

WNCSource Financial Snapshot May 2022

Items of note on the financial statements this month include:

Balance Sheet:

- Unrestricted cash balance is \$2.2 Million – in the next three months, we will see unrestricted cash decline as we release funds to pay construction invoices and because we are not receiving income from our 10 month grants or premium income from the insurance plan as all deductions are on a 10 month basis
- WNCSource has received \$602,969K in Stabilization Grant funds from the state to support 3 quarters of expenses for extended day care operations (Wrap Around)

Income statement:

- Early Childhood Education Services is experiencing operating YTD losses in the following programs
 - Child Nutrition (CACFP) = (-\$98,925) – losses related to unreimbursed food service cost
- The reported loss for Senior Nutrition services is \$34,243.36. It includes:
 - \$17,381 in unreimbursed expenses for ARPA Food program – the grant administrator Land of Skye has not set up the grant in its reimbursement system. They assure us this will happen soon and we can bill for the balance due.
 - \$4218 in expenses for liquid nutrition paid for with a grant received last year – funds are released from net assets to cover the expense
 - \$2182 in reserves released from net assets to cover the December appreciation bonus

That leaves an actual loss of \$12,462 that is in the Congregate Meals program.

- Indirect costs for the month were: \$139,814

Budget 2023

- Your packet contains a copy of the draft budget for the Agency for 2023 – there are two pages:
 - 1) Grant Based which shows funding sources and
 - 2) Agency Wide that shows all revenue and expense compared to 2022 budget, YTD actual as of 5/31
- Total Annual Revenue is expected to be \$22.5 Million and total expense approximately \$22.4 Million with a projected surplus of \$142K
- The draft budget includes the following items of interest:
 1. One time ARA Grant funding for Children's Services unexpended funds of \$121K– mainly used for COVID related expenditures – prevention; testing; cleaning; substitutes and renovations to properties to meet new COVID workplace standards
 2. Funding for the construction of Columbus Children's Center = \$1.9 Million
 3. Carryover funding from HS/EHS grant for use in staff bonus program and soft costs of construction
 4. One time start up grant funding for the Early Head Start IV Expansion grant carry over = \$121K
 5. Adjustments to estimates for Medicaid program based on experience \$125K (\$50K lower than prior year)
 6. An increase of \$95,966K in our annual fundraising goal
 7. An 8% increase in the cost of General Liability, Umbrella Liability, Property and other agency level insurance

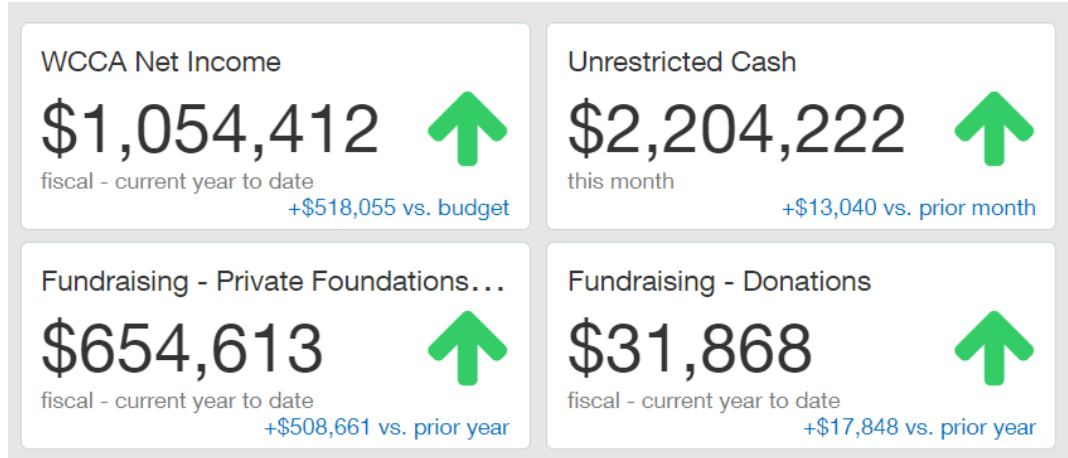
8. A 250% increase in workman's compensation insurance

- The Agency Wide budget shows a \$142K surplus through year end – the surplus is dependent on how well WCCA performs on its annual contracted services (NC Pre-K, Wrap Around Care, Transit, Medicaid) and its Self-Insured Health Plan

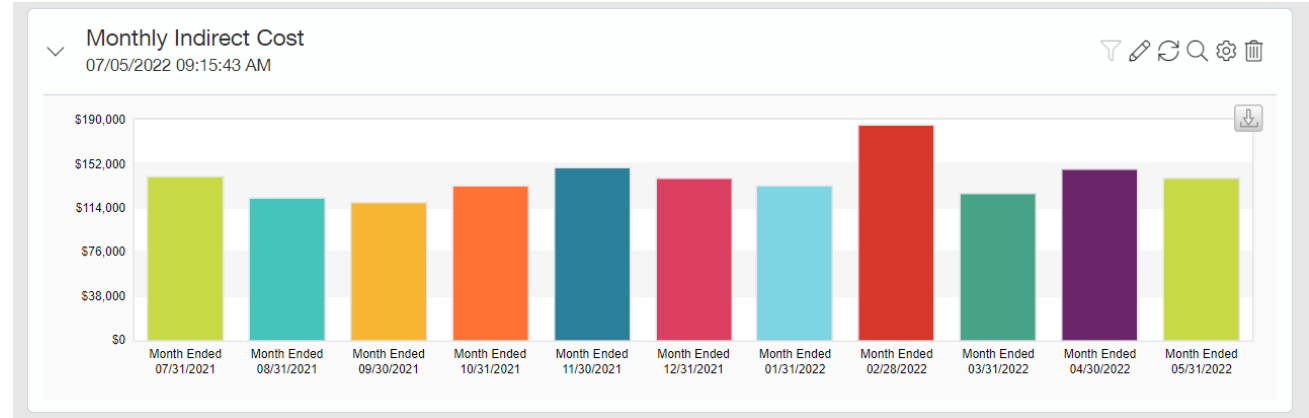
WNCSource Treasurer's Dashboard

Date: As of 05/31/22

Agency Performance Cards – Fiscal Year to Date



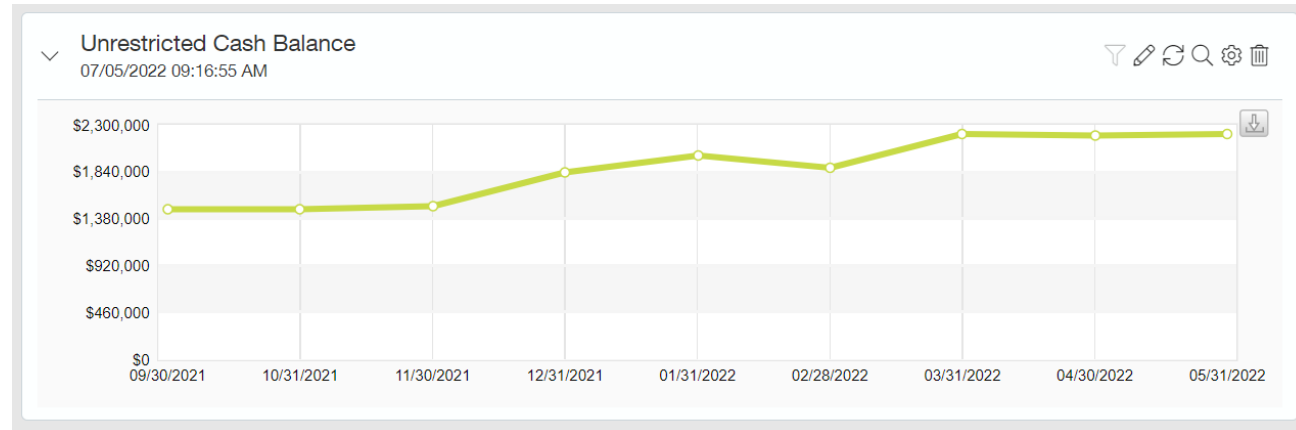
Monthly Unrestricted Cash Balance



Program Income and % of Budget – Fiscal Year to Date

Service Line	Revenue Year To Date 05/31/2022 Actual	Expenses Year To Date 05/31/2022 Actual	Operating Income 05/31/2022 Actual	% of Budget 06/30/2022 Actual
Early Childhood Education Services	9,416,622.44	8,835,508.38	581,114.06	71 %
Housing Services	4,029,438.64	3,936,132.34	93,306.30	93 %
Transportation Services	1,326,208.74	1,270,931.47	55,277.27	84 %
Senior Nutrition	154,144.84	189,488.36	(35,343.52)	111 %

Monthly Administrative Cost



Note: Early Childhood Education Services appears as a surplus due to \$602,969K in Stabilization grants received to assist with expenses for wrap around (after school) services impacted by the Pandemic. \$17,381 of the loss in Senior Services is related to purchases of shelf stable meals for the ARPA food grant and \$4218 in expenses for liquid nutrition for which the grant revenue was recorded last year.

Western Carolina Community Action
 AFS Format - Statement of Financial Position
 As of May 31, 2022

As of Date:

05/31/2022

	Month Ending 05/31/2022	Month Ending 04/30/2022	Variance	
	Actual	Actual		
Total Assets				
Current Assets				
Unrestricted Cash	2,204,223	2,191,182	13,041.00	
Restricted Cash	146,312	139,694	6,619.00	
Accounts Receivable-Other	80,942	79,506	1,435.00	
Federal and State Grant Receivables	1,058,180	921,634	136,546.00	
Prepaid Expense	106,781	129,378	(22,598.00)	<i>Monthly ammortization of prepaid insurance and other expense</i>
Total Current Assets	<u>3,596,438</u>	<u>3,461,394</u>	<u>135,043.00</u>	
Noncurrent Assets				
Property and Equipment	4,071,036	4,131,871	(60,834.00)	<i>monthly depreciation on PPE</i>
Endowment and Investments	66,074	66,074	0.00	
Notes Receivable	350,184	350,183	0.00	
Investments	60,873	60,873	0.00	
Total Noncurrent Assets	<u>4,548,167</u>	<u>4,609,001</u>	<u>(60,834.00)</u>	
Total Total Assets	<u><u>8,144,605</u></u>	<u><u>8,070,395</u></u>	<u><u>74,209.00</u></u>	
Total Liabilities and Net Assets				
Total Liabilities				
Current Liabilities				
Accounts Payable-Trade	224,217	165,734	58,483.00	<i>accrued benefits expense July 8 payroll pay period end date July 1</i>
Misc Accounts Payable and Accrued Expenses	34,162	45,790	(11,628.00)	
Self-Insurance Payable	730,567	730,567	0.00	
Accrued Annual Leave	218,761	218,761	0.00	
Housing Escrow Payable	58,705	54,100	4,606.00	
Total Current Liabilities	<u>1,266,412</u>	<u>1,214,952</u>	<u>51,461.00</u>	
Long-Term-Liabilities				
Deferred Revenue	350,184	350,183	0.00	
Long Term Debt	1,609,519	1,624,134	(14,615.00)	<i>Normal principal payments on Long Term debt</i>
Total Long-Term-Liabilities	<u>1,959,703</u>	<u>1,974,317</u>	<u>(14,615.00)</u>	
Total Liabilities	<u>3,226,115</u>	<u>3,189,269</u>	<u>36,846.00</u>	
Net Assets				
Without Donor Restrictions Undesignated Net Assets	4,559,248	4,415,620	143,628.00	
Without Donor Restrictions Designated Net Assets	24,085	24,085	0.00	
With Donor Restrictions Net Assets	297,793	297,794	0.00	
Change in Net Assets	37,364	143,627	(106,265.00)	
Total Net Assets	<u>4,918,490</u>	<u>4,881,126</u>	<u>37,363.00</u>	
Total Liabilities and Net Assets	<u><u>8,144,605</u></u>	<u><u>8,070,395</u></u>	<u><u>74,209.00</u></u>	

Proposed FY 2023 Draft Budget by Program Area and Grant				Draft		
Grant	Cat	Agency	FY 2022	FY 2023	Notes	
Children's Services						
Head Start & Early Head Start - Federal	F	DHHS	\$ 5,621,691	\$ 5,773,441	includes COLA and Quality increases	
Proposed Columbus Construction	F	DHHS	\$ -	\$ 1,906,473	Construction grant	
Proposed Carry Over Funds	F	DHHS		\$ 651,582	Carry over from 22 for Construction Soft Cost and EE Bonus Program	
HS/EHS COVID (CARES 2021; ARP 2022)	F	DHHS	\$ 934,574	\$ 121,000	Carry forward from prior year unspent funds	
Early Head Start Child Care Partnerships	F	DHHS	\$ 1,667,389	\$ 1,714,595	includes COLA and Quality increases	
EHS IV Operations	F	DHHS	\$ 3,149,812	\$ 2,282,854	includes COLA and Quality increases	
EHS IV Start Up	F	DHHS	\$ 484,735	\$ 121,184	one time funds	
EHS CCP COVID-19	F	DHHS	\$ -	\$ -	no funding FY 22	
NC Pre-K	S	NCDHHS	\$ 1,842,918	\$ 1,842,918	reduction in # of children served Transylvania County	
Child Nutrition	FP	USDA	\$ 650,700	\$ 610,000	decrease # of children served	
Wrap-around	S	NCDHR	\$ 325,000	\$ 185,000	decrease in # of children served	
Wrap-around Stabilization Funds	S	NCDHHS	\$ -	\$ 437,726	funds available for use in FY2023	
Housing						
Section 8 Housing - HAP & URP	F	HUD	\$ 3,642,326	\$ 3,829,941		
Section 8 Housing - Admin & FSS Coordinator	F	HUD	\$ 531,554	\$ 524,179		
Single Family Rehab (H Co) - Program	S	NCHFA	\$ 37,146.00	\$ -	no funding FY 23	
Single Family Rehab (H Co) - Admin	S	NCHFA	\$ 2,000.00	\$ -	no funding FY 23	
Transportation						
Section 5311 Transportation - Administration	FP	NCDOT	\$ 170,300	\$ 174,622		
Section 5311 Transportation - Capital	FP	NCDOT	\$ 59,500	\$ -		
Section 5310 Transportation - Operations	FP	NCDOT	\$ 30,000	\$ 14,000	historically underspent - expecting an adjustment this year	
HCCBG Transportation	S	LOCAL	\$ 180,532	\$ 175,780		
Special Transportation	L	LOCAL	\$ 10,000	\$ 6,500		
Contractual Transportation - Nonprofit Partners	L	Contract	\$ 56,000	\$ 48,200		
ROAP Transportation	S	NCDOT	\$ 175,000	\$ 165,950	current utilization is down in EDTAP and Rural General	
Transit	L	Contract	\$ 740,000	\$ 696,500		
Medicaid Transportation	Other	Contract	\$ 176,065	\$ 125,000	New contracts FY 22; slow start; adjusted budget based on estimates for year	
CARES ACT	FP	NCDOT	\$ 492,000	\$ 350,000	Carry forward from prior year unspent funds	
Transylvania County Senior Services						
Senior Nutrition	FP	USDA/LOS	\$ 150,000	\$ 223,787	includes new ARPA funds for Home Delivered Meals and increased units	
Senior Nutrition COVID Families First	FP	USDA/LOS	\$ -	\$ -	no funding FY 22	
Senior Nutrition COVID CARES Act	FP	USDA/LOS	\$ -	\$ -	no funding FY 22	
Operating Grants Total			\$ 21,129,242	\$ 21,981,232		
Fundraising						
Local Foundations			\$ 275,000	\$ 300,000		
Private Donations			\$ 25,000	\$ 30,000		
Thrift Stores			\$ 146,000	\$ 211,966		
Fundraising Total			\$ 446,000	\$ 541,966		
Total Grant and Fundraising Operations			\$ 21,575,242	\$ 22,523,198		

Western Carolina Community Action
Agency Wide Budget 2022

	Year Ending 6/30/2021	YTD as of 5/31/2022	Budget 6/30/2023
	Actual	Actual	
Revenue			
Federal Grants	\$ 11,671,945	\$ 10,921,354	\$ 16,401,072
Federal Pass Through Grants	1,074,697	1,352,170	1,372,409
State Grants	2,179,926	1,909,084	2,807,374
County Contributions, Local Grants and Contracts	859,621	717,534	751,200
Program Income and Fees	143,803		125,000
Interest Income from Investments	2,690	335	2,500
Other Revenue	76,829	119,511	211,966
In Kind Contributions	287,305	-	105,000
Fundraising - Private Donations	14,277	35,219	30,000
Fundraising - Foundation	-	716,696	300,000
Rent	1,404	702	1,000
Gain(Loss) on Self Insured Plan	146,232	108,473	150,000
Gain(Loss) on Disposal of Asset	9,000	16,312	-
Unrealized Gain(Loss) on Investment	10,776		5,000
Realized Gain(Loss) on Investment	-		1,000
Total Revenue, Grants and Other Support	17,418,441	15,897,390	\$ 22,263,521
Expenses			
Program Expense	\$ 15,830,274	\$ 13,257,968	\$ 20,031,256
Support Services	1,735,618	1,534,902	1,996,554
Fundraising Services	49,948	50,108	96,548
Total Expenses	\$ 17,365,839	\$ 14,842,978	\$ 22,124,358
Net Surplus (Deficit) (\$)	\$ 52,602	\$ 1,054,412	\$ 139,163

Note: Areas highlighted in yellow are projected or are recorded at year end