

WNCSource Financial Snapshot January 2023

Items of note on the financial statements this month:

Balance Sheet:

- Unrestricted cash balance is \$1.9 Million – unrestricted cash increased by \$584,662 in December because we received deposits for the first two years of the Dogwood Health Trust Early Childhood Workforce Enhancement Grant and for the Healthy Opportunities Medicaid Transportation Grant
- This fiscal year, WNCSource has received \$106,387.50 in Stabilization Grant funds from the state to support expenses for extended day care operations (Wrap Around). Funding opportunities will continue for an additional 6 months and WNCSource will continue to apply for funding.
- Agency Net Income =(-\$158,777) we will continue to see losses as we release designated funds to pay for construction expenses and stabilization grant expenses – the revenue for those grants was recorded last year when the grant funds were received.

Income statement:

- Early Childhood Education Services is experiencing operating YTD losses in the following programs
 - Child Nutrition (CACFP) = (-\$36,206). The losses are related to unreimbursed food service cost. The loss was reduced by shifting \$17,388 in salaries to HS/EHS grants
 - NC Pre-K = (-\$255,325) expenses incurred but not billable in July; losses in August-January due to insufficient enrollment and closed classrooms. Operating costs for support services and rents, cleaning services and other allocable costs have been shifted to HS/EHS and the stabilization grants since the beginning of the fiscal year to minimize overall losses.
 - We are reviewing other options to minimize the impact of NC Pre-K losses for the remainder of the fiscal year
- The reported loss for Senior Nutrition services is (-\$26,234). Losses directly related to cost overruns (mainly salaries and benefits) in the Congregate Meals program. Current losses are being offset with new ARPA funds grant received in Q1 of FY23 however projected losses through year end are approximately (-\$34,368). We are currently considering options to mitigate losses including reducing salary expense, requesting additional funds or utilizing reserves to cover the gap.
- Indirect costs for the month were: \$145,031.10

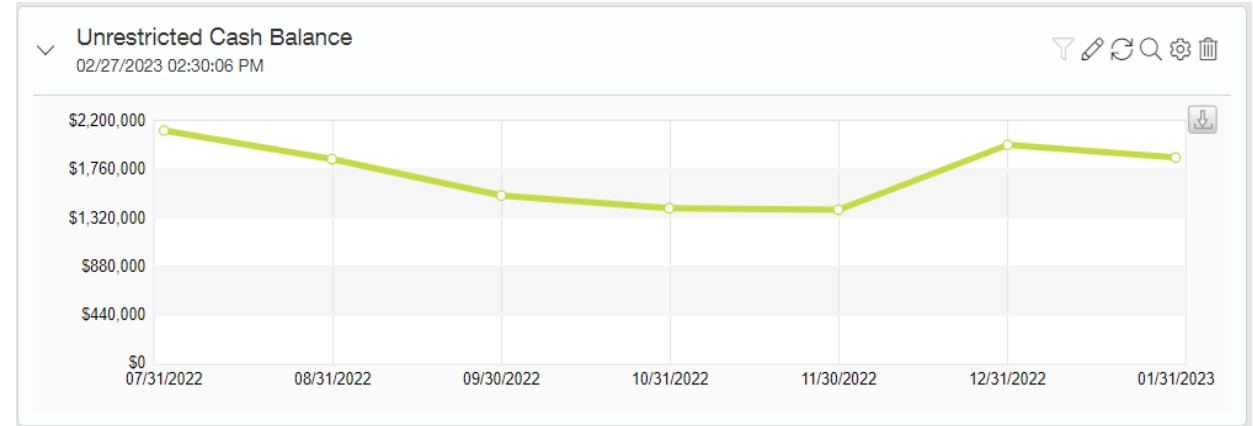
WNCSource Treasurer's Dashboard

Date: As of 1/31/22

Agency Performance Cards – Fiscal Year to Date

| | |
|---|---|
| <p>WNCSource Net Income</p> <p>-\$158,777 ↓</p> <p>fiscal - current year to date -\$158,777 vs. budget</p> | <p>Unrestricted Cash</p> <p>\$1,864,607 ↓</p> <p>this month -\$113,531 vs. prior month</p> |
| <p>Fundraising - Private Foundations...</p> <p>\$625,399 ↓</p> <p>fiscal - current year to date -\$28,004 vs. prior year</p> | <p>Fundraising - Donations</p> <p>\$11,297 ↓</p> <p>fiscal - current year to date -\$16,448 vs. prior year</p> |

Monthly Unrestricted Cash Balance

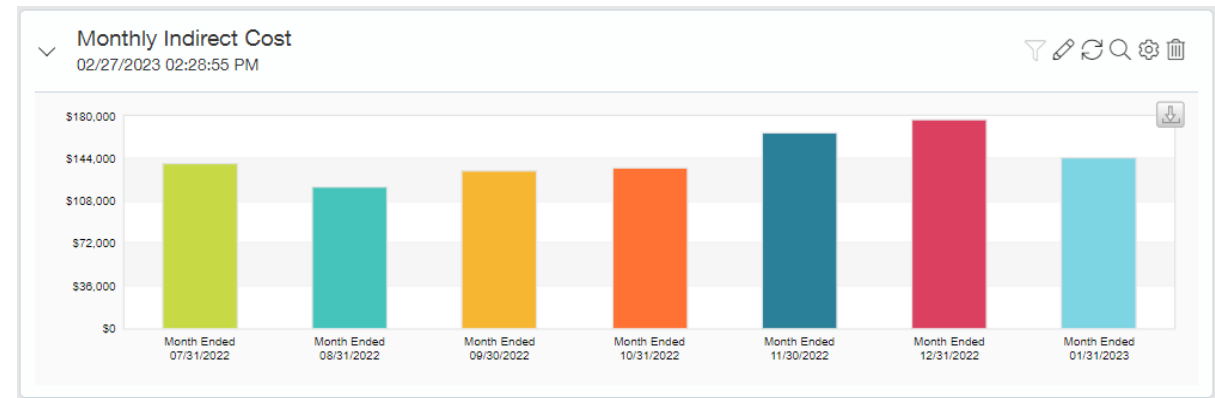


Program Income and % of Budget – Fiscal Year to Date

Program Income by Service Line
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| | Revenue Year To Date 01/31/2023 Actual | Expenses Year To Date 01/31/2023 Actual | Operating Income 01/31/2023 Actual |
|------------------------------------|---|--|--|
| Early Childhood Education Services | 5,106,505.05 | 5,353,577.17 | (247,072.12) |
| Housing Services | 2,488,600.16 | 2,485,619.21 | 2,980.95 |
| Transportation Services | 979,961.31 | 935,200.51 | 44,760.80 |
| Senior Nutrition | 130,024.99 | 156,258.61 | (26,233.62) |

Monthly Administrative Cost



Early childhood losses include-\$255,325 loss on NC Pre-K;- \$36,206 loss on Child Nutrition Program; and net gains of \$42,603 from State Wrap Around funding. Senior Nutrition losses are from cost overruns in the Congregate meals program.

WNCSource
 AFS Format - Statement of Financial Position
 As of January 31, 2023

As of Date:

01/31/2023

| | Month Ending 01/31/2023 | Month Ending 12/31/2022 | Variance | |
|--|----------------------------|----------------------------|--------------|---|
| | Actual | Actual | | |
| Total Assets | | | | |
| Current Assets | | | | |
| Unrestricted Cash | 1,864,607 | 1,978,139 | \$ (113,532) | <i>purchase of transit van \$56K for DHT; releases for operations from designated grant funds</i> |
| Restricted Cash | 166,453 | 167,004 | \$ (550) | |
| Accounts Receivable-Other | 48,655 | 44,187 | \$ 4,467 | |
| Federal and State Grant Receivables | 1,037,400 | 1,281,944 | \$ (244,543) | <i>three payrolls in December = higher receivables for December</i> |
| Prepaid Expense | 131,585 | 128,402 | \$ 3,182 | |
| Total Current Assets | 3,248,700 | 3,599,676 | \$ (350,976) | |
| Noncurrent Assets | | | | |
| Property and Equipment | 4,617,631 | 4,644,725 | \$ (27,094) | <i>accumulated depreciation</i> |
| Endowment and Investments | 60,246 | 60,245 | \$ - | |
| Notes Receivable | 366,481 | 366,482 | \$ - | |
| Investments | 70,278 | 70,278 | \$ - | |
| Total Noncurrent Assets | 5,114,636 | 5,141,730 | \$ (27,094) | |
| Total Total Assets | 8,363,336 | 8,741,406 | \$ (378,070) | |
| Total Liabilities and Net Assets | | | | |
| Total Liabilities | | | | |
| Current Liabilities | | | | |
| Accounts Payable-Trade | 237,878 | 330,580 | \$ (92,702) | |
| Misc Accounts Payable and Accrued Expenses | 73,970 | 79,344 | \$ (5,374) | |
| Self-Insurance Payable | 570,263 | 570,263 | \$ - | |
| Accrued Annual Leave | 211,153 | 211,153 | \$ - | |
| Accrued Payroll | 0 | 231,074 | \$ (231,074) | <i>note payroll accrued in December was reversed in January</i> |
| Housing Escrow Payable | 98,841 | 93,318 | \$ 5,523 | |
| Total Current Liabilities | 1,192,105 | 1,515,732 | \$ (323,627) | |
| Long-Term-Liabilities | | | | |
| Deferred Revenue | 366,482 | 366,482 | \$ - | |
| Long Term Debt | 1,472,320 | 1,487,179 | \$ (14,859) | <i>normal payments on long term loans</i> |
| Total Long-Term-Liabilities | 1,838,802 | 1,853,661 | \$ (14,859) | |
| Total Liabilities | 3,030,907 | 3,369,393 | \$ (338,486) | |
| Net Assets | | | | |
| Without Donor Restrictions Undesignated Net Assets | 5,073,677 | 4,563,693 | \$ 509,984 | |
| Without Donor Restrictions Designated Net Assets | 542 | 542 | \$ - | |
| With Donor Restrictions Net Assets | 297,794 | 297,794 | \$ - | |
| Change in Net Assets | (39,584) | 509,984 | \$ (549,568) | |
| Total Net Assets | 5,332,429 | 5,372,013 | \$ (39,584) | |
| Total Liabilities and Net Assets | 8,363,336 | 8,741,406 | \$ (378,070) | |