

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas

Independent Auditors' Report and
Financial Statements with
Supplementary Information

For the Years Ended
December 31, 2020 and 2019

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas

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JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Board of Directors
Panhandle Community Services
Amarillo, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of Panhandle Community Services (a nonprofit organization), which comprise the statements of financial position as of December 31, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. 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. 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 Organization'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 Organization'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 opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Panhandle Community Services as of December 31, 2020 and 2019, 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.

Other Matters*Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying 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* and the State of Texas Uniform Grants Management Standards, Single Audit Circular, is presented for purposes of additional analysis and is not a required part of the financial statements. The combining schedule of activities (presented on Pages 17-23) and Financial Data Schedule (presented on pages 24-28) are prepared for 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 information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 31, 2021, on our consideration of Panhandle Community Services' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Panhandle Community Services' 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 Panhandle Community Services' internal control over financial reporting and compliance.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

August 31, 2021
Chanute, Kansas

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Statements of Financial Position

December 31, 2020 and 2019

	2020	2019
<u>ASSETS</u>		
Current Assets:		
Cash and Cash Equivalents	\$ 4,486,958.45	\$ 3,796,497.69
Investments	46,115.63	45,886.22
Accounts Receivable, Net	1,433,863.62	590,046.98
Prepaid Expense	16,983.87	116,001.63
Total Current Assets	<u>5,983,921.57</u>	<u>4,548,432.52</u>
Capital Assets, Net	<u>3,965,372.68</u>	<u>2,550,177.52</u>
TOTAL ASSETS	<u>\$ 9,949,294.25</u>	<u>\$ 7,098,610.04</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 413,608.13	\$ 517,200.84
Accrued Payroll	167,819.41	153,932.01
Accrued Annual Leave	27,738.43	31,227.47
Accrued Liabilities	-	23,526.60
Accrued Payroll Withholdings	55,348.73	52,895.46
Refundable Grant Advance	196,405.39	57,011.77
Total Current Liabilities	<u>860,920.09</u>	<u>835,794.15</u>
TOTAL LIABILITIES	<u>860,920.09</u>	<u>835,794.15</u>
<u>NET ASSETS</u>		
Without Donor Restrictions	6,496,543.03	4,808,548.76
With Donor Restrictions	<u>2,591,831.13</u>	<u>1,454,267.13</u>
TOTAL NET ASSETS	<u>9,088,374.16</u>	<u>6,262,815.89</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 9,949,294.25</u>	<u>\$ 7,098,610.04</u>

The accompanying notes are an integral part of the financial statements.

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Statements of Activities

For the Years Ended December 31, 2020 and 2019

CHANGES IN NET ASSETS	2020	2019
Changes in Net Assets without Donor Restrictions:		
Support and Revenues		
Contributions	\$ 11,436,443.39	\$ 7,886,060.69
Interest Income	17,665.89	17,431.10
Program Income	1,489,149.06	2,070,637.88
Other Income	120,276.21	83,606.50
Gain /(Loss) on Sale of Assets	-	12,200.00
Total Support and Revenues without Donor Restrictions	<u>13,063,534.55</u>	<u>10,069,936.17</u>
Expenses:		
Program Services		
Emergency Assistance	4,354,357.30	3,488,943.85
Community Services	1,055,550.17	460,584.59
Housing Services	9,615,485.41	10,236,946.84
Weatherization Services	452,520.56	373,730.39
Senior Activities	161,551.56	171,406.96
Transportation Services	3,888,546.02	3,718,817.38
Supporting Activities		
General and Administration	1,576,773.46	1,471,838.91
Fundraising	62,688.46	102,224.97
Total Expenses	<u>21,167,472.94</u>	<u>20,024,493.89</u>
Net Assets Released From Restrictions through Satisfaction of Program Restrictions	<u>9,834,226.16</u>	<u>10,713,994.22</u>
Increase (Decrease) in Net Assets without Donor Restrictions	<u>1,730,287.77</u>	<u>759,436.50</u>
Changes in Net Assets with Donor Restrictions:		
Support:		
Contributions	10,929,496.66	10,605,689.63
Other Income	-	38,171.38
Net Assets Released From Restrictions Through Satisfaction of Program Restrictions	<u>(9,834,226.16)</u>	<u>(10,713,994.22)</u>
Net Increase (Decrease) in Net Assets with Donor Restrictions	<u>1,095,270.50</u>	<u>(70,133.21)</u>
 INCREASE (DECREASE) IN NET ASSETS	 <u>2,825,558.27</u>	 <u>689,303.29</u>
 NET ASSETS, BEGINNING OF THE YEAR	 <u>6,262,815.89</u>	 <u>5,573,512.60</u>
 NET ASSETS, END OF THE YEAR	 <u>\$ 9,088,374.16</u>	 <u>\$ 6,262,815.89</u>

The accompanying notes are an integral
part of the financial statements.

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Statement of Functional Expenses

For the Year Ended December 31, 2020

	Program Services				
	Emergency Assistance	Community Services	Housing Services	Weatherization Services	Senior Activities
Expenses					
Salary and Fringe	\$ 530,420.24	\$ 335,095.53	\$ 501,500.21	\$ 135,396.17	\$ 145,795.61
Advertising	401.00	643.21	748.75	282.00	-
Assistance Payments	3,698,109.60	668,969.62	8,666,071.33	-	-
Depreciation Expense	980.44	543.93	1,997.28	-	-
Fees Expense	-	216.00	71,574.13	-	272.00
Insurance	-	-	-	15,649.05	3,223.25
Occupancy Expenses	260.36	2,085.00	2,997.43	1,054.93	-
Other Expenses	2,029.51	1,581.87	204,656.60	271,453.07	8,243.16
Professional Services	87,460.49	31,032.87	137,572.15	24,909.77	30.25
Repairs and Maintenance	621.59	339.01	391.95	2,235.15	-
Supplies	11,001.41	6,431.66	21,129.43	1,540.42	2,748.60
Taxes & Licenses	-	-	-	-	-
Travel	23,072.66	8,611.47	6,846.15	-	1,238.69
Total Expenses	\$ 4,354,357.30	\$ 1,055,550.17	\$ 9,615,485.41	\$ 452,520.56	\$ 161,551.56

	Transportation Services	Total Program Services	Supporting Activities		Total Organization Services
			General and Administration	Fundraising	
Expenses					
Salary and Fringe	\$ 2,242,694.60	\$ 3,890,902.36	\$ 614,534.23	\$ 24,906.40	\$ 4,530,342.99
Advertising	-	2,074.96	1,807.25	73.20	3,955.41
Assistance Payments	(97.00)	13,033,053.55	29,382.58	-	13,062,436.13
Depreciation Expense	383,505.89	387,027.54	73,454.07	2,975.00	463,456.61
Fees Expense	245.92	72,308.05	42,407.43	1,717.56	116,433.04
Insurance	236,841.87	255,714.17	66,290.72	2,684.87	324,689.76
Occupancy Expenses	47,256.51	53,654.23	182,354.90	7,385.64	243,394.77
Other Expenses	345,876.85	833,841.06	43,357.61	1,756.05	878,954.72
Professional Services	185,491.33	466,496.86	378,459.20	15,328.15	860,284.21
Repairs and Maintenance	403,688.86	407,276.56	76,840.54	3,112.15	487,229.25
Supplies	40,118.64	82,970.16	59,857.12	2,424.30	145,251.58
Taxes & Licenses	2,302.92	2,302.92	-	-	2,302.92
Travel	619.63	40,388.60	8,027.81	325.14	48,741.55
Total Expenses	\$ 3,888,546.02	\$ 19,528,011.02	\$ 1,576,773.46	\$ 62,688.46	\$ 21,167,472.94

The accompanying notes are an integral part of the financial statements.

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Statement of Functional Expenses

For the Year Ended December 31, 2019

	Program Services				
	Emergency Assistance	Community Services	Housing Services	Weatherization Services	Senior Activities
Expenses					
Salary and Fringe	\$ 497,718.41	\$ 291,881.87	\$ 432,304.27	\$ 83,169.90	\$ 130,600.20
Advertising	-	1,034.30	400.25	137.99	-
Assistance Payments	2,910,847.87	58,818.01	9,384,060.03	-	-
Depreciation Expense	873.01	436.50	1,997.28	214.85	-
Fees Expense	-	24.52	31,247.56	-	325.00
Insurance	-	-	-	12,112.82	4,160.75
Occupancy Expenses	10,879.45	8,242.12	10,434.92	3,394.10	8,508.12
Other Expenses	1,963.36	1,383.82	179,202.51	262,884.24	17,772.98
Professional Services	44,332.11	61,056.59	141,995.16	2,330.38	74.05
Repairs and Maintenance	734.13	347.61	510.98	857.27	-
Supplies	16,729.02	8,222.33	40,218.27	1,409.09	6,474.87
Taxes & Licenses	-	-	-	-	-
Travel	4,866.49	29,136.92	14,575.61	7,219.75	3,490.99
Total Expenses	\$ 3,488,943.85	\$ 460,584.59	\$ 10,236,946.84	\$ 373,730.39	\$ 171,406.96

	Transportation Services	Total Program Services	Supporting Activities		Total Organization Services
			General and Administration	Fundraising	
Expenses					
Salary and Fringe	\$ 1,998,087.34	\$ 3,433,761.99	\$ 472,733.63	\$ 32,833.20	\$ 3,939,328.82
Advertising	200.74	1,773.28	906.58	62.97	2,742.83
Assistance Payments	-	12,353,725.91	17,576.27	1,220.74	12,372,522.92
Depreciation Expense	264,096.37	267,618.01	68,448.42	4,754.01	340,820.44
Fees Expense	4,121.24	35,718.32	26,553.73	1,844.26	64,116.31
Insurance	215,924.50	232,198.07	40,237.39	2,794.64	275,230.10
Occupancy Expenses	58,771.50	100,230.21	164,020.13	11,391.84	275,642.18
Other Expenses	570,716.89	1,033,923.80	64,463.11	4,477.22	1,102,864.13
Professional Services	216,138.39	465,926.68	449,142.42	31,194.70	946,263.80
Repairs and Maintenance	364,811.62	367,261.61	54,473.68	3,783.41	425,518.70
Supplies	12,616.81	85,670.39	61,735.93	4,287.80	151,694.12
Taxes & Licenses	2,486.63	2,486.63	210.39	14.61	2,711.63
Travel	10,845.35	70,135.11	51,337.23	3,565.57	125,037.91
Total Expenses	\$ 3,718,817.38	\$ 18,450,430.01	\$ 1,471,838.91	\$ 102,224.97	\$ 20,024,493.89

The accompanying notes are an integral part of the financial statements.

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Statements of Cash Flows
For the Years Ended December 31, 2020 and 2019

	2020	2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets	\$ 2,825,558.27	\$ 689,303.29
Adjustments to Reconcile Increase in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation Expense	463,456.61	340,820.44
(Gain)/ Loss on Sale of Assets	-	(12,200.00)
(Increase) Decrease in----		
Grant and Contracts Receivable	(843,816.64)	462,957.76
Prepaid Expense	99,017.76	(54,684.23)
Increase (Decrease) in----		
Accounts Payable	(103,592.71)	265,655.76
Accrued Payroll	13,887.40	(11,144.44)
Accrued Annual Leave	(3,489.04)	(6,551.43)
Accrued Liabilities	(23,526.60)	16,835.48
Accrued Payroll Withholdings	2,453.27	12,397.51
Refundable Grant Advance	139,393.62	52,268.64
	<hr/>	<hr/>
TOTAL ADJUSTMENTS	(256,216.33)	1,066,355.49
	<hr/>	<hr/>
Net Cash Provided (Used) by Operating Activities	2,569,341.94	1,755,658.78
	<hr/>	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Capital Assets	(1,878,651.77)	(288,920.14)
Proceeds from the Sale of Capital Assets	-	12,200.00
Re-investment of Interest Income	(229.41)	(995.24)
	<hr/>	<hr/>
Net Cash Provided by (Used in) Investing Activities	(1,878,881.18)	(277,715.38)
	<hr/>	<hr/>
Net Increase (Decrease) in Cash and Cash Equivalents	690,460.76	1,477,943.40
Cash and Cash Equivalents, Beginning of the Year	3,796,497.69	2,318,554.29
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Cash and Cash Equivalents, End of the Year	\$ 4,486,958.45	\$ 3,796,497.69
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The accompanying notes are an integral
part of the financial statements.

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Notes to the Financial Statements

December 31, 2020 and 2019

1. NATURE OF ACTIVITIES

Panhandle Community Services (the “Organization”) is a nonprofit organization established in 1965 which serves the economically and socially disadvantaged persons throughout the northern 26 counties of the Texas Panhandle.

The Organization provides services to stimulate a better focusing of all available local, state, federal and private resources upon the goal of enabling low income families and individuals to attain the skills, knowledge, motivations and to secure the opportunities needed for them to become more fully self-sufficient. The Organization administers the following major sources of revenue to meet the needs of the area it serves: Comprehensive Energy Assistance Programs, Weatherization Assistance, Low-Income Home Energy Assistance Programs, Community Services Block Grant Programs, Retired and Senior Volunteer Program, Transportation, Housing and Urban Development, and others. Expenses are broken down by program services. The following is a description of the program services:

Emergency Assistance – Provides utility assistance to low-income individuals to assist them with energy bills, including gas, electric, and Propane.

Community Services – Provides a variety of services to reduce poverty and empower low-income families to become self-sufficient.

Housing Services – Provides rental assistance to help low-income families afford decent, safe, and sanitary rental housing.

Weatherization Services – Provides services to help low-income people improve residential energy efficiency.

Senior Activities – Provides assistance in engaging persons 55 and over to meet critical community needs while enriching the lives of volunteers.

Transportation Services – Provides transportation in non-urban areas.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Organization’s policy is to prepare its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (US GAAP). Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor imposed restrictions. Accordingly, Panhandle Community Services’ net assets and changes thereto are classified and reported as follows:

Net assets without donor restrictions – consists of amounts that are available for use in carrying out the activities of Panhandle Community Services and are not subject to donor-imposed restrictions.

2. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Basis of Accounting (continued)

Net assets with donor restrictions – Net assets subject to donor or certain grantor imposed restrictions. Some donor-imposed 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-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. We report contributions restricted by donors 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 revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Liquidity

Assets are presented in the accompanying statement of financial position according to their nearness of conversion to cash and liabilities according to the nearness of their maturity and resulting use of cash.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, cash and cash equivalents include all highly liquid instruments with a maturity of three months or less when acquired.

Allowance for Doubtful Accounts

Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. The Organization provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of their grantors to meet their obligations. Receivables are considered impaired if full payments are not received in accordance with the contractual terms. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected.

Capital Assets

It is the Organization's policy to capitalize capital assets with a useful life of more than one year and a value over \$5,000.00. Capital assets are stated at cost, if purchased, and at fair value at the date of donation, if donated. Such items acquired under grants from Federal and state sources are considered to be owned by the Organization while used in the programs for which they are purchased or in programs authorized in the future. However, the funding source has a reversionary interest in the property. Property and equipment purchased or donated to the corporate account are depreciated based on estimated useful lives using the straight-line method as follows:

Buildings and Improvements	5-30 Years
Furniture and Equipment	5-7 Years
Vehicles	5 Years

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Restricted contributions are required to be reported as temporarily restricted support and are then reclassified to unrestricted net assets upon expiration of the donor restrictions. If a restriction is satisfied in the same period the contribution is received, the contribution is reported as unrestricted.

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.

Income Taxes

The Organization is exempt from Federal income taxes under IRS Code Section 501(c)(3). In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

In-Kind Goods/Services

The Organization receives donated goods and services as part of its programs. In-kind contributions are shown both as support and expenditures in these programs, and are recorded at the fair value of the goods or services at the time of donation. Amounts included are only those allowable under generally accepted accounting principles.

Allocated Costs

The Organization allocates its expenses on a functional basis among its various programs and support activities. Expenses that can be identified with a specific program and support activity are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated using various allocation methods.

3. CONCENTRATION OF CREDIT RISK

At December 31, 2020, the Organization's carrying amount of deposits was \$4,486,958.45 and the bank balance was \$4,750,541.15. The bank balance was held by six banks resulting in a concentration of credit risk. Of the bank balance, \$513,780.70 was covered by FDIC insurance, \$871,298.04 was covered with securities pledged, and the remaining \$3,365,462.41 was considered unsecured at year end.

At December 31, 2019, the Organization's carrying amount of deposits was \$3,796,497.69 and the bank balance was \$3,908,938.93. The bank balance was held by six banks resulting in a concentration of credit risk. Of the bank balance, \$512,564.19 was covered by FDIC insurance, \$685,825.60 was covered with securities pledged, and the remaining \$2,710,549.14 was considered unsecured at year end.

4. INVESTMENTS

The Organization had invested \$46,115.63 and \$45,886.22 at December 31, 2020 and 2019, respectively in the TexPool. The investment pool is under the oversight of the State of Texas Comptroller of Public Accounts. Federated Investors is the full service provider to the pools managing the assets, providing participant services, and arranging for all custody and other functions in support of the pools operations under a contract with the Comptroller. TexPool investments consist exclusively of U.S. Government securities, repurchase agreements collateralized by U.S. Government securities, and AAA-rated no-load money market mutual funds. TexPool Prime invests in the same as the TexPool as well as commercial paper and certificates of deposits.

TexPool does not have any limitations and restrictions on withdrawals such as notice periods or maximum transaction amounts. These pools do not impose any liquidity fees or redemption gates.

5. FAIR VALUE MEASUREMENTS

The framework for measuring fair value 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) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1. Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2. Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted 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 asset 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.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2020.

5. FAIR VALUE MEASUREMENTS (Continued)

Local Government Investment Pool: TexPool uses amortized cost rather than fair value to report net position to compute share prices. The fair value of the position in TexPool is the same as the value of TexPool shares. Accordingly, the Organizations investments in TexPool are stated at cost, which approximates fair value. TexPool is currently rated AAAM by Standard and Poor's. This rating indicates excellent safety and a superior capacity to maintain principal value and limit exposure to risk.

	December 31, 2020			
	Level 1	Level 2	Level 3	Total
TexPool	\$ - -	\$ - -	\$ 46,115.63	\$ 46,115.63

	December 31, 2019			
	Level 1	Level 2	Level 3	Total
TexPool	\$ - -	\$ - -	\$ 45,886.22	\$ 45,886.22

Changes in Fair value of Level 3 Assets and Related Gains and Losses

The following table sets forth a summary of changes in the fair value of the Plan's level 3 assets for the years ended December 31, 2020 and 2019:

	2020	2019
Balance, Beginning of Year	\$ 45,886.22	\$ 44,890.98
Interest Income	229.41	995.24
Balance, End of Year	\$ 46,115.63	\$ 45,886.22

6. RECEIVABLES, NET

Receivables at December 31, 2020 and 2019, consist of amounts due as follows:

	2020	2019
5311 Federal Transportation Grant	\$ 219,253.47	\$ 186,042.00
5311 State Transportation Grant	83,405.25	84,175.32
CARES Transportation	371,322.97	0.00
Medical Transportation	25,680.20	65,071.75
Transportation Maintenance Facility	28,859.70	0.00
Transit to Work Program	0.00	25,762.00
Retired Senior Volunteer Program Federal	6,797.82	12,660.19
Retired Senior Volunteer Program State	0.00	30,008.81
Texas Veterans Commission	81,238.89	0.00
LIHEAP	64,220.73	34,150.17
DOE WZN	11,924.17	27,018.93
CEAP	367,146.84	0.00
CEAP CARES	60,223.87	0.00
Housing Preservation Grant	58,770.00	34,306.85
Community Services Block Grant	46,694.40	32,203.60
HUD – Tenant Fraud	23,861.46	35,485.98
Vehicle Preventive Maintenance Grant	6,279.22	52,808.89
Other Receivables	2,046.09	5,838.47
Sub-Total Accounts Receivable	1,457,725.08	625,532.96

6. RECEIVABLES, NET (Continued)

	2020	2019
Sub-Total Accounts Receivable	1,457,725.08	625,532.96
Less Allowance for Doubtful Accounts		
Fraud Recovery	<u>(23,861.46)</u>	<u>(35,485.98)</u>
Total Receivables, Net	<u>\$ 1,433,863.62</u>	<u>\$ 590,046.98</u>

7. CAPITAL ASSETS, NET

Following are the changes in capital assets for the year ended December 31, 2020:

	Balance 12/31/2019	Additions	Retirements	Balance 12/31/2020
Capital Assets				
Building Improvements	\$ 1,827,014.07	\$ 140,650.03	\$ -	\$ 1,967,664.10
Buildings	433,957.15	-	-	433,957.15
Equipment	395,757.05	31,294.00	-	427,051.05
Land	158,405.73	678,709.74	-	837,115.47
Vehicles	6,057,468.13	1,027,998.00	(580,151.86)	6,505,314.27
Total Capital Assets	<u>8,872,602.13</u>	<u>1,878,651.77</u>	<u>(580,151.86)</u>	<u>10,171,102.04</u>
Accumulated Depreciation	<u>(6,322,424.61)</u>	<u>(463,456.61)</u>	580,151.86	<u>(6,205,729.36)</u>
Total Net Capital Assets	<u>\$ 2,550,177.52</u>	<u>\$ 1,415,195.16</u>	<u>\$ -</u>	<u>\$ 3,965,372.68</u>

Following are the changes in capital assets for the year ended December 31, 2019:

	Balance 12/31/2018	Additions	Retirements	Balance 12/31/2019
Capital Assets				
Building Improvements	\$ 1,783,053.61	\$ 43,960.46	\$ -	\$ 1,827,014.07
Buildings	433,957.15	-	-	433,957.15
Equipment	364,639.86	36,493.68	(5,376.49)	395,757.05
Land	83,405.73	75,000.00	-	158,405.73
Vehicles	6,228,991.93	133,466.00	(304,989.80)	6,057,468.13
Total Capital Assets	<u>8,296,871.36</u>	<u>288,920.14</u>	<u>(310,366.29)</u>	<u>8,872,602.13</u>
Accumulated Depreciation	<u>(6,291,970.46)</u>	<u>(340,820.44)</u>	310,366.29	<u>(6,322,424.61)</u>
Total Net Capital Assets	<u>\$ 2,365,226.43</u>	<u>\$ (51,900.30)</u>	<u>\$ -</u>	<u>\$ 2,550,177.52</u>

8. LINE OF CREDIT

The Organization has obtained a line of credit with First State Bank of Spearman, Amarillo, Texas for operating expenses. The line of credit has an interest rate of 3.25% for the fiscal year ending December 31, 2020 and 2019. The balance on the note at December 31, 2020 and 2019 was \$0.00 and interest paid during the fiscal years ended December 31, 2020 and 2019, was \$0.00.

9. REFUNDABLE GRANT ADVANCES

Refundable grant advances at December 31, 2020 and 2019, consist of grant funds received in excess of expenses in the following programs:

	2020	2019
HUD – CARES	\$ 150,708.07	\$ 0.00
CEAP	0.00	57,011.77
Retired Senior Volunteer Program - State	<u>45,697.32</u>	<u>0.00</u>
	<u>\$ 196,405.39</u>	<u>\$ 57,011.77</u>

10. OPERATING LEASES

As of December 31, 2020 and 2019, the Organization has entered into a number of operating leases for space. Total payments for the years ended December 31, 2020 and 2019, were \$43,147.33 and \$37,618.86, respectively. Future minimum lease payments are as follows:

2021	\$ 9,093.60
2022	4,293.60
2023	4,293.60
2024	4,293.60

11. COMPENSATED ABSENCES

Employees earn paid time off for paid time away from work for vacation, personal time, sick leave, or time off to care for dependents based upon the following schedule:

<u>LENGTH OF SERVICE</u>	<u>FULL-TIME</u>	<u>PART-TIME</u>
Less than 1 Year	120 hours	40 Hours
1 – less than 5 Years	160 Hours	40 Hours
5 – less than 10 Years	200 Hours	40 Hours
10 Years +	240 Hours	40 Hours

Hours are awarded semi-annually on January 1st and July 1st. Employees may accumulate up to a maximum balance of 80 hours. No employee may carry over more than 40 hours of accrued leave into a new fiscal year and hours in excess of 40 hours will be forfeited. Employees who resign, have been terminated, or retire will be paid for all unused accrued paid time off. Paid time off cannot be paid out while employed.

11. COMPENSATED ABSENCES (Continued)

The Organization determines a liability for compensated absences when the following conditions are met:

1. The Organization's obligation relating to employees' rights to receive compensation for future absences is attributable to employee services already rendered;
2. The obligation relates to rights that vest or accumulate;
3. Payment of the compensation is probable; and
4. The amount can be reasonably estimated and is material to the financial statements.

In accordance with the above criteria, the Organization has accrued a liability for annual leave which has been earned, but not taken, by Organization employees.

12. EMPLOYEE BENEFIT PLANS

The Organization has a 403(b) plan available for its employees. An employee is eligible after one year of full-time or part-time service, minimum of 1,000 hours of service. The Organization will provide matching contributions (up to 6%) in accordance with plan provisions. Total contributions made by the Organization into the plan on behalf of the employees for the years ended December 31, 2020 and 2019, were \$59,114.77 and \$55,572.43, respectively.

13. NET ASSETS

Net assets without donor restrictions

At December 31, 2020, all unrestricted net assets are undesignated as to their use.

Net assets with donor restrictions

Donation balances received & restricted to use within the following programs:

	2020	2019
WTU Neighbor to Neighbor Donations	\$ 10,385.74	\$ 5,819.32
Techbridge Donations	4,990.27	4,990.27
Texas Gas Company Donations	2,142.28	2,142.28
United Way Donations	11,618.98	10,040.59
Atmos Keeping the Warmth Donations	16,512.14	16,512.14
Texas Foundation	18,500.00	0.00
Atmos Weatherization Assistance Donations	5,680.95	5,680.95
Amarillo Area Foundation Donations	21,862.65	21,862.65
HUD Section 8 HAP and ADMIN reserves	999,754.22	558,484.18
TexDOT Vehicles – Net Book Value	1,459,938.25	802,527.43
RSVP Advisory Council Donations	9,549.84	11,416.27
Food Bank Donations	4,618.37	4,618.37
Bivins Foundation Donations	13,200.00	0.00
Utility Assistance Donations	<u>13,077.44</u>	<u>10,172.68</u>
Total Net Assets with Donor Restrictions	<u>\$ 2,591,831.13</u>	<u>\$ 1,454,267.13</u>

14. LIQUIDITY

As part of the Organization’s liquidity management plan, cash in excess of daily requirements is invested in short-term investments and money market funds. At December 31, 2020, all net assets with donor restrictions are available for payment of qualifying expenses within the respective Panhandle Community Services funds as such expenses are incurred, except for contributions receivable which are available when the receivable is collected which is expected within the next year and the expense is incurred. Likewise, as of December 31, 2020, all net assets without donor restrictions are available to meet cash needs for general expenses of the organization within one year.

	2020	2019
Cash and Cash Equivalents	\$ 4,486,958.45	\$ 3,796,497.69
Investments	46,115.63	45,886.22
Accounts Receivable, Net	1,433,863.62	590,046.98
Less: Cash Received with Donor Restrictions	<u>(1,131,892.88)</u>	<u>(651,739.70)</u>
Net Liquidity to Meet Current Obligations	<u>\$ 4,835,071.82</u>	<u>\$ 3,780,691.19</u>

15. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Organization expects such amounts, if any, to be immaterial.

In December 2019, the novel coronavirus “COVID-19” pandemic in the United States has resulted in classroom buildings being closed, activities canceled and the temporary closure of operating hours for the offices. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. Accordingly, while management cannot quantify the financial and other impact to the Organization as of the date of this report, management believes that a material impact on the Organization’s financial position and results of future operations is reasonably possible.

16. CONCENTRATION OF RISK

The Organization receives substantial revenue in the form of Federal and State grants. The effect on the Organization’s ability to continue operations if these funding sources were lost or cancelled is unknown.

17. SUBSEQUENT EVENTS

The Organization evaluated events and transactions occurring subsequent to December 31, 2020 through August 31, 2021 the date the financial statements were available to be issued. During this period, there were no subsequent events requiring recognition in the financial statements. Additionally, there were no nonrecognized subsequent events requiring disclosure.

SUPPLEMENTARY INFORMATION

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year ended December 31, 2020

	LIHEAP - CEAP	LIHEAP - CEAP	LIHEAP - CEAP CARES	Techbridge Project	WTU Neighbor to Neighbor	Utility Assistance Admin	Texas Gas Company	Community Services Block Grant
Program #:	375	375	374	380	325	328	327	301
Grant Year End:	3/31/2020	3/31/2021	9/30/2021	N/A	N/A	N/A	N/A	3/31/2021
CFDA #:	93.568	93.568	93.568	N/A	N/A	N/A	N/A	93.569
	Emergency Assistance	Emergency Assistance	Emergency Assistance	Emergency Assistance W/ Donor Restrictions	Emergency Assistance W/ Donor Restrictions	Emergency Assistance W/ Donor Restrictions	Emergency Assistance W/ Donor Restrictions	Community Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 465,193.89	\$ 3,737,342.27	\$ 497,082.69	\$ -	\$ -	\$ -	\$ -	\$ 405,906.85
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	-	-	-	7,425.00	3,363.66	-	100.00
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-
Other Income	40.76	25,235.45	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>465,234.65</u>	<u>3,762,577.72</u>	<u>497,082.69</u>	<u>-</u>	<u>7,425.00</u>	<u>3,363.66</u>	<u>-</u>	<u>406,006.85</u>
Expenses								
Salary and Fringe	5,469.70	382,536.68	142,413.86	-	-	-	-	169,257.84
Advertising	-	401.00	-	-	-	-	-	72.00
Assistance Payments	419,310.42	3,074,563.60	200,949.79	-	2,858.58	427.21	-	77,968.00
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	-	-	-	-	81.00
Insurance	-	-	-	-	-	-	-	-
Occupancy Expenses	-	6,806.90	595.14	-	-	-	-	8,115.12
Other Expenses	158.04	901.47	970.00	-	-	-	-	312.92
Professional Services	7,995.76	60,506.64	18,958.09	-	-	-	-	30,961.21
Repairs and Maintenance	-	621.59	-	-	-	-	-	339.01
Supplies	567.00	8,051.35	2,351.37	-	-	31.69	-	1,841.61
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	27,332.25	-	-	-	-	-	-	-
Travel	65.15	20,925.28	2,082.23	-	-	-	-	6,323.45
Indirect Costs	1,750.30	122,395.73	45,588.43	-	-	-	-	54,162.50
Allocated Costs	2,586.03	84,867.48	83,173.78	-	-	-	-	56,572.19
Total Expenses	<u>465,234.65</u>	<u>3,762,577.72</u>	<u>497,082.69</u>	<u>-</u>	<u>2,858.58</u>	<u>458.90</u>	<u>-</u>	<u>406,006.85</u>
Increase (Decrease) in Net Assets	-	-	-	-	4,566.42	2,904.76	-	-
Beginning Net Assets	-	-	-	4,990.27	5,819.32	10,172.68	2,142.28	-
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,990.27</u>	<u>\$ 10,385.74</u>	<u>\$ 13,077.44</u>	<u>\$ 2,142.28</u>	<u>\$ -</u>

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year ended December 31, 2020

	Community Services Block Grant-CARES	Community Services Block Grant - Discretionary	Vista	Earned Income Tax Credit Assistance	HUD Section 8	HUD Section 8 - CARES	Texas Veterans Commission	Housing Preservation Grant
Program #:	302	304	305	308	383	381	307	329
Grant Year End:	7/31/2021	8/31/2020	12/31/2020	9/29/2021	12/31/2020	12/31/2020	6/30/2021	8/31/2021
CFDA #:	93.569	93.569	94.013	93.137	14.871	14.871	N/A	10.433
	Community Services	Community Services	Community Services	Community Services	Housing Services W/ Donor Restrictions	Housing Services W/ Donor Restrictions	Housing Services W/ Donor Restrictions	Housing Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 772,826.00	\$ 28,159.00	\$ -	\$ 571.21	\$ 9,852,310.00	\$ 247,791.93	\$ -	\$ 116,413.15
Grant Revenue - State	-	-	-	-	-	-	105,850.88	-
Local	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	42,293.50	-	-	-
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>772,826.00</u>	<u>28,159.00</u>	<u>-</u>	<u>571.21</u>	<u>9,894,603.50</u>	<u>247,791.93</u>	<u>105,850.88</u>	<u>116,413.15</u>
Expenses								
Salary and Fringe	156,565.99	-	9,271.70	-	297,016.52	186,156.59	15,113.20	3,213.90
Advertising	-	-	-	571.21	571.21	-	177.54	-
Assistance Payments	562,842.62	28,159.00	-	-	8,624,522.33	-	31,649.00	9,900.00
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	135.00	-	-	-	71,574.13	-	-	-
Insurance	-	-	-	-	-	-	-	-
Occupancy Expenses	180.00	-	-	-	12,174.87	-	-	-
Other Expenses	1,108.04	-	160.91	-	50,575.24	-	53,630.00	100,451.36
Professional Services	71.66	-	-	-	135,734.80	-	17.92	1,819.43
Repairs and Maintenance	-	-	-	-	391.95	-	-	-
Supplies	1,392.88	-	3,197.17	-	19,504.30	1,583.75	41.38	-
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	-	-	(17,456.05)	-	-	-	-	-
Travel	428.71	-	1,859.31	-	5,979.07	481.46	385.62	-
Indirect Costs	50,101.10	-	2,966.96	-	95,045.28	59,570.13	4,836.22	1,028.46
Allocated Costs	-	-	-	-	140,243.76	-	-	-
Total Expenses	<u>772,826.00</u>	<u>28,159.00</u>	<u>0.00</u>	<u>571.21</u>	<u>9,453,333.46</u>	<u>247,791.93</u>	<u>105,850.88</u>	<u>116,413.15</u>
Increase (Decrease) in Net Assets	-	-	(0.00)	-	441,270.04	-	-	-
Beginning Net Assets	-	-	-	-	558,484.18	-	-	-
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 999,754.22</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year ended December 31, 2020

	DOE Weatherization	LIHEAP Weatherization	LIHEAP Weatherization	Weatherization Clearing	Atmos Keeping the Warmth	Texas Foundation	Atmos Weatherization Assistance	Federal RSVP
Program #:	310	313	313	311	328	330	341	316
Grant Year End:	6/30/2021	8/31/2020	8/31/2021	12/31/2020	N/A	N/A	N/A	3/31/2020
CFDA #:	81.042	93.568	93.568	N/A	N/A	N/A	N/A	94.002
	Weatherization Services	Weatherization Services	Weatherization Services	Weatherization Services	Weatherization Services W/ Donor Restrictions	Weatherization W/ Donor Restrictions	Weatherization Services W/ Donor Restrictions	Senior Activities
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 141,196.07	\$ 174,711.62	\$ 70,767.11	\$ -	\$ -	\$ -	\$ -	\$ 12,966.24
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	18,500.00	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>141,196.07</u>	<u>174,711.62</u>	<u>70,767.11</u>	<u>-</u>	<u>-</u>	<u>18,500.00</u>	<u>-</u>	<u>12,966.24</u>
Expenses								
Salary and Fringe	33,069.19	11,655.34	29,434.95	61,236.69	-	-	-	7,553.33
Advertising	78.96	-	-	203.04	-	-	-	-
Assistance Payments	-	-	-	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	-	-	-	-	-
Insurance	8,373.84	783.32	2,389.14	4,102.75	-	-	-	-
Occupancy Expenses	1,833.23	343.61	662.19	1,224.85	-	-	-	1,276.20
Other Expenses	66,654.52	182,310.66	21,184.79	1,303.10	-	-	-	10.63
Professional Services	9,067.69	8,207.30	614.35	7,020.43	-	-	-	10.70
Repairs and Maintenance	623.24	833.55	7.39	770.97	-	-	-	-
Supplies	466.12	6.61	544.79	522.90	-	-	-	98.55
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	-	(36,171.06)	-	(93,139.71)	-	-	-	(767.09)
Travel	-	-	-	-	-	-	-	249.98
Indirect Costs	12,748.08	4,274.64	9,419.20	7,791.40	-	-	-	2,417.07
Allocated Costs	8,281.20	2,467.65	6,510.31	8,963.58	-	-	-	2,116.87
Total Expenses	<u>141,196.07</u>	<u>174,711.62</u>	<u>70,767.11</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,966.24</u>
Increase (Decrease) in Net Assets	-	-	-	-	-	18,500.00	-	-
Beginning Net Assets	-	-	-	-	16,512.14	-	5,680.95	-
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,512.14</u>	<u>\$ 18,500.00</u>	<u>\$ 5,680.95</u>	<u>\$ -</u>

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year ended December 31, 2020

	Federal RSVP	State of Texas RSVP	State of Texas RSVP	RSVP Advisory Council	Bivins Foundation	5311 State Transportation	5311 State Transportation	5311 Federal Transportation
Program #:	316	335	335	343	332	320	320	322
Grant Year End:	3/31/2021	8/31/2020	8/31/2021	8/31/2019	N/A	8/31/2020	8/31/2021	8/31/2020
CFDA #:	94.002	94.002	94.002	N/A	N/A	N/A	N/A	20.509
	Senior Activities	Senior Activities	Senior Activities	Senior Activities	Senior Activities W/ Donor Restrictions	Transportation Services	Transportation Services	Transportation Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 153,416.82	\$ 29,374.19	\$ 13,685.68	\$ -	\$ -	\$ -	\$ -	\$ 474,483.25
Grant Revenue - State	-	-	-	-	-	397,720.68	83,405.25	-
Local	-	-	-	200.00	13,200.00	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	37,070.70
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>153,416.82</u>	<u>29,374.19</u>	<u>13,685.68</u>	<u>200.00</u>	<u>13,200.00</u>	<u>397,720.68</u>	<u>83,405.25</u>	<u>511,553.95</u>
Expenses								
Salary and Fringe	99,193.11	29,001.50	10,047.67	-	-	14,727.62	-	530,125.67
Advertising	-	-	-	-	-	-	-	-
Assistance Payments	-	-	-	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	272.00	-	-	-	-	-	-	7.39
Insurance	3,223.25	-	-	-	-	163.00	-	60,057.56
Occupancy Expenses	6,381.09	850.83	-	-	-	2,275.54	-	13,547.88
Other Expenses	5,675.38	707.60	-	1,849.55	-	177.66	-	70,212.75
Professional Services	19.55	-	-	-	-	94.00	-	13,648.80
Repairs and Maintenance	-	-	-	-	-	-	-	95,478.63
Supplies	1,042.91	967.50	422.76	216.88	-	-	-	4,468.63
Taxes & Licenses	-	-	-	-	-	-	-	362.76
Transfers	(17,414.41)	(13,658.98)	-	-	-	369,886.15	83,405.25	(457,689.19)
Travel	174.69	814.02	-	-	-	-	-	(757.40)
Indirect Costs	31,741.80	9,280.47	3,215.25	-	-	4,712.84	-	169,640.21
Allocated Costs	23,107.45	1,411.25	-	-	-	5,683.87	-	12,450.26
Total Expenses	<u>153,416.82</u>	<u>29,374.19</u>	<u>13,685.68</u>	<u>2,066.43</u>	<u>-</u>	<u>397,720.68</u>	<u>83,405.25</u>	<u>511,553.95</u>
Increase (Decrease) in Net Assets	-	-	-	(1,866.43)	13,200.00	-	-	-
Beginning Net Assets	-	-	-	11,416.27	-	-	-	-
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,549.84</u>	<u>\$ 13,200.00</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year ended December 31, 2020

	5311 Federal Transportation	5317 Federal Capital Grant	CARES Trasnportation	Maintenance Facility	5310 State Transportation	5339 State Transportation	Transit to Work	Medical Transportation
Program #:	322	379	321	366	367	368	373	323
Grant Year End:	8/31/2021	9/30/2022	12/31/2022	09/30/2022	8/31/2020	12/31/2021	N/A	N/A
CFDA #:	20.509	20.509	20.509	20.526	20.513	20.526	N/A	N/A
	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 219,253.47	\$ 1,027,998.00	\$ 2,278,300.97	\$ 853,647.70	\$ 43,112.33	\$ 17,368.00	\$ -	\$ -
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	4,409.55	-	41,207.00	-	-	-	57,392.00	1,305,170.20
Other Income	-	-	-	-	-	-	-	95,000.00
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>223,663.02</u>	<u>1,027,998.00</u>	<u>2,319,507.97</u>	<u>853,647.70</u>	<u>43,112.33</u>	<u>17,368.00</u>	<u>57,392.00</u>	<u>1,400,170.20</u>
Expenses								
Salary and Fringe	171,793.43	-	1,271,424.87	-	-	-	86,193.83	168,429.18
Advertising	-	-	-	-	-	-	-	-
Assistance Payments	-	-	(97.00)	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	3.43	-	235.46	-	-	-	-	(0.36)
Insurance	20,613.92	-	138,118.77	-	12,729.00	-	-	5,159.62
Occupancy Expenses	4,214.97	-	37,133.85	-	-	-	-	269.03
Other Expenses	18,580.66	-	114,623.66	755,709.74	58,074.51	-	1,276.30	5,931.31
Professional Services	122.20	-	48,802.48	97,937.96	-	-	-	24,885.89
Repairs and Maintenance	64,504.13	-	192,915.41	-	7,710.58	14,839.74	4,088.33	24,152.04
Supplies	1,726.35	1,027,998.00	60,961.46	-	-	2,528.05	-	1,728.15
Taxes & Licenses	1,123.30	-	722.00	-	-	-	-	94.86
Transfers	(123,091.21)	-	1,156.89	-	(35,401.76)	0.21	-	341,130.73
Travel	-	-	-	-	-	-	-	1,377.03
Indirect Costs	54,973.89	-	406,855.95	-	-	-	27,582.03	53,897.33
Allocated Costs	9,097.95	-	46,654.17	-	-	-	-	198.81
Total Expenses	<u>223,663.02</u>	<u>1,027,998.00</u>	<u>2,319,507.97</u>	<u>853,647.70</u>	<u>43,112.33</u>	<u>17,368.00</u>	<u>119,140.49</u>	<u>627,253.62</u>
Increase (Decrease) in Net Assets	-	-	-	-	-	-	(61,748.49)	772,916.58
Beginning Net Assets	-	-	-	-	-	-	142,638.46	1,997,631.99
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 80,889.97</u>	<u>\$ 2,770,548.57</u>

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year ended December 31, 2020

	Memorial Fund	Food Bank	United Way of Moore County	United Way of Friona	Amarillo Area Foundation	Cost Allocation	Information Technology Allocation	Agency Indirect Cost
Program #:	339	369	382	347	33400	386	386	99990
Grant Year End:	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
CFDA #:	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Mgmt & General W/ Donor Restrictions	Mgmt & General	Mgmt & General W/ Donor Restrictions	Mgmt & General W/ Donor Restrictions	Mgmt & General W/ Donor Restrictions	Mgmt & General	Mgmt & General	Mgmt & General
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	-	5,000.00	1,500.00	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	424,606.98	-	1,309,004.12
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	-	-	5,000.00	1,500.00	-	424,606.98	-	1,309,004.12
Expenses								
Salary and Fringe	-	-	-	-	-	68,844.98	109,332.54	472,294.90
Advertising	-	-	-	-	-	-	-	1,880.45
Assistance Payments	-	-	4,921.61	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	-	-	283.91	-	43,042.08
Insurance	-	-	-	-	-	35,257.36	-	37,943.87
Occupancy Expenses	-	-	-	-	-	143,886.34	36,534.33	41,593.75
Other Expenses	789.77	-	-	-	-	1,123.71	394.35	6,984.48
Professional Services	-	-	-	-	-	11,141.60	30,283.82	365,595.69
Repairs and Maintenance	-	-	-	-	-	47,104.19	-	4,720.21
Supplies	-	-	-	-	-	20,213.27	14,215.00	14,259.94
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	(789.77)	-	-	-	-	-	(25,941.74)	256,755.65
Travel	-	-	-	-	-	-	580.88	7,434.00
Indirect Costs	-	-	-	-	-	22,030.40	34,986.42	-
Allocated Costs	-	-	-	-	-	74,721.22	(200,385.60)	56,499.10
Total Expenses	-	-	4,921.61	-	-	424,606.98	-	1,309,004.12
Increase (Decrease) in Net Assets	-	-	78.39	1,500.00	-	-	-	-
Beginning Net Assets	-	4,618.37	3,363.18	6,677.41	21,862.65	-	-	-
Ending Net Assets	\$ -	\$ 4,618.37	\$ 3,441.57	\$ 8,177.41	\$ 21,862.65	\$ -	\$ -	\$ -

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year ended December 31, 2020

	Corporate, Non- Federal	Organization	Eliminating Entries	Organization Wide Totals
Program #:	39100/39213			
Grant Year End:	N/A	Wide	Eliminating	Wide
CFDA #:	N/A	Sub-Totals	Entries	Totals
	Mgmt & General			
Support and Revenues				
Contributions				
Grant Revenue - Federal	\$ -	\$ 21,633,878.44	\$ -	\$ 21,633,878.44
Grant Revenue - State	-	586,976.81	-	586,976.81
Local	1,919,585.88	1,968,874.54	(1,823,789.74)	145,084.80
Interest Income	17,665.89	17,665.89	-	17,665.89
Program Income	1,606.11	1,489,149.06	-	1,489,149.06
Other Income	-	120,276.21	-	120,276.21
Alocation Income	76,504.95	1,810,116.05	(1,810,116.05)	-
Gain/ (Loss) on Sale of Assets	-	-	-	-
Total Support and Revenues	<u>2,015,362.83</u>	<u>27,626,937.00</u>	<u>(3,633,905.79)</u>	<u>23,993,031.21</u>
Expenses				
Salary and Fringe	(11,031.79)	4,530,342.99	-	4,530,342.99
Advertising	-	3,955.41	-	3,955.41
Assistance Payments	24,460.97	13,062,436.13	-	13,062,436.13
Depreciation Expense	463,456.61	463,456.61	-	463,456.61
Fees Expense	799.00	116,433.04	-	116,433.04
Insurance	(4,225.64)	324,689.76	-	324,689.76
Occupancy Expenses	-	319,899.72	(76,504.95)	243,394.77
Other Expenses	35,821.35	1,557,664.46	(678,709.74)	878,954.72
Professional Services	72,554.24	946,072.21	(85,788.00)	860,284.21
Repairs and Maintenance	28,128.29	487,229.25	-	487,229.25
Supplies	13,593.21	1,204,543.58	(1,059,292.00)	145,251.58
Taxes & Licenses	-	2,302.92	-	2,302.92
Transfers	(258,146.16)	-	-	-
Travel	338.07	48,741.55	-	48,741.55
Indirect Costs	15,377.68	1,308,389.77	(1,308,389.77)	-
Allocated Costs	-	425,221.33	(425,221.33)	-
Total Expenses	<u>381,125.83</u>	<u>24,801,378.73</u>	<u>(3,633,905.79)</u>	<u>21,167,472.94</u>
Increase (Decrease) in Net Assets	1,634,237.00	2,825,558.27	-	2,825,558.27
Beginning Net Assets	<u>3,470,805.74</u>	<u>6,262,815.89</u>	<u>-</u>	<u>6,262,815.89</u>
Ending Net Assets	<u>\$ 5,105,042.74</u>	<u>\$ 9,088,374.16</u>	<u>\$ -</u>	<u>\$ 9,088,374.16</u>

Panhandle Community Services (TX481)

Amarillo, TX

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2020

	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
111 Cash - Unrestricted	\$635,342	\$14,928	\$650,270	\$650,270
112 Cash - Restricted - Modernization and Development				
113 Cash - Other Restricted	\$371,994	\$150,708	\$522,702	\$522,702
114 Cash - Tenant Security Deposits				
115 Cash - Restricted for Payment of Current Liabilities				
100 Total Cash	\$1,007,336	\$165,636	\$1,172,972	\$1,172,972
121 Accounts Receivable - PHA Projects				
122 Accounts Receivable - HUD Other Projects				
124 Accounts Receivable - Other Government				
125 Accounts Receivable - Miscellaneous	\$0		\$0	\$0
126 Accounts Receivable - Tenants	\$23,861		\$23,861	\$23,861
126.1 Allowance for Doubtful Accounts - Tenants	-\$23,861		-\$23,861	-\$23,861
126.2 Allowance for Doubtful Accounts - Other				
127 Notes, Loans, & Mortgages Receivable - Current				
128 Fraud Recovery				
128.1 Allowance for Doubtful Accounts - Fraud				
129 Accrued Interest Receivable				
120 Total Receivables, Net of Allowances for Doubtful Accounts	\$0	\$0	\$0	\$0
131 Investments - Unrestricted				
132 Investments - Restricted				
135 Investments - Restricted for Payment of Current Liability				
142 Prepaid Expenses and Other Assets				
143 Inventories				
143.1 Allowance for Obsolete Inventories				
144 Inter Program Due From				
145 Assets Held for Sale				
150 Total Current Assets	\$1,007,336	\$165,636	\$1,172,972	\$1,172,972
161 Land				
162 Buildings				
163 Furniture, Equipment & Machinery - Dwellings				
164 Furniture, Equipment & Machinery - Administration				
165 Leasehold Improvements				
166 Accumulated Depreciation				
167 Construction in Progress				
168 Infrastructure				
160 Total Capital Assets, Net of Accumulated Depreciation	\$0	\$0	\$0	\$0
171 Notes, Loans and Mortgages Receivable - Non-Current				
172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due				
173 Grants Receivable - Non Current				
174 Other Assets				
176 Investments in Joint Ventures				
180 Total Non-Current Assets	\$0	\$0	\$0	\$0
200 Deferred Outflow of Resources				

Panhandle Community Services (TX481)
Amarillo, TX
Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2020

	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
290 Total Assets and Deferred Outflow of Resources	\$1,007,336	\$165,636	\$1,172,972	\$1,172,972
311 Bank Overdraft				
312 Accounts Payable <= 90 Days	\$4,356	\$9,004	\$13,360	\$13,360
313 Accounts Payable >90 Days Past Due				
321 Accrued Wage/Payroll Taxes Payable	\$3,226	\$5,924	\$9,150	\$9,150
322 Accrued Compensated Absences - Current Portion				
324 Accrued Contingency Liability				
325 Accrued Interest Payable				
331 Accounts Payable - HUD PHA Programs				
332 Account Payable - PHA Projects				
333 Accounts Payable - Other Government				
341 Tenant Security Deposits				
342 Unearned Revenue		\$150,708	\$150,708	\$150,708
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue				
344 Current Portion of Long-term Debt - Operating Borrowings				
345 Other Current Liabilities				
346 Accrued Liabilities - Other				
347 Inter Program - Due To				
348 Loan Liability - Current				
310 Total Current Liabilities	\$7,582	\$165,636	\$173,218	\$173,218
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue				
352 Long-term Debt, Net of Current - Operating Borrowings				
353 Non-current Liabilities - Other				
354 Accrued Compensated Absences - Non Current				
355 Loan Liability - Non Current				
356 FASB 5 Liabilities				
357 Accrued Pension and OPEB Liabilities				
350 Total Non-Current Liabilities	\$0	\$0	\$0	\$0
300 Total Liabilities	\$7,582	\$165,636	\$173,218	\$173,218
400 Deferred Inflow of Resources				
508.4 Net Investment in Capital Assets				
511.4 Restricted Net Position	\$371,994	\$0	\$371,994	\$371,994
512.4 Unrestricted Net Position	\$627,760	\$0	\$627,760	\$627,760
513 Total Equity - Net Assets / Position	\$999,754	\$0	\$999,754	\$999,754
600 Total Liabilities, Deferred Inflows of Resources and Equity - Net	\$1,007,336	\$165,636	\$1,172,972	\$1,172,972

Panhandle Community Services (TX481)
Amarillo, TX
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2020

	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
70300 Net Tenant Rental Revenue				
70400 Tenant Revenue - Other				
70500 Total Tenant Revenue	\$0	\$0	\$0	\$0
70600 HUD PHA Operating Grants	\$9,852,310	\$247,792	\$10,100,102	\$10,100,102
70610 Capital Grants				
70710 Management Fee				
70720 Asset Management Fee				
70730 Book Keeping Fee				
70740 Front Line Service Fee				
70750 Other Fees				
70700 Total Fee Revenue				
70800 Other Government Grants				
71100 Investment Income - Unrestricted				
71200 Mortgage Interest Income				
71300 Proceeds from Disposition of Assets Held for Sale				
71310 Cost of Sale of Assets				
71400 Fraud Recovery	\$16,707		\$16,707	\$16,707
71500 Other Revenue	\$25,587		\$25,587	\$25,587
71600 Gain or Loss on Sale of Capital Assets				
72000 Investment Income - Restricted				
70000 Total Revenue	\$9,894,604	\$247,792	\$10,142,396	\$10,142,396
91100 Administrative Salaries	\$238,296	\$148,435	\$386,731	\$386,731
91200 Auditing Fees				
91300 Management Fee				
91310 Book-keeping Fee				
91400 Advertising and Marketing				
91500 Employee Benefit contributions - Administrative	\$58,377	\$37,390	\$95,767	\$95,767
91600 Office Expenses	\$68,181	\$1,584	\$69,765	\$69,765
91700 Legal Expense				
91800 Travel	\$5,979	\$481	\$6,460	\$6,460
91810 Allocated Overhead	\$95,045	\$59,570	\$154,615	\$154,615
91900 Other	\$291,948		\$291,948	\$291,948
91000 Total Operating - Administrative	\$757,826	\$247,460	\$1,005,286	\$1,005,286
92000 Asset Management Fee				
92100 Tenant Services - Salaries				
92200 Relocation Costs				
92300 Employee Benefit Contributions - Tenant Services				
92400 Tenant Services - Other				
92500 Total Tenant Services	\$0	\$0	\$0	\$0
93100 Water				
93200 Electricity				
93300 Gas				
93400 Fuel				
93500 Labor				

Panhandle Community Services (TX481)
Amarillo, TX
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2020

	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
93600 Sewer				
93700 Employee Benefit Contributions - Utilities				
93800 Other Utilities Expense				
93000 Total Utilities	\$0	\$0	\$0	\$0
94100 Ordinary Maintenance and Operations - Labor				
94200 Ordinary Maintenance and Operations - Materials and Other				
94300 Ordinary Maintenance and Operations Contracts				
94500 Employee Benefit Contributions - Ordinary Maintenance				
94000 Total Maintenance	\$0	\$0	\$0	\$0
95100 Protective Services - Labor				
95200 Protective Services - Other Contract Costs				
95300 Protective Services - Other				
95500 Employee Benefit Contributions - Protective Services				
95000 Total Protective Services	\$0	\$0	\$0	\$0
96110 Property Insurance				
96120 Liability Insurance				
96130 Workmen's Compensation	\$344	\$332	\$676	\$676
96140 All Other Insurance				
96100 Total insurance Premiums	\$344	\$332	\$676	\$676
96200 Other General Expenses	\$39,241		\$39,241	\$39,241
96210 Compensated Absences				
96300 Payments in Lieu of Taxes				
96400 Bad debt - Tenant Rents				
96500 Bad debt - Mortgages				
96600 Bad debt - Other				
96800 Severance Expense				
96000 Total Other General Expenses	\$39,241	\$0	\$39,241	\$39,241
96710 Interest of Mortgage (or Bonds) Payable				
96720 Interest on Notes Payable (Short and Long Term)				
96730 Amortization of Bond Issue Costs				
96700 Total Interest Expense and Amortization Cost	\$0	\$0	\$0	\$0
96900 Total Operating Expenses	\$797,411	\$247,792	\$1,045,203	\$1,045,203
97000 Excess of Operating Revenue over Operating Expenses	\$9,097,193	\$0	\$9,097,193	\$9,097,193
97100 Extraordinary Maintenance				
97200 Casualty Losses - Non-capitalized				
97300 Housing Assistance Payments	\$8,623,897		\$8,623,897	\$8,623,897
97350 HAP Portability-In	\$32,025		\$32,025	\$32,025
97400 Depreciation Expense				
97500 Fraud Losses				
97600 Capital Outlays - Governmental Funds				
97700 Debt Principal Payment - Governmental Funds				

Panhandle Community Services (TX481)
Amarillo, TX
Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2020

	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
97800 Dwelling Units Rent Expense				
90000 Total Expenses	\$9,453,333	\$247,792	\$9,701,125	\$9,701,125
10010 Operating Transfer In				
10020 Operating transfer Out				
10030 Operating Transfers from/to Primary Government				
10040 Operating Transfers from/to Component Unit				
10050 Proceeds from Notes, Loans and Bonds				
10060 Proceeds from Property Sales				
10070 Extraordinary Items, Net Gain/Loss				
10080 Special Items (Net Gain/Loss)				
10091 Inter Project Excess Cash Transfer In				
10092 Inter Project Excess Cash Transfer Out				
10093 Transfers between Program and Project - In				
10094 Transfers between Project and Program - Out				
10100 Total Other financing Sources (Uses)	\$0	\$0	\$0	\$0
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	\$441,271	\$0	\$441,271	\$441,271
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0
11030 Beginning Equity	\$558,483	\$0	\$558,483	\$558,483
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors			\$0	\$0
11050 Changes in Compensated Absence Balance				
11060 Changes in Contingent Liability Balance				
11070 Changes in Unrecognized Pension Transition Liability				
11080 Changes in Special Term/Severance Benefits Liability				
11090 Changes in Allowance for Doubtful Accounts - Dwelling Rents				
11100 Changes in Allowance for Doubtful Accounts - Other				
11170 Administrative Fee Equity	\$627,760		\$627,760	\$627,760
11180 Housing Assistance Payments Equity	\$371,994		\$371,994	\$371,994
11190 Unit Months Available	2001		2001	2001
11210 Number of Unit Months Leased	1560		1560	1560
11270 Excess Cash			\$0	\$0
11610 Land Purchases			\$0	\$0
11620 Building Purchases			\$0	\$0
11630 Furniture & Equipment - Dwelling Purchases			\$0	\$0
11640 Furniture & Equipment - Administrative Purchases			\$0	\$0
11650 Leasehold Improvements Purchases			\$0	\$0
11660 Infrastructure Purchases			\$0	\$0
13510 CFFP Debt Service Payments			\$0	\$0
13901 Replacement Housing Factor Funds			\$0	\$0

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Schedule of Expenditures of Federal and State Awards
For the Year Ended December 31, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Year End	Pass Through Identifying Number	CFDA #	Provided to Subrecipients	Federal Expenditures
<u>Corporation for National and Community Services</u>					
Direct Programs:					
Retired and Senior Volunteer Program - Combined	3/31/2020	N/A	94.002	\$ -	\$ 166,383.06
Retired and Senior Volunteer Program - Texas	8/31/2020	N/A	94.002	-	29,374.19
Passed-through:					
Texas Health and Human Services					
Retired and Senior Volunteer Program - Texas	8/31/2021	HHSTX-1-0000241496	94.002	-	13,685.68
			Total 94.002	-	209,442.93
Total Corporation for National and Community Services				-	209,442.93
<u>U.S. Department of Health and Human Services</u>					
Direct Programs:					
Community Programs to Improve Minority Health Grant	9/29/2021	N/A	93.137	-	571.21
Passed-through:					
Texas Department of Housing and Community Affairs					
Low-Income Home Energy Assistance Program (CEAP)	3/31/2020	58180002994	93.568	-	465,193.89
Low-Income Home Energy Assistance Program (CEAP)	3/31/2021	58200003166	93.568	-	3,737,342.27
COVID19 Low-Income Home Energy Assistance Program (CEAP)	9/30/2021	58990003309	93.568	-	497,082.69
Low-Income Home Energy Assistance Program (LiHEAP)	8/31/2020	81190003022	93.568	-	174,711.62
Low-Income Home Energy Assistance Program (LiHEAP)	8/31/2021	81200003194	93.568	-	70,767.11
			Total 93.568	-	4,945,097.58
Community Services Block Grant	3/31/2021	61200003228	93.569	-	405,906.85
COVID19 Community Services Block Grant	7/31/2021	61200003349	93.569	-	772,826.00
Community Services Block Grant - Discretionary	8/31/2020	61190003248	93.569	-	28,159.00
			Total 93.569	-	1,206,891.85
Total U.S. Department of Health and Human Services				-	6,152,560.64
<u>U.S. Department of Energy</u>					
Passed-through:					
Texas Department of Housing and Community Affairs					
Weatherization Assistance for Low-Income Individuals	6/30/2021	56190003133	81.042	-	141,196.07
Total U.S. Department of Energy				-	141,196.07

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Schedule of Expenditures of Federal and State Awards
For the Year Ended December 31, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Year End	Pass Through Identifying Number	CFDA #	Provided to Subrecipients	Federal Expenditures
<u>U.S. Department of Transportation</u>					
Passed-through:					
State of Texas Department of Transportation					
Formula Grants for Rural Areas	8/31/2020	RPT 1902 (04) 39_19	20.509	\$ -	\$ 474,483.25
Formula Grants for Rural Areas	8/31/2021	RPT 2101 (04) 045_20	20.509	-	219,253.47
Formula Grants for Rural Areas - Capital Grant	9/30/2022	DIS 1901 (04) 018_19	20.509	-	1,027,998.00
COVID19 Formula Grants for Rural Areas	8/31/2021	CAF 2001(04) 072_20	20.509	-	2,278,300.97
			Total 20.509	-	4,000,035.69
Transit Services Program Cluster					
Enhanced Mobility of Seniors and Individuals with Disabilities	8/31/2020	ED 1901 (27) 074_19	20.513	-	43,112.33
Federal Transit Cluster					
Bus and Bus Facilities Formula Program - Facility Grant	9/30/2022	DIS 2002 (04) 129_20	20.526	-	853,647.70
Bus and Bus Facilities Formula Program	12/31/2021	BBF 2001 (27) 069_20	20.526	-	17,368.00
			Total 20.526	-	871,015.70
Total U.S. Department of Transportation				-	4,914,163.72
<u>U.S. Department of Housing and Urban Development</u>					
Direct Programs:					
Housing Voucher Cluster					
Section 8 Housing Choice Vouchers	12/31/2020	MO207	14.871	-	9,852,310.00
COVID19 Section 8 Housing Choice Vouchers	12/31/2020	MO207	14.871	-	247,791.93
			Total 14.871	-	10,100,101.93
Total U.S. Department of Housing and Urban Development				-	10,100,101.93
<u>U.S. Department of Agriculture</u>					
Direct Programs:					
Housing Preservation Grant	8/31/2021	N/A	10.433	-	116,413.15
Total U.S. Department of Agriculture				-	116,413.15
Total Expenditures of Federal Awards				-	21,633,878.44

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Schedule of Expenditures of Federal and State Awards
For the Year Ended December 31, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Year End	Pass Through Identifying Number	CFDA #	Provided to Subrecipients	Federal Expenditures
<u>STATE OF TEXAS PROGRAM TITLE</u>					
Public Transportation (5311) Grant	8/31/2020	RUR 2001(04)		\$ -	\$ 397,720.68
Public Transportation (5311) Grant	8/31/2021	RUR 2101(27)		-	83,405.25
Texas Veterans Commission	6/30/2021	GT-HTX20-006		-	105,850.88
Total Expenditures of State Awards				-	586,976.81
TOTAL FEDERAL AND STATE EXPENDITURES				\$ -	\$ 22,220,855.25

NOTE A -- BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Panhandle Community Services and presents expenditures on the accrual basis of accounting, except for subsidy programs, which follows REAC PHA - Financial Accounting Brief, which defines a Federal expenditure expended for single audit purposes as when meeting eligibility requirements. The information in this schedule is presented in accordance with the Uniform Guidance.

NOTE B --INDIRECT COST RATE

Panhandle Community Services did not elect to use the 10% de minimis cost rate, as it does not qualify.

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

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

Board of Directors
Panhandle Community Services
Amarillo, Texas

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 Panhandle Community Services (a nonprofit organization), which comprise the statements of financial position as of December 31, 2020 and 2019, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated August 31, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Panhandle Community Services' internal control over financial reporting (internal control) as a basis for designing 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 Panhandle Community Services' internal control. Accordingly, we do not express an opinion on the effectiveness of Panhandle Community Services' 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 Organization's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Panhandle Community Services' 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 Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

August 31, 2021
Chanute, Kansas

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

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

Board of Directors
Panhandle Community Services
Amarillo, Texas

Report on Compliance for Each Major Federal Program

We have audited Panhandle Community Services' compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Panhandle Community Services' major federal programs for the year ended December 31, 2020. Panhandle Community Services' major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of Panhandle Community Services' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Panhandle Community Services' compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Panhandle Community Services' compliance.

Opinion on Each Major Federal Program

In our opinion, Panhandle Community Services complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

Report on Internal Control Over Compliance

Management of Panhandle Community Services is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Panhandle Community Services' internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Panhandle Community Services' internal control over compliance.

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

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

Purpose of this Report

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



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

August 31, 2021
Chanute, Kansas

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2020

I. SUMMARY OF AUDITORS' RESULTS

Financial Statements:

The auditors' report expresses an unmodified opinion on the financial statements of Panhandle Community Services.

Internal Control over Financial Reporting:

Material weakness(es) identified?	_____	Yes	<u> X </u>	No
Significant deficiency(ies) identified?	_____	Yes	<u> X </u>	None Reported
Noncompliance or other matters required to be reported under <i>Government Auditing Standards</i>	_____	Yes	<u> X </u>	No

Federal and State Awards:

Internal control over major programs:				
Material weakness(es) identified?	_____	Yes	<u> X </u>	No
Significant deficiency(ies) identified?	_____	Yes	<u> X </u>	None Reported

The auditors' report on compliance for the major federal and state award programs for Panhandle Community Services expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance 2 CFR 200.516(a)?	_____	Yes	<u> X </u>	No
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Identification of major programs:
Federal Single Audit:

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Community Services Block Grant CFDA 93.569

U.S. DEPARTMENT OF TRANSPORTATION

Formula Grants for Rural Areas CFDA 20.509

Federal Transit Cluster

Bus and Bus Facilities Formula Program CFDA 20.526

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Section 8 Housing Choice Vouchers CFDA 14.871

CORPORATION FOR NATIONAL AND COMMUNITY SERVICES

Retired and Senior Volunteer Program CFDA 94.002

The threshold for distinguishing Types A and B programs was			
Federal Threshold	\$	750,000.00	

Auditee qualified as a low risk auditee?	<u> X </u>	Yes	_____	No
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II. FINANCIAL STATEMENT FINDINGS

None

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2020

Period Year Ended/Findings:

None