

**WACCAMAW ECONOMIC OPPORTUNITY
COUNCIL, INC.**

**Report on Examination of Basic Financial Statements
and Supplemental Schedules**

Year Ended December 31, 2013

**WACCAMAW
ECONOMIC OPPORTUNITY COUNCIL, INC.**

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Newsome & Company, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

Darrell N. Newsome, CPA ▲ Niki C. Watchinski, CPA ▲ Sarah E. Hooper ▲ Marissa A. Brockmann

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Waccamaw Economic Opportunity Council, Inc.
Conway, South Carolina

We have audited the accompanying financial statements of financial position of the Waccamaw Economic Opportunity Council, Inc. (a nonprofit organization) 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.

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 controls 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 Waccamaw Economic Opportunity Council, Inc. as of December 31, 2013 and the changes in its net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 24, 2014 on our consideration of the Waccamaw Economic Opportunity Council, Inc.'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, not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should not be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of Waccamaw Economic Opportunity Council, Inc. taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Also, the accompanying information on pages 22-31 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information, except for that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Newsome & Company, P.C.

NEWSOME & COMPANY, P.C.
Lexington, South Carolina
September 24, 2014

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

STATEMENT OF FINANCIAL POSITION

December 31, 2013

ASSETS

Current assets:

Cash and cash equivalents	\$ 1,147,688
Restricted cash	-
Due from grantor	557,732
State funds receivable	15,568
Prepaid expenses	40,239
Due from other funds	43,909
Other receivables	1,830
Total current assets	<u>1,806,966</u>

Noncurrent Assets:

Net property, plant, and equipment	<u>3,608,994</u>
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Total assets	<u><u>\$ 5,415,960</u></u>
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LIABILITIES & NET ASSETS

Current Liabilities:

Accounts payable	\$ 203,313
Due Indirect Cost	43,681
Rental deposits	4,759
Payroll liabilities	84,978
Accrued salaries	270,161
Accrued fringes	71,748
Due to grantor	355,031
Deferred Revenues	553,673
Current portion of notes payable	52,734
Total current liabilities	<u>1,640,078</u>

Noncurrent Liabilities:

Noncurrent portion of notes payable	<u>1,699,442</u>
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Total liabilities	<u>3,339,520</u>
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Net Assets:

Unrestricted	2,076,440
Temporarily restricted	<u>-</u>

Total net assets	<u>2,076,440</u>
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Total liabilities and net assets	<u><u>\$ 5,415,960</u></u>
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WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

STATEMENT OF ACTIVITIES

Year Ended December 31, 2013

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Public Support and Reclassification:			
Grants and contracts	\$ 10,617,955	\$ -	\$ 10,617,955
Rental Revenue	134,044		134,044
Other	200,577	-	200,577
In-kind contributions	1,985,091	-	1,985,091
Net assets released from restrictions:			
Satisfaction of program restrictions	<u>2,523</u>	<u>(2,523)</u>	<u>-</u>
Total support and reclassification	<u>12,940,190</u>	<u>(2,523)</u>	<u>12,937,667</u>
Revenue:			
Interest income	<u>250</u>	<u>-</u>	<u>250</u>
Total revenue	<u>250</u>	<u>-</u>	<u>250</u>
Total Public Support, Revenue, and Reclassification:	<u>12,940,440</u>	<u>(2,523)</u>	<u>12,937,917</u>
Expense:			
Program services:			
Headstart	6,398,397	-	6,398,397
Early Headstart	663,661	-	663,661
First Steps	60,300	-	60,300
Childcare Food	466,529	-	466,529
Weatherization	475,724	-	475,724
Weatherization (ARRA)	219,407	-	219,407
LIHEAP	2,595,640	-	2,595,640
CSBG	709,476	-	709,476
Summer Food	170,291	-	170,291
Chopee	21,241	-	21,241
Other Programs	26,774	-	26,774
Total Program Services	<u>11,807,440</u>	<u>-</u>	<u>11,807,440</u>
Support Services:			
Building Fund	85,147	-	85,147
Indirect Costs	760,032		760,032
Depreciation	165,730		165,730
Total Support Services	<u>1,010,909</u>	<u>-</u>	<u>1,010,909</u>
Total Expenses	<u>12,818,349</u>	<u>-</u>	<u>12,818,349</u>
Increase (Decrease) in net assets	122,091	(2,523)	119,568
Net assets, beginning of the year	1,954,349	2,523	1,956,872
Net effect of prior period adjustment		-	-
Net assets, end of year	<u>\$ 2,076,440</u>	<u>\$ -</u>	<u>\$ 2,076,440</u>

The accompanying notes are an integral part of these statements.

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year Ended December 31, 2013

	Total Program Services	Building Fund	Indirect Cost Pool	Total
Salaries	\$ 4,070,035	\$ -	\$ 443,503	\$ 4,513,538
Employee benefits	1,627,872	-	132,365	1,760,237
Supplies	137,365	-	16,524	153,889
Equipment	76,951	10,239	-	87,190
Client assistance	2,467,179	-	-	2,467,179
Contractual services	27,581	4,436	24,631	56,648
Maintenance and janitorial	180,146	17,118	12,950	210,214
Rent	147,270	-	50,314	197,584
Utilities	109,151	4,421	6,284	119,856
Telephone	75,327	-	13,086	88,413
Materials	141,169	-	-	141,169
Food purchase and allowances	386,971	2,674	2,149	391,794
Postage	5,029	-	2,554	7,583
Transportation cost	129,614	-	8,312	137,926
Training and technical assistance	92,616	-	19,401	112,017
Travel	42,724	-	12,399	55,123
Insurance	71,378	4,060	9,466	84,904
Interest	17,785	34,524	-	52,309
In-kind expenses	1,985,091	-	-	1,985,091
Miscellaneous	16,186	7,675	6,094	29,955
Total	\$ 11,807,440	\$ 85,147	\$ 760,032	\$ 12,652,619

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

STATEMENT OF FUNCTIONAL EXPENSES - BY PROGRAM

Year Ended December 31, 2013

	Headstart	Early Headstart	First Steps	Childcare Food	Weatherization	Weatherization ARRA	LIHEAP	CSBG	Summer Food	Chopee	Other Program Services	Total Program Services
Salaries	\$ 2,564,487	\$ 419,379	\$ 45,625	\$ 123,953	\$ 213,966	\$ 120,919	\$ 236,455	\$ 313,896	\$ 31,355	\$ -	\$ -	\$ 4,070,035
Employee benefits	1,122,652	134,131	13,762	47,111	86,942	38,248	62,362	113,948	8,716	-	-	1,627,872
Supplies	64,057	21,207	-	16,948	236	-	-	18,214	13,391	1,349	1,963	137,365
Equipment	63,413	-	-	-	9,433	4,105	-	-	-	-	-	76,951
Client assistance	15,434	10,557	-	-	-	-	2,254,110	168,578	-	-	18,500	2,467,179
Contractual services	-	-	-	-	10,200	1,386	-	-	15,995	-	-	27,581
Maintenance and janitorial	158,969	4,502	-	-	6,568	1,054	1,300	7,318	-	435	-	180,146
Rent	19,749	40,816	-	-	15,355	7,256	21,007	43,087	-	-	-	147,270
Utilities	98,848	-	-	-	2,317	932	1,385	5,634	35	-	-	109,151
Telephone	37,084	6,007	-	-	5,193	2,853	7,249	16,915	26	-	-	75,327
Materials	-	-	-	-	112,431	28,738	-	-	-	-	-	141,169
Food Purchase and allowances	10,171	-	-	278,517	1,414	-	8,550	-	88,319	-	-	386,971
Postage	2,773	-	-	-	111	-	54	2,038	53	-	-	5,029
Transportation costs	93,586	2,229	145	-	8,917	6,916	1,759	5,152	10,910	-	-	129,614
Training and technical assistance	59,342	15,038	-	-	1,600	7,000	-	9,636	-	-	-	92,616
Travel	34,951	5,461	-	-	594	-	-	436	1,282	-	-	42,724
Insurance	59,619	3,451	768	-	-	-	1,330	4,329	209	1,672	-	71,378
Interest	-	-	-	-	-	-	-	-	-	17,785	-	17,785
In-kind expenses	1,985,091	-	-	-	-	-	-	-	-	-	-	1,985,091
Miscellaneous	8,171	883	-	-	447	-	79	295	-	-	6,311	16,186
Total	\$ 6,398,397	\$ 663,661	\$ 60,300	\$ 466,529	\$ 475,724	\$ 219,407	\$ 2,595,640	\$ 709,476	\$ 170,291	\$ 21,241	\$ 26,774	\$ 11,807,440

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

STATEMENT OF CASH FLOWS

Year Ended December 31, 2013

Cash Flows From Operating Activities:	
Increase in net assets	\$ 122,091
Adjustments to reconcile change in net assets to cash used by operations:	
Depreciation	165,730
(Increase) Decrease in operating assets:	
Due from grantor	(99,629)
Prepaid expenses	25,586
Other Accounts Receivable	(61,307)
Increase (Decrease) in operating liabilities:	
Accounts payable and accrued expenses	398,603
Deferred revenue	(91,958)
Rental deposits	1,204
Net cash used by operating activities	<u>460,320</u>
Cash flows from investing activities:	
Purchase of Building	(1,548,858)
Loan Costs	(8,495)
Purchase of Land	(25,000)
Improvements	(60,000)
Purchase of equipment	<u>(28,456)</u>
Net cash used by investing activities:	<u>(1,670,809)</u>
Cash flows from financing activities:	
Proceeds from loans	1,538,325
Principal payment on long-term debt	<u>(48,553)</u>
Net cash provided by financing activities	<u>1,489,772</u>
Increase in cash	279,283
Cash, beginning of year	<u>868,405</u>
Cash, end of year	<u><u>\$ 1,147,688</u></u>
Reflected in the Financial statements as follows	
Cash and cash equivalents	\$ 1,147,688
Restricted cash	-
Total cash and cash equivalents	<u><u>\$ 1,147,688</u></u>

The accompanying notes are an integral part of these statements.

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

NOTES TO FINANCIAL STATEMENTS

For the Year Ending December 31, 2013

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Waccamaw Economic Opportunity Council, Inc. (the "Organization") was organized as a non-profit corporation under the laws of the State of South Carolina on December 6, 1965. The purpose and function of the Organization is to administer Federal and State programs that provide comprehensive health, educational, nutritional, social, and other services to low income families in Horry, Williamsburg and Georgetown counties. The Organization receives funding from several federal and state grants as well as local contributions.

Basis of Presentation

The financial statements of the Organization have been prepared on the accrual basis. Income is recognized when earned and expenses are recognized when incurred. 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.

Use of Estimates

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

Income Taxes

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The exemption is on all income except unrelated business income as noted under Section 511 of the Internal Revenue Code. Internal Revenue Code Section 513(a) defines an unrelated trade or business of an exempt organization as any trade or business which is not substantially related to the exercise or performance of its exempt purpose. During 2013, the Organization had unrelated business income of \$134,044 in gross rentals and interest income less related deductions of \$85,147, which resulted in a profit for the year. The Organization filed Form 990T subsequent to year end and had \$9,742 in federal tax expense.

The most significant tax position of the Organization are its assertion that it is exempt from income taxes and its determination of whether any amounts are subject to unrelated business tax, ("UBIT"). All significant tax positions have been considered by management. It has been determined that it is more likely than not that all tax positions would be sustained upon examination by taxing authorities. The Organization's Forms 990 and 990T for 2009 through 2011 are open to examination by the Internal Revenue Service as of December 31, 2013.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

NOTES TO FINANCIAL STATEMENTS

For the Year Ending December 31, 2013

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Property and Equipment

Purchased property and equipment is capitalized at cost; donated assets are recorded as contributions at their estimated fair value on the date donated. Such donations are reported as unrestricted contributions unless the donor has restricted the donated asset to a specific purpose. Certain property was purchased with government grants and restrictive finance agreements; if these assets were sold or not used for their intended charitable purpose repayment may be required. All assets are depreciated over estimated useful lives on a straight line basis. Repairs and maintenance and small equipment purchases are expensed as incurred. Expenditures that significantly increase asset values or extend useful lives are capitalized. Acquisitions of property and equipment in excess of \$5,000 are capitalized. Additional assets below \$5,000 are also capitalized, as required by the grant.

Estimated useful lives are as follows:

	<u>Years</u>
Buildings and improvements	30-45
Leasehold improvements	10-30
Furniture and equipment	5-10
Vehicles	8

Deferred Revenue

Grants received in advance for future expenditures are recorded as deferred revenue. Recognition as revenue occurs when the event takes place.

Promises to Give

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

The Organization uses the allowance method to determine uncollectible promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

The Organization reports gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are recorded as restricted support. Absent explicit donor stipulations about how long-lived assets must be maintained, the organization reports expirations of donor restrictions when construction expenditures are incurred or when the donated long-lived assets are placed in service.

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

NOTES TO FINANCIAL STATEMENTS
For the Year Ending December 31, 2013

NOTE A – NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

In-Kind Contributions

Contributions of non-cash goods, facilities, and service are recorded at the estimated fair value on the date of the contribution. Contributions of services that (1) create or enhance non-financial assets or those that require specialized skills, (2) are provided by individuals possessing those skills, and (3) would typically need to be purchased if not provided by donation are recorded at their fair value in the period received. Such donated materials and services for the year ended December 31, 2013 was \$1,985,091.

Functional Allocation of Expenses

The costs of providing the various programs and supporting activities of the organization have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting activities using the objective bases such as time spent, salaries, square feet, and other basis.

NOTE B - CASH AND CASH EQUIVALENTS

The Organization places its cash and cash equivalents on deposit with several financial institutions in the United States. Cash and CDs are secured by FDIC insurance up to \$250,000 at each financial institution. At December 31, 2013, the Organization had \$647,688 in collateralized cash balances.

The Organization has the following cash balances at December 31, 2013.

	2013
Cash and cash equivalents, insured	\$ 500,000
Cash and cash equivalents, collateralized	647,688
	<u>\$ 1,147,688</u>

NOTE C - PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	Cost	Additions	Deletions	Accumulated Depreciation	Net Value 12/31/2013
Land	\$ 392,250	\$ 25,000	\$ -	\$ -	\$ 417,250
Furniture and equipment	331,315	28,456	-	240,820	118,951
Buildings	1,121,177	1,548,858	-	519,355	2,150,680
Vehicles	1,603,012		-	1,422,899	180,113
Improvements	1,020,442	60,000	-	348,631	731,811
Loan costs	3,788	8,495	-	2,094	10,189
	<u>\$ 4,471,984</u>	<u>\$ 1,670,809</u>	<u>\$ -</u>	<u>\$ 2,533,799</u>	<u>\$ 3,608,994</u>

Depreciation expense for the years ended December 31, 2013 was \$165,730.

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

NOTES TO FINANCIAL STATEMENTS

For the Year Ending December 31, 2013

NOTE D – NOTE PAYABLE

Notes payable consist of the following at December 31, 2013:

Note payable secured by an office building with monthly payments of \$6,435, including interest at a rate of 6.00%. The loan matures July 26, 2024. The loan has a carrying balance of \$611,776 at December 31, 2013.

Note payable secured by an office building with monthly payments of \$596 commencing in October 14, 2014. Interest only payments of \$437 were required from September 14, 2013 through September 14, 2014. The loan matures on October 14, 2062. The interest rate is 3.50%. The loan has a carrying balance of \$150,000 at December 31, 2013.

Note payable secured by an office building with monthly payments of \$3,863 commencing in October 14, 2014. Interest only payments of \$2,785 were required from September 14, 2013 through September 14, 2014. The loan matures on October 14, 2062. The interest rate is 3.375%. The loan has a carrying balance of \$990,400 at December 31, 2013.

Future maturities of debt are as follows:

	Principal	Interest	Total
Year ending December 31, 2014	\$ 52,734	\$ 63,156	\$ 115,890
2015	68,647	60,694	129,341
2016	71,464	57,878	129,342
2017	74,399	54,942	129,341
2018	77,453	51,889	129,342
Thereafter	1,407,479	803,043	2,210,522
Total	<u>\$ 1,752,176</u>	<u>\$ 1,091,602</u>	<u>\$ 2,843,778</u>

Interest paid for the year ended December 31, 2013 was \$51,309.

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

NOTES TO FINANCIAL STATEMENTS

For the Year Ending December 31, 2013

NOTE E – FEDERAL GRANTS AND CONTRACTS

Federal grants were accounted for as earned revenue. Federal grant revenue consisted of the following for the year ended December 31, 2013.

	2013
Headstart	\$ 4,887,736
Early Headstart - ARRA	741,247
Low Income Housing Program	2,639,068
Community Services Block Grant	767,366
Weatherization	515,529
Weatherization - ARRA	241,294
Summer Food Program	175,208
Child and Adult Care Food	546,169
Project Share	2,941
Duke Energy	2,437
First Steps	98,960
	<u>\$ 10,617,955</u>

NOTE F – DONATED SERVICES AND FACILITIES

Where contributed services, materials, and free use of space meet the criteria for recognition under Accounting for Contributions Received and Contributions Made, they are recorded as in-kind contribution revenues and charged to the appropriate expense or asset category. Such donated materials and services for the year ended December 31, 2013 was \$1,985,091.

In-kind contributions for the year ended December 31, 2013 consisted of the following:

	2013
Office space	\$ 1,839,683
Volunteer hours	76,783
Supplies and other	68,625
	<u>\$ 1,985,091</u>

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

NOTES TO FINANCIAL STATEMENTS

For the Year Ending December 31, 2013

NOTE G – RETIREMENT PLAN

The South Carolina Retirement System (SCRS) is a cost sharing multiple-employer defined benefit pension plan administered by The Retirement Division of the State and Budget Control Board. The South Carolina Retirement System offers retirement and disability benefits, cost of living adjustments on an adhoc basis, life insurance benefits and survivor benefits. The Plan's provisions are established under Title 9 of the SC Code of Laws. A Comprehensive Annual Financial Report containing financial and required supplementary information for the South Carolina Retirement System is issued and publicly available by writing the South Carolina Systems, PO Box 11960, Columbia, SC 29211-1960. Both employees and employers are required to contribute to the Plans under authority of Title 9 of SC Code of Laws. Required contributions to the Plan are at the actuarially determined rates of 7.5% (increased from 7.0% as of July 1, 2013) of salary for employee and 10.6% of salary for employer. In addition to these rates, participating employers of the South Carolina Retirement System contribute 0.15% of payroll to provide a group life insurance benefits for their participants. All employers contribute at the actuarially required contribution rates. The Organization's contributions to SCRS for the year ended December 31, 2013 was \$435,954, which is equal to the required contributions.

NOTE H - OPERATING LEASE OBLIGATIONS

The Organization occupies office and classroom space and various office equipment items under several operating leases. Total expense for rental of space and equipment, under operating leases, for the year ended December 31, 2013 was \$116,137. Future minimum annual rental commitments under non-cancelable long-term operating leases at December 31, 2013 are as follows:

	Total
Year ending December 31, 2014	\$ 279,742
2015	198,442
2016	11,786
2017	321
2018	-
Thereafter	-
Total	<u>\$ 490,291</u>

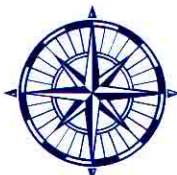
NOTE I – CONTINGENCIES

Management has elected not to accrue vacation leave at year end, if management was to accrue the liability it would be approximately \$187,685.

NOTE J – SUBSEQUENT EVENTS

Subsequent events were evaluated through September 24, 2014 which is the date the financial statements were available to be issued.

Single Audit Act Section



Newsome & Company, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

Darrell N. Newsome, CPA ▴ Niki C. Watchinski, CPA ▴ Sarah E. Hooper ▴ Marissa A. Brockmann

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

To the Board of Directors
Waccamaw Economic Opportunity Council, Inc.
Conway, South Carolina

We have audited the financial statements of Waccamaw Economic Opportunity Council, Inc. (the Agency) as of and for the year ended December 31, 2013, and have issued our report thereon dated September 24, 2014. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Agency's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control over financial reporting.

A *control deficiency* 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 misstatements on a timely basis.

A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the Agency's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Agency's financial statements that is more than inconsequential will not be prevented or detected by the Agency's internal control.



A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Agency's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

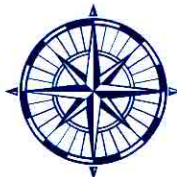
This report is intended for the information and use of the board of directors, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Newsome & Company, P.C.

NEWSOME & COMPANY, P.C.

Lexington, South Carolina

September 24, 2014



Newsome & Company, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

Darrell N. Newsome, CPA ▴ Niki C. Watchinski, CPA ▴ Sarah E. Hooper ▴ Marissa A. Brockmann

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors
Waccamaw Economic Opportunity Council, Inc.
Conway, South Carolina

Compliance

We have audited the compliance of Waccamaw Economic Opportunity Council, Inc. with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2013. Waccamaw Economic Opportunity Council, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Waccamaw Economic Opportunity Council, Inc.'s management. Our responsibility is to express an opinion on Waccamaw Economic Opportunity Council, Inc.'s compliance based on our audit.

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 Waccamaw Economic Opportunity Council, Inc.'s compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Waccamaw Economic Opportunity Council, Inc.'s compliance with those requirements.

In our opinion, Waccamaw Economic Opportunity Council, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2013. The results of our auditing procedures disclosed no instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133.



Internal Control Over Compliance

The management of Waccamaw Economic Opportunity Council, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Waccamaw Economic Opportunity Council, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 Waccamaw Economic Opportunity Council, Inc.'s internal control over compliance.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis.

A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended for the information and use of the board of directors, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Newsome & Company, P.C.

NEWSOME & COMPANY, P.C.

Lexington, South Carolina

September 24, 2014

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For Year Ended December 31, 2013

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Award</u>	<u>Expenditures</u>
<u>U.S. Department of Health & Human Services</u>			
<u>Direct Program</u>			
*Headstart	93.600	\$ 4,887,736	\$ 4,887,736
*Early Headstart ARRA	93.709	741,247	741,247
<u>Pass-Through South Carolina Div. Of Economic Opportunity</u>			
*LIHEAP	93.568	2,639,068	2,639,383
*Weatherization	81.042	515,529	515,529
*Weatherization ARRA	81.042	241,294	241,294
*CSBG	93.569	767,366	767,547
		<u>9,792,240</u>	<u>9,792,736</u>
<u>US Department of Agriculture</u>			
<u>Passed through South Carolina Department of Social Services</u>			
Child and Adult Care Food	10.558	546,169	489,207
Summer Food Service - Program for Children	10.559	175,208	176,091
		<u>721,377</u>	<u>489,207</u>
Total		<u>\$10,513,617</u>	<u>\$ 10,281,943</u>

* Indicates Major Programs

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended December 31, 2013

NOTE A - GENERAL

The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") represents activity of all federal awards programs of the Waccamaw Economic Opportunity Council, Inc. for the year ending December 31, 2013. All federal awards directly from the federal agencies, as well as those passed through other governmental agencies, are included in the schedule.

NOTE B – BASIS OF ACCOUNTING

The accompanying Schedule is presented using the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented or used in the preparation of the basic financial statements.

NOTE C – RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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 or used in the preparation of the basic financial statements.

Federal award expenditures are reported in the Agency's financial statements as expenditures in the Special Revenue Funds.

NOTE D – RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for timing differences relating to expenditures and subsequent to the filing of the federal financial reports.

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended December 31, 2013

Summary of Audit Results:

1. The audit report issued on the financial statements was unqualified.
2. The audit did not disclose any material weaknesses or significant deficiencies in internal control over financial reporting.
3. The audit did not disclose any material noncompliance.
4. The audit did not disclose any material weaknesses or significant deficiencies in internal control over major programs.
5. The audit report issued on compliance over major programs was unqualified.
6. The audit did not disclose any audit findings that are required to be reported in accordance with section 510(a) of OMB Circular A-133.
7. Major federal programs for Waccamaw Economic Opportunity Council, Inc. are:

<u>CFDA#</u>	<u>Program Name</u>
93.600	Headstart
93.709	Early Headstart – ARRA
93.658	LIHEAP
81.042	Weatherization
81.042	Weatherization - ARRA
93.569	CSBG

8. Dollar threshold used to distinguish between Type A and Type B programs is \$300,000.
9. Auditee qualified as a low-risk auditee under Section .530 of OMB Circular A-133.

Generally Accepted Governmental Auditing Standards Findings and Questioned Costs:

NONE

Findings Related to Audit in Accordance with OMB Circular A-133:

NONE

WACCAMAW ECONOMIC OPPORTUNITY COUNCIL, INC.

DISPOSITION OF PRIOR YEAR AUDIT FINDINGS AND COMMENTS

Year Ended December 31, 2013

As part of procedures performed as part of our audit of the financial statements of Waccamaw Economic Opportunity Council, Inc. for the year ended December 31, 2013, we investigated the disposition of the management comments for the year ended December 31, 2012.

2012-1 Finding

The organization recorded extra meals in a reimbursement request for the Summer Food Program.

Response

The Program Director for Summer Food program manually adds up all meal count tallies and reports to ensure accuracy before forwarding them to the Finance Director for review before submitting to the funding agency for reimbursement. Per conversation with the Finance Director, and inspection monies were sent back to the funding agency for this infraction. Based on testing this did not occur in the year ending December 31, 2013.

**Accompanying Information
(Non-GAAP)**

WACCAMAW EOC, INC.
HEAD START
BUDGET TO ACTUAL EXPENDITURES
For the Twelve Months Ended December 31, 2013

	ANNUAL BUDGET	YTD ACTUAL	BUDGET BALANCE	% OF BUDGET SPENT
<u>EXPENDITURES</u>				
Personnel	\$ 2,565,528	\$ 2,564,486	\$ 1,042	99.96%
Fringe Benefits	1,124,500	1,122,652	1,848	99.84%
Transportation	173,150	171,582	1,568	99.09%
Maintenance and Janitorial	82,000	80,974	1,026	98.75%
Utilities	94,500	98,848	(4,348)	104.60%
Telephone	37,500	37,084	416	98.89%
Rent	3,000	2,926	74	97.53%
Parent Activity Fund	2,500	2,111	389	84.44%
Insurance and Bonding	59,625	59,620	5	99.99%
Contractual Services	17,000	15,434	1,566	90.79%
Supplies	67,585	66,830	755	98.88%
Renovations-roof repair	60,000	60,000	-	100.00%
Equipment Lease- Copier	16,900	16,823	77	99.54%
Equipment Purchase	4,000	3,413	587	85.33%
Food Cost	10,165	10,171	(6)	100.06%
Training & Tech Assistance	4,760	4,760	-	100.00%
Travel	24,200	24,135	65	99.73%
Indirect Cost	476,000	474,430	1,570	99.67%
Other	6,540	6,060	480	92.66%
TOTAL EXPENDITURES	\$ 4,829,453	\$ 4,822,339	\$ 7,114	
T&TA				
Travel	12,750	10,816	1,934	84.83%
Training & Technical Asst.	52,648	54,582	(1,934)	103.67%
TOTAL T&TA	\$ 65,398	\$ 65,398	\$ -	100.00%
TOTAL EXPENDITURES	\$ 4,894,851	\$ 4,887,737	\$ 7,114	
Reconciliation to Financial Statements				
	Indirect Cost	(474,430)		
	In-Kind expenses	1,985,091		
	Rounding	(1)		
	Reconciles	<u>\$ 6,398,397</u>		

WACCAMAW EOC, INC.
EARLY HEAD START
BUDGET TO ACTUAL EXPENDITURES
For The Twelve Months Ended December 31, 2013

	ANNUAL BUDGET	YTD ACTUAL EXPENDITURES	BUDGET BALANCE	% OF BUDGET SPENT
<u>EXPENDITURES & ENCUMBRANCES</u>				
Personnel	\$ 423,000	\$ 419,379	3,621	99.14%
Fringe Benefits	135,000	134,132	868	99.36%
Transportation	4,000	2,229	1,771	55.73%
Maintenance and Janitorial	5,000	4,502	498	90.04%
Building Lease	40,509	40,509	-	100.00%
Telephone	7,000	6,007	993	85.81%
Parent Activity Fund	650	623	27	95.85%
Contractual Services	10,800	10,557	243	97.75%
Supplies	21,500	21,207	293	98.64%
Equipment Lease	325	307	18	94.46%
Insurance & Bonding	3,500	3,451	49	98.60%
Training & Tech Assistance	3,300	3,288	12	99.64%
Travel	400	314	86	78.50%
Indirect Cost	78,000	77,585	415	99.47%
Other	401	261	140	65.09%
TOTAL EXPENDITURES & ENCUMBRANCES	* \$ 733,385	\$ 724,351	\$ 9,034	98.77%
<u>T&TA</u>				
Travel	5,000	5,147	(147)	102.94%
Training & Technical Asst.	11,896	11,749	147	98.76%
TOTAL T&TA	\$ 16,896	\$ 16,896	\$ -	100.00%
TOTAL EXPENDITURES	\$ 750,281	\$ 741,247	\$ 9,034	
Reconciliation to Financial Statements				
	Indirect Cost	(77,585)		
	Rounding	(1)		
	Reconciliation	<u>\$ 663,661</u>		

WACCAMAW EOC, INC.
LIHEAP
BUDGET TO ACTUAL EXPENDITURES
For the Twelve Months Ended December 31, 2013

	Annual Budget	YTD Actual Expenditures	Budget Balance	% of Budget Spent
<u>EXPENDITURES</u>				
Personnel	\$ 115,549	\$ 114,086	\$ 1,463	98.73%
Fringe Benefits	48,550	35,418	13,132	30.65%
Rent	25,000	21,007	3,993	43.27%
Utilities	30,000	1,385	28,615	5.54%
Telephone	22,000	7,249	14,751	24.16%
Supplies	30,000	8,550	21,450	28.50%
Postage	5,000	54	4,946	1.08%
Maintenance & Janitorial	15,000	1,300	13,700	8.67%
Travel	1,401	-	1,401	0.00%
Transportation	8,000	1,759	6,241	21.99%
Indirect Cost	49,115	43,744	5,371	89.06%
Insurance	1,700	1,330	370	78.24%
Other	1,000	79	921	7.90%
TOTAL	\$ 352,315	\$ 235,961	\$ 116,354	66.97%
<u>ENERGY COUNSELING</u>				
Personnel	\$ 155,805	\$ 122,369	\$ 33,436	78.54%
Fringe Benefits	31,259	26,944	4,315	86.20%
TOTAL	\$ 187,064	\$ 149,313	\$ 37,751	79.82%
<u>CLIENT SERVICES</u>				
Energy Assistance	\$ 2,419,038	\$ 2,218,427	\$ 200,611	91.71%
LSAP	35,682	35,682	-	
TOTAL CLIENT SERVICES	\$ 2,454,720	\$ 2,254,109	\$ 200,611	91.83%
TOTAL LIHEAP	\$ 2,994,099	\$ 2,639,383	\$ 354,716	88.15%
Reconciliation to Financial Statement	Indirect Cost	(43,744)		
	Rounding	1		
	Reconciliation	<u>\$ 2,595,640</u>		

WACCAMAW EOC, INC.
CSBG
BUDGET TO ACTUAL EXPENDITURES
For the Twelve Months Ended December 31, 2013

	Annual Budget	YTD Actual Expenditures	Budget Balance	% of Budget Spent
<u>EXPENDITURES</u>				
Personnel	\$ 333,633	\$ 313,896	\$ 19,737	94.08%
Fringe Benefits	129,378	113,948	15,430	88.07%
Transportation	30,000	5,152	24,848	17.17%
Maintenance and Janitorial	60,000	7,318	52,682	12.20%
Rent	50,000	38,076	11,924	76.15%
Utilities	55,000	5,634	49,366	10.24%
Telephone	50,000	16,915	33,085	33.83%
Insurance and Bonding	15,000	4,329	10,671	28.86%
Supplies	63,432	16,508	46,924	26.02%
Postage	5,000	2,038	2,962	40.76%
Equipment Lease- Copier	10,000	5,011	4,989	50.11%
Travel	10,000	436	9,564	4.36%
Training & Tech Assistance	10,730	7,641	3,089	71.21%
Indirect Cost	60,388	58,071	2,317	96.16%
Other Expenses	15,000	295	14,705	1.97%
TOTAL	\$ 897,561	\$ 595,268	\$ 302,293	66.32%
CLIENT SERVICES				
YOUTH EMPLOYMENT				
Client Services	\$ 29,800	\$ 29,505	\$ 295	99.01%
Training & Tech. Assistance	1,800	1,994	(194)	110.78%
Consumable Supplies	1,522	1,707	(185)	112.16%
TOTAL YOUTH EMPLOYMENT	\$ 33,122	\$ 33,206	\$ (84)	
GEAP	\$ 95,004	\$ 103,528	\$ (8,524)	108.97%
HOUSING	25,000	23,076	1,924	92.30%
EMPLOYMENT	15,000	12,469	2,531	83.13%
TOTAL CLIENT SERVICES	\$ 135,004	\$ 139,073	\$ (4,069)	103.01%
TOTAL	\$ 1,065,687	\$ 767,547	\$ 298,140	72.02%
Reconciliation to Financial Statements	Indirect Cost	(58,071)		
	Reconciliation	<u>\$ 709,476</u>		

WACCAMAW EOC, INC.
2012 WEATHERIZATION
BUDGET TO ACTUAL EXPENDITURES
For the Twelve Months Ended December 31, 2013

	Annual Budget	YTD Actual Expenditures	Budget Balance	% of Budget Spent
ADMINISTRATION				
<u>EXPENDITURES</u>				
Personnel	\$ 800	\$ 349	\$ 451	43.63%
Fringe Benefits	412	138	274	33.50%
Maintenance and Janitorial	1,050	1,050	-	100.00%
Supplies	1,500	1,414	86	94.27%
Postage	111	110	1	99.10%
Equipment-Lease	841	843	(2)	100.24%
Travel	342	342	-	100.00%
T&TA	700	700	-	100.00%
Indirect Cost	65	62	3	95.38%
Other	30	33	(3)	110.00%
TOTAL	\$ 5,851	\$ 5,041	\$ 810	86.16%

DOE

<u>EXPENDITURES</u>				
Fringe Benefits	129	128	1	99.22%
Contract Labor	2,052	-	2,052	0.00%
Material	11,525	11,522	3	99.97%
Health and Safety	621	414	207	66.67%
TOTAL	\$ 14,327	\$ 12,064	2,263	84.20%

LIHEAP

<u>EXPENDITURES</u>				
Personnel	\$ 214,000	\$ 213,617	\$ 383	99.82%
Fringe Benefits	75,910	76,336	(426)	100.56%
Transportation	8,925	8,917	8	99.91%
Supplies and Tools	8,445	8,440	5	99.94%
Maintenance	5,550	5,518	32	99.42%
Rent-Lease	14,512	14,512	-	100.00%
Contract Labor	10,200	10,200	-	100.00%
Material	267,752	94,380	173,372	35.25%
Utilities	2,224	2,206	18	99.19%
Telephone	5,200	5,193	7	99.87%
Insurance	9,600	9,650	(50)	100.52%
Indirect Cost	40,250	40,247	3	99.99%
TOTAL	\$ 662,568	\$ 489,216	\$ 173,352	73.84%
TOTAL EXPENDITURES	\$ 682,746	\$ 506,321	\$ 176,425	74.16%

2013 Weatherization	9,711
Indirect expense	(40,309)
Rounding	1
Reconciliation	<u>\$ 475,724</u>

WACCAMAW EOC, INC.
2013 WEATHERIZATION
BUDGET TO ACTUAL EXPENDITURES
For the Twelve Months Ended December 31, 2013

	Annual Budget	YTD Actual Expenditures	Budget Balance	% of Budget Spent
ADMINISTRATION				
<u>EXPENDITURES</u>				
Personnel	\$ 979	\$ -	\$ 979	0.00%
Fringe Benefits	484	-	484	0.00%
Maintenance and Janitorial	1,000	-	1,000	0.00%
Supplies	6,994	236	6,758	3.37%
Postage	100	1	99	1.00%
Equipment-Lease	1,014	-	1,014	0.00%
Travel	500	252	248	50.40%
T&TA	1,500	900	600	60.00%
Insurance	600	-	600	0.00%
Indirect Cost	177	-	177	0.00%
Other	100	-	100	0.00%
TOTAL	\$ 13,448	\$ 1,389	\$ 12,059	10.33%
DOE				
<u>EXPENDITURES</u>				
Personnel	\$ 14,233	\$ -	\$ 14,233	0.00%
Fringe Benefits	6,500	691	5,809	10.63%
Transportation	3,000	-	3,000	0.00%
Supplies and Tools	1,407	894	513	63.54%
Maintenance	1,000	-	1,000	0.00%
Rent-Lease	3,628	-	3,628	0.00%
Contract Labor	5,000	-	5,000	0.00%
Material	49,662	977	48,685	1.97%
Health and Safety	3,699	-	3,699	0.00%
Utilities	1,000	111	889	11.10%
Telephone	1,000	-	1,000	0.00%
Insurance	1,000	-	1,000	0.00%
Indirect Cost	2,214	-	2,214	0.00%
TOTAL	\$ 93,343	\$ 2,673	\$ 90,670	2.86%
LIHEAP				
<u>EXPENDITURES</u>				
Personnel	\$ 167,155	\$ -	\$ 167,155	0.00%
Fringe Benefits	85,018	-	85,018	0.00%
Transportation	6,000	-	6,000	0.00%
Supplies and Tools	8,500	98	8,402	1.15%
Maintenance	4,000	-	4,000	0.00%
Rent-Lease	7,256	-	7,256	0.00%
Equipment-Purchase	3,686	-	3,686	0.00%
Contract Labor	10,000	-	10,000	0.00%
Material	180,605	5,551	175,054	3.07%
Utilities	2,000	-	2,000	0.00%
Telephone	3,000	-	3,000	0.00%
Insurance	7,100	-	7,100	0.00%
Indirect Cost	28,636	-	28,636	0.00%
TOTAL	\$ 512,956	\$ 5,649	\$ 507,307	
TOTAL EXPENDITURES	\$ 619,747	\$ 9,711	\$ 610,036	

WACCAMAW EOC, INC.
WEATHERIZATION - ARRA FUNDS GRANT# 81.042
BUDGET TO ACTUAL EXPENDITURES
For the Twelve Months Ended December 31, 2013

	Annual Budget	YTD Actual Expenditures	Budget Balance	% of Budget Spent
ADMINISTRATION				
<u>EXPENDITURES</u>				
Personnel	\$ 121,024	\$ 120,919	\$ 105	99.91%
Fringe Benefits	41,716	38,249	3,467	91.69%
Maintenance and Janitorial	1,300	1,054	246	81.08%
Transportation	7,000	6,916	84	98.80%
Rent	7,000	7,256	(256)	103.66%
Supplies	4,100	4,105	(5)	100.12%
Utilities	1,000	932	68	93.20%
Telephone	3,100	2,853	247	92.03%
Training & Technical Assistance	8,000	7,000	1,000	87.50%
Contract Labor	5,000	1,386	3,614	27.72%
Materials	48,513	28,738	19,775	59.24%
Other	100	-	100	0.00%
Indirect Cost	22,000	21,886	114	99.48%
		-		
TOTAL	\$ 269,853	\$ 241,294	\$ 28,559	89.42%
Reconciliation to Financial Statements	Indirect Cost	(21,886)		
	Rounding	(1)		
	Reconciliation	<u>\$ 219,407.00</u>		

WACCAMAW EOC, INC.
2013 SUMMER FOOD PROGRAM
BUDGET TO ACTUAL EXPENDITURES
For the Twelve Months Ended December 31, 2013

	ANNUAL BUDGET	YTD ACTUAL EXPENDITURES	BUDGET BALANCE	% OF BUDGET SPENT
<u>EXPENDITURES & ENCUMBRANCES</u>				
Personnel	\$ 31,400	\$ 31,355	45.00	99.86%
Fringe Benefits	8,725	8,716	9.00	99.90%
Supplies	13,356	13,444	(88.00)	100.66%
Food cost	88,350	88,319	31.00	99.96%
Travel	1,025	1,028	(3.00)	100.29%
Transportation	10,900	10,910	(10.00)	100.09%
Contract Labor	16,000	15,995	5.00	99.97%
Insurance	200	209	(9.00)	104.50%
T&TA	250	254	(4.00)	101.60%
Utilities	60	60	-	100.00%
Indirect Cost	5,825	5,801	24.00	99.59%
TOTAL EXPENDITURES & ENCUMBRANCES	\$ 176,091	\$ 176,091	-	
Reconciliation to Financial Statements				
		Indirect Cost	(5,801)	
		Rounding	1	
		Reconciliation	<u>170,291</u>	

WACCAMAW EOC, INC.
2013 CHILD CARE FOOD PROGRAM
BUDGET TO ACTUAL EXPENDITURES
For the Twelve Months Ended December 31, 2013

	ANNUAL BUDGET	YTD ACTUAL EXPENDITURES	BUDGET BALANCE	% OF BUDGET SPENT
<u>EXPENDITURES & ENCUMBRANCES</u>				
Personnel	\$ 130,000	\$ 123,954	6,046	95.35%
Fringe Benefits	60,000	47,014	12,986	78.36%
Supplies	18,000	16,948	1,052	94.16%
Food cost	318,000	278,517	39,483	87.58%
Insurance and Bonding	3,100	97	3,003	3.13%
Indirect Cost	30,000	22,677	7,323	75.59%
TOTAL EXPENDITURES & ENCUMBRANCES	\$ 559,100	\$ 489,207	\$ 69,893	87.50%
Reconciliation to Financial Statements				
		Indirect Cost	(22,677)	
		Rounding	(1)	
		Reconciliation	466,529	

WACCAMAW EOC, INC.
PRE-K PROGRAM
BUDGET TO ACTUAL EXPENDITURES
For the Twelve Months Ended December 31, 2013

	ANNUAL BUDGET	YTD ACTUAL EXPENDITURES	BUDGET BALANCE	% OF BUDGET SPENT
<u>EXPENDITURES & ENCUMBRANCES</u>				
Personnel	\$ 144,000	\$ 45,625	98,375	31.68%
Fringe Benefits	57,100	13,762	43,338	24.10%
Supplies	8,075	-	8,075	0.00%
Utilities	7,000	-	7,000	0.00%
Maintenance	5,000	-	5,000	0.00%
Transportation	14,000	145	13,855	1.04%
Insurance and Bonding	1,000	768	232	76.80%
Indirect Cost	26,065	8,441	17,624	32.38%
TOTAL EXPENDITURES & ENCUMBRANCES	\$ 262,240	\$ 68,741	\$ 193,499	26.21%
Reconciliation to Financial Statements	Indirect Cost	(8,441)		
	Reconciliation	<u>\$ 60,300</u>		

WACCAMAW EOC, INC.
INDIRECT COST
BUDGET TO ACTUAL EXPENDITURES
For The Twelve Months Ended December 31, 2013

	ANNUAL BUDGET	YTD ACTUAL EXPENDITURES	BUDGET BALANCE	% OF BUDGET SPENT
<u>EXPENDITURES & ENCUMBRANCES</u>				
Personnel	\$ 445,000	\$ 443,503	\$ 1,497	99.66%
Fringe Benefits	134,275	132,365	1,910	98.58%
Transportation	8,500	8,312	188	97.79%
Maintenance and Janitorial	13,100	12,950	150	98.85%
Utilities	6,400	6,284	116	98.19%
Telephone	13,500	13,086	414	96.93%
Rent	45,800	45,716	84	99.82%
Insurance and Bonding	9,500	9,467	33	99.65%
Supplies	20,413	21,226	(813)	103.98%
Equipment Lease- Copier	5,000	4,598	402	91.96%
Consultant Fees	25,000	24,631	369	98.52%
Dues and Subscriptions	3,200	3,095	105	96.72%
Other	2,725	2,999	(274)	110.06%
Travel	7,000	7,074	(74)	101.06%
Training & Tech Assistance	25,000	24,726	274	98.90%
TOTAL EXPENDITURES & ENCUMBRANCES	\$ 764,413	\$ 760,032	\$ 4,381	99.43%

WACCAMAW EOC, INC.
BUILDING ACCOUNT
STATEMENT OF REVENUES & EXPENDITURES
For The Twelve Months Ended December 31, 2013

	ANNUAL	YTD	BUDGET	%
	BUDGET	ACTUAL	BALANCE	OF BUDGET
				SPENT
<u>REVENUES</u>				
Rental Revenue	\$ 144,000	\$ 134,044	\$ (9,956)	93%
Total Revenues	144,000	\$ 134,044	\$ (9,956)	
<u>EXPENDITURES & ENCUMBRANCES</u>				
Mortgage- Interest	36,000	32,577	3,423	90%
Mortgage -Principal	45,000	43,378	1,622	96%
Notes Payable Interest -Roof Loan	1,000	947	53	95%
Notes Payable -Roof Loan	5,685	5,682	3	100%
Utilities	5,000	4,421	579	88%
General Liability	4,075	4,060	15	100%
Supplies	5,000	2,674	2,326	53%
Dues & Subscriptions	3,200	3,200	-	100%
Consultant fees	2,100	2,036	64	97%
Maintenance and Janitorial	19,000	17,118	1,882	90%
Contract Labor	2,500	2,400	100	96%
Equipment Purchase	10,500	10,239	261	98%
Other	4,940	4,475	465	91%
TOTAL EXPENDITURES & ENCUMBRANCES	\$ 144,000	\$ 133,207	\$ 10,793	93%
Excess Revenues over Expenditures	\$ -	\$ 837	\$ 837	
Fund Balance -December 31, 2012		40,538		
Excess Revenues/Expenditures less Fund Balance		\$ 41,375		
Bank Balance	\$ 56,348			