

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas

Independent Auditor's Report and
Financial Statements with
Supplementary Information

For the Year Ended
December 31, 2022

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas

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JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S 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 statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Panhandle Community Services as of December 31, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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. 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 18-25) and Financial Data Schedule (presented on pages 26-30) 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 18, 2023, 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 18, 2023
Chanute, Kansas

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Statement of Financial Position

December 31, 2022

ASSETS

Current Assets:

Cash and Cash Equivalents	\$	2,963,455.89
Investments		46,861.34
Accounts Receivable, Net		2,043,310.30
Prepaid Expense		109,811.44
Total Current Assets		<u>5,163,438.97</u>

Capital Assets, Net		<u>5,932,437.47</u>
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TOTAL ASSETS	\$	<u><u>11,095,876.44</u></u>
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LIABILITIES

Current Liabilities:

Accounts Payable	\$	349,672.08
Line of Credit		300,000.00
Accrued Payroll		248,214.29
Accrued Annual Leave		51,836.08
Accrued Payroll Withholdings		77,992.39
Refundable Grant Advance		24,545.80
Total Current Liabilities		<u>1,052,260.64</u>

TOTAL LIABILITIES		<u>1,052,260.64</u>
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NET ASSETS

Without Donor Restrictions		7,775,972.16
With Donor Restrictions		<u>2,267,643.64</u>

TOTAL NET ASSETS		<u>10,043,615.80</u>
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TOTAL LIABILITIES AND NET ASSETS	\$	<u><u>11,095,876.44</u></u>
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The accompanying notes are an integral part of the financial statements.

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Statement of Activities

For the Year Ended December 31, 2022

CHANGES IN NET ASSETS

Changes in Net Assets without Donor Restrictions:

Support and Revenues

Contributions	\$ 16,544,886.58
Noncash Contributions	301,040.36
Interest Income	11,747.72
Program Income	1,919,831.36
Other Income	7,466.50
Gain / (Loss) on Sale of Assets	26,907.50
Total Support and Revenues without Donor Restrictions	<u>18,811,880.02</u>

Expenses:

Program Services

Emergency Assistance	7,569,468.66
Community Services	1,175,580.59
Housing Services	12,562,014.05
Weatherization Services	645,653.65
Senior Activities	204,389.94
Transportation Services	5,259,791.14

Supporting Activities

General and Administration	2,766,002.52
Fundraising	77,503.59

Total Expenses

30,260,404.14

Net Assets Released From Restrictions

through Satisfaction of Program Restrictions	<u>11,864,042.49</u>
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Increase (Decrease) in Net Assets without Donor Restrictions

415,518.37

Changes in Net Assets with Donor Restrictions:

Support:

Contributions	11,887,891.49
Interest Income	1,308.79
Program Income	29,006.63

Net Assets Released From Restrictions

Through Satisfaction of Program Restrictions	<u>(11,864,042.49)</u>
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Net Increase (Decrease) in Net Assets with Donor Restrictions

54,164.42

INCREASE (DECREASE) IN NET ASSETS

469,682.79

NET ASSETS, BEGINNING OF THE YEAR

9,573,933.01

NET ASSETS, END OF THE YEAR

\$ 10,043,615.80

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, 2022

	Program Services				
	Emergency Assistance	Community Services	Housing Services	Weatherization Services	Senior Activities
Expenses					
Salary and Fringe	\$ 710,188.98	\$ 637,168.06	\$ 935,174.03	\$ 197,014.40	\$ 141,938.10
Advertising	13.83	60,496.68	423.76	-	6,748.59
Assistance Payments	6,743,061.87	129,311.67	11,322,946.83	369,433.17	27.75
Depreciation Expense	735.57	2,134.85	1,997.27	244.85	-
Fees Expense	-	-	28,453.41	300.00	-
Insurance	7,552.07	4,749.78	19,075.22	19,838.55	3,517.19
Occupancy Expenses	418.50	17,558.27	3,981.55	2,290.12	11,161.13
Other Expenses	1,801.66	28,696.72	93,829.35	24,564.58	11,697.39
Professional Services	17,390.00	66,686.18	18,819.40	200.00	660.00
Repairs and Maintenance	38.13	18,586.39	9,073.86	634.41	367.88
Supplies	46,152.11	148,222.92	49,977.18	15,934.14	19,430.52
Taxes & Licenses	-	-	-	-	-
Travel	42,115.94	61,969.07	78,262.19	15,199.43	8,841.39
Total Expenses	\$ 7,569,468.66	\$ 1,175,580.59	\$ 12,562,014.05	\$ 645,653.65	\$ 204,389.94

	Program Services		Supporting Activities		Total Organization Services
	Transportation Services	Total Program Services	General and Administration	Fundraising	
Expenses					
Salary and Fringe	\$ 2,798,667.65	\$ 5,420,151.22	\$ 1,190,189.30	\$ 34,298.83	\$ 6,644,639.35
Advertising	-	67,682.86	14,422.58	415.63	82,521.07
Assistance Payments	-	18,564,781.29	76,708.62	-	18,641,489.91
Depreciation Expense	731,816.27	736,928.81	86,777.30	2,500.74	826,206.85
Fees Expense	1,614.25	30,367.66	(125.55)	-	30,242.11
Insurance	707,471.71	762,204.52	120,035.19	3,459.17	885,698.88
Occupancy Expenses	44,735.35	80,144.92	249,982.46	7,203.98	337,331.36
Other Expenses	14,584.42	175,174.12	174,536.20	5,029.78	354,740.10
Professional Services	69,694.74	173,450.32	518,654.58	14,946.57	707,051.47
Repairs and Maintenance	77,203.60	105,904.27	102,116.78	2,942.80	210,963.85
Supplies	87,142.83	366,859.70	117,371.66	3,382.41	487,613.77
Taxes & Licenses	-	-	3,158.72	91.03	3,249.75
Travel	726,860.32	933,248.34	112,174.68	3,232.65	1,048,655.67
Total Expenses	\$ 5,259,791.14	\$ 27,416,898.03	\$ 2,766,002.52	\$ 77,503.59	\$ 30,260,404.14

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

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Statement of Cash Flows

For the Year Ended December 31, 2022

CASH FLOWS FROM OPERATING ACTIVITIES

Increase (Decrease) in Net Assets	\$	469,682.79
Adjustments to Reconcile Increase in Net Assets to		
Net Cash Provided by Operating Activities:		
Depreciation Expense		826,206.85
(Gain)/ Loss on Sale of Assets		(26,907.50)
(Increase) Decrease in----		
Grant and Contracts Receivable		(464,026.24)
Prepaid Expense		(105,506.38)
Increase (Decrease) in----		
Accounts Payable		(288,062.61)
Accrued Payroll		25,648.83
Accrued Annual Leave		14,935.91
Accrued Payroll Withholdings		77,331.35
Due to Grantor		(352,594.88)
Refundable Grant Advance		(164,491.25)
TOTAL ADJUSTMENTS		<u>(457,465.92)</u>
Net Cash Provided (Used) by Operating Activities		<u>12,216.87</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchase of Capital Assets		(1,896,567.69)
Proceeds from the Sale of Capital Assets		26,907.50
Re-investment of Interest Income		(732.11)
Net Cash Provided by (Used in) Investing Activities		<u>(1,870,392.30)</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from Line of Credit		600,000.00
Principal Payments on Line of Credit		<u>(300,000.00)</u>
Net Cash Provided by (Used in) Financing Activities		<u>300,000.00</u>

Net Increase (Decrease) in Cash and Cash Equivalents		(1,558,175.43)
Cash and Cash Equivalents, Beginning of the Year		<u>4,521,631.32</u>
Cash and Cash Equivalents, End of the Year	\$	<u><u>2,963,455.89</u></u>

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

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Notes to the Financial Statements

December 31, 2022

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

Leases

Effective January 1, 2022, the Organization adopted FASB ASC 842, Leases. The new standard establishes a right of use (ROU) model that requires a lessee to record an ROU asset and a lease liability on the balance sheet for all leases with terms longer than 12 months. Leases are classified as either finance or operating, with classification affecting the pattern of expense recognition in the income statement. Leases with a term of less than 12 months will not record a right of use asset and lease liability.

The Organization elected to adopt these ASUs effective January 1, 2022 and utilized all of the available practical expedients. The accounting for finance leases remained substantially unchanged.

The Organization leases buildings and a postage machine. The determination of whether an arrangement is a lease is made at the lease's inception. Under Topic 842, a contract is (or contains) a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is defined under the standard as having both the right to obtain substantially all of the economic benefits from use of the asset and the right to direct the use of the asset. Management only reassesses its determination if the terms and conditions of the contract are changed. Lease assets represent the Organization's right to use an underlying asset for the lease term, and lease liabilities represent the Organization's obligation to make lease payments. Lease assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. The Organization uses the implicit rate when it is readily determinable. Since most of the Organization's leases do not provide an implicit rate, to determine the present value of lease payments, management uses a risk-free rate based on the information available at lease commencement. The Organization's lease terms may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Operating lease assets also include any lease payments made and exclude any lease incentives. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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, 2022, the Organization's carrying amount of deposits was \$2,963,455.89 and the bank balance was \$3,044,670.67. The bank balance was held by six banks resulting in a concentration of credit risk. Of the bank balance, \$520,354.67 was covered by FDIC insurance, \$614,769.73 was covered with securities pledged, and the remaining \$1,909,546.21 was considered unsecured at year end.

4. INVESTMENTS

The Organization had invested \$46,861.34 at December 31, 2022, 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:

5. FAIR VALUE MEASUREMENTS (Continued)

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, 2022.

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, 2022			
	Level 1	Level 2	Level 3	Total
TexPool	\$ - -	\$ - -	\$ 46,861.34	\$ 46,861.34

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, 2022:

Balance, Beginning of Year	\$ 46,129.23
Interest Income	732.11
Balance, End of Year	<u>\$ 46,861.34</u>

6. RECEIVABLES, NET

Receivables at December 31, 2022, consist of amounts due as follows:

5311 Federal Transportation Grant	\$ 680,821.32
5311 State Transportation Grant	508,782.00
Transit to Work Program	43,391.00
Retired Senior Volunteer Program Federal	30,912.38
Texas Veterans Commission	144,336.32
Texas Veterans Commission Emergency Services	88,023.05
Emergency Solutions Grant – CARES 2	105,853.01
Health Navigator	108,069.29
Emergency Rental Assistance 2	29,827.24
TEMAP	5,881.08
LIHEAP	35,952.12
EITC	57,525.28
DOE WZN	10,084.83
CEAP	5,952.86
CEAP LiWAP	28,277.93
Housing Preservation Grant	79,209.88
Community Services Block Grant	40,774.64
Texas Foundation Fund	35,000.00
HUD – Tenant Fraud	10,999.00
Other Receivables	<u>4,636.07</u>
Sub-Total Accounts Receivable	2,054,309.30
Less Allowance for Doubtful Accounts	
Fraud Recovery	<u>(10,999.00)</u>
Total Receivables, Net	<u>\$ 2,043,310.30</u>

7. CAPITAL ASSETS, NET

Following are the changes in capital assets for the year ended December 31, 2022:

	Balance 12/31/2021	Additions	Retirements	Balance 12/31/2022
Capital Assets				
Building Improvements	\$ 1,967,664.10	\$ 49,461.46	\$ -	\$ 2,017,125.56
Buildings	454,814.19	-	-	454,814.19
Equipment	758,089.42	146,749.94	-	904,839.36
Land	837,115.47	-	-	837,115.47
Vehicles	7,096,311.23	930,933.09	(918,312.25)	7,108,932.07
Work in Progress	537,832.80	769,423.20	-	1,307,256.00
Total Capital Assets	<u>11,651,827.21</u>	<u>1,896,567.69</u>	<u>(918,312.25)</u>	<u>12,630,082.65</u>
Accumulated Depreciation	<u>(6,789,750.58)</u>	<u>(826,206.85)</u>	<u>918,312.25</u>	<u>(6,697,645.18)</u>
Total Net Capital Assets	<u>\$ 4,862,076.63</u>	<u>\$ 1,070,360.84</u>	<u>\$ -</u>	<u>\$ 5,932,437.47</u>

8. REFUNDABLE GRANT ADVANCES/DUE TO GRANTOR

Refundable grant advances at December 31, 2022, consist of grant funds received in excess of expenses in the following programs:

Retired Senior Volunteer Program - ARS	\$ 9,821.68
DOE	9,470.91
Retired Senior Volunteer Program - State	<u>5,253.21</u>
Total Refundable Grant Advances	<u>\$ 24,545.80</u>

9. LINE OF CREDIT

As of December 31, 2022, the Organization has obtained a \$300,000.00 line of credit to assist in short term cash flow needs with an interest rate of 3.50%. The balance on the notes at December 31, 2022 was \$300,000.00, and interest paid during the year was \$1,380.82.

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

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, 2022, were \$110,111.35.

12. NET ASSETS

Net assets without donor restrictions

At December 31, 2022, 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:

WTU Neighbor to Neighbor Donations	\$	12,345.54
Techbridge Donations		4,990.27
Texas Gas Company Donations		2,373.98
Children Defense Fund		51,586.18
Tyson Free Tax Preparation		24,088.24
Superior Funds		4,149.79
United Way Donations		12,258.06
Texas Foundation		15,971.17
Atmos Weatherization Assistance Donations		5,680.95
HUD Section 8 HAP and ADMIN reserves		443,321.25
RSVP Advisory Council Donations		10,609.22
Food Bank Donations		88,050.04
Bivins Foundation Donations		24,000.00
Utility Assistance Donations		29,958.10
Amarillo Area Foundation		21,862.65
TexDOT Vehicles – Net Book Value		<u>1,516,398.20</u>
Total Net Assets with Donor Restrictions	\$	<u>2,267,643.64</u>

13. LIQUIDITY

The Organization regularly monitors liquidity required to meet its operating needs and other commitments. The Organization has various sources of liquidity at its disposal, including cash and cash equivalents, certain certificates of deposits, and certain receivables.

For purposes of analyzing resources available to meet general expenditures over a one year period, the Organization considers conduct of services undertaken to support program activities to be general expenditures.

In addition to financial assets available to meet general expenditures over the next year, the Organization operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by resources restricted by grantors or donors. Financial assets available for general expenditure, that is, without donor or other restrictions or designations limiting their use, within twelve months of the statement of financial position date, comprise the following.

Cash and Cash Equivalents	\$ 2,963,455.89
Investments	46,861.34
Accounts Receivable, Net	2,043,310.30
Less: Refundable Grant Advances	(24,545.80)
Less: Cash Received with Donor Restrictions	<u>(751,245.44)</u>
Net Liquidity to Meet Current Obligations	<u>\$ 4,277,836.29</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.

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, 2022 through September 15, 2023 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, 2022

	LIHEAP - CEAP	LIHEAP - CEAP	LIHEAP - CEAP CARES	CEAP APR	LIWAP	Techbridge Project	WTU Neighbor to Neighbor	Utility Assistance Admin
Program #:	375	375	374	376	377	380	325	328
Grant Year End:	3/31/2022	3/31/2023	9/30/2021	9/30/2022	9/30/2023	N/A	N/A	N/A
CFDA #:	93.568	93.568	93.568	93.568	93.568	N/A	N/A	N/A
	Emergency Assistance	Emergency Assistance	Emergency Assistance	Emergency Assistance	Emergency Assistance	Emergency Assistance	Emergency Assistance	Emergency Assistance
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 708,251.35	\$ 3,299,573.15	\$ 12,813.42	\$ 3,472,101.04	\$ 144,061.37	\$ -	\$ -	\$ -
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	442.51	264.97	-	322.52	-	-	-	802.42
Non Cash Contributions	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-
Other Income	2,645.84	1,321.05	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>711,339.70</u>	<u>3,301,159.17</u>	<u>12,813.42</u>	<u>3,472,423.56</u>	<u>144,061.37</u>	<u>-</u>	<u>-</u>	<u>802.42</u>
Expenses								
Salary and Fringe	(680.81)	214,555.79	-	347,562.93	63,373.80	-	-	-
Non Cash Salary and Fridge	-	-	-	-	-	-	-	-
Advertising	-	-	-	13.83	-	-	-	-
Assistance Payments	700,339.50	3,028,061.99	9,653.42	2,901,991.84	65,392.67	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	-	-	-	-	-
Insurance	-	-	-	7,552.07	-	-	-	-
Occupancy Expenses	-	2,380.56	-	4,761.12	-	-	-	-
Other Expenses	-	1,520.00	-	250.00	31.66	-	-	-
Professional Services	180.00	2,420.00	3,160.00	6,085.00	4,555.00	-	-	-
Repairs and Maintenance	-	-	-	38.13	-	-	-	-
Supplies	1,464.43	5,701.48	-	38,573.06	413.14	-	-	-
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	-	(64,569.85)	-	(180,815.44)	-	-	-	-
Travel	-	15,712.86	-	22,328.43	1,451.71	-	-	-
Indirect Costs	-	73,600.23	-	111,129.39	8,843.39	-	-	-
Allocated Costs	10,036.58	21,776.11	-	212,953.20	-	-	-	-
Total Expenses	<u>711,339.70</u>	<u>3,301,159.17</u>	<u>12,813.42</u>	<u>3,472,423.56</u>	<u>144,061.37</u>	<u>-</u>	<u>-</u>	<u>-</u>
Increase (Decrease) in Net Assets	-	-	-	-	-	-	-	802.42
Beginning Net Assets	-	-	-	-	-	4,990.27	12,345.54	29,155.68
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,990.27</u>	<u>\$ 12,345.54</u>	<u>\$ 29,958.10</u>

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year Ended December 31, 2022

	Emergency Rental Assistance	Texas Gas Company	Community Services Block Grant	Community Services Block Grant	Community Services Block Grant Discretionary	Community Services Block Grant Discretionary 2	Earned Income Tax Credit Assistance	Tyson Free Tax Preparation
Program #:	315	327	301	301	303	304	308	331
Grant Year End:	5/15/2024	N/A	3/31/2022	3/31/2023	3/31/2022	3/31/2022	9/29/2023	N/A
CFDA #:	21.023	N/A	93.569	93.569	93.569	93.569	93.137	N/A
	Emergency Assistance	Emergency Assistance	Community Services	Community Services	Community Services	Community Services	Community Services	Community Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 144,579.67	\$ -	\$ 274,650.91	\$ 388,259.04	\$ 8,696.00	\$ 20,833.00	\$ 325,808.77	\$ -
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	231.70	-	50.00	-	-	-	-
Non Cash Contributions	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>144,579.67</u>	<u>231.70</u>	<u>274,650.91</u>	<u>388,309.04</u>	<u>8,696.00</u>	<u>20,833.00</u>	<u>325,808.77</u>	<u>-</u>
Expenses								
Salary and Fringe	85,377.27	-	61,011.32	166,315.93	-	-	194,236.81	-
Non Cash Salary and Fridge	-	-	-	-	-	-	-	-
Advertising	-	-	3,403.84	343.46	-	-	7,869.04	-
Assistance Payments	37,622.45	-	39,497.25	56,842.89	-	20,833.00	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	2,593.42	-
Occupancy Expenses	418.50	-	2,440.25	13,600.86	-	-	150.00	-
Other Expenses	-	-	8,024.40	9,130.90	8,696.00	-	1,630.13	-
Professional Services	990.00	-	3,990.00	4,380.00	-	-	58,082.18	-
Repairs and Maintenance	-	-	22,835.37	6,205.25	-	-	-	-
Supplies	-	-	39,707.07	18,288.96	-	-	9,948.69	911.76
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	-	-	67,763.96	-	-	-	-	-
Travel	2,622.94	-	4,348.68	36,477.50	-	-	10,977.92	-
Indirect Costs	17,548.51	-	12,352.94	52,375.29	-	-	29,060.32	-
Allocated Costs	-	-	9,275.83	24,348.00	-	-	11,260.26	-
Total Expenses	<u>144,579.67</u>	<u>-</u>	<u>274,650.91</u>	<u>388,309.04</u>	<u>8,696.00</u>	<u>20,833.00</u>	<u>325,808.77</u>	<u>911.76</u>
Increase (Decrease) in Net Assets	-	231.70	-	-	-	-	-	(911.76)
Beginning Net Assets	-	2,142.28	-	-	-	-	-	25,000.00
Ending Net Assets	<u>\$ -</u>	<u>\$ 2,373.98</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,088.24</u>

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year Ended December 31, 2022

	Healthcare - Navigator	Superior Funds	Children's Defense Fund	HUD Section 8	Texas Veterans Commission	Texas Veterans Commission	Emergency Solutions Grant Cares 2	Texas Veterans Commission Emergency Service
Program #:	360	306	309	383	307	307	312	314
Grant Year End:	9/30/2023	12/31/2022	12/31/2022	12/31/2022	6/30/2022	6/30/2023	3/31/2023	3/31/2022
CFDA #:	93.332	N/A	N/A	14.871	N/A	N/A	14.231	N/A
	Community Services	Community Services	Community Services	Housing Services	Housing Services	Housing Services	Housing Services	Housing Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 425,492.46	\$ -	\$ -	\$ 11,194,838.37	\$ -	\$ -	\$ 888,374.60	\$ -
Grant Revenue - State	-	-	-	-	130,145.37	275,599.98	-	103,455.81
Local	-	18,675.20	40,000.00	-	-	-	-	-
Non Cash Contributions	-	-	-	-	-	-	-	-
Interest Income	-	-	-	1,308.79	-	-	-	-
Program Income	-	-	-	29,006.63	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	425,492.46	18,675.20	40,000.00	11,225,153.79	130,145.37	275,599.98	888,374.60	103,455.81
Expenses								
Salary and Fringe	208,587.56	-	7,016.44	713,538.66	21,996.10	22,484.90	131,118.38	23,895.09
Non Cash Salary and Fridge	-	-	-	-	-	-	-	-
Advertising	48,880.34	-	-	-	-	-	421.74	-
Assistance Payments	-	12,138.53	-	9,992,683.59	85,023.00	245,009.00	687,201.36	69,073.62
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	28,453.41	-	-	-	-
Insurance	2,156.36	-	-	7,669.11	-	-	2,603.24	-
Occupancy Expenses	7,577.28	-	-	11,241.91	204.26	356.29	609.75	108.75
Other Expenses	889.00	-	326.29	90,651.85	-	-	3,177.50	-
Professional Services	234.00	-	-	3,639.00	-	5,768.00	3,745.00	-
Repairs and Maintenance	151.94	-	-	8,794.69	-	-	-	279.17
Supplies	76,973.23	2,320.00	73.21	45,201.20	-	-	4,668.09	-
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	15,564.20	-	-	-
Travel	9,100.20	66.88	997.89	57,176.28	322.78	806.36	18,346.49	923.48
Indirect Costs	64,375.90	-	-	217,312.53	7,035.03	1,175.43	36,483.05	9,175.70
Allocated Costs	6,566.65	-	-	119,081.90	-	-	-	-
Total Expenses	425,492.46	14,525.41	8,413.83	11,295,444.13	130,145.37	275,599.98	888,374.60	103,455.81
Increase (Decrease) in Net Assets	-	4,149.79	31,586.17	(70,290.34)	-	-	-	-
Beginning Net Assets	-	-	20,000.01	513,611.59	-	-	-	-
Ending Net Assets	\$ -	\$ 4,149.79	\$ 51,586.18	\$ 443,321.25	\$ -	\$ -	\$ -	\$ -

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year Ended December 31, 2022

	Housing Preservation Grant	Texas Emergency Mortgage Assistance	DOE Weatherization	DOE Weatherization	LIHEAP Weatherization	LIHEAP Weatherization	Texas Foundation	Atmos Weatherization Assistance
Program #:	329	317	310	310	313	313	330	341
Grant Year End:	10/15/2022	12/31/2022	6/30/2022	6/30/2023	8/31/2022	3/31/2023	N/A	N/A
CFDA #:	10.433	14.228	81.042	81.042	93.568	93.568	N/A	N/A
	Housing Services	Housing Services	Weatherization Services	Weatherization Services	Weatherization Services	Weatherization Services	Weatherization	Weatherization Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 101,181.27	\$ 186,842.10	\$ 126,193.50	\$ 64,413.02	\$ 244,549.41	\$ 404,827.45	\$ -	\$ -
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	-	55,000.00	-
Non Cash Contributions	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>101,181.27</u>	<u>186,842.10</u>	<u>126,193.50</u>	<u>64,413.02</u>	<u>244,549.41</u>	<u>404,827.45</u>	<u>55,000.00</u>	<u>-</u>
Expenses								
Salary and Fringe	-	22,140.90	19,684.90	23,753.25	24,961.95	128,614.30	-	-
Non Cash Salary and Fridge	-	-	-	-	-	-	-	-
Advertising	-	2.02	-	-	-	-	-	-
Assistance Payments	88,185.00	155,771.26	60,928.43	3,122.18	67,997.94	193,181.64	44,202.98	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	84.00	-	216.00	-	-
Insurance	8,433.87	369.00	1,858.20	8,399.81	2,389.14	7,191.40	-	-
Occupancy Expenses	-	113.55	938.59	1,085.83	885.76	2,547.10	-	-
Other Expenses	-	-	10,227.30	12,124.29	1,099.16	1,113.83	-	-
Professional Services	4,562.40	1,105.00	-	-	-	-	200.00	-
Repairs and Maintenance	-	-	58.02	119.65	149.07	307.67	-	-
Supplies	-	107.89	2,109.92	2,242.26	5,227.72	6,354.24	-	-
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	-	-	5,078.06	-	130,993.25	-	-	-
Travel	-	686.80	7,642.62	2,228.88	2,413.03	2,914.90	-	-
Indirect Costs	-	6,545.68	5,268.67	8,845.11	5,371.21	42,580.62	-	-
Allocated Costs	-	-	12,398.79	2,407.76	3,061.18	19,805.75	-	-
Total Expenses	<u>101,181.27</u>	<u>186,842.10</u>	<u>126,193.50</u>	<u>64,413.02</u>	<u>244,549.41</u>	<u>404,827.45</u>	<u>44,402.98</u>	<u>-</u>
Increase (Decrease) in Net Assets	-	-	-	-	-	-	10,597.02	-
Beginning Net Assets	-	-	-	-	-	-	5,374.15	5,680.95
Ending Net Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,971.17</u>	<u>\$ 5,680.95</u>

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year Ended December 31, 2022

	Federal RSVP	Federal RSVP	State of Texas RSVP	State of Texas RSVP	RSVP Advisory Council	Senior Demonstration	Bivins Foundation	5311 State Transportation
Program #:	316	316	335	335	343	336	332	320
Grant Year End:	3/31/2022	3/31/2023	8/31/2022	8/31/2023	N/A	3/30/2024	N/A	8/31/2022
CFDA #:	94.002	94.002	94.002	94.002	N/A	94.017	N/A	N/A
	Senior Activities	Senior Activities	Senior Activities	Senior Activities	Senior Activities	Senior Activities	Senior Activities	Transportation Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 11,318.31	\$ 110,870.27	\$ 44,722.27	\$ 54,446.26	\$ -	\$ 38,310.35	\$ -	\$ -
Grant Revenue - State								1,119,322.82
Local	-	-	-	-	1,920.00	-	24,000.00	-
Non Cash Contributions								
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	-	-	-	-	-	-	39,909.70
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	11,318.31	110,870.27	44,722.27	54,446.26	1,920.00	38,310.35	24,000.00	1,159,232.52
Expenses								
Salary and Fringe	10,323.58	59,201.04	23,755.21	29,805.56	-	18,852.71	-	663,222.71
Non Cash Salary and Fridge	-	-	-	-	-	-	-	-
Advertising	-	34.59	-	19.05	-	6,694.95	-	-
Assistance Payments	-	-	-	27.75	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	-	-	-	-	-	421.80
Insurance	-	3,517.19	-	-	-	-	-	96,181.99
Occupancy Expenses	-	9,641.29	4,701.07	3,527.03	-	1,799.86	-	9,352.23
Other Expenses	974.90	4,086.84	4,791.25	50.00	1,724.04	70.36	-	35.00
Professional Services	-	-	660.00	-	-	-	-	39,195.83
Repairs and Maintenance	61.93	228.19	77.76	-	-	-	-	40,262.14
Supplies	133.19	1,565.72	2,680.34	236.70	-	7,593.30	7,221.27	26,138.65
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	(6,557.61)	-	(3,982.66)	-	-	-	-	-
Travel	515.39	4,292.83	1,239.41	2,344.21	-	449.55	-	172,758.01
Indirect Costs	2,997.28	16,623.43	5,966.53	12,197.80	-	2,849.62	-	97,919.76
Allocated Costs	2,869.65	11,679.15	4,833.36	6,238.16	-	-	-	13,744.40
Total Expenses	11,318.31	110,870.27	44,722.27	54,446.26	1,724.04	38,310.35	7,221.27	1,159,232.52
Increase (Decrease) in Net Assets	-	-	-	-	195.96	-	16,778.73	-
Beginning Net Assets	-	-	-	-	10,413.26	-	7,221.27	-
Ending Net Assets	\$ -	\$ -	\$ -	\$ -	\$ 10,609.22	\$ -	\$ 24,000.00	\$ -

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Combining Schedule of Activities
For the Year Ended December 31, 2022

	5311 State Transportation	5311 Federal Transportation	5311 Federal Transportation	5317 Federal Capital Grant	CARES Transportation	Transit CARRISA	Maintenance Facility	5310 State Transportation
Program #:	320	322	322	379	321	362	366	367
Grant Year End:	8/31/2023	8/31/2022	8/31/2023	9/30/2022	12/31/2022	8/31/2022	09/30/2022	8/31/2023
CFDA #:	N/A	20.509	20.509	20.526	20.509/20.507	20.513	20.526	20.513
	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services	Transportation Services
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ -	\$ 275,447.00	\$ 928,947.32	\$ 550,924.00	\$ 159,941.29	\$ 66,067.55	\$ 554,184.00	\$ 116,423.00
Grant Revenue - State	1,066,236.00	-	-	-	-	-	-	-
Local	-	-	-	-	-	-	-	-
Non Cash Contributions	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	9,182.75	10,662.50	46,397.41	-	-	-	-	-
Other Income	-	-	-	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	-	-	-
Total Support and Revenues	<u>1,075,418.75</u>	<u>286,109.50</u>	<u>975,344.73</u>	<u>550,924.00</u>	<u>159,941.29</u>	<u>66,067.55</u>	<u>554,184.00</u>	<u>116,423.00</u>
Expenses								
Salary and Fringe	152,436.88	231,245.21	741,150.00	-	89,235.88	-	-	-
Non Cash Salary and Fridge	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-
Assistance Payments	-	-	-	-	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	47.12	92.72	468.92	-	-	230.25	-	-
Insurance	51,300.43	50,665.72	75,571.16	-	35,246.05	2,411.36	-	232,345.02
Occupancy Expenses	5,770.88	6,207.00	15,649.69	-	4,615.33	-	-	-
Other Expenses	115.52	-	462.08	-	-	271.42	-	-
Professional Services	701.48	-	5,696.81	-	-	11,315.00	554,183.70	-
Repairs and Maintenance	14,986.01	59,249.60	66,226.75	550,923.80	236.87	3,906.29	-	500.98
Supplies	5,951.59	1,492.36	18,291.25	-	-	9,296.05	-	-
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	752,996.00	(231,354.00)	(405,219.00)	0.20	-	-	0.30	(116,423.00)
Travel	79,959.23	38,974.08	234,254.71	-	-	38,637.18	-	-
Indirect Costs	-	121,204.28	187,663.39	-	30,236.23	-	-	-
Allocated Costs	11,153.61	8,332.53	35,128.97	-	370.93	-	-	-
Total Expenses	<u>1,075,418.75</u>	<u>286,109.50</u>	<u>975,344.73</u>	<u>550,924.00</u>	<u>159,941.29</u>	<u>66,067.55</u>	<u>554,184.00</u>	<u>116,423.00</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, 2022

	5339 State Transportation	Transit to Work	Local Transportation	Memorial Fund	Food Bank	United Way of Moore County	United Way of Friona	Cost Allocation
Program #:	368	373	323	339	369	382	347	386
Grant Year End:	3/31/2022	N/A	N/A	N/A	N/A	N/A	N/A	N/A
CFDA #:	20.526	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Transportation Services	Transportation Services	Transportation Services	Mgmt & General	Mgmt & General	Mgmt & General	Mgmt & General	Mgmt & General
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ 83,832.87	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grant Revenue - State	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	1,500.00	-	-
Non Cash Contributions	-	-	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-	-	-
Program Income	-	216,765.02	1,596,913.98	-	-	-	-	-
Other Income	-	2,411.36	1,681.00	-	-	-	-	-
Alocation Income	-	-	-	-	-	-	-	650,781.81
Gain/ (Loss) on Sale of Assets	-	26,907.50	-	-	-	-	-	-
Total Support and Revenues	83,832.87	246,083.88	1,598,594.98	-	-	1,500.00	-	650,781.81
Expenses								
Salary and Fringe	-	303,499.12	617,877.85	-	-	-	-	154,732.02
Non Cash Salary and Fridge	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	2,658.95
Assistance Payments	-	-	-	-	-	2,253.86	-	2,220.27
Depreciation Expense	-	-	-	-	-	-	-	-
Fees Expense	-	-	353.44	-	-	-	-	7.50
Insurance	-	18,243.92	145,506.06	-	-	-	-	42,222.58
Occupancy Expenses	-	641.75	12,683.23	-	-	-	-	187,875.28
Other Expenses	-	-	13,700.40	895.70	-	-	-	207.77
Professional Services	-	-	22,035.62	-	-	-	-	7,965.82
Repairs and Maintenance	82,354.35	-	46,634.06	-	-	-	-	59,699.82
Supplies	1,478.52	-	24,494.41	-	-	-	-	64,090.62
Taxes & Licenses	-	-	-	-	-	-	-	-
Transfers	-	(98,705.97)	98,705.47	(895.70)	-	-	-	(9,947.64)
Travel	-	-	162,277.11	-	-	-	-	2,292.66
Indirect Costs	-	102,940.01	305,235.10	-	-	-	-	48,731.64
Allocated Costs	-	355.02	28,353.22	-	-	-	-	88,024.52
Total Expenses	83,832.87	326,973.85	1,477,855.97	-	-	2,253.86	-	650,781.81
Increase (Decrease) in Net Assets	-	(80,889.97)	120,739.01	-	-	(753.86)	-	-
Beginning Net Assets	-	80,889.97	3,013,836.59	-	88,050.04	3,334.51	9,677.41	-
Ending Net Assets	\$ -	\$ -	\$ 3,134,575.60	\$ -	\$ 88,050.04	\$ 2,580.65	\$ 9,677.41	\$ -

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Combining Schedule of Activities

For the Year Ended December 31, 2022

	Information Technology Allocation	Local Funds	Amarillo Area Foundation	Agency Indirect Cost	Corporate, Non- Federal	Organization		Organization
Program #:	390	391	33400	99990	39100/39213			
Grant Year End:	N/A	N/A	N/A	N/A	N/A	Wide	Eliminating	Wide
CFDA #:	N/A	N/A	N/A	N/A	N/A	Sub-Totals	Entries	Totals
	Mgmt & General	Mgmt & General	Mgmt & General	Mgmt & General	Mgmt & General			
Support and Revenues								
Contributions								
Grant Revenue - Federal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,431,774.39	\$ -	\$ 25,431,774.39
Grant Revenue - State	-	-	-	-	-	2,694,759.98	-	2,694,759.98
Local	-	62,200.00	-	-	1,696,853.99	1,902,263.31	(1,596,019.61)	306,243.70
Non Cash Contributions	-	-	-	21,040.36	280,000.00	301,040.36	-	301,040.36
Interest Income	-	-	-	-	11,747.72	13,056.51	-	13,056.51
Program Income	-	-	-	-	-	1,948,837.99	-	1,948,837.99
Other Income	-	-	-	-	(592.75)	7,466.50	-	7,466.50
Alocation Income	279,668.07	-	-	1,705,837.69	86,906.53	2,723,194.10	(2,723,194.10)	-
Gain/ (Loss) on Sale of Assets	-	-	-	-	-	26,907.50	-	26,907.50
Total Support and Revenues	279,668.07	62,200.00	-	1,726,878.05	2,074,915.49	35,049,300.64	(4,319,213.71)	30,730,086.93
Expenses								
Salary and Fringe	150,664.63	-	-	857,300.73	40,750.39	6,623,598.99	-	6,623,598.99
Non Cash Salary and Fridge	-	-	-	21,040.36	-	21,040.36	-	21,040.36
Advertising	-	-	-	1,629.35	10,549.91	82,521.07	-	82,521.07
Assistance Payments	-	32,392.37	-	5,216.09	34,626.03	18,641,489.91	-	18,641,489.91
Depreciation Expense	-	-	-	-	826,206.85	826,206.85	-	826,206.85
Fees Expense	(133.05)	-	-	-	-	30,242.11	-	30,242.11
Insurance	12,963.13	-	-	220,291.46	(151,982.81)	885,698.88	-	885,698.88
Occupancy Expenses	50,518.12	-	-	45,796.36	5,556.28	413,755.76	(76,424.40)	337,331.36
Other Expenses	161.13	-	-	64,156.53	114,144.85	354,740.10	-	354,740.10
Professional Services	13,546.00	-	-	436,570.14	108,891.69	1,303,857.67	(596,806.20)	707,051.47
Repairs and Maintenance	16,551.31	-	-	12,758.46	216,579.98	1,210,177.26	(999,213.41)	210,963.85
Supplies	13,622.03	-	-	36,684.35	16,839.20	498,095.90	(10,482.13)	487,613.77
Taxes & Licenses	-	-	-	-	3,249.75	3,249.75	-	3,249.75
Transfers	(37,385.75)	133.05	-	(178,644.34)	263,266.47	-	-	-
Travel	405.98	-	-	111,641.58	1,067.11	1,048,655.67	-	1,048,655.67
Indirect Costs	46,829.61	-	-	-	15,364.01	1,705,837.69	(1,705,837.69)	-
Allocated Costs	11,924.93	-	-	92,436.98	162,032.44	930,449.88	(930,449.88)	-
Total Expenses	279,668.07	32,525.42	-	1,726,878.05	1,667,142.15	34,579,617.85	(4,319,213.71)	30,260,404.14
Increase (Decrease) in Net Assets	-	29,674.58	-	-	407,773.34	469,682.79	-	469,682.79
Beginning Net Assets	-	118,695.95	21,862.65	-	5,601,650.89	9,573,933.01	-	9,573,933.01
Ending Net Assets	\$ -	\$ 148,370.53	\$ 21,862.65	\$ -	\$ 6,009,424.23	\$ 10,043,615.80	\$ -	\$ 10,043,615.80

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

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2022

	14.871 Housing Choice Vouchers	Subtotal	Total
111 Cash - Unrestricted	\$484,519	\$484,519	\$484,519
112 Cash - Restricted - Modernization and Development			
113 Cash - Other Restricted			
114 Cash - Tenant Security Deposits			
115 Cash - Restricted for Payment of Current Liabilities			
100 Total Cash	\$484,519	\$484,519	\$484,519
121 Accounts Receivable - PHA Projects			
122 Accounts Receivable - HUD Other Projects			
124 Accounts Receivable - Other Government			
125 Accounts Receivable - Miscellaneous			
126 Accounts Receivable - Tenants	\$10,999	\$10,999	\$10,999
126.1 Allowance for Doubtful Accounts - Tenants	-\$10,999	-\$10,999	-\$10,999
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
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	\$484,519	\$484,519	\$484,519
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
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

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

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2022

	14.871 Housing Choice Vouchers	Subtotal	Total
200 Deferred Outflow of Resources			
290 Total Assets and Deferred Outflow of Resources	\$484,519	\$484,519	\$484,519
311 Bank Overdraft			
312 Accounts Payable <= 90 Days	\$30,369	\$30,369	\$30,369
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	\$10,829	\$10,829	\$10,829
346 Accrued Liabilities - Other			
347 Inter Program - Due To			
348 Loan Liability - Current			
310 Total Current Liabilities	\$41,198	\$41,198	\$41,198
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
300 Total Liabilities	\$41,198	\$41,198	\$41,198
400 Deferred Inflow of Resources			
508.4 Net Investment in Capital Assets			
511.4 Restricted Net Position			
512.4 Unrestricted Net Position	\$443,321	\$443,321	\$443,321
513 Total Equity - Net Assets / Position	\$443,321	\$443,321	\$443,321
600 Total Liabilities, Deferred Inflows of Resources and Equity - Net	\$484,519	\$484,519	\$484,519

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

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2022

	14.871 Housing Choice Vouchers	Subtotal	Total
70300 Net Tenant Rental Revenue			
70400 Tenant Revenue - Other			
70500 Total Tenant Revenue	\$0	\$0	\$0
70600 HUD PHA Operating Grants	\$11,194,838	\$11,194,838	\$11,194,838
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	\$1,309	\$1,309	\$1,309
71200 Mortgage Interest Income			
71300 Proceeds from Disposition of Assets Held for Sale			
71310 Cost of Sale of Assets			
71400 Fraud Recovery	\$12,248	\$12,248	\$12,248
71500 Other Revenue	\$16,759	\$16,759	\$16,759
71600 Gain or Loss on Sale of Capital Assets			
72000 Investment Income - Restricted			
70000 Total Revenue	\$11,225,154	\$11,225,154	\$11,225,154
91100 Administrative Salaries	\$565,229	\$565,229	\$565,229
91200 Auditing Fees			
91300 Management Fee			
91310 Book-keeping Fee			
91400 Advertising and Marketing			
91500 Employee Benefit contributions - Administrative	\$155,979	\$155,979	\$155,979
91600 Office Expenses	\$84,954	\$84,954	\$84,954
91700 Legal Expense			
91800 Travel	\$56,931	\$56,931	\$56,931
91810 Allocated Overhead	\$217,313	\$217,313	\$217,313
91900 Other	\$190,123	\$190,123	\$190,123
91000 Total Operating - Administrative	\$1,270,529	\$1,270,529	\$1,270,529
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
93100 Water			
93200 Electricity			
93300 Gas			

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

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2022

	14.871 Housing Choice Vouchers	Subtotal	Total
93400 Fuel			
93500 Labor			
93600 Sewer			
93700 Employee Benefit Contributions - Utilities			
93800 Other Utilities Expense			
93000 Total Utilities	\$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
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
96110 Property Insurance			
96120 Liability Insurance			
96130 Workmen's Compensation			
96140 All Other Insurance			
96100 Total insurance Premiums	\$0	\$0	\$0
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
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
96900 Total Operating Expenses	\$1,270,529	\$1,270,529	\$1,270,529
97000 Excess of Operating Revenue over Operating Expenses	\$9,954,625	\$9,954,625	\$9,954,625
97100 Extraordinary Maintenance			
97200 Casualty Losses - Non-capitalized			
97300 Housing Assistance Payments	\$9,992,683	\$9,992,683	\$9,992,683
97350 HAP Portability-In	\$28,453	\$28,453	\$28,453
97400 Depreciation Expense			

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

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2022

	14.871 Housing Choice Vouchers	Subtotal	Total
97500 Fraud Losses	\$3,779	\$3,779	\$3,779
97600 Capital Outlays - Governmental Funds			
97700 Debt Principal Payment - Governmental Funds			
97800 Dwelling Units Rent Expense			
90000 Total Expenses	\$11,295,444	\$11,295,444	\$11,295,444
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
10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses	-\$70,290	-\$70,290	-\$70,290
11020 Required Annual Debt Principal Payments	\$0	\$0	\$0
11030 Beginning Equity	\$513,611	\$513,611	\$513,611
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors			
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	\$324,629	\$324,629	\$324,629
11180 Housing Assistance Payments Equity	\$118,692	\$118,692	\$118,692
11190 Unit Months Available	2060	2060	2060
11210 Number of Unit Months Leased	1587	1587	1587
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, 2022

Federal Grantor/Pass-Through Grantor/Program Title	Pass Through Identifying Number	CFDA #	Provided to Subrecipients	Federal & State Expenditures
<u>Corporation for National and Community Services</u>				
Direct Programs:				
Retired and Senior Volunteer Program	N/A	94.002	\$ -	\$ 122,188.58
Passed-through:				
Texas Health and Human Services				
Retired and Senior Volunteer Program - Texas	HHS000871100016	94.002	-	99,168.53
		Total 94.002	-	221,357.11
Direct Programs:				
Senior Demonstration Program	N/A	94.017	-	38,310.35
			-	259,667.46
Total Corporation for National and Community Services				
<u>U.S. Department of Health and Human Services</u>				
Direct Programs:				
Community Programs to Improve Minority Health Grant	N/A	93.137	-	325,808.77
Passed-through:				
Texas Department of Housing and Community Affairs				
Low-Income Home Energy Assistance Program (CEAP)	58210003397	93.568	-	708,251.35
Low-Income Home Energy Assistance Program (CEAP)	58220003591	93.568	-	3,299,573.15
COVID19 Low-Income Home Energy Assistance Program (CEAP)	58990003309	93.568	-	12,813.42
COVID19 Low-Income Home Energy Assistance Program (CEAP)	25210003551	93.568	-	3,472,101.04
Low-Income Water Assistance Program (LiWAP)	34210003689	93.568	-	144,061.37
Low-Income Home Energy Assistance Program (LiHEAP)	81210003425	93.568	-	244,549.41
Low-Income Home Energy Assistance Program (LiHEAP)	81220003617	93.568	-	404,827.45
		Total 93.568	-	8,286,177.19
Community Services Block Grant	61210003459	93.569	-	274,650.91
Community Services Block Grant	61220003652	93.569	-	388,259.04
Community Services Block Grant - Disc.	61910003740	93.569	-	8,696.00
Community Services Block Grant - Disc.	61910003718	93.569	-	20,833.00
		Total 93.569	-	692,438.95
South Plains Community Action Association				
Cooperative Agreement to Support Navigators in Federally-facilitated Exchanges	75-604****	93.332	-	425,492.46
			-	9,729,917.37
Total U.S. Department of Health and Human Services				
<u>U.S. Department of Energy</u>				
Passed-through:				
Texas Department of Housing and Community Affairs				
Weatherization Assistance for Low-Income Individuals	56210003520	81.042	-	126,193.50
Weatherization Assistance for Low-Income Individuals	56220003767	81.042	-	64,413.02
			-	190,606.52
Total U.S. Department of Energy				

PANHANDLE COMMUNITY SERVICES

Amarillo, Texas

Schedule of Expenditures of Federal and State Awards

For the Year Ended December 31, 2022

Federal Grantor/Pass-Through Grantor/Program Title	Pass Through Identifying Number	CFDA #	Provided to Subrecipients	Federal & State Expenditures
<u>U.S. Department of Transportation</u>				
Passed-through:				
State of Texas Department of Transportation				
Formula Grants for Rural Areas	RPT 2201 (04) 063_21	20.509	\$ -	\$ 275,447.00
Formula Grants for Rural Areas	RPT 2101 (04) 045_20	20.509	-	928,947.32
COVID19 Formula Grants for Rural Areas	CAF 2001(04) 072_20	20.509	-	159,941.29
		Total 20.509	-	1,364,335.61
Transit Services Program Cluster				
Enhanced Mobility of Seniors and Individuals with Disabilities	ED 2201 (27) 074_19	20.513	-	116,423.00
COVID19 Enhanced Mobility of Seniors and Individuals with Disabilities	5311-CRRSAA/APR-2021-PCS-00015	20.513	-	66,067.55
		Total 20.513	-	182,490.55
Federal Transit Cluster				
Bus and Bus Facilities Formula Program - Facility Grant	DIS 2201 (04) 071_21	20.526	-	554,184.00
Bus and Bus Facilities Formula Program	DIS 2101 (04) 129_20	20.526	-	550,924.00
Bus and Bus Facilities Formula Program (Rural)	BFF 2001 (27) 069_20	20.526	-	83,832.87
		Total 20.526	-	1,188,940.87
Total Federal Transit Cluster			-	1,188,940.87
Total U.S. Department of Transportation			-	2,735,767.03
<u>U.S. Department of the Treasury</u>				
Passed Through:				
Bell County, Texas				
COVID19 -Emergency Rental Assistance Program	20220000032	21.023	-	144,579.67
Total U.S. Department of Treasury			-	144,579.67
<u>U.S. Department of Housing and Urban Development</u>				
Direct Programs:				
Housing Voucher Cluster				
Section 8 Housing Choice Vouchers	TX481	14.871	-	11,194,838.37
COVID19 Section 8 Housing Choice Vouchers	TX481	14.871	-	-
		Total 14.871	-	11,194,838.37
Passed-through:				
Texas Department of Housing and Community Affairs				
COVID19 Emergency Solutions Grant Program (ESG)	44206070037	14.231	-	888,374.60
COVID19 Community Development Blocvk Grant (TEMAP)	70700001015	14.228	-	186,842.10
Total U.S. Department of Housing and Urban Development			-	12,270,055.07

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas
Schedule of Expenditures of Federal and State Awards
For the Year Ended December 31, 2022

Federal Grantor/Pass-Through Grantor/Program Title	Pass Through Identifying Number	CFDA #	Provided to Subrecipients	Federal & State Expenditures
<u>U.S. Department of Agriculture</u>				
Direct Programs:				
Housing Preservation Grant	N/A	10.433	\$ -	\$ 101,181.27
Total U.S. Department of Agriculture			-	101,181.27
Total Expenditures of Federal Awards			-	25,431,774.39
<u>STATE OF TEXAS PROGRAM TITLE</u>				
Public Transportation (5311) Grant	RUR 2101(27)	N/A	-	1,119,322.82
Public Transportation (5311) Grant	RUR 2301(27)	N/A	-	1,066,236.00
Texas Veterans Commission	GT-HTX22-010	N/A	-	275,599.98
Texas Veterans Commission	GT-HTX21-002	N/A	-	130,145.37
Texas Veterans Commission	GT-FVA22-064	N/A	-	103,455.81
Total Expenditures of State Awards			-	2,694,759.98
TOTAL FEDERAL AND STATE EXPENDITURES			\$ -	\$ 28,126,534.37

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

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 statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated September 18, 2023.

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 18, 2023
Chanute, Kansas

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S 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, 2022. 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, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of 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 18, 2023

PANHANDLE COMMUNITY SERVICES
Amarillo, Texas

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2022

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

The auditor's 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
Non compliance or other matters required to be reported under <i>Government Auditing Standards</i>	_____	Yes	_____ <u>X</u> _____	No

Federal 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 auditor's report on compliance for the major federal award programs for Panhandle Community Services expresses an unmodified opinion.

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

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES

Low Income Energy Assistance Program	CFDA 93.568
Community Services Block Grant Program	CFDA 93.569

U.S. DEPARTMENT OF TRANSPORTATION

Formula Grants for Rural Areas	CFDA 20.509
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U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Housing Voucher Cluster	
Section 8 Housing Choice Vouchers	CFDA 14.871
Emergency Solutions Grant Program	CFDA 14.231

The threshold for distinguishing Types A and B programs was \$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, 2022

None