

SIUXLAND HUMAN INVESTMENT  
PARTNERSHIP, INC.

Sioux City, Iowa

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INDEPENDENT AUDITOR'S REPORTS  
FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION

June 30, 2022 and 2021

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Siouxland Human Investment Partnership, Inc.  
Sioux City, Iowa

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of Siouxland Human Investment Partnership, Inc. (SHIP) (a nonprofit organization), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of SHIP as of June 30, 2022 and 2021, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audits 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of SHIP and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.



In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about SHIP's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing our audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 SHIP's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about SHIP's ability to continue as a going concern for a reasonable period of time.



We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control matters we identified during the audit.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of revenues, expenses, and changes in net assets, changes in agency funds, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are 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 schedules of revenues, expenses, and changes in net assets, changes in agency funds, and the schedule of expenditures of federal awards are 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 January 16, 2023, on our consideration of SHIP'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 solely 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 the effectiveness of SHIP's 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 SHIP's internal control over financial reporting and compliance.

Sioux City, Iowa  
January 16, 2023

*King, Reinsch, Prosser + Co., L.L.P.*

SIOUXLAND HUMAN INVESTMENT PARTNERSHIP, INC.

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2022 AND 2021

ASSETS

	<u>2022</u>	<u>2021</u>
<b>CURRENT ASSETS:</b>		
Cash and cash equivalents	\$ 2,849,797	\$ 3,479,011
Investments	1,329,973	-
Grants receivable	908,550	876,313
Other receivables	272,845	170,281
Agency funds receivable	42,815	-
Prepaid expenses	<u>39,580</u>	<u>40,434</u>
Total current assets	<u>\$ 5,443,560</u>	<u>\$ 4,566,039</u>
<b>NONCURRENT ASSETS:</b>		
Property and equipment:		
Construction in progress	\$ 15,025	\$ -
Office furniture and equipment	26,613	26,613
Less: accumulated depreciation	<u>(23,054)</u>	<u>(17,451)</u>
Net property and equipment	\$ 18,584	\$ 9,162
Note receivable	<u>139,956</u>	<u>-</u>
Total noncurrent assets	<u>\$ 158,540</u>	<u>\$ 9,162</u>
 Total assets	 <u>\$ 5,602,100</u>	 <u>\$ 4,575,201</u>

LIABILITIES AND NET ASSETS

<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 247,462	\$ 261,021
Refundable grant advances	1,490,960	375,727
Deferred revenue	145,209	149,106
Other accrued liabilities	279,964	225,921
Agency funds payable	-	31,601
Note payable - PPP loan	<u>-</u>	<u>225,000</u>
Total current liabilities	<u>\$ 2,163,595</u>	<u>\$ 1,268,376</u>
<b>NONCURRENT LIABILITIES:</b>		
Note payable - PPP loan	<u>\$ -</u>	<u>\$ 297,590</u>
<b>NET ASSETS:</b>		
Without donor restrictions:		
Undesignated	\$ 1,550,617	\$ 1,346,347
Board designated for scholarships	225,000	-
Board designated for cash reserves	<u>1,662,888</u>	<u>1,662,888</u>
Total net assets	<u>\$ 3,438,505</u>	<u>\$ 3,009,235</u>
 Total liabilities and net assets	 <u>\$ 5,602,100</u>	 <u>\$ 4,575,201</u>

See accompanying notes to the financial statements.

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SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

STATEMENTS OF ACTIVITIES

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS:		
Revenues, gains, and support:		
Contributions:		
Federal grants	\$ 1,352,985	\$ 2,114,132
State grants	2,758,249	2,643,831
Other donations	938,276	737,997
Contract and service fees	2,049,086	1,576,168
Administration fees	29,508	7,259
Interest income	1,531	2,720
Investment income (loss), net	(290,361)	-
Gain on extinguishment of debt	522,590	-
Total revenues and support	<u>\$ 7,361,864</u>	<u>\$ 7,082,107</u>
Expenses:		
Program services	\$ 6,331,562	\$ 6,422,393
Supporting activities:		
Administration	485,248	331,630
Grant development	115,784	83,009
Total expenses	<u>\$ 6,932,594</u>	<u>\$ 6,837,032</u>
Increase in net assets without donor restrictions	\$ 429,270	\$ 245,075
Net assets at beginning of year	<u>3,009,235</u>	<u>2,764,160</u>
Net assets at end of year	<u>\$ 3,438,505</u>	<u>\$ 3,009,235</u>

SIOUXLAND HUMAN INVESTMENT PARTNERSHIP, INC.

STATEMENTS OF FUNCTIONAL EXPENSES

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>				<u>2021</u>			
	Program <u>Services</u>	<u>Supporting Activities</u>		<u>Total</u>	Program <u>Services</u>	<u>Supporting Activities</u>		<u>Total</u>
		<u>Administration</u>	<u>Grant Development</u>			<u>Administration</u>	<u>Grant Development</u>	
Expenses:								
Bad debts	\$ -	\$ -	\$ -	\$ -	\$ 7,854	\$ -	\$ -	\$ 7,854
Contracted services	278,553	3,000	22,650	304,203	422,478	-	21,400	443,878
Equipment	4,001	16,048	-	20,049	68,133	-	-	68,133
Facilities and operations	33,383	21,455	-	54,838	41,318	12,940	-	54,258
Supplies	333,352	-	-	333,352	127,015	-	-	127,015
General	389,100	68,121	-	457,221	437,804	90,899	-	528,703
Awards to subrecipients	1,154,179	-	-	1,154,179	1,295,487	-	-	1,295,487
Salaries and benefits	3,796,581	328,746	93,134	4,218,461	3,592,021	220,837	61,609	3,874,467
Training and tuition	70,377	9,964	-	80,341	22,886	6,291	-	29,177
Travel	83,776	762	-	84,538	75,490	663	-	76,153
Depreciation	5,603	-	-	5,603	5,515	-	-	5,515
Miscellaneous	182,657	37,152	-	219,809	326,392	-	-	326,392
<b>Total expenses</b>	<b><u>\$ 6,331,562</u></b>	<b><u>\$ 485,248</u></b>	<b><u>\$ 115,784</u></b>	<b><u>\$ 6,932,594</u></b>	<b><u>\$ 6,422,393</u></b>	<b><u>\$ 331,630</u></b>	<b><u>\$ 83,009</u></b>	<b><u>\$ 6,837,032</u></b>



SIOUXLAND HUMAN INVESTMENT PARTNERSHIP, INC.

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Cash received from government agencies	\$ 5,338,217	\$ 4,577,510
Cash received from contracts and service fees	1,935,305	1,597,050
Cash received from other donations	801,608	556,365
Miscellaneous receipts	29,508	7,259
Interest and dividends received	14,410	2,720
Payments to suppliers and vendors	(1,649,756)	(1,585,083)
Payments for salaries and benefits	(4,164,418)	(3,841,464)
Payments to subrecipients	(1,154,179)	(1,295,487)
Net cash provided by operating activities	<u>\$ 1,150,695</u>	<u>\$ 18,870</u>
Cash flows from investing activities:		
Purchase of property and equipment	\$ (15,025)	\$ (6,177)
Note receivable, net	(139,956)	-
Purchase of investments	(1,708,916)	-
Proceeds from sale of investments	83,988	-
Net cash used by investing activities	<u>\$ (1,779,909)</u>	<u>\$ (6,177)</u>
Cash flows from financing activities:		
Proceeds from PPP note	\$ -	\$ 297,590
Net cash provided by financing activities	<u>\$ -</u>	<u>\$ 297,590</u>
Net (decrease) increase in cash and cash equivalents	\$ (629,214)	\$ 310,283
Cash and cash equivalents at beginning of year	<u>3,479,011</u>	<u>3,168,728</u>
Cash and cash equivalents at end of year	<u>\$ 2,849,797</u>	<u>\$ 3,479,011</u>

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES:

Nature of Activities - Siouxland Human Investment Partnership, Inc. (SHIP) is a not-for-profit organization located in Sioux City, Iowa providing leadership in response to identified community needs. SHIP also provides influence to engage the Siouxland area in creating a comprehensive service delivery system to support and strengthen children, families, and individuals. SHIP's Board of Directors also serves as the designated Early Childhood Iowa Local Board (ECI) for Woodbury County and Ida County and Decategorization (DCAT) Board for Woodbury County. SHIP is also the fiscal agent for these Boards and administers their programs. The Early Childhood Iowa and DCAT programs administered by SHIP are included in SHIP's basic financial statements. A description of the significant programs administered by SHIP is as follows:

Bridging and Overcoming Obstacles through Service and Training (BOOST) - Program serves individuals ages 18 to 24 who have been involved in the juvenile or adult justice systems. The program helps participants obtain their high school diploma, receive job skills training, explore and enroll in post-secondary education, acquire credentialed training, and connect with area employers for job placement and continued employment.

Beyond the Bell (BTB) - Before and after school program and summer program that serves children from Pre-K to 8th grade. The BTB programs are held at various public and parochial school locations in Sioux City, Iowa and South Sioux City, Nebraska. The program includes academic tutoring, recreation, field trips, arts and crafts, service learning, family literacy events, and other enrichment activities.

21st Century Community Learning Centers Program - Legislature initiative established to expand community learning to before and after school hours and throughout the summer that provides students with academic enrichment opportunities along with activities designed to complement the students' regular academic program by fostering educational excellence and ensuring equal access.

Division of Criminal and Juvenile Justice Planning (CJJP) - Provides juvenile justice programming in conformance with the annual Child Welfare, Juvenile Justice, and Youth Development Plan to prevent juvenile crime, provide services to juvenile offenders, and otherwise improve Iowa's juvenile justice system.

Child Welfare - Iowa Department of Human Services Decategorization (DCAT) - Decategorization initiative designed to redirect child welfare and juvenile justice funding to services which are more preventative, family-centered, and community-based in order to reduce use of more restrictive approaches.

SIUXLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED):

Early Childhood Iowa (ECI) - Program to develop the capacity and commitment for using local, informed decision making to achieve desired results for Iowa's young children and their families residing in Ida and Woodbury Counties.

Growing Community Connections (GCC) - A community collaborative in Dakota County, Nebraska that unites partners from all over the area for the single purpose of improving the quality of life and social-emotional well-being of children and families in the community.

Employer of Record - SHIP has entered into various agreements with different not-for-profit agencies. These agreements add the third-party, not-for-profit employees to SHIP's payroll, allowing the third-party, not-for-profit employees to obtain insurance and benefits through SHIP.

JCS School Liaisons - Provides programming to assist high-risk youth in achieving positive self-improvement, accountability, and judgement that will enhance community safety. The specialized school credit-recovery program is utilized to engage youth and promote graduation.

ICAPP Parent Development - Programming to serve those with the highest risk for child abuse and/or maltreatment through family support services, parent education, and evidence-based therapy. Services provided in Woodbury, Emmet, Palo Alto, and Dickinson Counties.

ICAPP Native Resilient Communities - Program designed to address the health and racial disparities impacting child welfare outcomes of the Native American community in Woodbury County.

SHIP has entered into various agency agreements with different governmental and not-for-profit agencies. These transactions have been recorded as Agency funds. Agency funds represent assets entrusted to SHIP only for the purpose of receiving, holding, and disbursing such funds according to the depositor's intentions.

Iowa Department of Human Services Decategorization (DCAT) - In addition to the program services discussed above, SHIP also administers DCAT Agency funds.

Juvenile Court Services of the Third Judicial District (JCS) - Pursuant to a 28E agreement with Woodbury County, SHIP is responsible for payment of claims submitted and approved by JCS for services and programs rendered by subcontractors. In addition, pursuant to a 28E agreement with JCS, SHIP is responsible for claims submitted by JCS to the State of Iowa.

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED):

Sky Ranch Behavioral Services - Provides preventative services, delivered by mental health and substance abuse specialists, to juveniles and their families prior to placement in an effort to eliminate the need for out of home placement.

Urban Native Center - A community center that serves as an inter-tribal resource for the Siouland Community for both Native and non-Native community members. Individual and community services include cultural, spiritual, educational, and behavioral support through programming, events, and ceremonies.

Basis of Accounting - The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

Basis of Presentation - SHIP reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

*Net Assets Without Donor Restrictions* - Net assets that are not subject to donor-imposed restrictions.

*Net Assets With Donor Restrictions* - Net assets subject to donor-imposed restrictions. Some donor restrictions are temporary in nature; such as those that will be met by the passage of time or other events specified by the donor. Other donor restrictions are perpetual in nature, where by the donor has stipulated the resources be maintained in perpetuity.

Cash and Cash Equivalents - For purposes of the statement of cash flows, SHIP considers all highly liquid investments with an initial maturity of three months or less upon acquisition to be cash equivalents.

Grants Receivable - Grants receivable represent consideration from grantors and other sources of which SHIP has an unconditional right to receive. Grants receivable are stated at the amounts management expects to collect from the outstanding balances. As of June 30, 2022 and 2021, management determined based on historical experience, that all amounts are collectible and no allowance for doubtful accounts is necessary.

Other Receivables - Other receivables are stated at the amounts management expects to collect from outstanding balances. Balances that are still outstanding after management has used reasonable collection efforts are written off. As of June 30, 2022 and 2021, no allowance has been recorded.

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED):

Contributions - Contributions received are recorded as increases in net assets with or without donor restrictions depending on the existence and/or nature of any donor restrictions. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the contribution is received. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Revenue Recognition - SHIP's revenues from contracts with customers include Beyond the Bell services, Employer of Record services, and administration fees, which are recognized at the time each service (performance obligation) is performed. Payments received in advance of the performance obligation are recorded as deferred revenue until the performance obligation is met.

Beyond the Bell - Parents sign a child care services contract with SHIP to provide services based on the service fee rates. These services are recognized at the time the service is provided/performed and are billed weekly. Parents are eligible for reduced service fees if they meet certain eligibility criteria. These services are subsidized by third-party providers (i.e. Department of Human Services). The subsidized services are billed to the third-party monthly.

Employer of Record - Third-party not-for-profit agencies sign a contract with SHIP to add the third-party employees to SHIP's payroll to allow their employees to obtain insurance and benefits through SHIP. SHIP charges the third-party not-for-profit agencies a fee for this service, which is recognized at the time the service is provided/performed and is billed monthly.

Administration Fees - Various governmental and not-for-profit agencies sign service agreements for SHIP to provide financial administration of their assets. These services are recognized at the time the service is provided/performed and are billed monthly.

Compensated Absences - SHIP accumulates the amount of earned but unused vacation payable to employees. The amount of compensated absences are recorded as a liability and included in the other accrued liabilities on the statements of financial position. The compensated absences liability at June 30, 2022 and 2021 was \$35,445 and \$35,628, respectively.

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 1 - NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED):

Income Taxes - The entity is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code. As such, income earned in the performance of their exempt purpose is not subject to income tax and accordingly, the financial statements do not reflect a provision for income taxes.

Property and Equipment - Equipment acquired by SHIP is considered to be owned by SHIP. Equipment acquired by subcontractors is considered to be owned by the subcontractor or granting agency if required by the grant. Equipment is recorded at cost or if donated, at the estimated fair value at the time of donation. Project costs during the planning and construction phases are capitalized to construction in progress and begin depreciating once the project is completed and placed in service. Depreciation is computed on the straight-line basis over the estimated useful lives of the assets. SHIP's policy is to capitalize all equipment acquired with a cost or estimated fair value greater than \$5,000.

Investments - Investments in equity securities with readily determinable fair value and all investments in debt securities are reported at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by the passage of time or by use) in the reporting period in which the income and gains are recognized.

Estimates - The preparation of financial statements in conformity with GAAP requires the use of estimates that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Functional Allocation of Expenses - The costs of providing SHIP's various programs and supporting activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the functions benefited. The costs that are allocated include salaries and employee benefits which are allocated on the basis of estimates of time and effort.

Subsequent Events - SHIP evaluated for subsequent events through January 16, 2023 the date the financial statements were available to be issued.

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 2 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS:

Financial assets available for general expenditure, that is, without donor restrictions limiting their use, within one year of the financial position date, comprise the following:

	<u>2022</u>	<u>2021</u>
Financial assets, at year end:		
Cash and cash equivalents	\$ 2,849,797	\$ 3,479,011
Investments	1,329,973	-
Grants receivable	908,550	876,313
Other receivables	272,845	170,281
Agency funds receivable	<u>42,815</u>	<u>-</u>
Total financial assets, at year end	<u>\$ 5,403,980</u>	<u>\$ 4,525,605</u>

As part of SHIP's liquidity management, SHIP has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. SHIP's Board adopted an operating reserve policy during the year ended June 30, 2016 to build and maintain an adequate level of reserves to support SHIP's day-to-day operations in the event of unforeseen shortfalls. In order to fund the reserve, the Board transferred carry-over funds earned by SHIP from non-grant revenue sources. During the year ended June 30, 2021, SHIP's Board adopted an amendment to the operating reserve policy to increase the operating reserve account from \$1,037,997 to \$1,662,888, a \$624,891 increase. As of June 30, 2022, there was \$1,662,888 in the operating reserve account. During the year ended June 30, 2022, SHIP's Board designated \$225,000 net assets to establish a scholarship fund. Additional funds will be transferred by Board action as needed.

NOTE 3 - INVESTMENTS:

A summary of investments at June 30, 2022 is as follows:

	<u>2022</u>	
	<u>Cost</u>	<u>Fair Value</u>
<u>Equity securities:</u>		
Common stocks/stock options	\$ 1,197,199	\$ 944,357
<u>Debt securities:</u>		
Corporate bonds	\$ 265,749	\$ 246,849
Government securities	<u>143,608</u>	<u>138,767</u>
	<u>\$ 409,357</u>	<u>\$ 385,616</u>
Total investments	<u>\$ 1,606,556</u>	<u>\$ 1,329,973</u>

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 4 - FAIR VALUE MEASUREMENTS:

The Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) has established a framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quote prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the assets or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

As of June 30, 2022, management determined that the fair value of SHIP's investments were measured using Level 1 and Level 2 inputs. The Level 2 inputs used were inputs other than quoted prices that are observable for the assets. There have been no changes in the methodology used at June 30, 2022.



SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 4 - FAIR VALUE MEASUREMENTS (CONTINUED):

The following table sets forth, by level, within the fair value hierarchy, SHIP's assets at fair value as of June 30, 2022:

	<u>Assets at Fair Value as of June 30, 2022</u>		
	<u>Level 1</u>	<u>Level 2</u>	<u>Fair Value</u>
Common stock/stock options:			
Consumer (discretionary/staples)	\$ 109,591	\$ -	\$ 109,591
Energy	37,275	-	37,275
Financials	98,703	-	98,703
Healthcare	179,703	-	179,703
Industrials/materials	159,632	-	159,632
Information technology	249,243	-	249,243
Telecommunication services	70,164	-	70,164
Utilities	27,632	-	27,632
Other	12,414	-	12,414
Total common stock/stock options	<u>\$ 944,357</u>	<u>\$ -</u>	<u>\$ 944,357</u>
Corporate bonds	<u>\$ -</u>	<u>\$ 246,849</u>	<u>\$ 246,849</u>
Government securities	<u>\$ -</u>	<u>\$ 138,767</u>	<u>\$ 138,767</u>
Total assets at fair value	<u>\$ 944,357</u>	<u>\$ 385,616</u>	<u>\$ 1,329,973</u>

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 5 - GRANTS RECEIVABLE:

Grants receivable consisted of the following at June 30, 2022 and 2021:

<u>Funding Source</u>	<u>Description</u>	<u>2022</u>	<u>2021</u>
Iowa Department of Education	21st Century Community Learning	\$ 202,225	\$ 112,842
Nebraska Department of Education	21st Century Community Learning	17,360	29,549
Iowa Department of Human Rights	CJJP	6,511	5,060
Iowa Department of Human Services	Decategorization	415,595	388,246
U.S. Department of Justice	OVW	-	1,363
U.S. Department of Labor	BOOST	21,506	47,816
United Way of Siouxland	Beyond the Bell	25,041	26,359
Sky Ranch Foundation	Sky Ranch	-	46,764
Prevent Child Abuse Iowa	ICAPP Parent Development	31,428	49,091
Prevent Child Abuse Iowa	ICAPP Native Resilient	33,831	26,194
NE Children and Families Foundation	Growing Community Connections	155,053	57,029
Coronavirus Aid, Relief, and Economic Security (CARES) and Coronavirus Response and Relief Supplemental Appropriations (CRRSA)	Beyond the Bell	-	86,000
		<u>\$ 908,550</u>	<u>\$ 876,313</u>

NOTE 6 - NOTE RECEIVABLE:

During the year ended June 30, 2022, SHIP's Board approved a \$250,000 line of credit to Sky Ranch Behavioral Services. The line of credit is non-interest bearing and is scheduled to mature June 30, 2023. As of June 30, 2022, the amount outstanding on the line of credit was \$139,956.

NOTE 7 - REFUNDABLE GRANT ADVANCES:

The balance at June 30, 2022 and 2021 consisted of:

<u>Description</u>	<u>2022</u>	<u>2021</u>
ECI and School Ready Programs	\$ -	\$ 66,072
Growing Community Connections	196,710	213,713
BTB DHS Stabilization Grants	1,275,618	-
Other program services	<u>18,632</u>	<u>95,942</u>
	<u>\$ 1,490,960</u>	<u>\$ 375,727</u>

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 8 - REVENUE FROM CONTRACTS WITH CUSTOMERS:

Contract Balances - Accounts receivable and deferred revenue from contracts with customers are as follows:

	<u>Balance at</u> <u>June 30, 2022</u>	<u>Balance at</u> <u>July 1, 2021</u>	<u>Balance at</u> <u>July 1, 2020</u>
Other receivables:			
Beyond the Bell	\$ 233,419	\$ 122,693	\$ 49,668
Sky Ranch	-	19,858	25,996
Employer of Record	9,783	22,284	65,561
Administrative services	3,580	4,685	-
BOOST - ESSER	26,063	-	-
Northwest ECI	-	761	-
	<u>\$ 272,845</u>	<u>\$ 170,281</u>	<u>\$ 141,225</u>
Deferred revenue:			
Beyond the Bell	<u>\$ 145,209</u>	<u>\$ 149,106</u>	<u>\$ 113,421</u>

Revenues by Source - The following presents the revenue disaggregated by source for the years ended June 30, 2022 and 2021:

<u>Point in Time</u>	<u>2022</u>	<u>2021</u>
Contract and service fees:		
Beyond the Bell	\$ 1,641,137	\$ 1,055,470
Sky Ranch	-	271,093
Employer of Record	336,176	247,146
Administrative services	9,900	1,698
BOOST - ESSER	58,572	-
Northwest ECI	3,301	761
Total contract and service fees	<u>\$ 2,049,086</u>	<u>\$ 1,576,168</u>
Administration fees	<u>\$ 29,508</u>	<u>\$ 7,259</u>
Total	<u>\$ 2,078,594</u>	<u>\$ 1,583,427</u>

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 9 - NOTE PAYABLE - PAYCHECK PROTECTION PROGRAM:

SHIP received \$225,000 from the Paycheck Protection Program (PPP) during 2020 and recorded the financial liability in accordance with FASB ASC 470, Debt. The loan bore interest at 1 percent. Monthly payments of \$12,662 were scheduled to begin on November 17, 2020 with a final payment on April 17, 2022. The PPP loan deferral period for payment of principal and interest was extended ten months after the end of the 24-week covered period. Based on guidance in FASB ASC 470, the proceeds from the loan remained recorded as a liability until the loan was, in part or wholly, forgiven and SHIP had been legally released. SHIP received full forgiveness of the loan during August 2021.

SHIP received a second PPP loan totaling \$297,590 during 2021 and recorded the financial liability in accordance with FASB ASC 470, Debt. The loan bore interest at 1 percent. Monthly payments of \$6,983 were scheduled to begin on June 27, 2022 with a final payment on January 27, 2026. The loan remained recorded as a liability until SHIP had been legally released. SHIP received full forgiveness on the loan during April 2022.

NOTE 10 - RETIREMENT BENEFITS:

SHIP contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost sharing multiple-employer defined benefit pension plan administered by IPERS. IPERS benefits are established under Iowa Code Chapter 97B and the administrative rules thereunder. Chapter 97B and the administrative rules are the official plan document. IPERS issues a stand-alone financial report which is available to the public by mail at IPERS, P.O. Box 9117, Des Moines, Iowa 50306-9117 or at [www.ipers.org](http://www.ipers.org).

Plan members are required to contribute 6.29 percent of their annual salary and SHIP is required to contribute 9.44 percent of annual covered payroll. Contribution requirements are established by State statute. SHIP's contributions to IPERS for the years ended June 30, 2022 and 2021, were \$266,528 and \$248,034, respectively, and were equal to the required contributions for the year.

NOTE 11 - CONCENTRATION OF CREDIT RISK:

At various times during the year ended June 30, 2022, SHIP's financial institution balance exceeded the amount insured by the Federal Deposit Insurance Corporation. SHIP has exposure on any amount that exceeds this limit, should the financial institution fail. To minimize this exposure, SHIP holds repurchase agreements for which the bank pledges government securities as collateral up to a specified dollar amount. SHIP also regularly analyzes the strength of the financial institution they use to minimize their risk.

SIOUXLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 12 - LEASE COMMITMENTS:

SHIP leases office and program space at several locations under operating leases expiring at various dates through 2027.

The following is a schedule by year of future minimum lease payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of June 30, 2022:

<u>Year Ending June</u>	<u>Amount</u>
2023	\$ 47,153
2024	48,701
2025	48,331
2026	43,178
2027	<u>40,304</u>
	<u>\$ 227,667</u>

Total rent expense was \$45,385 and \$52,810 for the years ended June 30, 2022, and 2021, respectively.

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 13 - AGENCY FUNDS:

The cash activity of the Agency funds for the years ended June 30, 2022 and 2021 are as follows:

	(Receivable) Payable Balance at June 30, 2021	Receipts	Disbursements	(Receivable) Payable Balance at June 30, 2022
DCAT - Clusters	\$ (16,416)	\$ 71,789	\$ (68,115)	\$ (12,742)
Juvenile Court Services (JCS)	21,451	2,360	(10,597)	13,214
Memorial March	3,680	2,600	(2,814)	3,466
Middle School Athletics	11,115	-	(8,392)	2,723
DCAT - Family Assistance	5,481	68,061	(73,870)	(328)
Siouxland Pride	6,162	3,325	(1,731)	7,756
Woodbury County Veterans	203	-	(306)	(103)
Sky Ranch Behavioral Services	-	265,137	(360,989)	(95,852)
FSA	(3,897)	34,395	(31,712)	(1,214)
March For Our Lives	452	-	-	452
Keep NE Beautiful	-	743	(253)	490
Urban Native Center	-	108,164	(73,565)	34,599
The Last Gift	3,370	1,650	(296)	4,724
	<u>\$ 31,601</u>	<u>\$ 558,224</u>	<u>\$ (632,640)</u>	<u>\$ (42,815)</u>

	(Receivable) Payable Balance at June 30, 2020	Receipts	Disbursements	(Receivable) Payable Balance at June 30, 2021
DCAT - Clusters	\$ (6,369)	\$ 40,199	\$ (50,246)	\$ (16,416)
Juvenile Court Services (JCS)	7,045	23,409	(9,003)	21,451
Memorial March	2,832	2,900	(2,052)	3,680
Middle School Athletics	14,953	4,811	(8,649)	11,115
DCAT - Family Assistance	1,648	52,321	(48,488)	5,481
Siouxland Pride	4,192	1,970	-	6,162
Woodbury County Veterans	479	-	(276)	203
FSA	3,833	29,422	(37,152)	(3,897)
March For Our Lives	734	15	(297)	452
Keep NE Beautiful	(544)	988	(444)	-
The Last Gift	-	3,370	-	3,370
	<u>\$ 28,803</u>	<u>\$ 159,405</u>	<u>\$ (156,607)</u>	<u>\$ 31,601</u>

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 14 - EARLY CHILDHOOD IOWA AREA BOARD:

Siouxland Human Investment Partnership is the fiscal agent and serves as an Early Childhood Iowa Area Board, an organization formed pursuant to the provisions of Chapter 256I of the Code of Iowa. The Area Board receives state grants to administer early childhood and school ready programs. Financial activity of the Area Board is presented in SHIP's basic financial statements as a program because of SHIP's role as local board operator. The Area Board's financial data for the year ended June 30, 2022 is as follows:

	Early Childhood Fund <u>(State)</u>	School Ready Fund <u>(State)</u>	<u>Total</u>
Revenues:			
State of Iowa Grants:			
Early Childhood	\$ 243,439	\$ -	\$ 243,439
Family Support, Parent Education, Preschool	-	815,675	815,675
Quality Improvement	-	<u>64,480</u>	<u>64,480</u>
Total State of Iowa Grants	\$ 243,439	\$ 880,155	\$ 1,123,594
Interest	-	<u>2</u>	<u>2</u>
Total revenues	<u>\$ 243,439</u>	<u>\$ 880,157</u>	<u>\$ 1,123,596</u>
Expenditures:			
Program services:			
Early Childhood	\$ 242,427	\$ -	\$ 242,427
Family Support, Parent Education, Preschool	-	826,581	826,581
Quality Improvement	-	<u>64,480</u>	<u>64,480</u>
Total program services	\$ 242,427	\$ 891,061	\$ 1,133,488
Administration	<u>12,172</u>	<u>44,008</u>	<u>56,180</u>
Total expenditures	<u>\$ 254,599</u>	<u>\$ 935,069</u>	<u>\$ 1,189,668</u>
Net Change	\$ (11,160)	\$ (54,912)	\$ (66,072)
Balances - Beginning of Year	<u>11,160</u>	<u>54,912</u>	<u>66,072</u>
Balances - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

No findings related to the operations of the Early Childhood Iowa Area Board were noted. The information shown above agrees to the annual report submitted by the Early Childhood Iowa Area Board to the State of Iowa for June 30, 2022. Total revenues and expenditures do not agree with SHIP's records because a different basis of accounting is used. Early childhood and school ready programs report no refundable advances as of June 30, 2022. See Note 7 for additional information on refundable advances.

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 14 - EARLY CHILDHOOD IOWA AREA BOARD (CONTINUED):

The Area Board's financial data for the year ended June 30, 2021 is as follows:

	<u>Early Childhood Fund (State)</u>	<u>School Ready Fund (State)</u>	<u>Total</u>
Revenues:			
State of Iowa Grants:			
Early Childhood	\$ 256,444	\$ -	\$ 256,444
Family Support, Parent Education, Preschool	-	795,386	795,386
Quality Improvement	-	64,614	64,614
Total State of Iowa Grants	\$ 256,444	\$ 860,000	\$ 1,116,444
Interest	5	16	21
Total revenues	<u>\$ 256,449</u>	<u>\$ 860,016</u>	<u>\$ 1,116,465</u>
Expenditures:			
Program services:			
Early Childhood	\$ 257,886	\$ -	\$ 257,886
Family Support, Parent Education, Preschool	-	829,690	829,690
Quality Improvement	-	64,614	64,614
Total program services	\$ 257,886	\$ 894,304	\$ 1,152,190
Administration	12,822	25,786	38,608
Total expenditures	<u>\$ 270,708</u>	<u>\$ 920,090</u>	<u>\$ 1,190,798</u>
Net Change	\$ (14,259)	\$ (60,074)	\$ (74,333)
Balances - Beginning of Year	25,419	114,986	140,405
Balances - End of Year	<u>\$ 11,160</u>	<u>\$ 54,912</u>	<u>\$ 66,072</u>

No findings related to the operations of the Early Childhood Iowa Area Board were noted. The information shown above agrees to the annual report submitted by the Early Childhood Iowa Area Board to the State of Iowa for June 30, 2021. Total revenues and expenditures do not agree with SHIP's records because a different basis of accounting is used. Early childhood and school ready programs report refundable advances totaling \$66,072 as of June 30, 2021. See Note 7 for additional information on refundable advances.



SIOUXLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 15 - DECATORIZATION BOARD:

SHIP is the fiscal agent and serves as the designated DCAT Board for Woodbury County, an organization formed pursuant to the provisions of Chapter 232 of the Code of Iowa. The DCAT Board receives federal and state grants to provide child welfare and juvenile justice services in the community. SHIP administers the programs and reports the financial activity as a program in their basic financial statements. The DCAT Board's financial activity administered by SHIP for the years ended June 30, 2022 and 2021 are as follows:

	2022	2021
	Child Welfare	Child Welfare
	<u>DCAT</u>	<u>DCAT</u>
Revenues:		
Contributions:		
Federal grants	\$ 20,149	\$ 30,046
State grants	<u>1,415,913</u>	<u>1,353,034</u>
Total revenues	<u>\$ 1,436,062</u>	<u>\$ 1,383,080</u>
Expenditures:		
Program services:		
Child Welfare	\$ 1,375,991	\$ 1,327,385
Administration	<u>60,071</u>	<u>55,695</u>
Total expenditures	<u>\$ 1,436,062</u>	<u>\$ 1,383,080</u>
Net Change	\$ -	\$ -
Balances - Beginning of Year	-	-
Balances - End of Year	<u>\$ -</u>	<u>\$ -</u>

NOTE 16 - RELATED PARTY TRANSACTION:

SHIP has previously contracted with a Board member to provide consulting services for the Growing Community Connections Program. Consulting contract services paid to the Board member totaled \$17,375 for the year ended June 30, 2021. Due to the Board members term ending June 30, 2021, there were no related party transactions for the year ended June 30, 2022.

SIOUXLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

NOTE 17 - PROSPECTIVE ACCOUNTING STANDARD:

In June 2020 FASB issued ASU 2020-05 *Revenue from Contracts with Customers (Topic 606) and Leases (Topic 842), Effective Dates for Certain Entities*, which delayed the effective date of the new leases standard for nonpublic NFPs that had not yet issued their financial statements reflecting the adoption. Those entities may elect to adopt the new guidance for fiscal years beginning after December 15, 2021.

In February 2016, FASB issued amended guidance for the treatment of leases in ASU 2016-02, *Leases*, which created FASB ASC Topic 842 to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities in the statement of financial position and disclosing key information about leasing arrangements. Subsequent to the issuance of ASU 2016-02, FASB has issued several additional updates to Topic 842, offering clarifications, targeted relief, and optional practical expedients. SHIP expects to adopt the guidance in Topic 842 during its year ending June 30, 2023 and is currently evaluating the impact the implementation may have on its financial position, results of operations, and cash flows.

SIOUXLAND HUMAN INVESTMENT PARTNERSHIP, INC.

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2022

	<u>BOOST</u>	<u>BOOST</u>	<u>Beyond the Bell (Sioux City &amp; Admin)</u>	<u>Beyond the Bell (Additional Funds)</u>	<u>Beyond the Bell (ESSER)</u>	<u>Beyond the Bell (South Sioux City)</u>	<u>BTB (DHS Stabilization)</u>	<u>BTB 21st Century (Bryant)</u>	<u>BTB 21st Century (Liberty)</u>	<u>BTB 21st Century (Hunt)</u>	<u>BTB 21st Century (Irving, NMS)</u>
Revenues and support:											
Contributions:											
Federal grants	\$ 243,180	\$ -	\$ 172,000	\$ -	\$ -	\$ 175,028	\$ -	\$ 124,695	\$ 5,691	\$ 68,981	\$ 264,773
State grants	-	-	-	-	-	-	31,512	-	-	-	-
Other donations	-	-	35,892	56,132	-	34,743	-	-	-	-	-
Contract and service fees	-	58,572	1,320,295	151,282	15,795	153,765	-	-	-	-	-
Administration fees	-	-	-	-	-	-	-	-	-	-	-
Interest income	-	-	-	-	-	-	-	-	-	-	-
Investment income (loss), net	-	-	-	-	-	-	-	-	-	-	-
Gain on extinguishment of debt	-	-	-	-	-	-	-	-	-	-	-
Total revenues and support	<u>\$ 243,180</u>	<u>\$ 58,572</u>	<u>\$ 1,528,187</u>	<u>\$ 207,414</u>	<u>\$ 15,795</u>	<u>\$ 363,536</u>	<u>\$ 31,512</u>	<u>\$ 124,695</u>	<u>\$ 5,691</u>	<u>\$ 68,981</u>	<u>\$ 264,773</u>
Expenses:											
Administration	\$ 20,697	\$ 7,164	\$ 138,187	\$ 1,940	\$ 7,792	\$ 31,141	\$ -	\$ 11,736	\$ 455	\$ 6,110	\$ 24,372
Contracted services	17,467	-	-	-	-	7,197	-	4,086	-	-	8,164
Equipment	-	-	-	-	-	-	-	-	-	-	-
Facilities and operations	-	-	28,616	-	-	-	2,909	-	-	-	-
Supplies	25,046	-	70,666	3,548	-	11,123	-	21,470	35	4,742	55,206
General	10,746	3,071	102,869	94,711	-	2,955	7,120	1,000	-	1,000	2,000
Awards to subrecipients	-	-	-	-	-	-	-	-	-	-	-
Salaries and benefits	171,187	48,337	1,072,932	107,215	8,003	310,968	21,070	75,138	4,396	49,404	149,802
Training and tuition	2,250	-	-	-	-	47	-	-	-	-	-
Travel	43	-	11,661	-	-	105	413	1,419	805	4,991	5,135
Depreciation	-	-	5,603	-	-	-	-	-	-	-	-
Miscellaneous	(4,256)	-	23,374	-	-	-	-	9,846	-	2,734	20,094
Total expenses	<u>\$ 243,180</u>	<u>\$ 58,572</u>	<u>\$ 1,453,908</u>	<u>\$ 207,414</u>	<u>\$ 15,795</u>	<u>\$ 363,536</u>	<u>\$ 31,512</u>	<u>\$ 124,695</u>	<u>\$ 5,691</u>	<u>\$ 68,981</u>	<u>\$ 264,773</u>
Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 74,279</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SIOUXLAND HUMAN INVESTMENT PARTNERSHIP, INC.

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2022

(CONTINUED)

	<u>CJJP</u>	<u>Child Welfare DCAT</u>	<u>Early Childhood/ School Ready</u>	<u>Employer of Record</u>	<u>Northwest ECI</u>	<u>JCS School Liaisons</u>	<u>ICAPP Parent Development</u>	<u>ICAPP Native Resilient</u>	<u>Paycheck Protection Program</u>	<u>SCCAN</u>
Revenues and support:										
Contributions:										
Federal grants	\$ 31,177	\$ 20,149	\$ -	\$ -	\$ -	\$ -	\$ 146,684	\$ 100,627	\$ -	\$ -
State grants	-	1,415,913	1,189,666	-	-	112,000	8,890	-	-	268
Other donations	-	-	600	-	-	-	-	-	-	-
Contract and service fees	-	-	-	336,176	3,301	-	-	-	-	-
Administration fees	-	-	-	-	-	-	-	-	-	-
Interest income	-	-	2	-	-	-	-	-	-	-
Investment income (loss), net	-	-	-	-	-	-	-	-	-	-
Gain on extinguishment of debt	-	-	-	-	-	-	-	-	-	-
Total revenues and support	<u>\$ 31,177</u>	<u>\$ 1,436,062</u>	<u>\$ 1,190,268</u>	<u>\$ 336,176</u>	<u>\$ 3,301</u>	<u>\$ 112,000</u>	<u>\$ 155,574</u>	<u>\$ 100,627</u>	<u>\$ -</u>	<u>\$ 268</u>
Expenses:										
Administration	\$ 2,833	\$ 60,071	\$ 56,180	\$ 31,097	\$ -	\$ -	\$ 14,240	\$ 9,312	\$ -	\$ -
Contracted services	28,344	58,983	-	-	-	-	-	33,250	-	-
Equipment	-	4,001	-	-	-	-	-	-	-	-
Facilities and operations	-	800	-	-	-	-	-	-	1,000	-
Supplies	-	-	80	-	-	-	794	18,542	-	-
General	-	132,890	5,650	1,548	-	32	-	-	-	268
Awards to subrecipients	-	-	1,052,475	-	-	-	101,704	-	-	-
Salaries and benefits	-	1,094,693	72,368	303,531	-	111,482	38,697	36,796	24,915	-
Training and tuition	-	7,800	2,500	-	-	-	-	1,977	-	-
Travel	-	48,724	1,015	-	196	486	-	-	-	-
Depreciation	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	28,100	-	-	3,105	-	139	750	-	-
Total expenses	<u>\$ 31,177</u>	<u>\$ 1,436,062</u>	<u>\$ 1,190,268</u>	<u>\$ 336,176</u>	<u>\$ 3,301</u>	<u>\$ 112,000</u>	<u>\$ 155,574</u>	<u>\$ 100,627</u>	<u>\$ 25,915</u>	<u>\$ 268</u>
Increase (decrease) in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (25,915)</u>	<u>\$ -</u>

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2022

(CONTINUED)

	<u>GCC</u>	<u>GCC</u>	<u>GCC</u>	<u>GCC</u>	<u>GCC</u>		<u>Total</u>	<u>Administration</u>	<u>Total</u>	<u>Eliminations</u>	<u>Total</u>	
	<u>Rooted in</u>	<u>Sherwood</u>	<u>GCC</u>	<u>Preschool</u>	<u>Housing</u>	<u>Community</u>	<u>Other Grants</u>					
	<u>Relationships</u>	<u>Thriving</u>	<u>FSCS</u>	<u>Development</u>	<u>Relief</u>	<u>Well Being</u>		<u>Program</u>				
		<u>Family</u>										
Revenues and support:												
Contributions:												
Federal grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,352,985	\$ -	\$ 1,352,985	\$ -	\$ 1,352,985
State grants	-	-	-	-	-	-	-	2,758,249	-	2,758,249	-	2,758,249
Other donations	122,120	16,536	78,764	140,095	23,090	413,875	4,505	926,352	11,924	938,276	-	938,276
Contract and service fees	-	-	-	-	-	-	-	2,039,186	9,900	2,049,086	-	2,049,086
Administration fees	-	-	-	-	-	-	-	-	691,949	691,949	(662,441)	29,508
Interest income	-	-	-	-	-	-	-	2	1,529	1,531	-	1,531
Investment income (loss), net	-	-	-	-	-	-	-	-	(290,361)	(290,361)	-	(290,361)
Gain on extinguishment of debt	-	-	-	-	-	-	-	-	522,590	522,590	-	522,590
Total revenues and support	\$ 122,120	\$ 16,536	\$ 78,764	\$ 140,095	\$ 23,090	\$ 413,875	\$ 4,505	\$ 7,076,774	\$ 947,531	\$ 8,024,305	\$ (662,441)	\$ 7,361,864
Expenses:												
Administration	\$ 11,102	\$ 3,000	\$ 4,186	\$ 9,874	\$ 3,076	\$ 35,367	\$ -	\$ 489,932	\$ -	\$ 489,932	\$ (489,932)	\$ -
Contracted services	26,245	11,725	28,603	245	-	54,244	-	278,553	25,650	304,203	-	304,203
Equipment	-	-	-	-	-	-	-	4,001	16,048	20,049	-	20,049
Facilities and operations	1,058	-	-	-	-	-	-	34,383	20,455	54,838	-	54,838
Supplies	-	116	925	53,525	-	67,534	-	333,352	-	333,352	-	333,352
General	1,333	-	361	24,274	-	45,400	3,872	441,100	68,121	509,221	(52,000)	457,221
Awards to subrecipients	-	-	-	-	-	-	-	1,154,179	-	1,154,179	-	1,154,179
Salaries and benefits	42,703	1,695	44,348	28,326	-	132,491	-	3,950,497	388,473	4,338,970	(120,509)	4,218,461
Training and tuition	32,744	-	329	22,730	-	-	-	70,377	9,964	80,341	-	80,341
Travel	6,935	-	12	1,121	-	715	-	83,776	762	84,538	-	84,538
Depreciation	-	-	-	-	-	-	-	5,603	-	5,603	-	5,603
Miscellaneous	-	-	-	-	20,014	78,124	633	182,657	37,152	219,809	-	219,809
Total expenses	\$ 122,120	\$ 16,536	\$ 78,764	\$ 140,095	\$ 23,090	\$ 413,875	\$ 4,505	\$ 7,028,410	\$ 566,625	\$ 7,595,035	\$ (662,441)	\$ 6,932,594
Increase (decrease) in net assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 48,364	\$ 380,906	\$ 429,270	\$ -	\$ 429,270

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

SCHEDULE OF CHANGES IN AGENCY FUNDS

FOR THE YEAR ENDED JUNE 30, 2022

	<u>Memorial March</u>	<u>DCAT Family Assistance</u>	<u>JCS</u>	<u>Middle School Athletics</u>	<u>DCAT Clusters</u>	<u>Siouxland Pride Donations</u>	<u>Woodbury County Veterans</u>	<u>FSA</u>	<u>Urban Native Center</u>	<u>Keep NE Beautiful</u>	<u>The Last Gift</u>	<u>Sky Ranch Behavioral Services</u>	<u>Total Agency</u>
<b>Additions:</b>													
Revenues	<u>\$ 2,600</u>	<u>\$ 76,458</u>	<u>\$ 2,360</u>	<u>\$ -</u>	<u>\$ 107,359</u>	<u>\$ 3,325</u>	<u>\$ 103</u>	<u>\$ 32,919</u>	<u>\$ 110,572</u>	<u>\$ 743</u>	<u>\$ 1,650</u>	<u>\$ 405,011</u>	<u>\$ 743,100</u>
<b>Deductions:</b>													
Administration	\$ -	\$ 3,645	\$ -	\$ 400	\$ 5,195	\$ -	\$ -	\$ 1,568	\$ 1,558	\$ 23	\$ 9	\$ 14,374	\$ 26,772
Bad debt	-	-	-	-	-	-	-	-	-	-	-	2,859	2,859
Contracted services	-	-	-	7,992	3,373	-	-	4,850	26,799	-	-	2,690	45,704
Facilities and operations	-	-	-	-	-	-	-	-	-	-	-	9,765	9,765
Supplies	-	-	-	-	-	-	-	-	-	-	-	7,140	7,140
General expenses	2,815	72,803	8,861	-	95,375	1,730	306	26,501	46,850	230	287	43,807	299,565
Salaries and benefits	-	-	-	-	2,744	-	-	-	-	-	-	310,902	313,646
Training and tuition	-	-	-	-	-	-	-	-	-	-	-	30	30
Travel	-	-	-	-	2,429	-	-	-	-	-	-	10,156	12,585
Miscellaneous	-	-	-	-	-	-	-	-	800	-	-	3,288	4,088
Total deductions	<u>\$ 2,815</u>	<u>\$ 76,448</u>	<u>\$ 8,861</u>	<u>\$ 8,392</u>	<u>\$ 109,116</u>	<u>\$ 1,730</u>	<u>\$ 306</u>	<u>\$ 32,919</u>	<u>\$ 76,007</u>	<u>\$ 253</u>	<u>\$ 296</u>	<u>\$ 405,011</u>	<u>\$ 722,154</u>
Net increase (decrease)	<u>\$ (215)</u>	<u>\$ 10</u>	<u>\$ (6,501)</u>	<u>\$ (8,392)</u>	<u>\$ (1,757)</u>	<u>\$ 1,595</u>	<u>\$ (203)</u>	<u>\$ -</u>	<u>\$ 34,565</u>	<u>\$ 490</u>	<u>\$ 1,354</u>	<u>\$ -</u>	<u>\$ 20,946</u>

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

SCHEDULE OF FUNDS RECEIVED AND DISBURSED

FOR THE YEAR ENDED JUNE 30, 2022

	<u>Total Program and Administration</u>	<u>Total Agency</u>	<u>Total</u>
Additions:			
Revenues and support	\$ 7,361,864	\$ 743,100	\$ 8,104,964
Total additions	<u>\$ 7,361,864</u>	<u>\$ 743,100</u>	<u>\$ 8,104,964</u>
Deductions:			
Administration	\$ -	\$ 26,772	\$ 26,772
Bad debt	-	2,859	2,859
Contracted services	304,203	45,704	349,907
Equipment	20,049	-	20,049
Facilities and operations	54,838	9,765	64,603
Supplies	333,352	7,140	340,492
General expenses	457,221	299,565	756,786
Awards to subrecipients	1,154,179	-	1,154,179
Salaries and benefits	4,218,461	313,646	4,532,107
Training and tuition	80,341	30	80,371
Travel	84,538	12,585	97,123
Depreciation	5,603	-	5,603
Miscellaneous	219,809	4,088	223,897
Total deductions	<u>\$ 6,932,594</u>	<u>\$ 722,154</u>	<u>\$ 7,654,748</u>
Net	<u>\$ 429,270</u>	<u>\$ 20,946</u>	<u>\$ 450,216</u>

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2022

<u>Federal Grantor/Pass-Through Grantor/Program</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Passed Through to Subrecipients</u>	<u>Total Federal Expenditures</u>
<b>Direct:</b>				
U.S. Department of Labor - Employment and Training Administration:				
Re-entry Employment Opportunities	17.270	YF-32161-18-60-A-19	\$ -	\$ 243,180
Total Direct			\$ -	\$ 243,180
<b>Indirect:</b>				
U.S. Department of Justice:				
Indirect Through Iowa Department of Human Rights:				
Juvenile Justice and Delinquency Prevention	16.540	03-JD19-20F 03-JD20-21F	\$ -	\$ 31,177
U.S. Department of Education:				
Indirect Through Iowa Department of Education:				
Twenty-First Century Community Learning Centers	84.287	C11, C14, C15, C16 -SHIP	\$ -	\$ 464,140
Indirect Through Nebraska Department of Education:				
Twenty-First Century Community Learning Centers	84.287	SSC-BTB-SHIP	-	175,028
Total Twenty-First Century Community Learning Centers			\$ -	\$ 639,168
U.S. Department of Health and Human Services:				
Indirect Through Iowa Department of Human Services:				
Promoting Safe and Stable Families	93.556	DCATI 1-17-043 DCATI 1-18-032	\$ -	\$ 20,149
Promoting Safe and Stable Families	93.556	ACFS 21-035, 21-064, 21-065, 21-066, 21-067	75,068	189,102
Total promoting Safe and Stable Families			\$ 75,068	\$ 209,251
Temporary Assistance for Needy Families	93.558	ACFS 21-035, 21-064, 21-065, 21-066, 21-067	\$ 12,835	\$ 32,333
Child Abuse and Neglect State Grants	93.669	ACFS 21-035, 21-064, 21-065, 21-066, 21-067	\$ 10,272	\$ 25,876
Child Care and Development Fund Cluster:				
COVID-19 Child Care and Development Block Grant	93.575	CRRSA	\$ -	\$ 172,000
Total U.S. Department of Health and Human Services			\$ 98,175	\$ 439,460
Total Indirect			\$ 98,175	\$ 1,109,805
Total			\$ 98,175	\$ 1,352,985



SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2022

NOTE 1 - BASIS OF PRESENTATION:

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Siouxland Human Investment Partnership, Inc. and federal award activity of the Decategorization Board for Woodbury County under programs of federal government for the year ended June 30, 2022. 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)*. Because the Schedule presents only a selected portion of the operations of Siouxland Human Investment Partnership, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Siouxland Human Investment Partnership, Inc.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Expenditures reported in the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 - INDIRECT COST RATE:

Siouxland Human Investment Partnership, Inc. has elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance unless otherwise restricted by federal funding opportunity parameters.



INDEPENDENT AUDITOR'S 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*

To the Board of Directors  
Siouxland Human Investment Partnership, Inc.

We have audited, in accordance with the 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 Siouxland Human Investment Partnership, Inc. (SHIP) (a nonprofit organization), which comprise the statement of financial position as of June 30, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 16, 2023.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered SHIP's internal control over financial reporting (internal control) as a basis for designing 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 SHIP's internal control. Accordingly, we do not express an opinion on the effectiveness of SHIP'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 or significant deficiencies may exist that were not identified.



## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether SHIP'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 financial statements. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sioux City, Iowa  
January 16, 2023

*King, Reinsch, Prosser & Co., L.L.P.*



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

To the Board of Directors  
Siouxland Human Investment Partnership, Inc.

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Siouxland Human Investment Partnership, Inc.'s (SHIP) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of SHIP's major federal programs for the year ended June 30, 2022. SHIP's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, SHIP 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 June 30, 2022.

***Basis for Opinion on Each Major Federal Program***

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of SHIP and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of SHIP's compliance with the compliance requirements referred to above.



### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to SHIP's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on SHIP's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about SHIP's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding SHIP's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of SHIP's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 SHIP's internal control over compliance. Accordingly, no such opinion is expressed.



We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance we discovered in the audit.

### **Report on 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 a 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 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Sioux City, Iowa  
January 16, 2023

*King, Reinsch, Prosser & Co., L.L.P.*

SIouxLAND HUMAN INVESTMENT PARTNERSHIP, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2022

Part I: Summary of Auditor's Results:

- (a) The auditor's report expresses an unmodified opinion on whether the financial statements of Siouxland Human Investment Partnership, Inc. were prepared in accordance with GAAP.
- (b) No material weaknesses in internal control over financial reporting were disclosed by the audit of the financial statements.
- (c) No instances of noncompliance material to the financial statements of Siouxland Human Investment Partnership, Inc., which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- (d) No material weaknesses in internal control over Siouxland Human Investment Partnership, Inc.'s major federal award program were disclosed by the audit.
- (e) The auditor's report on compliance for the major federal program for Siouxland Human Investment Partnership, Inc. expresses an unmodified opinion on the major federal program.
- (f) The audit disclosed no audit findings which are required to be reported in accordance with 2 CFR Section 200.516(a).
- (g) The program tested as major was:

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
Twenty-First Century Community Learning Centers	84.287	<u>\$ 639,168</u>

- (h) The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
- (i) Siouxland Human Investment Partnership, Inc. qualified as a low-risk auditee.

Part II: Findings Related to the Financial Statements:

No matters were reported.

Part III: Findings and Questioned Costs for Federal Awards:

No matters were reported.