

**Union Community Action Association, Inc.  
Farmerville, Louisiana**

**Financial Statements**

**As of and for the Years Ended June 30, 2025 and 2024**

Union Community Action Association, Inc.  
Farmerville, Louisiana

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# COOK & MOREHART

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## Independent Auditors' Report

To the Board of Directors  
Union Community Action Association, Inc.  
Farmerville, Louisiana

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

#### ***Opinion***

We have audited the accompanying financial statements of Union Community Action Association, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2025 and 2024, 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 accompanying financial statements present fairly, in all material respects, the financial position of Union Community Action Association, Inc. (a nonprofit organization) as of June 30, 2025 and 2024, 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Union Community Action Association, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***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 the 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 Union Community Action Association, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

## ***Auditors' 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 auditors' 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 GAAS 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 GAAS 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 of the effectiveness of Union Community Action Association, Inc.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Union Community Action Association, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-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, shown on pages 17 - 18, 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 other supplementary information listed in the table of contents as Schedule of Compensation, Benefits, and Other Payments to Agency Head as shown on page 16 is presented for purposes of additional analysis and is 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 GAAS. In our opinion, the schedule of expenditures of federal awards and the other supplementary information are fairly stated, in all material respects, in relation to the financial statements as a whole.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2025, on our consideration of Union Community Action Association, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Union Community Action Association, Inc.'s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Union Community Action Association, Inc.'s internal control over financial reporting and compliance.



Cook & Morehart  
Certified Public Accountants  
December 23, 2025

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Statements of Financial Position  
June 30, 2025 and 2024

	2025	2024
<b>Assets</b>		
Current assets:		
Cash	\$ 242,705	\$ 228,511
Grant receivables	16,931	37,420
Other receivables	750	750
Prepays	5,411	5,734
Other assets	3,179	3,179
Total current assets	268,976	275,594
Property and equipment, net	5,101	6,123
Operating lease right-of-use asset, net	2,629	4,646
Net property and equipment	7,730	10,769
<b>Total Assets</b>	<b>\$ 276,706</b>	<b>\$ 286,363</b>
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable	\$ 2,678	\$ 5,789
Accrued liabilities	12,614	14,410
Current portion of operating lease liability	2,039	2,017
Refundable advances		2,134
Total current liabilities	17,331	24,350
Long-term portion of operating lease liability	590	2,629
Total long-term liabilities	590	2,629
<b>Total Liabilities</b>	17,921	26,979
Net assets:		
Without donor restrictions	248,622	250,197
With donor restrictions	10,163	9,187
Total net assets	258,785	259,384
<b>Total Liabilities and Net Assets</b>	<b>\$ 276,706</b>	<b>\$ 286,363</b>

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

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Statement of Activities  
For the Year Ended June 30, 2025

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues and Other Support:			
Contractual revenue - grants	\$ 808,764	\$ 976	\$ 809,740
Miscellaneous revenues	6,446		6,446
Total revenues and other support	<u>815,210</u>	<u>976</u>	<u>816,186</u>
Expenses:			
Program expenses			
Community services	83,127		83,127
Low-income home energy assistance	642,649		642,649
Other services	5,893		5,893
General and administrative expenses	<u>85,116</u>		<u>85,116</u>
Total expenses	<u>816,785</u>		<u>816,785</u>
Change in net assets	(1,575)	976	(599)
Net assets as of beginning of year	<u>250,197</u>	<u>9,187</u>	<u>259,384</u>
Net assets as of end of year	<u>\$ 248,622</u>	<u>\$ 10,163</u>	<u>\$ 258,785</u>

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

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Statement of Activities  
For the Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Other Support:			
Contractual revenue - grants	\$ 1,213,222	\$ 1,261	\$ 1,214,483
Miscellaneous revenues	948		948
Total revenues and other support	1,214,170	1,261	1,215,431
Expenses:			
Program expenses			
Community services	67,764		67,764
Low-income home energy and household water assistance	1,056,003		1,056,003
Other services	5,989		5,989
General and administrative expenses	76,400		76,400
Total expenses	1,206,156		1,206,156
Change in net assets	8,014	1,261	9,275
Net assets as of beginning of year	242,183	7,926	250,109
Net assets as of end of year	\$ 250,197	\$ 9,187	\$ 259,384

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

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Statement of Functional Expenses  
For the Year Ended June 30, 2025

Program Services

	<u>Community Services</u>	<u>Low-Income Home Energy Assistance</u>	<u>Other Services</u>	<u>Total Program</u>	<u>General and Administrative</u>	<u>Total 2025</u>
Salaries	\$ 51,876	\$ 9,229	\$	\$ 61,105	\$ 45,322	\$ 106,427
Fringe benefits	4,878	853		5,731	4,318	10,049
Travel	1,884			1,884	2,446	4,330
Equipment	875			875	179	1,054
Maintenance	4,228			4,228	5,519	9,747
Telephone and postage	1,431			1,431	3,924	5,355
Supplies	1,570	14,279		15,849	3,294	19,143
Professional services	6,410			6,410	11,037	17,447
Occupancy	1,243	2,712		3,955	255	4,210
Insurance	197			197	5,546	5,743
Miscellaneous	2,072	116		2,188	2,254	4,442
Depreciation					1,022	1,022
Client assistance payments	6,463	615,460	5,893	627,816		627,816
<b>Total Expenses</b>	<b><u>\$ 83,127</u></b>	<b><u>\$ 642,649</u></b>	<b><u>\$ 5,893</u></b>	<b><u>\$ 731,669</u></b>	<b><u>\$ 85,116</u></b>	<b><u>\$ 816,785</u></b>

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

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Statement of Functional Expenses  
For the Year Ended June 30, 2024

Program Services

	Community Services	Low-Income Home Energy and Household Water Assistance	Other Services	Total Program	General and Administrative	Total 2024
Salaries	\$ 35,405	\$ 35,984	\$	\$ 71,389	\$ 36,866	\$ 108,255
Fringe benefits	3,525	3,855		7,380	3,367	10,747
Travel	46	326		372	1,937	2,309
Equipment	4,939	1,433		6,372	1,590	7,962
Maintenance	812	625		1,437	10,128	11,565
Telephone and postage	1,116			1,116	4,516	5,632
Supplies	1,598	1,965		3,563	4,434	7,997
Professional services	7,228			7,228	9,548	16,776
Occupancy	1,012	1,205		2,217	1,623	3,840
Insurance	979			979	1,409	2,388
Miscellaneous	618	1,246		1,864	522	2,386
Depreciation					460	460
Client assistance payments	<u>10,486</u>	<u>1,009,364</u>	<u>5,989</u>	<u>1,025,839</u>		<u>1,025,839</u>
Total Expenses	<u>\$ 67,764</u>	<u>\$ 1,056,003</u>	<u>\$ 5,989</u>	<u>\$ 1,129,756</u>	<u>\$ 76,400</u>	<u>\$ 1,206,156</u>

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

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Statements of Cash Flows  
For the Years Ended June 30, 2025 and 2024

	2025	2024
Operating Activities		
Change in net assets	\$ (599)	\$ 9,275
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	1,022	460
Amortization of operating lease asset	2,017	1,996
(Increase) decrease in operating assets:		
Grant receivables	20,489	(1,084)
Prepaid	323	(844)
Increase (decrease) in operating liabilities:		
Accounts payable	(3,111)	1,317
Accrued liabilities	(1,796)	166
Refundable advances	(2,134)	(2,126)
Repayments of operating lease liabilities	(2,017)	(1,996)
Net cash provided by operating activities	14,194	7,164
Investing activities		
Payments for property and equipment		(6,583)
Net cash (used in) investing activities		(6,583)
Net increase in cash and cash equivalents	14,194	581
Cash and cash equivalents as of beginning of year	228,511	227,930
Cash and cash equivalents as of end of year	\$ 242,705	\$ 228,511

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

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Notes to Financial Statements  
June 30, 2025 and 2024

(1) Summary of Significant Accounting Policies

A. Nature of Activities

Union Community Action Association, Inc. (Union) is a private non-profit corporation incorporated under the laws of the State of Louisiana. Union is governed by a Board of Directors composed of 15 members. These board members receive no compensation for their services.

Union operates as a community action agency administering various federal and state funded programs designed to provide assistance to the poor and disadvantaged in Union parish in Louisiana. The following significant programs, shown with their approximate percentage of total revenues, are administered by Union:

**Community Services Block Grant (12%)** – Administers programs designed to provide services and activities that will have a measurable impact on causes of poverty in the community. Funding is provided by federal funds passed through the Louisiana Workforce Commission.

**Low-Income Home Energy Assistance (87%)** — Assists low income households to offset the burden of high water and energy costs. Funding is provided by federal funds passed through the Louisiana Housing Corporation.

**FEMA (1%)** – Provides funding to purchase food and shelter for people in emergency situations. Funding is provided by federal funds from the U.S. Department of Homeland Security.

B. Basis of Accounting

The financial statements of Union have been prepared on the accrual basis of accounting.

C. Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards. Under those standards, the Organization is required to report information regarding its financial position and activities according to two classes of net assets:

**Net assets without donor restrictions:** Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objective of the organization. These net assets may be used at the discretion of Union's management and the board of directors.

**Net assets with donor restrictions:** Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Union or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities. Union has adopted a policy to

(Continued)

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Notes to Financial Statements  
June 30, 2025 and 2024  
(Continued)

classify donor restricted contributions as without donor restrictions to the extent that donor restrictions were met in the year the contribution was received.

D. Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported revenues and expenses. Actual results could differ from those estimates.

E. Income Tax Status

Union is a non-profit corporation and is exempt from state and federal income taxes under Section 501 (c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to Union's tax-exempt purpose is subject to taxation as unrelated business income. Union had no such income for this audit period. The Organization's Form 990, Return of Organization Exempt from Income Tax, for the years ended June 30, 2025, 2024, 2023, and 2022 are subject to examination by the IRS, generally three years after they were filed.

F. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, Union considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents, when there is no significant penalty for early withdrawal.

G. Property and Equipment

Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful life of each asset. The Federal Government has a reversionary interest in property purchased with federal funds. Its disposition as well as the ownership of any proceeds there from is subject to federal regulations. Union has adopted a policy to capitalize all items with a unit cost of \$1,000 or greater.

H. Contributions

Contributions received are recorded as increase in net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature or any donor restrictions. When restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. In the absence of donor restrictions to the contrary, restrictions on contributions of property or equipment or on assets restricted to acquiring property or equipment expire when the property or equipment is placed in service.

I. Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities and the statement of functional expense. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Costs are directly charged to the function they benefit. Facility related expenses are allocated to each function based upon square footage utilized by the function.

(Continued)

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Notes to Financial Statements  
June 30, 2025 and 2024  
(Continued)

(2) Concentrations of Credit Risk

Financial instruments that potentially subject Union to concentrations of credit risk consist principally of temporary cash investments and grant receivables.

Concentrations of credit risk with respect to grant receivables are limited due to these amounts being due from governmental agencies under contractual terms. As of June 30, 2025 and 2024, Union had no significant concentrations of credit risk in relation to grant receivables.

Union maintains cash balances at several financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to certain amounts. At June 30, 2025 and 2024, total cash balances held at financial institutions were \$245,069 and \$230,755, respectively, all of which was secured by FDIC.

(3) Grant Receivables

Various funding sources provide reimbursement of allowable costs under contracts or agreements. These balances represent amounts due from funding sources at June 30, 2025 and 2024, but received after those dates.

(4) Property and Equipment

Property and equipment consisted of the following at June 30, 2025:

	Estimated Depreciable Life	Purchased With Federal Funds	Purchased With Non-Federal Funds	Total
Furniture and equipment	5-10 years	\$ 40,077	\$ 4,856	\$ 44,933
Idle assets		8,460		8,460
Accumulated depreciation		( 43,436)	( 4,856)	( 48,292)
Net investment in property and equipment		<u>\$ 5,101</u>	<u>\$</u>	<u>\$ 5,101</u>

Depreciation expense for the year ended June 30, 2025 was \$1,022.

Property and equipment consisted of the following at June 30, 2024:

	Estimated Depreciable Life	Purchased With Federal Funds	Purchased With Non-Federal Funds	Total
Furniture and equipment	5-10 years	\$ 40,077	\$ 4,856	\$ 44,933
Idle assets		8,460		8,460
Accumulated depreciation		( 42,414)	( 4,856)	( 47,270)
Net investment in property and equipment		<u>\$ 6,123</u>	<u>\$</u>	<u>\$ 6,123</u>

Depreciation expense for the year ended June 30, 2024 was \$460.

(Continued)

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Notes to Financial Statements  
June 30, 2025 and 2024  
(Continued)

(5) Refundable Advances

Union records federal funds received in excess of expenditures as a refundable advance until they are expended for the purpose of the contract or until the funds are returned to the appropriate funding source.

(6) Contractual Revenue – Grants

During the years ended June 30, 2025 and 2024, Union received contractual revenue from federal and state grants in the amount of \$809,740 and \$1,214,483, respectively. The continued existence of these funds is based on annual contract renewals with various funding sources.

(7) Accrued Liabilities

Accrued liabilities at June 30, 2025 and 2024 consisted of the following:

	2025	2024
Accrued annual leave	\$ 11,112	\$ 11,112
Payroll liabilities	1,502	3,298
	\$ 12,614	\$ 14,410

(8) Net Assets

Net assets at June 30, 2025 and 2024, consisted of the following:

	2025	2024
Net Assets Without Donor Restrictions:		
Undesignated	\$ 243,521	\$ 244,074
Net investment in property and equipment	5,101	6,123
Total net assets without donor restrictions	248,622	250,197
Net Assets With Donor Restrictions:		
Subject to expenditure for specified purpose –		
Restricted for Low-income household water assistance	1,884	1,884
Restricted for Low-income home energy assistance	8,279	7,303
Total net assets with donor restrictions	10,163	9,187
Total Net Assets	\$ 258,785	\$ 259,384

(Continued)

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Notes to Financial Statements  
June 30, 2025 and 2024  
(Continued)

(9) Contingencies

Employees of Union are entitled to paid sick days, earned at the rate of twelve hours per month of full time employment. It is reasonably possible but not certain that sick leave will be paid in the future; accordingly, no liability has been recorded in the accompanying financial statements. Union's policy is to recognize the costs of sick leave benefits when actually paid to employees. Upon an employee's resignation, lay-off, or death, no pay will be granted for any earned sick leave. Union estimates the liability for sick leave earned by employees but not yet taken as of June 30, 2025, to be approximately \$40,762.

Grants and contracts awarded to Union are subject to funding agencies' criteria, contract terms, and regulations under which expenditures may be charged and are subject to audit under those terms, regulations, and criteria. Occasionally, such audits may determine that certain costs incurred under the grants and contracts do not comply with the established criteria that govern them. In such cases, Union could be held responsible for repayments to the funding agency for the costs. Management does not anticipate any material questioned costs at this time for grants and contracts administered through the year June 30, 2025.

(10) Liquidity and Availability of Financial Assets

Union monitors its liquidity so that it is able to meet its operating needs and other contractual commitments while maximizing the investment of its excess operating cash. Union has the following financial assets that could readily be made available within one year of the balance sheet to fund expenses without limitations:

	2025	2024
Financial assets at year-end:		
Cash and cash equivalents	\$ 242,705	\$ 228,511
Grant receivables	16,931	37,420
Other receivables	750	750
Total financial assets	260,386	266,681
Less amounts not available to be used within one year:		
Net assets with donor restrictions	( 10,163)	( 9,187)
Financial assets available to meet cash needs for general expenditures within one year	\$ 250,223	\$ 257,494

In addition to financial assets available to meet general expenditures over the year, Union anticipates covering its general expenditures using the income generated from contractual agreements with governmental agencies. The Statement of Cash Flows identifies the sources and uses of Union's cash and shows cash provided by operations of \$14,194 and \$7,164 for fiscal years ending June 30, 2025 and June 30, 2024, respectively.

(11) Subsequent events

Subsequent events have been evaluated through December 23, 2025, the date the financial statements were available to be issued.

(Continued)

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Notes to Financial Statements  
June 30, 2025 and 2024  
(Continued)

(12) Right-of-Use Operating Leases

Union leases certain equipment under long-term, non-cancellable operating leases. The leases expire at various dates through 2027. The risk-free discount rate with a period comparable with that of the individual lease term used was between .79% and 1.92%.

The right-of-use operating assets and operating lease liabilities at June 30, 2025 and 2024, are as follows:

	2025	2024
<b>Lease Assets</b>		
Operating lease right-of-use assets	<u>\$ 2,629</u>	<u>\$ 4,646</u>
 <b>Lease Liabilities</b>		
Operating lease liabilities at June 30	\$ 2,629	\$ 4,646
Less current portion	( 2,039)	( 2,017)
Operating lease liabilities	<u>\$ 590</u>	<u>\$ 2,629</u>
 Total lease costs were as follows:		
Operating lease costs	<u>\$ 2,059</u>	<u>\$ 2,059</u>
Weighted-average remaining lease term – months	<u>20</u>	<u>32</u>
Weighted-average discount rate	<u>1.14%</u>	<u>1.11%</u>

Future minimum payments required under operating leases that have an initial or remaining non-cancelable lease term in excess of one year are as follows:

For the Year Ending June 30,	Principle	Interest	Total
2026	\$ 2,039	\$ 20	\$ 2,059
2027	590	3	593
Total lease payments	<u>\$ 2,629</u>	<u>\$ 23</u>	<u>\$ 2,652</u>

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Schedule of Compensation, Benefits and Other Payments to Agency Head  
For the Year Ended June 30, 2025

<u>Purpose</u>	<u>Amount</u>
Agency Head: Susan Stringer, Executive Director	
Salary	\$ 54,000
Travel	3,810

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2025

Federal Grantor / Pass-Through Grantor / Program Title	Federal Assistance Listing Number	Pass-Through Grantor's Number	Passed Through to Subrecipients	Expenditures
<u>U.S. Department of Health and Human Services</u>				
477 Cluster				
Passed through Louisiana Workforce Commission				
Community Services Block Grant	93.569	2000772115 & 2000893225	\$ _____	\$ 94,366
Total 477 Cluster			_____	94,366
Passed through Louisiana Housing Corporation				
Low-Income Home Energy Assistance Program	93.568	Unknown		707,962
Total Low-Income Home Energy Assistance Program				707,962
Total U.S. Department of Health and Human Services				802,328
<u>U.S. Department of Homeland Security</u>				
Passed through United Way of America				
Emergency Food and Shelter Program National Board Program	97.024	Unknown		5,893
Total U.S. Department of Homeland Security				5,893
Total federal expenditures			\$ _____	\$ 808,221

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Notes to the Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2025

NOTE 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Union Community Action Association, Inc. under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Union Community Action Association, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Union Community Action Association, Inc.

NOTE 2: Summary of Significant Accounting Policies

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

NOTE 3: Indirect Cost Rate

Union Community Action Association, Inc. does not utilize an indirect cost rate.

# COOK & MOREHART

*Certified Public Accountants*

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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

Independent Auditors' Report

To the Board of Directors  
Union Community Action Association, Inc.  
Farmerville, Louisiana

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 (*Government Auditing Standards*), the financial statements of Union Community Action Association, Inc., (a nonprofit organization), which comprise the statement of financial position as of June 30, 2025, 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 December 23, 2025.

### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Union Community Action Association Inc.'s 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 Union Community Action Association, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Union Community Action Association, Inc.'s internal control.

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

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

## Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Union Community Action Association, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Cook & Morehart  
Certified Public Accountants  
December 23, 2025

# COOK & MOREHART

*Certified Public Accountants*

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## Report on Compliance For Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

### Independent Auditors' Report

To the Board of Directors  
Union Community Action Association, Inc.

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

##### ***Opinion of Each Major Federal Program***

We have audited Union Community Action Association, Inc.'s, 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 Union Community Action Association, Inc.'s major federal program for the year ended June 30, 2025. Union Community Action Association, Inc.'s major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Union Community Action Association, Inc. complied in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2025.

##### ***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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Union Community Action Association, Inc. 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 Union Community Action Association, Inc.'s compliance with the compliance requirements referred to above.

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

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

## ***Auditors' 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 Union Community Action Association, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *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 judgement made by a reasonable user of the report on compliance about Union Community Action Association, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgement and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Union Community Action Association, Inc.'s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Union Community Action Association, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Union Community Action Association, Inc.'s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance 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 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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



Cook & Morehart  
Certified Public Accountants  
December 23, 2025

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Summary Schedule of Prior Audit Findings  
June 30, 2025

There were no findings or questioned cost for the prior year audit ending June 30, 2024.

Schedule of Findings and Questioned Costs  
June 30, 2025

**A. Summary of Audit Results**

Financial Statements

Type of audit report issued : Unmodified

Internal control over financial reporting :

Material weaknesses identified :                     yes     no  
Significant deficiencies identified :                 yes     none reported

Noncompliance material to financial  
statements noted :

yes     no

Federal Awards

Internal control over major programs :

Material weaknesses identified :                     yes     no  
Significant deficiencies identified :                 yes     none reported

Type of auditors' report issued on compliance  
for major federal programs: Unmodified

Any audit findings disclosed that are required to  
be reported in accordance with 2 CFR section  
200.516(a)

yes     no

Identification of major federal programs :

Federal Assistance Listing #93.568 - Low-Income Home Energy Assistance Program

Dollar threshold used to distinguish between  
type A and type B programs : \$750,000

Auditee qualified as low risk :                     yes     no

**B. Findings – Financial Statement Audit: None**

**C. Findings and Questioned Costs – Major Federal Program Audit: None**

Union Community Action Association, Inc.  
Farmerville, Louisiana  
Summary Schedule of Audit Findings for Louisiana Legislative Auditor  
June 30, 2025

**Summary Schedule of Prior Audit Findings**

There were no findings for the prior year ended June 30, 2024.

**Summary Schedule for Current Year Audit Findings**

There are no current year findings for the year ended June 30, 2025.