

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas

Independent Auditors' Report and
Financial Statements with
Supplementary Information

For the Years Ended
December 31, 2021 and 2020

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 Audit of the Financial Statements

Opinion

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, 2021 and 2020, 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 present fairly, in all material respects, the financial position of Panhandle Community Services as of December 31, 2021 and 2020, 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 Panhandle Community Services and to meet our other ethical responsibilities, in accordance with the 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 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 Panhandle Community Services' 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 and *Government 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 for 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 judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment 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 Panhandle Community Services' 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 judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Panhandle Community Services' 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-related matters that 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 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 20-27) and Financial Data Schedule (presented on pages 28-32) 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 September 7, 2022, 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 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 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

September 7, 2022
Chanute, Kansas

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Statements of Financial Position

December 31, 2021 and 2020

	2021	2020
<u>ASSETS</u>		
Current Assets:		
Cash and Cash Equivalents	\$ 4,521,631.32	\$ 4,486,958.45
Investments	46,129.23	46,115.63
Accounts Receivable, Net	1,579,284.06	1,433,863.62
Prepaid Expense	4,305.06	16,983.87
Total Current Assets	<u>6,151,349.67</u>	<u>5,983,921.57</u>
Capital Assets, Net	<u>4,862,076.63</u>	<u>3,965,372.68</u>
TOTAL ASSETS	<u>\$ 11,013,426.30</u>	<u>\$ 9,949,294.25</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 637,734.69	\$ 413,608.13
Accrued Payroll	222,565.46	167,819.41
Accrued Annual Leave	36,900.17	27,738.43
Accrued Payroll Withholdings	661.04	55,348.73
Due to Grantor	352,594.88	-
Refundable Grant Advance	189,037.05	196,405.39
Total Current Liabilities	<u>1,439,493.29</u>	<u>860,920.09</u>
TOTAL LIABILITIES	<u>1,439,493.29</u>	<u>860,920.09</u>
<u>NET ASSETS</u>		
Without Donor Restrictions	7,360,453.79	6,496,543.03
With Donor Restrictions	<u>2,213,479.22</u>	<u>2,591,831.13</u>
TOTAL NET ASSETS	<u>9,573,933.01</u>	<u>9,088,374.16</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 11,013,426.30</u>	<u>\$ 9,949,294.25</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, 2021 and 2020

CHANGES IN NET ASSETS	2021	2020
Changes in Net Assets without Donor Restrictions:		
Support and Revenues		
Contributions	\$ 12,615,722.53	\$ 11,436,443.39
Interest Income	16,726.46	17,665.89
Program Income	1,323,928.13	1,489,149.06
Other Income	28,317.03	120,276.21
Total Support and Revenues without Donor Restrictions	<u>13,984,694.15</u>	<u>13,063,534.55</u>
Expenses:		
Program Services		
Emergency Assistance	4,831,563.93	4,354,357.30
Community Services	609,942.27	1,055,550.17
Housing Services	10,786,227.64	9,615,485.41
Weatherization Services	644,581.38	452,520.56
Senior Activities	160,098.70	161,551.56
Transportation Services	4,399,119.94	3,888,546.02
Supporting Activities		
General and Administration	2,020,243.48	1,576,773.46
Fundraising	74,146.89	62,688.46
Total Expenses	<u>23,525,924.23</u>	<u>21,167,472.94</u>
Net Assets Released From Restrictions		
through Satisfaction of Program Restrictions	<u>10,405,140.84</u>	<u>9,834,226.16</u>
Increase (Decrease) in Net Assets without Donor Restrictions	<u>863,910.76</u>	<u>1,730,287.77</u>
Changes in Net Assets with Donor Restrictions:		
Support:		
Contributions	9,895,525.39	10,929,496.66
Program Income	47,831.87	-
Other Income	83,431.67	-
Net Assets Released From Restrictions		
Through Satisfaction of Program Restrictions	<u>(10,405,140.84)</u>	<u>(9,834,226.16)</u>
Net Increase (Decrease) in Net Assets with Donor Restrictions	<u>(378,351.91)</u>	<u>1,095,270.50</u>
INCREASE (DECREASE) IN NET ASSETS	<u>485,558.85</u>	<u>2,825,558.27</u>
NET ASSETS, BEGINNING OF THE YEAR	<u>9,088,374.16</u>	<u>6,262,815.89</u>
NET ASSETS, END OF THE YEAR	<u>\$ 9,573,933.01</u>	<u>\$ 9,088,374.16</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, 2021

	Program Services				
	Emergency Assistance	Community Services	Housing Services	Weatherization Services	Senior Activities
Expenses					
Salary and Fringe	\$ 613,023.18	\$ 393,289.04	\$ 601,031.99	\$ 164,881.53	\$ 128,551.92
Advertising	-	6,851.64	836.73	-	250.00
Assistance Payments	4,108,088.51	61,024.05	9,752,017.75	431,451.70	105.75
Depreciation Expense	873.01	436.50	1,997.27	214.85	-
Fees Expense	-	-	114,852.20	5,575.56	-
Insurance	-	-	6,666.94	14,471.41	3,517.19
Occupancy Expenses	30.00	5,094.06	8,185.33	2,736.12	1,244.23
Other Expenses	867.09	1,587.18	15,279.59	3,522.85	12,139.99
Professional Services	39,426.24	92,604.13	194,466.68	11,081.80	89.88
Repairs and Maintenance	561.46	2,261.93	9,932.51	(1,621.66)	732.85
Supplies	39,358.14	26,134.26	51,660.12	8,021.90	10,981.24
Taxes & Licenses	-	-	-	-	-
Travel	29,336.30	20,659.48	29,300.53	4,245.32	2,485.65
Total Expenses	\$ 4,831,563.93	\$ 609,942.27	\$ 10,786,227.64	\$ 644,581.38	\$ 160,098.70
	Program Services		Supporting Activities		
	Transportation Services	Total Program Services	General and Administration	Fundraising	Total Organization Services
Expenses					
Salary and Fringe	\$ 2,433,290.28	\$ 4,334,067.94	\$ 819,025.69	\$ 30,149.33	\$ 5,183,242.96
Advertising	85.76	8,024.13	3,752.65	141.34	11,918.12
Assistance Payments	537.60	14,353,225.36	33,087.57	-	14,386,312.93
Depreciation Expense	480,551.65	484,073.28	96,320.05	3,627.89	584,021.22
Fees Expense	1,681.23	122,108.99	2,894.45	109.02	125,112.46
Insurance	298,315.36	322,970.90	99,638.72	3,752.88	426,362.50
Occupancy Expenses	48,626.41	65,916.15	208,235.06	7,843.19	281,994.40
Other Expenses	12,292.96	45,689.66	101,346.44	3,817.21	150,853.31
Professional Services	83,979.64	421,648.37	461,141.17	17,368.84	900,158.38
Repairs and Maintenance	428,214.53	440,081.62	58,580.72	2,206.44	500,868.78
Supplies	102,427.18	238,582.84	93,592.86	3,525.17	335,700.87
Taxes & Licenses	-	-	-	-	-
Travel	509,117.34	595,144.62	42,628.10	1,605.58	639,378.30
Total Expenses	\$ 4,399,119.94	\$ 21,431,533.86	\$ 2,020,243.48	\$ 74,146.89	\$ 23,525,924.23

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
	Program Services		Supporting Activities		
	Transportation Services	Total Program Services	General and Administration	Fundraising	Total Organization Services
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

Statements of Cash Flows

For the Years Ended December 31, 2021 and 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets	\$ 485,558.85	\$ 2,825,558.27
Adjustments to Reconcile Increase in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation Expense	584,021.22	463,456.61
(Gain)/ Loss on Sale of Assets	-	-
(Increase) Decrease in----		
Grant and Contracts Receivable	(145,420.44)	(843,816.64)
Prepaid Expense	12,678.81	99,017.76
Increase (Decrease) in----		
Accounts Payable	224,126.56	(103,592.71)
Accrued Payroll	54,746.05	13,887.40
Accrued Annual Leave	9,161.74	(3,489.04)
Accrued Liabilities	-	(23,526.60)
Accrued Payroll Withholdings	(54,687.69)	2,453.27
Due to Grantor	352,594.88	-
Refundable Grant Advance	(7,368.34)	139,393.62
	<u>1,029,852.79</u>	<u>(256,216.33)</u>
TOTAL ADJUSTMENTS		
	<u>1,515,411.64</u>	<u>2,569,341.94</u>
Net Cash Provided (Used) by Operating Activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Capital Assets	(1,480,725.17)	(1,878,651.77)
Proceeds from the Sale of Capital Assets	-	-
Re-investment of Interest Income	(13.60)	(229.41)
	<u>(1,480,738.77)</u>	<u>(1,878,881.18)</u>
Net Cash Provided by (Used in) Investing Activities		
	<u>34,672.87</u>	<u>690,460.76</u>
Net Increase (Decrease) in Cash and Cash Equivalents		
	<u>4,486,958.45</u>	<u>3,796,497.69</u>
Cash and Cash Equivalents, Beginning of the Year		
	<u>\$ 4,521,631.32</u>	<u>\$ 4,486,958.45</u>
Cash and Cash Equivalents, End of the Year		
Supplemental Information		
Donated Capital Assets - Building	\$ 120,000.00	\$ -

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

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Notes to the Financial Statements

December 31, 2021 and 2020

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.

Basis of Accounting

The Organization's program policy is to prepare its financial statements on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities. Assets are recorded at cost when purchased, or in the case of gifts, at fair value at the date of the gift. Investments are valued at fair value for financial statement presentation.

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.

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

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

Revenue Recognition

Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for specific purposes are reported as contributions with donor restrictions that increases that net asset class. When donor restrictions expire, that is, when a time restriction ends and/or a purpose restriction is fulfilled, 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 restriction.

Contributions may be considered conditional or non-conditional. A conditional contribution exists if a) one or more barrier exists and b) the right to receive or retain payment or delivery of the promised asset depends on meeting those barriers. In cases of ambiguous donor stipulations or stipulations that are not clearly unconditional are presumed to be conditional. Conditional contributions are recognized when conditions have been substantially met or waived by the donor. Non-conditional contributions are recognized when received or right to receive is obtained through documentation.

Grant revenue may be considered a contribution, entirely an exchange transaction, or a combination of the two. If a grant is considered a contribution, it is recognized as described in the above paragraph. If a grant is considered an exchange transaction, it falls under the guidance of Topic 606 and additional steps are taken to ensure correct recording of revenue. The performance obligation is satisfied when the services outlined in the grant contract are rendered.

A portion of our revenue is derived from cost-reimbursable federal and state contracts and grants, which are conditioned upon certain performance requirements and/ or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when we have incurred expenditures in compliance with specific contract or grant provisions. Amounts received prior to incurring qualifying expenditures are reported as refundable advances in the statement of financial position.

Non Cash Contributions

Contributed personnel services are recognized and recorded at fair value only to the extent they create or enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donations. Contributed goods are recognized at fair value on the date received.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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).

Allocated Costs

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

- 1) Personnel is based on functions performed by staff.
- 2) Travel is based on program/service which directly benefits by such travel costs and/or percentages derived from staffing allocations.
- 3) Occupancy costs are based primarily on utilization.
- 4) Phone is based primarily on number of lines and history of long distance charges.
- 5) Printing/Supplies are based primarily on utilization.

3. CONCENTRATION OF CREDIT RISK

At December 31, 2021, the Organization's carrying amount of deposits was \$4,521,631.32 and the bank balance was \$5,248,602.29. The bank balance was held by six banks resulting in a concentration of credit risk. Of the bank balance, \$516,275.44 was covered by FDIC insurance, \$631,772.79 was covered with securities pledged, and the remaining \$4,100,554.06 was considered unsecured at year end.

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.

4. INVESTMENTS

The Organization had invested \$46,129,23 and \$46,115.63 at December 31, 2021 and 2020, 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, 2021.

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, 2021			
	Level 1	Level 2	Level 3	Total
TexPool	\$ - -	\$ - -	\$ 46,129.23	\$ 46,129.23

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

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, 2021 and 2020:

	2021	2020
Balance, Beginning of Year	\$ 46,115.63	\$ 45,886.22
Interest Income	13.60	229.41
Balance, End of Year	\$ 46,129.23	\$ 46,115.63

6. RECEIVABLES, NET

Receivables at December 31, 2021 and 2020, consist of amounts due as follows:

	2021	2020
5311 Federal Transportation Grant	\$ 0.00	\$ 219,253.47
5311 State Transportation Grant	23,809.18	83,405.25
CARES Transportation	268,202.71	371,322.97
Medical Transportation	0.00	25,680.20
Transportation Maintenance Facility	217,407.00	28,859.70
Transit to Work Program	214,972.45	0.00
Retired Senior Volunteer Program Federal	0.00	6,797.82
Texas Veterans Commission	84,338.27	81,238.89
Emergency Solutions Grant – CARES 2	270,096.33	0.00
Health Navigator	88,722.15	0.00
Vehicle Rehab	58,839.13	0.00
TEMAP	41,569.27	0.00
HUD Section 8	117,888.63	0.00
LIHEAP	0.00	64,220.73
EITC	12,745.42	0.00
DOE WZN	0.00	11,924.17
CEAP	48,485.83	367,146.84
CEAP CARES	46,807.26	60,223.87
Housing Preservation Grant	13,028.61	58,770.00
Community Services Block Grant	16,094.91	46,694.40

6. RECEIVABLES, NET (Continued)

	2021	2020
HUD – Tenant Fraud	\$ 7,951.60	\$ 23,861.46
Vehicle Preventive Maintenance Grant	55,901.92	6,279.22
Other Receivables	<u>374.99</u>	<u>2,046.09</u>
Sub-Total Accounts Receivable	1,587,235.66	1,457,725.08
Less Allowance for Doubtful Accounts		
Fraud Recovery	<u>(7,951.60)</u>	<u>(23,861.46)</u>
Total Receivables, Net	<u>\$ 1,579,284.06</u>	<u>\$ 1,433,863.62</u>

7. CAPITAL ASSETS, NET

Following are the changes in capital assets for the year ended December 31, 2021:

	Balance 12/31/2020	Additions	Retirements	Balance 12/31/2021
Capital Assets				
WIP	\$ -	\$ 537,832.80	\$ -	\$ 537,832.80
Building Improvements	1,967,664.10	-	-	1,967,664.10
Buildings	433,957.15	20,857.04	-	454,814.19
Equipment	427,051.05	331,038.37	-	758,089.42
Land	837,115.47	-	-	837,115.47
Vehicles	6,505,314.27	590,996.96	-	7,096,311.23
Total Capital Assets	10,171,102.04	1,480,725.17	-	11,651,827.21
Accumulated Depreciation	(6,205,729.36)	(584,021.22)	-	(6,789,750.58)
Total Net Capital Assets	<u>\$ 3,965,372.68</u>	<u>\$ 896,703.95</u>	<u>\$ -</u>	<u>\$ 4,862,076.63</u>

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>

8. REFUNDABLE GRANT ADVANCES/DUE TO GRANTOR

Refundable grant advances at December 31, 2021 and 2020, consist of grant funds received in excess of expenses in the following programs:

	2021	2020
HUD – CARES	\$ 0.00	\$ 150,708.07
LIHEAP	87,262.42	0.00
DOE	57,052.36	0.00
Retired Senior Volunteer Program - State	<u>44,722.27</u>	<u>45,697.32</u>
Total Refundable Grant Advances	<u>\$ 189,037.05</u>	<u>\$ 196,405.39</u>

Due to grantor at December 31, 2021 and 2020, consist of grant funds received and determined they need to be returned to the grantor in the following programs:

	2021	2020
CEAP	\$ 28,032.81	\$ 0.00
CEAP – CARES	278,713.59	0.00
LIHEAP	34,904.04	0.00
Texas Veterans Commission	<u>10,944.44</u>	<u>0.00</u>
Total Due to Grantor	<u>\$ 352,594.88</u>	<u>\$ 0.00</u>

9. OPERATING LEASES

As of December 31, 2021 and 2020, the Organization has entered into a number of operating leases for space. Total payments for the years ended December 31, 2021 and 2020, were \$44,582.88 and \$43,147.33, respectively. Future minimum lease payments are as follows:

2022	\$ 4,293.60
2023	4,293.60
2024	4,293.60

10. 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

10. COMPENSATED ABSENCES (Continued)

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.

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.

11. 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, 2021 and 2020, were \$80,171.73 and \$59,114.77, respectively.

12. NET ASSETS

Net assets without donor restrictions

At December 31, 2021, 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:

	2021		2020
WTU Neighbor to Neighbor Donations	\$ 12,345.54	\$	10,385.74
Techbridge Donations	4,990.27		4,990.27
Texas Gas Company Donations	2,142.28		2,142.28
Children Defense Fund	20,000.01		0.00
Tyson Free Tax Preparation	25,000.00		0.00
United Way Donations	13,011.92		11,618.98
Atmos Keeping the Warmth Donations	16,512.14		16,512.14
Texas Foundation	5,374.15		18,500.00
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	513,611.59		999,754.22

12. NET ASSETS (Continued)

Net assets with donor restrictions (Continued)

	2021	2020
TexDOT Vehicles – Net Book Value	\$ 1,454,619.61	\$ 1,459,938.25
RSVP Advisory Council Donations	10,413.26	9,549.84
Food Bank Donations	88,050.04	4,618.37
Bivins Foundation Donations	7,221.27	13,200.00
Utility Assistance Donations	<u>12,643.54</u>	<u>13,077.44</u>
Total Net Assets with Donor Restrictions	<u>\$ 2,213,479.22</u>	<u>\$ 2,591,831.13</u>

13. 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, 2021, 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, 2021, all net assets without donor restrictions are available to meet cash needs for general expenses of the organization within one year.

	2021	2020
Cash and Cash Equivalents	\$ 4,521,631.32	\$ 4,486,958.45
Investments	46,129.23	46,115.63
Accounts Receivable, Net	1,579,284.06	1,433,863.62
Less: Cash Received with Donor Restrictions	<u>(758,859.61)</u>	<u>(1,131,892.88)</u>
Net Liquidity to Meet Current Obligations	<u>\$ 5,388,185.00</u>	<u>\$ 4,835,071.82</u>

14. 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.

15. 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.

16. SUBSEQUENT EVENTS

The Organization evaluated events and transactions occurring subsequent to December 31, 2021 through September 7, 2022 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 non-recognized subsequent events requiring disclosure.

SUPPLEMENTARY INFORMATION

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year ended December 31, 2021

	LIHEAP - CEAP	LIHEAP - CEAP	LIHEAP - CEAP CARES	CEAP APR	Techbridge Project	WTU Neighbor to Neighbor	Utility Assistance Admin	Texas Gas Company
Program #:	375	375	374	376	380	325	328	327
Grant Year End:	3/31/2021	3/31/2022	9/30/2021	9/30/2022	N/A	N/A	N/A	N/A
CFDA #:	93.568	93.568	93.568	93.568	N/A	N/A	N/A	N/A
	Emergency Assistance	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
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 564,551.92	\$ 3,288,392.12	\$ 1,143,172.84	\$ 111,296.03	\$ -	\$ -	\$ -	\$ -
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	257.16	-	-	-	5,000.00	963.00	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-
Other Income	15,696.27	8,370.71	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>580,248.19</u>	<u>3,297,019.99</u>	<u>1,143,172.84</u>	<u>111,296.03</u>	<u>-</u>	<u>5,000.00</u>	<u>963.00</u>	<u>-</u>
Expenses								
Salary and Fringe	146,705.02	401,250.46	-	65,067.70	-	-	-	-
Advertising	-	-	-	-	-	-	-	-
Assistance Payments	325,257.22	2,550,625.32	1,185,541.87	42,227.00	-	3,040.20	1,396.90	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-
Occupancy Expenses	1,785.42	4,791.12	-	595.14	-	-	-	-
Other Expenses	846.00	21.09	-	-	-	-	-	-
Professional Services	15,960.65	22,745.59	-	720.00	-	-	-	-
Repairs and Maintenance	98.37	407.36	-	55.73	-	-	-	-
Supplies	2,504.06	35,157.72	176.58	1,519.78	-	-	-	-
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	-	-	(42,545.61)	(21,386.39)	-	-	-	-
Travel	6,652.34	20,707.66	-	1,976.30	-	-	-	-
Indirect Costs	38,296.94	136,727.66	-	3,411.80	-	-	-	-
Allocated Costs	42,142.17	124,586.01	-	17,108.97	-	-	-	-
Total Expenses	<u>580,248.19</u>	<u>3,297,019.99</u>	<u>1,143,172.84</u>	<u>111,296.03</u>	<u>-</u>	<u>3,040.20</u>	<u>1,396.90</u>	<u>-</u>
Increase (Decrease) in Net Assets	-	-	-	-	-	1,959.80	(433.90)	-
Beginning Net Assets	-	-	-	-	4,990.27	10,385.74	13,077.44	2,142.28
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,990.27</u>	<u>\$ 12,345.54</u>	<u>\$ 12,643.54</u>	<u>\$ 2,142.28</u>

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year ended December 31, 2021

	Community Services Block Grant	Community Services Block Grant	Community Services Block Grant-CARES	Vista	Earned Income Tax Credit Assistance	Tyson Free Tax Preparation	Healthcare - Navigator	Children's Defense Fund
Program #:	301	301	302	305	308	331	360	309
Grant Year End:	3/31/2021	3/31/2022	7/31/2021	12/31/2020	9/29/2023	N/A	8/26/2022	12/31/2022
CFDA #:	93.569	93.569	93.569	94.013	93.137	N/A	93.332	N/A
	Community Services	Community Services	Community Services	Community Services	Community Services	Community Services W/ Donor Restrictions	Community Services	Community Services W/ Donor Restrictions
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 166,132.15	\$ 301,229.09	\$ -	\$ -	\$ 166,533.66	\$ -	\$ 92,532.54	\$ -
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	530.00	85.00	-	-	-	25,000.00	-	20,000.01
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>166,662.15</u>	<u>301,314.09</u>	<u>-</u>	<u>-</u>	<u>166,533.66</u>	<u>25,000.00</u>	<u>92,532.54</u>	<u>20,000.01</u>
Expenses								
Salary and Fringe	81,753.51	185,325.17	(138.47)	(9.66)	70,065.06	-	56,293.43	-
Advertising	-	339.23	-	-	3,902.00	-	2,610.41	-
Assistance Payments	49,459.87	10,342.51	1,221.67	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-
Occupancy Expenses	2,077.53	5,859.09	-	-	-	-	3,367.56	-
Other Expenses	500.00	1,087.18	-	-	-	-	-	-
Professional Services	11,339.70	17,244.82	-	-	64,019.61	-	-	-
Repairs and Maintenance	60.65	308.70	-	-	-	-	1,892.58	-
Supplies	594.06	1,826.58	1,895.13	-	7,843.33	-	13,975.16	-
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	(12,664.57)	(3,898.67)	(2,934.02)	(58.27)	(4,272.44)	-	(6,440.87)	-
Travel	1,796.29	11,101.53	-	71.02	4,870.27	-	2,820.37	-
Indirect Costs	22,235.11	40,805.22	(44.31)	(3.09)	20,105.83	-	18,013.90	-
Allocated Costs	9,510.00	30,972.73	-	-	-	-	-	-
Total Expenses	<u>166,662.15</u>	<u>301,314.09</u>	<u>-</u>	<u>-</u>	<u>166,533.66</u>	<u>-</u>	<u>92,532.54</u>	<u>-</u>
Increase (Decrease) in Net Assets	-	-	-	-	-	25,000.00	-	20,000.01
Beginning Net Assets	-	-	-	-	-	-	-	-
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,000.00</u>	<u>\$ -</u>	<u>\$ 20,000.01</u>

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year ended December 31, 2021

	HUD Section 8	HUD Section 8 - CARES	Texas Veterans Commission	Texas Veterans Commission	Emergency Solutions Grant Cares 2	Housing Preservation Grant	Housing Preservation Grant	Texas Emergency Mortgage Assistance
Program #:	383	381	307	307	312	329	329	317
Grant Year End:	12/31/2020	12/31/2020	6/30/2021	6/30/2022	3/31/2022	10/15/2021	10/15/2022	12/31/2021
CFDA #:	14.871	14.871	N/A	N/A	14.231	10.433	10.433	14.228
	Housing Services W/ Donor Restrictions	Housing Services W/ Donor Restrictions	Housing Services W/ Donor Restrictions	Housing Services W/ Donor Restrictions	Housing Services	Housing Services	Housing Services	Housing Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 9,251,176.63	\$ 150,708.07	\$ -	\$ -	\$ 531,480.10	\$ 40,562.63	\$ 60,672.24	\$ 55,387.12
Grant Revenue - State	-	-	180,207.57	180,026.35	-	-	-	-
Local	-	-	-	100.00	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	47,831.87	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>9,299,008.50</u>	<u>150,708.07</u>	<u>180,207.57</u>	<u>180,126.35</u>	<u>531,480.10</u>	<u>40,562.63</u>	<u>60,672.24</u>	<u>55,387.12</u>
Expenses								
Salary and Fringe	384,110.22	52,171.13	21,519.67	21,533.62	104,597.56	8,559.37	-	8,540.42
Advertising	237.19	-	-	-	469.39	-	-	130.15
Assistance Payments	8,892,614.86	-	143,691.00	154,775.00	375,656.83	91,467.92	49,507.08	44,305.06
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	114,733.52	-	-	-	-	118.68	-	-
Insurance	-	-	-	2,666.78	-	-	4,000.16	-
Occupancy Expenses	16,083.00	-	-	81.79	625.50	-	-	48.00
Other Expenses	12,346.09	799.00	-	-	2,134.50	-	-	-
Professional Services	97,769.20	68,339.04	200.00	542.98	13,855.86	6,594.60	7,165.00	-
Repairs and Maintenance	9,932.51	-	-	-	-	-	-	-
Supplies	38,979.88	343.17	-	8,263.10	3,648.49	-	-	425.48
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	(17,117.63)	-	8,150.10	(9,574.25)	(5,106.21)	(66,278.88)	-	(1,082.95)
Travel	7,845.55	12,543.01	372.90	338.69	7,912.35	-	-	288.03
Indirect Costs	121,583.97	16,512.72	6,273.90	1,498.64	27,685.83	100.94	-	2,732.93
Allocated Costs	106,032.77	-	-	-	-	-	-	-
Total Expenses	<u>9,785,151.13</u>	<u>150,708.07</u>	<u>180,207.57</u>	<u>180,126.35</u>	<u>531,480.10</u>	<u>40,562.63</u>	<u>60,672.24</u>	<u>55,387.12</u>
Increase (Decrease) in Net Assets	(486,142.63)	-	-	-	-	-	-	-
Beginning Net Assets	999,754.22	-	-	-	-	-	-	-
Ending Net Assets	<u>\$ 513,611.59</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year ended December 31, 2021

	DOE Weatherization	DOE Weatherization	LIHEAP Weatherization	LIHEAP Weatherization	Atmos Keeping the Warmth	Texas Foundation	Atmos Weatherization Assistance	Federal RSVP
Program #:	310	310	313	313	328	330	341	316
Grant Year End:	6/30/2021	6/30/2022	8/31/2021	8/31/2022	N/A	N/A	N/A	3/31/2021
CFDA #:	81.042	81.042	93.568	93.568	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	\$ 22,335.10	\$ 37,788.56	\$ 167,513.59	\$ 222,710.59	\$ -	\$ -	\$ -	\$ 702.18
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	-	-	25.00
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-
Other Income	-	-	-	282.85	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>22,335.10</u>	<u>37,788.56</u>	<u>167,513.59</u>	<u>222,993.44</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>727.18</u>
Expenses								
Salary and Fringe	21,422.65	20,305.63	75,568.20	47,585.05	-	-	-	-
Advertising	-	-	-	-	-	-	-	-
Assistance Payments	3,254.36	43,894.53	238,399.77	138,857.19	-	7,045.85	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	1,396.16	-	4,179.40	-	-	-	-	-
Insurance	1,858.20	4,344.99	4,936.32	3,331.90	-	-	-	-
Occupancy Expenses	769.95	906.28	3,105.47	1,121.58	-	-	-	709.01
Other Expenses	990.00	2,246.41	-	286.44	-	-	-	-
Professional Services	-	3,321.20	1,200.00	480.60	-	6,080.00	-	-
Repairs and Maintenance	64.17	(363.64)	(1,831.36)	509.17	-	-	-	-
Supplies	325.30	1,882.82	3,307.24	2,506.54	-	-	-	18.17
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	(17,195.11)	(46,629.98)	(192,687.70)	(3,340.54)	-	-	-	-
Travel	431.12	735.37	2,219.79	859.04	-	-	-	-
Indirect Costs	6,234.91	3,823.67	16,436.05	22,839.60	-	-	-	-
Allocated Costs	2,783.39	3,321.28	12,680.41	7,956.87	-	-	-	-
Total Expenses	<u>22,335.10</u>	<u>37,788.56</u>	<u>167,513.59</u>	<u>222,993.44</u>	<u>-</u>	<u>13,125.85</u>	<u>-</u>	<u>727.18</u>
Increase (Decrease) in Net Assets	-	-	-	-	-	(13,125.85)	-	-
Beginning Net Assets	-	-	-	-	16,512.14	18,500.00	5,680.95	-
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,512.14</u>	<u>\$ 5,374.15</u>	<u>\$ 5,680.95</u>	<u>\$ -</u>

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year ended December 31, 2021

	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:	3/31/2022	8/31/2021	8/31/2022	N/A	N/A	8/31/2021	8/31/2022	8/31/2021
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	\$ 137,799.89	\$ 44,399.32	\$ 16,591.67	\$ -	\$ -	\$ -	\$ -	\$ 260,082.53
Grant Revenue - State	-	-	-	-	-	49,999.75	42,859.18	-
Local	-	1,998.00	-	1,772.00	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	5,120.65
Other Income	-	8.40	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>137,799.89</u>	<u>46,405.72</u>	<u>16,591.67</u>	<u>1,772.00</u>	<u>-</u>	<u>49,999.75</u>	<u>42,859.18</u>	<u>265,203.18</u>
Expenses								
Salary and Fringe	84,155.22	30,995.97	13,400.73	-	-	-	17,037.25	-
Advertising	-	-	-	250.00	-	-	-	-
Assistance Payments	105.75	-	-	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	-	-	-	-	-
Insurance	3,517.19	-	-	-	-	-	12,800.00	-
Occupancy Expenses	6,543.94	1,790.39	709.01	-	-	-	-	-
Other Expenses	6,524.07	4,957.34	-	658.58	-	-	-	-
Professional Services	73.34	16.54	-	-	-	-	-	-
Repairs and Maintenance	662.54	-	70.31	-	-	50,000.00	6,250.00	259,254.54
Supplies	1,951.82	2,765.48	267.04	-	5,978.73	-	-	-
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	8,991.78	(14,399.56)	(3,564.08)	-	-	(0.25)	-	-
Travel	1,600.35	484.84	400.46	-	-	-	-	-
Indirect Costs	11,956.76	8,290.38	-	-	-	-	6,771.93	-
Allocated Costs	11,717.13	11,504.34	5,308.20	-	-	-	-	5,948.64
Total Expenses	<u>137,799.89</u>	<u>46,405.72</u>	<u>16,591.67</u>	<u>908.58</u>	<u>5,978.73</u>	<u>49,999.75</u>	<u>42,859.18</u>	<u>265,203.18</u>
Increase (Decrease) in Net Assets	-	-	-	863.42	(5,978.73)	-	-	-
Beginning Net Assets	-	-	-	9,549.84	13,200.00	-	-	-
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,413.26</u>	<u>\$ 7,221.27</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year ended December 31, 2021

	5311 Federal Transportation	5317 Federal Capital Grant	CARES Transportation	Transit ARP	Transit CARRISA	Maintenance Facility	5310 State Transportation	5339 State Transportation
Program #:	322	379	321	361	362	366	367	368
Grant Year End:	8/31/2022	9/30/2022	12/31/2022	8/31/2022	8/31/2022	09/30/2022	8/31/2021	3/31/2022
CFDA #:	20.509	20.526	20.509/20.507	20.509	20.513	20.526	20.513	20.526
	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ -	\$ 431,791.00	\$ 3,516,990.74	\$ 157,347.00	\$ 57,625.45	\$ 371,083.30	\$ 218,023.78	\$ 162,371.13
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	4,838.25	-	87,668.71	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Allocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>4,838.25</u>	<u>431,791.00</u>	<u>3,604,659.45</u>	<u>157,347.00</u>	<u>57,625.45</u>	<u>371,083.30</u>	<u>218,023.78</u>	<u>162,371.13</u>
Expenses								
Salary and Fringe	-	-	2,121,737.11	120,202.28	43,655.64	-	-	-
Advertising	-	-	85.76	-	-	-	-	-
Assistance Payments	-	-	552.00	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	1,674.33	-	-	-	-	-
Insurance	-	-	227,539.16	-	-	-	25,600.00	-
Occupancy Expenses	-	-	56,937.83	-	-	-	-	-
Other Expenses	-	-	2,760.47	-	-	-	-	-
Professional Services	-	-	59,116.15	-	-	371,082.80	-	-
Repairs and Maintenance	-	431,790.80	140,026.36	-	-	-	27,540.00	161,577.65
Supplies	-	-	85,426.39	-	-	-	19,652.57	793.48
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	553.87	0.20	(78,944.42)	-	-	0.50	(6,279.79)	-
Travel	-	-	349,714.79	-	-	-	151,511.00	-
Indirect Costs	-	-	560,351.97	37,144.72	13,969.81	-	-	-
Allocated Costs	4,284.38	-	77,681.55	-	-	-	-	-
Total Expenses	<u>4,838.25</u>	<u>431,791.00</u>	<u>3,604,659.45</u>	<u>157,347.00</u>	<u>57,625.45</u>	<u>371,083.30</u>	<u>218,023.78</u>	<u>162,371.13</u>
Increase (Decrease) in Net Assets	-	-	-	-	-	-	-	-
Beginning Net Assets	-	-	-	-	-	-	-	-
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year ended December 31, 2021

	Transit to Work	Medical Transportation	Memorial Fund	Food Bank	United Way of Moore County	United Way of Frona	Amarillo Area Foundation	Cost Allocation
Program #:	373	323	339	369	382	347	33400	386
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
	Transportation Services	Transportation Services	Mgmt & General W/ Donor Restrictions	Mgmt & General	Mgmt & General W/ Donor Restrictions	Mgmt & General W/ Donor Restrictions	Mgmt & General W/ Donor Restrictions	Mgmt & General
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	-	-	-	5,000.00	1,500.00	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	1,226,300.52	-	-	-	-	-	-
Other Income	-	-	-	83,431.67	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	394,434.33
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	-	1,226,300.52	-	83,431.67	5,000.00	1,500.00	-	394,434.33
Expenses								
Salary and Fringe	-	130,658.00	-	-	-	-	-	89,600.07
Advertising	-	-	-	-	-	-	-	-
Assistance Payments	-	(14.40)	-	-	5,107.06	-	-	947.83
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	6.90	-	-	-	-	-	7.00
Insurance	-	32,376.20	-	-	-	-	-	40,415.23
Occupancy Expenses	-	1,873.34	-	-	-	-	-	159,380.53
Other Expenses	-	9,532.49	-	-	-	-	-	328.00
Professional Services	-	34,113.49	-	-	-	-	-	8,133.60
Repairs and Maintenance	-	236,641.59	-	-	-	-	-	32,435.20
Supplies	-	5,505.45	-	-	-	-	-	50,476.94
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	-	337,738.23	-	-	-	-	-	(104,735.22)
Travel	-	36,109.76	-	-	-	-	-	703.60
Indirect Costs	-	149,652.94	-	-	-	-	-	28,625.03
Allocated Costs	-	8,818.51	-	-	-	-	-	88,116.52
Total Expenses	-	983,012.50	-	-	5,107.06	-	-	394,434.33
Increase (Decrease) in Net Assets	-	243,288.02	-	83,431.67	(107.06)	1,500.00	-	-
Beginning Net Assets	80,889.97	2,770,548.57	-	4,618.37	3,441.57	8,177.41	21,862.65	-
Ending Net Assets	\$ 80,889.97	\$ 3,013,836.59	\$ -	\$ 88,050.04	\$ 3,334.51	\$ 9,677.41	\$ 21,862.65	\$ -

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year ended December 31, 2021

	Information Technology Allocation	Local Funds	Agency Indirect Cost	Corporate, Non- Federal	Organization	Eliminating Entries	Organization Wide Totals
Program #:	390	391	99990	39100/39213			
Grant Year End:	N/A	N/A	N/A	N/A	Wide		
CFDA #:	N/A	N/A	N/A	N/A	Sub-Totals		
	Mgmt & General	Mgmt & General	Mgmt & General	Mgmt & General			
Support and Revenues							
Contributions							
Grant Revenue - Federal	\$ -	\$ -	\$ -	\$ -	\$ 21,748,982.97	\$ -	\$ 21,748,982.97
Grant Revenue - State	-	-	-	-	453,092.85	-	453,092.85
Local	-	45,721.40	-	1,561,945.70	1,669,897.27	(1,360,725.17)	309,172.10
Interest Income	-	-	4,395.07	12,331.39	16,726.46	-	16,726.46
Program Income	-	-	-	-	1,371,760.00	-	1,371,760.00
Other Income	-	-	-	3,958.80	111,748.70	-	111,748.70
Allocation Income	-	-	1,369,434.52	76,424.40	1,840,293.25	(1,840,293.25)	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-
Total Support and Revenues	-	45,721.40	1,373,829.59	1,654,660.29	27,212,501.50	(3,201,018.42)	24,011,483.08
Expenses							
Salary and Fringe	142,822.00	-	638,835.15	(22,082.20)	5,183,242.96	-	5,183,242.96
Advertising	-	-	1,098.65	2,795.34	11,918.12	-	11,918.12
Assistance Payments	-	7,330.76	3,872.16	15,829.76	14,386,312.93	-	14,386,312.93
Depreciation Expense	-	-	-	584,021.22	584,021.22	-	584,021.22
Fees Expense	-	-	2,996.47	-	125,112.46	-	125,112.46
Insurance	-	-	33,901.32	29,075.05	426,362.50	-	426,362.50
Occupancy Expenses	39,267.39	-	48,575.09	1,414.84	358,418.80	(76,424.40)	281,994.40
Other Expenses	476.46	-	49,925.19	54,434.00	150,853.31	-	150,853.31
Professional Services	19,107.36	50.00	397,006.27	75,212.78	1,301,491.18	(401,332.80)	900,158.38
Repairs and Maintenance	-	-	13,640.36	52,068.64	1,423,092.23	(922,223.45)	500,868.78
Supplies	8,525.85	-	25,831.37	12,283.87	344,651.58	(8,950.71)	335,700.87
Taxes & Licenses	-	-	-	-	-	-	-
Transfers	(20,117.26)	-	57,734.71	268,085.28	-	-	-
Travel	757.98	-	40,140.14	2,631.96	667,596.51	(28,218.21)	639,378.30
Indirect Costs	45,472.47	-	-	1,926.29	1,369,434.52	(1,369,434.52)	-
Allocated Costs	(236,312.25)	-	60,272.71	-	394,434.33	(394,434.33)	-
Total Expenses	-	7,380.76	1,373,829.59	1,077,696.83	26,726,942.65	(3,201,018.42)	23,525,924.23
Increase (Decrease) in Net Assets	-	38,340.64	-	576,963.46	485,558.85	-	485,558.85
Beginning Net Assets	-	-	-	5,105,042.74	9,088,374.16	-	9,088,374.16
Ending Net Assets	\$ -	\$ 38,340.64	\$ -	\$ 5,682,006.20	\$ 9,573,933.01	\$ -	\$ 9,573,933.01

Panhandle Community Services (TX481)

Amarillo, TX

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2021

	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
111 Cash - Unrestricted	\$560,346		\$560,346	\$560,346
112 Cash - Restricted - Modernization and Development				
113 Cash - Other Restricted	\$0		\$0	\$0
114 Cash - Tenant Security Deposits				
115 Cash - Restricted for Payment of Current Liabilities				
100 Total Cash	\$560,346	\$0	\$560,346	\$560,346
121 Accounts Receivable - PHA Projects				
122 Accounts Receivable - HUD Other Projects				
124 Accounts Receivable - Other Government				
125 Accounts Receivable - Miscellaneous	\$117,889		\$117,889	\$117,889
126 Accounts Receivable - Tenants	\$7,952		\$7,952	\$7,952
126.1 Allowance for Doubtful Accounts -Tenants	-\$7,952		-\$7,952	-\$7,952
126.2 Allowance for Doubtful Accounts - Other	\$0		\$0	\$0
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	\$117,889	\$0	\$117,889	\$117,889
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	\$678,235	\$0	\$678,235	\$678,235
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: 12/31/2021

	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
290 Total Assets and Deferred Outflow of Resources	\$678,235	\$0	\$678,235	\$678,235
311 Bank Overdraft	\$117,889		\$117,889	\$117,889
312 Accounts Payable <= 90 Days	\$33,736		\$33,736	\$33,736
313 Accounts Payable >90 Days Past Due				
321 Accrued Wage/Payroll Taxes Payable				
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				
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue				
344 Current Portion of Long-term Debt - Operating Borrowings				
345 Other Current Liabilities	\$12,999		\$12,999	\$12,999
346 Accrued Liabilities - Other				
347 Inter Program - Due To				
348 Loan Liability - Current				
310 Total Current Liabilities	\$164,624	\$0	\$164,624	\$164,624
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	\$164,624	\$0	\$164,624	\$164,624
400 Deferred Inflow of Resources				
508.4 Net Investment in Capital Assets				
511.4 Restricted Net Position	\$0		\$0	\$0
512.4 Unrestricted Net Position	\$513,611	\$0	\$513,611	\$513,611
513 Total Equity - Net Assets / Position	\$513,611	\$0	\$513,611	\$513,611
600 Total Liabilities, Deferred Inflows of Resources and Equity - Net	\$678,235	\$0	\$678,235	\$678,235

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

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2021

	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	\$9,251,177	\$150,708	\$9,401,885	\$9,401,885
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	\$11,050		\$11,050	\$11,050
71500 Other Revenue	\$36,781		\$36,781	\$36,781
71600 Gain or Loss on Sale of Capital Assets				
72000 Investment Income - Restricted				
70000 Total Revenue	\$9,299,008	\$150,708	\$9,449,716	\$9,449,716
91100 Administrative Salaries	\$291,932	\$39,170	\$331,102	\$331,102
91200 Auditing Fees				
91300 Management Fee				
91310 Book-keeping Fee				
91400 Advertising and Marketing				
91500 Employee Benefit contributions - Administrative	\$91,878	\$13,000	\$104,878	\$104,878
91600 Office Expenses	\$141,649	\$13,953	\$155,602	\$155,602
91700 Legal Expense				
91800 Travel	\$7,835	\$12,543	\$20,378	\$20,378
91810 Allocated Overhead	\$121,584	\$16,513	\$138,097	\$138,097
91900 Other	\$234,718	\$55,529	\$290,247	\$290,247
91000 Total Operating - Administrative	\$889,596	\$150,708	\$1,040,304	\$1,040,304
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: 12/31/2021

	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	\$300		\$300	\$300
96140 All Other Insurance				
96100 Total insurance Premiums	\$300	\$0	\$300	\$300
96200 Other General Expenses				
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	\$0	\$0	\$0	\$0
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	\$889,896	\$150,708	\$1,040,604	\$1,040,604
97000 Excess of Operating Revenue over Operating Expenses	\$8,409,112	\$0	\$8,409,112	\$8,409,112
97100 Extraordinary Maintenance				
97200 Casualty Losses - Non-capitalized				
97300 Housing Assistance Payments	\$8,776,371		\$8,776,371	\$8,776,371
97350 HAP Portability-In	\$114,734		\$114,734	\$114,734
97400 Depreciation Expense				
97500 Fraud Losses	\$4,150		\$4,150	\$4,150
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: 12/31/2021

	14.871 Housing Choice Vouchers	14.HCC HCV CARES Act Funding	Subtotal	Total
97800 Dwelling Units Rent Expense				
90000 Total Expenses	\$9,785,151	\$150,708	\$9,935,859	\$9,935,859
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	-\$486,143	\$0	-\$486,143	-\$486,143
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0	\$0
11030 Beginning Equity	\$999,754	\$0	\$999,754	\$999,754
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	\$0		\$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	\$513,611		\$513,611	\$513,611
11180 Housing Assistance Payments Equity	\$0		\$0	\$0
11190 Unit Months Available	2001		2001	2001
11210 Number of Unit Months Leased	1560		1560	1560
11270 Excess Cash				
11610 Land Purchases				
11620 Building Purchases				
11630 Furniture & Equipment - Dwelling Purchases				
11640 Furniture & Equipment - Administrative Purchases				
11650 Leasehold Improvements Purchases				
11660 Infrastructure Purchases				
13510 CFFP Debt Service Payments				
13901 Replacement Housing Factor Funds				

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Schedule of Expenditures of Federal and State Awards

For the Year Ended December 31, 2021

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 - Texas	3/31/2021	N/A	94.002	\$ -	\$ 138,502.07
Passed-through:					
Texas Health and Human Services					
Retired and Senior Volunteer Program - Texas	8/31/2022	HHSTX-1-0000241496	94.002	-	60,990.99
			Total 94.002	-	199,493.06
Total Corporation for National and Community Services				-	199,493.06
<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	-	166,533.66
Passed-through:					
Texas Department of Housing and Community Affairs					
Low-Income Home Energy Assistance Program (CEAP)	3/31/2021	58200003166	93.568	-	564,551.92
Low-Income Home Energy Assistance Program (CEAP)	3/31/2022	58210003397	93.568	-	3,288,392.12
COVID19 Low-Income Home Energy Assistance Program (CEAP)	9/30/2021	58990003309	93.568	-	1,143,172.84
COVID19 Low-Income Home Energy Assistance Program (CEAP)	9/30/2022	25210003551	93.568	-	111,296.03
Low-Income Home Energy Assistance Program (LiHEAP)	8/31/2021	81200003194	93.568	-	167,513.59
Low-Income Home Energy Assistance Program (LiHEAP)	8/31/2022	81210003425	93.568	-	222,710.59
			Total 93.568	-	5,497,637.09
Community Services Block Grant	3/31/2021	61200003228	93.569	-	166,132.15
Community Services Block Grant	3/31/2022	61210003459	93.569	-	301,229.09
			Total 93.569	-	467,361.24
South Plains Community Action Association					
Cooperative Agreement to Support Navigators in Federally-facilitated Exchanges	8/26/2022	75-604****	93.332	-	92,532.54
Total U.S. Department of Health and Human Services				-	6,224,064.53
<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	-	22,335.10
Weatherization Assistance for Low-Income Individuals	6/30/2022	56210003520	81.042	-	37,788.56
Total U.S. Department of Energy				-	60,123.66

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Schedule of Expenditures of Federal and State Awards

For the Year Ended December 31, 2021

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	5/31/2021	RPT 1902 (04) 39_19	20.509	\$ -	\$ 260,082.53
COVID19 Formula Grants for Rural Areas	12/31/2022	CAF 2001(04) 072_20	20.509	-	2,400,994.71
			Total 20.509	-	2,661,077.24
Transit Services Program Cluster					
COVID19 Enhanced Mobility of Seniors and					
Individuals with Disabilities (APR)	8/31/2022	533-2021PCS-00076	20.513	-	157,347.00
Enhanced Mobility of Seniors and Individuals with Disabilities	8/31/2021	ED 1901 (27) 074_19	20.513	-	218,023.78
COVID19 Enhanced Mobility of Seniors and					
Individuals with Disabilities	8/31/2022	5311-CRRSAA/APR-2021-PCS-00015	20.513	-	57,625.45
			Total 20.513	-	432,996.23
Federal Transit Cluster					
Bus and Bus Facilities Formula Program - Facility Grant	9/30/2022	DIS 2002 (04) 129_20	20.526	-	371,083.30
Bus and Bus Facilities Formula Program	9/30/2022	IDS 2101 (04) 129-20	20.526	-	431,791.00
Bus and Bus Facilities Formula Program (Rural)	3/31/2022	BFF 2001 (27) 069_20	20.526	-	162,371.13
			Total 20.526	-	965,245.43
COVID19 Formula Grants for Rural Areas	12/31/2022	CAF 2001(04) 072_20	20.507	-	1,115,996.03
Total Federal Transit Cluster				-	2,081,241.46
				-	5,175,314.93
Total U.S. Department of Transportation					
<u>U.S. Department of Housing and Urban Development</u>					
Direct Programs:					
Housing Voucher Cluster					
Section 8 Housing Choice Vouchers	12/31/2021	TX481	14.871	-	9,251,176.63
COVID19 Section 8 Housing Choice Vouchers	12/31/2021	TX481	14.871	-	150,708.07
			Total 14.871	-	9,401,884.70
Passed-through:					
Texas Department of Housing and Community Affairs					
COVID19 Emergency Solutions Grant Program (ESG)	3/31/2022	44206070037	14.231	-	531,480.10
COVID19 Community Development Block Grant (TEMAP)	1/5/2022	707000010015	14.228	-	55,387.12
Total U.S. Department of Housing and Urban Development				-	9,988,751.92

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Schedule of Expenditures of Federal and State Awards
For the Year Ended December 31, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Year End	Pass Through Identifying Number	CFDA #	Provided to Subrecipients	Federal Expenditures
<u>U.S. Department of Agriculture</u>					
Direct Programs:					
Housing Preservation Grant	8/31/2021	N/A	10.433	\$ -	\$ 101,234.87
Total U.S. Department of Agriculture				<u>-</u>	<u>101,234.87</u>
Total Expenditures of Federal Awards				<u>-</u>	<u>21,748,982.97</u>
<u>STATE OF TEXAS PROGRAM TITLE</u>					
Public Transportation (5311) Grant	8/31/2021	RUR 2001(04)	N/A	-	49,999.75
Public Transportation (5311) Grant	8/31/2022	RUR 2101(27)	N/A	-	42,859.18
Texas Veterans Commission	6/30/2021	GT-HTX20-006	N/A	<u>-</u>	<u>360,233.92</u>
Total Expenditures of State Awards				<u>-</u>	<u>453,092.85</u>
TOTAL FEDERAL AND STATE EXPENDITURES				<u>\$ -</u>	<u>\$ 22,202,075.82</u>

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, 2021 and 2020, 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 September 7, 2022.

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

September 7, 2022
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

Opinion on Each Major Federal Program

We have audited Panhandle Community Services' 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 Panhandle Community Services' major federal programs for the year ended December 31, 2021. Panhandle Community Services' 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, 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, 2021.

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 Panhandle Community Services 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 Panhandle Community Services' 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 Panhandle Community Services' 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 Panhandle Community Services' 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 resulting from fraud is higher than for that 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 judgment made by a reasonable user of the report on compliance about Panhandle Community Services' 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 judgment 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 Panhandle Community Services' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Panhandle Community Services' 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 Panhandle Community Services' 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 that we identified during 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 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 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.

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

Chanute, Kansas
September 7, 2022

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2021

None