	99	77	540	123	2,219
Bank charges	-	24	9	16	25	16	8	7	36	39	180
Contract services	-	-	-	-	-	-	-	-	-	-	-
Dues and subscriptions	-	20	12	15	29	20	8	6	30	71	211
Equipment lease	-	15	4	7	16	3	5	5	21	9	85
Equipment maintenance	-	50	18	32	55	27	17	15	72	73	359
Computer supplies/service	-	626	220	395	732	320	204	174	856	998	4,525
Insurance	-	395	154	257	527	237	127	98	565	756	3,116
Interest and finance charges	-	-	-	-	-	-	-	-	-	-	-
Licenses, permits, taxes and fees	-	8	3	4	6	10	2	2	10	16	61
Office equipment	-	86	52	49	29	20	29	23	142	687	1,117
Office supplies	-	277	85	204	263	124	125	49	234	2,410	3,771
Other outside services	-	3	-	3	7	-	2	2	3	17	37
Postage and shipping	-	117	43	83	142	74	38	34	146	871	1,548
Printing and copying	-	-	-	-	-	29	-	-	-	898	927
Rent	-	-	-	-	-	-	-	-	-	400	400
Repairs and maintenance	-	122	74	83	114	128	42	35	217	244	1,059
Telephone	-	313	119	220	350	136	73	67	532	392	2,202
Tools	-	-	-	-	-	-	-	-	-	-	-
Utilities	-	295	112	199	344	159	110	94	423	526	2,262
Depreciation	-	212	84	142	222	121	77	66	329	312	1,565
Vehicle maintenance and fees	-	-	-	-	-	-	-	-	-	-	-
Total expenses	58	25,214	13,079	16,679	24,607	51,146	9,221	7,946	38,865	52,694	239,509
<b>Other revenue &amp; expenses:</b>											
Interest income	-	-	-	-	-	-	-	-	-	-	-
Gain on disposal of assets	-	-	-	-	-	-	-	-	-	-	-
Gain due to fire	-	-	-	-	-	-	-	-	-	-	-
Total other revenue & expenses:	-	-	-	-	-	-	-	-	-	-	-
Change in net assets	\$ (58)	\$ -	\$ -	\$ -	\$ -	\$ (8)	\$ 1,407	\$ (504)	\$ -	\$ -	\$ 837

Great Northern Services  
SCHEDULE OF ACTIVITIES  
For the Year Ended December 31, 2015

Schedule 4

	Weed General Plan	Yreka RLA Housing Rehab	Community Services	Plumas County RW Part B 1415	Plumas County Tile III Part C 1415	Plumas County RW Part B 1516	Plumas County Tile III Part C 1516	EFAP-10-6063	EFAP 15 MOU-00145	Food Program	Total
<b>Revenues:</b>											
Grants and contracts	\$ 3,705	\$ 374	\$ 4,064	\$ 15,469	\$ 5,375	\$ 46,406	\$ 16,125	\$ 49,422	\$ 10,551	\$ -	\$ 151,491
Contributions revenue	-	-	37,600	-	-	-	-	-	-	19,000	56,600
Other revenue	-	-	-	-	-	-	-	-	-	-	-
Total revenues	3,705	374	41,664	15,469	5,375	46,406	16,125	49,422	10,551	19,000	208,091
<b>Expenses:</b>											
Salaries and wages	2,392	235	20,389	-	-	-	-	25,137	12,561	22,768	83,482
Fringe benefits and payroll taxes	551	80	5,419	-	-	-	-	9,440	2,951	9,959	28,400
Meeting expense	-	2	56	-	-	-	-	77	51	82	268
Mileage expense	2	1	50	-	-	-	-	121	48	198	420
Training and conferences	11	3	516	-	-	-	-	736	244	705	2,215
Program costs	-	-	23,955	-	-	-	-	16,970	5,955	11,969	58,849
Accounting and auditing	30	3	52	128	44	384	134	528	235	5	1,543
Advertising	8	-	725	-	-	-	-	654	73	316	1,776
Bank charges	3	-	35	-	-	-	-	44	20	32	134
Contract services	-	-	2,280	13,996	4,898	40,117	13,988	-	-	-	75,279
Dues and subscriptions	2	-	41	-	-	-	-	44	48	20	155
Equipment lease	2	-	21	-	-	-	-	25	10	21	79
Equipment maintenance	6	1	67	-	-	-	-	88	46	67	275
Computer supplies/service	92	7	881	-	-	-	-	1,026	693	765	3,464
Insurance	50	3	678	-	-	-	-	2,525	551	411	4,218
Interest and finance charges	-	-	-	-	-	-	-	-	-	-	-
Licenses, permits, taxes and fees	2	-	9	-	-	-	-	13	-	8	32
Office equipment	1	-	203	-	-	-	-	160	12	157	533
Office supplies	15	2	244	-	-	-	-	286	217	265	1,029
Other outside services	-	-	6	-	-	-	-	1,050	468	3	1,527
Postage and shipping	19	2	179	-	-	-	-	203	147	137	687
Printing and copying	-	-	-	-	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	12	1	204	-	-	-	-	284	77	162	740
Telephone	31	3	359	-	-	-	-	762	208	287	1,650
Tools	-	-	-	-	-	-	-	-	-	313	313
Utilities	35	3	446	-	-	-	-	513	373	-	1,370
Depreciation	24	3	298	-	-	-	-	394	187	295	1,201
Vehicle maintenance and fees	-	-	-	-	-	-	-	-	-	-	-
Total expenses	3,288	349	57,113	14,124	4,942	40,501	14,122	61,080	25,175	48,945	269,639
<b>Other revenue &amp; expenses:</b>											
Interest income	-	-	-	-	-	-	-	-	-	-	-
Gain on disposal of assets	-	-	-	-	-	-	-	-	-	-	-
Gain due to fire	-	-	-	-	-	-	-	-	-	-	-
Total other revenue & expenses:	-	-	-	-	-	-	-	-	-	-	-
Change in net assets	\$ 417	\$ 25	\$ (15,449)	\$ 1,345	\$ 433	\$ 5,905	\$ 2,003	\$ (11,658)	\$ (14,624)	\$ (29,945)	\$ (61,548)

Great Northern Services  
SCHEDULE OF ACTIVITIES  
For the Year Ended December 31, 2015

Schedule 5

	Local Food Center Study	Boles Fire Food Distribution	DOE 2014 14C-1837	DOE 2015 15C-1037	LIHEAP EHA 14B-5040	LIHEAP WX 14B-5040	LIHEAP EHA 15B-3041	LIHEAP WX 15B-3041	Toilet Replacement Program	Total
<b>Revenues:</b>										
Grants and contracts	\$ 11,744	\$ 8,703	\$ 23,030	\$ 1,742	\$ 112,362	\$ 14,923	\$ 533,884	\$ 422,285	\$ -	\$ 1,128,673
Contributions revenue	-	20,117	-	-	-	-	-	-	-	20,117
Other revenue	-	-	-	-	-	187	-	6,177	-	6,364
Total revenues	11,744	28,820	23,030	1,742	112,362	15,110	533,884	428,462	-	1,155,154
<b>Expenses:</b>										
Salaries and wages	7,299	-	5,382	467	22,832	71	147,543	157,365	38	340,997
Fringe benefits and payroll taxes	4,501	-	2,272	146	6,344	36	36,857	67,171	10	117,337
Meeting expense	1,123	-	7	-	160	1	257	473	-	2,021
Mileage expense	299	-	21	1	77	-	458	514	-	1,370
Training and conferences	370	-	175	14	738	3	3,801	4,173	1	9,275
Program costs	81	5,747	10,920	997	67,151	4,598	316,482	150,237	-	556,213
Accounting and auditing	159	49	111	16	774	40	3,738	4,072	1	8,960
Advertising	57	-	182	4	19	-	2,747	2,470	-	5,479
Bank charges	12	-	8	1	36	-	246	269	-	572
Contract services	-	-	-	-	-	-	-	-	-	-
Dues and subscriptions	20	-	1	2	24	-	295	316	-	658
Equipment lease	4	-	3	-	26	-	134	159	-	326
Equipment maintenance	24	-	15	2	83	-	502	554	-	1,180
Computer supplies/service	332	-	182	24	821	3	6,462	6,570	1	14,395
Insurance	245	-	147	27	190	1	4,864	8,356	2	13,832
Interest and finance charges	-	-	-	-	-	-	-	-	-	-
Licenses, permits, taxes and fees	3	-	1	-	7	-	62	73	-	146
Office equipment	7	-	4	1	63	-	911	1,002	-	1,988
Office supplies	62	-	62	6	211	1	1,534	1,708	-	3,584
Other outside services	3	-	1	1	5	-	58	45	-	113
Postage and shipping	65	-	32	6	195	-	1,214	1,335	-	2,847
Printing and copying	-	-	-	-	-	-	-	-	-	-
Rent	-	-	-	-	-	-	187	106	-	293
Repairs and maintenance	75	-	29	3	164	-	1,399	1,684	-	3,354
Telephone	122	-	59	7	408	3	2,223	2,531	1	5,354
Tools	-	-	-	-	9,907	-	-	-	-	9,907
Utilities	159	-	96	16	455	-	3,235	3,368	1	7,330
Depreciation	101	-	75	8	334	31	2,211	2,360	-	5,120
Vehicle maintenance and fees	-	-	-	-	-	-	-	-	-	-
Total expenses	15,123	5,796	19,785	1,749	111,024	4,788	537,420	416,911	55	1,112,651
<b>Other revenue &amp; expenses:</b>										
Interest income	-	-	-	-	-	-	-	-	-	-
Gain on disposal of assets	-	-	-	-	-	-	-	-	-	-
Gain due to fire	-	-	-	-	-	-	-	-	-	-
Total other revenue & expenses:	-	-	-	-	-	-	-	-	-	-
Change in net assets	\$ (3,379)	\$ 23,024	\$ 3,245	\$ (7)	\$ 1,338	\$ 10,322	\$ (3,536)	\$ 11,551	\$ (55)	\$ 42,503

Great Northern Services  
SCHEDULE OF ACTIVITIES  
For the Year Ended December 31, 2015

Schedule 6

	PacifiCorp 2015	PacifiCorp 2016	USDA HPG 2014	USDA RMAP - RLF	USDA HPG 2015	PacifiCorp CARE PEV	GNC Loan Program	GNC General Fund	GNS Contributions	Fire Recovery Insurance	Fire Recovery Donations	Total
<b>Revenues:</b>												
Grants and contracts	\$ 292,645	\$ -	\$ 27,205	\$ -	\$ 55,545	\$ 10,742	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 386,137
Contributions revenue	-	-	-	-	-	-	-	5,975	1,829	-	8,671	16,475
Other revenue	-	-	-	850	-	-	669	4,163	-	-	-	5,682
Total revenues	<u>292,645</u>	<u>-</u>	<u>27,205</u>	<u>850</u>	<u>55,545</u>	<u>10,742</u>	<u>669</u>	<u>10,138</u>	<u>1,829</u>	<u>-</u>	<u>8,671</u>	<u>408,294</u>
<b>Expenses:</b>												
Salaries and wages	96,218	2,130	-	851	1,639	6,428	-	60,404	-	-	-	167,670
Fringe benefits and payroll taxes	43,031	1,037	-	229	453	1,788	-	16,307	-	-	-	62,845
Meeting expense	223	1	-	-	9	23	-	4,299	-	-	-	4,555
Mileage expense	304	-	-	60	165	18	-	2,618	-	-	-	3,165
Training and conferences	2,552	41	-	35	47	168	-	7,522	-	-	-	10,365
Program costs	127,648	985	23,597	58	46,332	-	-	7,285	-	-	-	205,905
Accounting and auditing	2,631	42	93	-	2	108	-	1,461	-	475	-	4,812
Advertising	1,674	-	-	1	9	57	-	1,861	-	-	-	3,602
Bank charges	162	3	-	5	2	12	6	157	-	-	-	347
Contract services	-	-	-	-	-	-	-	-	-	1,638	-	1,638
Dues and subscriptions	142	14	-	2	2	13	-	793	-	-	-	966
Equipment lease	97	-	-	-	2	9	-	41	-	-	-	149
Equipment maintenance	344	7	-	3	5	25	-	166	-	-	-	550
Computer supplies/service	4,485	102	-	34	52	311	-	2,310	-	-	-	7,294
Insurance	3,247	103	-	8	32	182	-	2,453	-	-	-	6,025
Interest and finance charges	-	-	-	-	-	-	-	420	-	-	-	420
Licenses, permits, taxes and fees	38	-	-	1	1	3	-	1,143	-	-	-	1,186
Office equipment	382	-	-	7	21	53	-	333	-	-	-	796
Office supplies	943	30	-	129	16	71	-	1,026	-	-	-	2,215
Other outside services	28	6	-	714	-	1	-	25,135	-	7,314	-	33,198
Postage and shipping	799	30	-	4	12	64	-	512	-	-	-	1,421
Printing and copying	-	-	-	-	-	-	-	-	-	-	-	-
Rent	132	-	-	-	-	-	-	2,592	-	36,595	-	39,319
Repairs and maintenance	773	16	-	9	12	70	-	627	-	13,330	-	14,837
Telephone	1,566	24	-	13	21	118	-	714	-	-	-	2,456
Tools	-	-	-	-	-	-	-	-	-	19,865	-	19,865
Utilities	2,128	80	-	15	29	149	-	1,171	-	-	-	3,572
Depreciation	1,496	31	-	12	21	104	-	12,050	-	-	-	13,714
Vehicle maintenance and fees	-	-	-	-	-	-	-	1,470	-	3,174	-	4,644
Total expenses	<u>291,043</u>	<u>4,682</u>	<u>23,690</u>	<u>2,190</u>	<u>48,884</u>	<u>9,775</u>	<u>6</u>	<u>154,870</u>	<u>-</u>	<u>82,391</u>	<u>-</u>	<u>617,531</u>
<b>Other revenue &amp; expenses:</b>												
Interest income	-	-	-	-	-	-	-	269	-	-	-	269
Gain on disposal of assets	-	-	-	-	-	-	-	500	-	-	-	500
Gain due to fire	-	-	-	-	-	-	-	-	-	753,853	-	753,853
Total other revenue & expenses:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>769</u>	<u>-</u>	<u>753,853</u>	<u>-</u>	<u>754,622</u>
Change in net assets	<u>\$ 1,602</u>	<u>\$ (4,682)</u>	<u>\$ 3,515</u>	<u>\$ (1,340)</u>	<u>\$ 6,661</u>	<u>\$ 967</u>	<u>\$ 663</u>	<u>\$ (143,963)</u>	<u>\$ 1,829</u>	<u>\$ 671,462</u>	<u>\$ 8,671</u>	<u>\$ 545,385</u>

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

Schedule 7

	2014	2015	Total	Total	Total
	Audited Costs	Audited Costs	Audited Costs	Reported Expenses	Budget
Revenues:					
Grants and contracts	\$ 22,878	\$ 23,030	\$ 45,908	\$ 45,908	\$ 46,149
Non-grant revenue	-	-	-	-	-
Other revenue	-	-	-	-	-
Total revenues	<u>22,878</u>	<u>23,030</u>	<u>45,908</u>	<u>45,908</u>	<u>46,149</u>
Expenses:					
Administration	1,013	1,036	2,049	2,049	2,730
Administration equipment	-	-	-	-	-
Intake	488	173	661	661	800
Outreach	480	260	740	740	800
Training & Technical Assistance	-	3,298	3,298	3,298	3,387
Direct Program Activities	18,225	9,994	28,219	25,400	24,582
Liability Insurance	16	-	16	16	200
Major Vehicle and Equipment	-	-	-	-	-
Minor Vehicle and Equipment	-	983	983	983	150
Workers' Compensation	2,018	1,003	3,021	3,021	2,500
General Operating Expenditures	3,883	3,038	6,921	6,920	8,000
Health and Safety Activities	-	-	-	2,820	3,000
Total expenses	<u>26,123</u>	<u>19,785</u>	<u>45,908</u>	<u>45,908</u>	<u>46,149</u>
Change in net assets	<u>\$ (3,245)</u>	<u>\$ 3,245</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Great Northern Services  
SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT  
 No. 15C-1037  
 2015 DOE Weatherization

Schedule 8

	2015 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:				
Grants and contracts	\$ 1,742	\$ 1,742	\$ 1,742	\$ 51,829
Non-grant revenue	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>1,742</u>	<u>1,742</u>	<u>1,742</u>	<u>51,829</u>
Expenses:				
Administration	-	-	-	3,510
Administration equipment	-	-	-	-
Intake	-	-	-	1,500
Outreach	-	-	-	1,500
Training & Technical Assistance	1,396	1,396	1,396	1,397
Direct Program Activities	-	-	-	26,794
Major Vehicle and Equipment	-	-	-	-
Minor Vehicle and Equipment	4	4	4	500
Workers' Compensation	49	49	49	3,500
General Operating Expenditures	300	300	292	9,000
Health and Safety	-	-	-	4,128
Total expenses	<u>1,749</u>	<u>1,749</u>	<u>1,741</u>	<u>51,829</u>
Change in net assets	<u>\$ (7)</u>	<u>\$ (7)</u>	<u>\$ 1</u>	<u>\$ -</u>

Great Northern Services  
SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT  
 No. 14B-5040  
 2014 LIHEAP Energy

Schedule 9

	2014 Audited Costs	2015 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:					
Grants and contracts	\$ 543,002	\$ 112,362	\$ 655,364	\$ 655,364	\$ 669,940
Non-grant revenue	-	-	-	-	-
Other revenue	-	-	-	-	-
Total revenues	<u>543,002</u>	<u>112,362</u>	<u>655,364</u>	<u>655,364</u>	<u>669,940</u>
Expenses:					
Assurance 16	28,923	4,812	33,735	33,735	35,000
Administration	41,632	9,779	51,411	51,411	53,604
Administration equipment	-	-	-	-	-
Intake	35,656	3,720	39,376	39,376	40,000
Outreach	15,881	1,864	17,745	17,745	18,000
Training & Technical Assistance	6,585	-	6,585	6,585	6,585
ECIP EHCS Diagnostics	-	-	-	-	-
ECIP EHCS Cooling	-	-	-	-	-
ECIP EHCS Heating	11,304	9,511	20,815	20,815	21,000
ECIP EHCS Water Heater	5,676	2,427	8,103	8,103	8,500
ECIP EHCS Other	953	1,105	2,058	2,057	2,500
ECIP Wood Propane Oil	43,600	425	44,025	41,560	42,364
Severe Weather Energy Assistance	5,836	-	5,836	5,836	5,837
HEAP Wood Propane Oil	262,224	36,125	298,349	299,200	303,787
Liability Insurance	2,413	-	2,413	2,413	2,500
Major Vehicle and Equipment	-	9,907	9,907	9,907	10,000
Minor Vehicle and Equipment	5,425	-	5,425	5,425	5,500
Workers' Compensation	1,359	708	2,067	2,067	2,500
General Operating Expenditures	73,644	16,133	89,777	89,777	92,903
Automation Supplemental	4,844	14,508	19,352	19,352	19,360
Total expenses	<u>545,955</u>	<u>111,024</u>	<u>656,979</u>	<u>655,364</u>	<u>669,940</u>
Change in net assets	<u>\$ (2,953)</u>	<u>\$ 1,338</u>	<u>\$ (1,615)</u>	<u>\$ -</u>	<u>\$ -</u>

Great Northern Services  
SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT  
 No. 14B-5040  
 2014 LIHEAP Weatherization

Schedule 10

	2014 Audited Costs	2015 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:					
Grants and contracts	\$ 319,823	\$ 14,923	\$ 334,746	\$ 334,746	\$ 334,746
Non-grant revenue	-	-	-	-	-
Other revenue	3,775	187	3,962	-	-
Total revenues	<u>323,598</u>	<u>15,110</u>	<u>338,708</u>	<u>334,746</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	4,652	188,881	184,080	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	18,197	18,197	13,000
General Operating Expenditures	73,151	118	73,269	76,994	57,536
T&TA - Solar	-	-	-	-	-
Total expenses	<u>331,034</u>	<u>4,788</u>	<u>335,822</u>	<u>334,746</u>	<u>334,746</u>
Change in net assets	<u>\$ (7,436)</u>	<u>\$ 10,322</u>	<u>\$ 2,886</u>	<u>\$ -</u>	<u>\$ -</u>



## Great Northern Services

Schedule 11

SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES CSD CONTRACT

No. 15B-3041

2015 LIHEAP Energy

	2015 Audited Costs	Total Audited Costs	Total Reported Expenses	Total Budget
Revenues:				
Grants and contracts	\$ 533,884	\$ 533,884	\$ 539,332	\$ 671,162
0	-	-	-	-
Other revenue	-	-	-	-
Total revenues	<u>533,884</u>	<u>533,884</u>	<u>539,332</u>	<u>671,162</u>
Expenses:				
Assurance 16	44,953	44,953	44,953	51,000
Administration	67,927	67,927	67,845	84,000
Administration equipment	-	-	-	-
Intake	34,192	34,192	34,192	40,000
Outreach	31,179	31,179	31,179	40,000
Training & Technical Assistance	12,590	12,590	11,045	15,775
ECIP EHCS Diagnostics	96	96	96	-
ECIP EHCS Cooling Svc R/R	-	-	-	-
ECIP EHCS Heating Svc R/R	14,962	14,962	18,487	19,962
ECIP Water Heater R/R	383	383	1,612	4,200
ECIP EHCS Other Program Costs	502	502	592	552
ECIP Wood, Propane, Oil Payments	22,735	22,735	22,735	26,578
SWEATS	-	-	-	-
SWEATS Drought	-	-	-	-
HEAP Wood Propane and Oil Payments	225,063	225,063	224,699	293,245
Liability Insurance	-	-	-	-
Major Vehicle and Equipment	-	-	-	-
Minor Vehicle and Equipment	-	-	-	-
Workers' Compensation	2,338	2,338	2,338	2,800
General Operating Expenditures	72,450	72,450	71,510	85,000
Automation Supplemental	<u>8,050</u>	<u>8,050</u>	<u>8,050</u>	<u>8,050</u>
Total expenses	<u>537,420</u>	<u>537,420</u>	<u>539,333</u>	<u>671,162</u>
Change in net assets	<u>\$ (3,536)</u>	<u>\$ (3,536)</u>	<u>\$ (1)</u>	<u>\$ -</u>

Great Northern Corporation  
SUPPLEMENTAL STATEMENT OF REVENUE AND EXPENDITURES  
CSD CONTRACT  
 No. 15B-3041  
 2015 LIHEAP Weatherization

Schedule 12

	2015	Total	Total	Total
	<u>Audited Costs</u>	<u>Audited Costs</u>	<u>Reported</u>	<u>Budget</u>
			Expenses	
Revenues:				
Grants and contracts	\$ 422,285	\$ 422,285	\$ 422,285	\$ 451,590
Non-grant revenue	6,177	6,177	-	-
Other revenue	-	-	-	-
Total revenues	<u>428,462</u>	<u>428,462</u>	<u>422,285</u>	<u>451,590</u>
Expenses:				
Intake	13,297	13,297	13,449	14,500
Outreach	16,458	16,458	16,500	16,655
Training & Technical Assistance	15,671	15,671	15,000	15,672
Direct Program Activities	234,949	234,949	238,465	256,090
Liability Insurance	4,226	4,226	4,226	4,200
Major Vehicle and Equipment	-	-	-	-
Minor Vehicle and Equipment	1,384	1,384	1,364	1,364
Workers' Compensation	27,052	27,052	27,905	30,000
General Operating Expenditures	<u>103,874</u>	<u>103,874</u>	<u>105,377</u>	<u>113,109</u>
Total expenses	<u>416,911</u>	<u>416,911</u>	<u>422,286</u>	<u>451,590</u>
Change in net assets	<u>\$ 11,551</u>	<u>\$ 11,551</u>	<u>\$ (1)</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, 2015, 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 May 19, 2016.

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.

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

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

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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

*R. J. Ricciardi, Inc.*

R. J. Ricciardi, Inc.  
Certified Public Accountants

San Rafael, California  
May 19, 2016

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

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 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, 2015. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about 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.

Opinion on Each Major Federal Program

In our opinion, Great Northern Services 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 December 31, 2015.

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 type 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 program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Great Northern Services's internal control over compliance.

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

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

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

*R. J. Ricciardi, Inc.*

R. J. Ricciardi, Inc.  
Certified Public Accountants

San Rafael, California  
May 19, 2016

Great Northern Services  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended December 31, 2015

Grantor/Pass-Through Grantor Program Title	Federal CFDA No.	Pass-Through Grantor's No.	Expenditures
<u>U. S. Department of Agriculture</u>			
Pass through the National Institute of Food and Agriculture:			
Local Food Center Study	10.168	N/A	\$ 15,123
Pass through the California Department of Food and Agriculture:			
Housing Preservation Grant	10.433	N/A	72,574
Pass through the Food and Nutrition Service:			
Emergency Food Assistance Program	10.569	10-6063	61,080
Emergency Food Assistance Program	10.569	15-00145	25,175
Pass through the Rural Business-Cooperative Service			
Rural Microentrepreneur Assistance Program	10.870	N/A	2,190
Total U.S. Department of Agriculture			<u>176,142</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	76,330
Community Development Block Grants/Small Cities Programs	14.228	Dorris PI-ED	2,219
Community Development Block Grants/Small Cities Programs	14.228	Etna PI-ED	3,685
Community Development Block Grants/Small Cities Programs	14.228	Etna PI Waiver Project	1,072
Community Development Block Grants/Small Cities Programs	14.228	ED 12-CDBG-8384	11,055
Community Development Block Grants/Small Cities Programs	14.228	Etna HR 12-CDBG-8384	28,804
Community Development Block Grants/Small Cities Programs	14.228	Montague ADA 13-CDBG-8967	6,126
Community Development Block Grants/Small Cities Programs	14.228	Montague INI 13-CDBG-8967	23,980
Community Development Block Grants/Small Cities Programs	14.228	Montague ED13-CDBG-8967	5,688
Community Development Block Grants/Small Cities Programs	14.228	Montague HR13-CDBG-8967	371
Community Development Block Grants/Small Cities Programs	14.228	Mount Shasta PI-ED	58
Community Development Block Grants/Small Cities Programs	14.228	Mount Shasta ED 13-CDBG-8934	25,214
Community Development Block Grants/Small Cities Programs	14.228	Mount Shasta FP 13-CDBG-8934	13,079
Community Development Block Grants/Small Cities Programs	14.228	Mount. Shasta SD 13-CDBG-8934	16,679
Community Development Block Grants/Small Cities Programs	14.228	Mount Shasta SS 13-CDBG-8934	24,607
Community Development Block Grants/Small Cities Programs	14.228	Siskiyou County 12-CDBG-8414	51,146
Community Development Block Grants/Small Cities Programs	14.228	Weed PI-ED	9,221
Community Development Block Grants/Small Cities Programs	14.228	Weed PI Housing Rehab	7,946
Community Development Block Grants/Small Cities Programs	14.228	Weed 13-CDBG-8941	38,865
Community Development Block Grants/Small Cities Programs	14.228	Weed RW 13-CDBG-8941	52,694
Total U.S. Department of Housing and Urban Development			<u>398,839</u>
<u>U.S. Department of Energy:</u>			
Pass through the California Department of Community Services:			
Weatherization Assistance for Low Income Persons	81.042	14C-1837	19,784
Weatherization Assistance for Low Income Persons	81.042	15C-1037	1,750
Total U.S. Department of Energy			<u>21,534</u>
<u>U.S. Department of Health and Human Services:</u>			
Pass through the California Department of Community Services:			
LIHEAP - EHA	93.568	14B-5040	111,024
LIHEAP - WX	93.568	14B-5040	4,788
LIHEAP - EHA	93.568	15B-3041	537,420
LIHEAP - WX	93.568	15B-3041	416,911
Program Subtotal			<u>1,070,143</u>
Pass through Plumas County:			
RW Part B 1415	93.918	N/A	14,124
Title III Part C 1415	93.918	N/A	4,942
RW Part B 1516	93.918	N/A	40,501
Title III Part C 1516	93.918	N/A	14,122
Program Subtotal			<u>73,689</u>
Total U.S. Department of Health and Human Services			<u>1,143,832</u>
Total Expenditures - Federal Awards			<u>\$ 1,740,347</u>

Great Northern Services  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended December 31, 2015

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 Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree, in all material respects, to amounts reported within Great Northern Services's 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, 2015

**Section I – Summary of Auditors’ Results**

1. Type of auditors’ report issued: unmodified
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? no
  - 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: unmodified
  - D. Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? no
4. Audited as Major Programs:

<u>CFDA Number</u>	<u>Program Name</u>	<u>Expenditures</u>
93.568	LIHEAP	\$ 1,070,143
5. Dollar threshold used to distinguish between Type A and Type B programs: \$750,000
6. Auditee qualified as a low-risk auditee? yes

**Section II – Financial Statement Findings**

There were no financial statement findings.

**Section III – Federal Award Findings and Questioned Costs**

There were no federal award findings and questioned costs.

Great Northern Services  
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS  
For the Year Ended December 31, 2015

**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

**Criteria:** 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. Great Northern Services 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 Great Northern Services's headquarters.

**Recommendation:** We recommend Great Northern Services consistently backup files off-site.

**View of Responsible Officials and Planned Corrective Actions:** Management concurs with this finding. The situation is not likely to occur again in the near future.

**Current Status:** All financial source documentation is scanned and uploaded to our server that is stored in two different locations; 1) in the cloud in Redding and 2) in the cloud in Seattle.