

Manatee Community Action Agency, Inc.



302 Manatee Avenue East
Suite 322
Bradenton, FL 34208
(p) 941.827.2887
(f) 941.827.3001
www.manateecaa.org

Head Start

Early Head Start
Head Start
Voluntary Prekindergarten

(p) 941.750.6667
(f) 941.746.7374

Resource Connection For Families

Child Development Services
Family Self-Sufficiency
Healthy Families Manatee
HIPYP
Housing Counseling
LIHEAP
Weatherization
Whole Child Project

(p) 941.827.0188
(f) 941.827.0193
941.748.0617

July 1, 2011

C. J. Sorensen
7/1/11

RECEIVED

JUL 14 2011

BOARD RECORDS

RECEIVED

JUL 11 2011

COUNTY ADMINISTRATOR
MANATEE COUNTY

Enclosed please find a copy of our 2010 independent audit. Should you have any questions, please contact our Finance Director, Amy Palmer, CPA, at 941-827-2887 x 7903.

Barbara J. Patten
Executive Director

Enclosure

ACCEPTED IN OPEN SESSION

JUL 27 2011

BOARD OF COUNTY COMMISSIONERS
MANATEE COUNTY, FLORIDA

MANATEE COMMUNITY ACTION AGENCY, INC.

AUDITED FINANCIAL STATEMENTS
ALL PROGRAMS

FOR THE YEAR ENDED
DECEMBER 31, 2010

MANATEE COMMUNITY ACTION AGENCY, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2010

TABLE OF CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS AND SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	1
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF ACTIVITIES	3
STATEMENT OF FUNCTIONAL EXPENSES - CHILD CARE SERVICES	4
STATEMENT OF FUNCTIONAL EXPENSES - TRAINING AND FAMILY SUPPORT	5
STATEMENT OF FUNCTIONAL EXPENSES - CLIENT ASSISTANCE	6
STATEMENT OF FUNCTIONAL EXPENSES - FOOD SERVICES	7
STATEMENT OF FUNCTIONAL EXPENSES - HOUSING ASSISTANCE	8
STATEMENT OF FUNCTIONAL EXPENSES - PROGRAM AND ADMINISTRATIVE	9
STATEMENT OF CASH FLOWS	10
NOTES TO FINANCIAL STATEMENTS	11 - 16
SUPPLEMENTAL INFORMATION	
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	17 - 19
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	20
OTHER AUDITORS' REPORTS	
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	21 - 22
REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 OF THE AUDITOR GENERAL	23 - 24
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - FEDERAL PROGRAMS	25 - 26



Christopher, Smith, Leonard,
Bristow & Stanell, P.A.

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITORS' REPORT

Board of Directors
Manatee Community Action Agency, Inc.

We have audited the accompanying statement of financial position of Manatee Community Action Agency, Inc. as of December 31, 2010, and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of Manatee Community Action Agency, Inc.'s management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Manatee Community Action Agency, Inc. as of December 31, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2011 on our consideration of Manatee Community Action Agency, 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic 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.

*Christopher, Smith, Leonard,
Bristow + Stanell, P.A.*

CHRISTOPHER, SMITH, LEONARD,
BRISTOW & STANELL, P.A.

June 21, 2011
Bradenton, Florida

MANATEE COMMUNITY ACTION AGENCY, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2010

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 232,235
Accounts receivable - grants	867,096
Other receivables	19,398
Prepaid expenses	433,052
Total current assets	<u>1,551,781</u>

LAND, BUILDINGS, AND EQUIPMENT, NET 1,200,047

DEPOSITS 32,234

TOTAL ASSETS \$ 2,784,062

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$ 150,387
Accrued payroll and taxes	205,043
Accrued expenses	116,029
Program income received in advance	796,609
Total current liabilities	<u>1,268,068</u>

NET ASSETS

Unrestricted	1,365,817
Temporarily restricted	150,177
Total net assets	<u>1,515,994</u>

TOTAL LIABILITIES AND NET ASSETS \$ 2,784,062

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

MANATEE COMMUNITY ACTION AGENCY, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010

	UNRESTRICTED	TEMPORARILY RESTRICTED	TOTAL
REVENUE			
Grants and contracts	\$ -	\$ 10,541,842	\$ 10,541,842
In-kind contributions	-	551,995	551,995
Program income	-	615,708	615,708
Donations and gifts	-	6,003	6,003
Miscellaneous income	3,496	-	3,496
	<u>3,496</u>	<u>11,715,548</u>	<u>11,719,044</u>
Net assets released from restrictions	<u>11,768,325</u>	<u>(11,768,325)</u>	<u>-</u>
TOTAL REVENUE	<u>11,771,821</u>	<u>(52,777)</u>	<u>11,719,044</u>
EXPENSES			
PROGRAM SERVICES			
Child care services	5,179,868	-	5,179,868
Training and family support	954,099	-	954,099
Client assistance	1,906,163	-	1,906,163
Food services	381,661	-	381,661
Housing assistance	1,657,465	-	1,657,465
Volunteer services	48,315	-	48,315
Donated space, supplies and other	503,680	-	503,680
Total program services	<u>10,631,251</u>	<u>-</u>	<u>10,631,251</u>
SUPPORTING SERVICES			
General and administrative	817,635	-	817,635
Depreciation	120,383	-	120,383
Total supporting services	<u>938,018</u>	<u>-</u>	<u>938,018</u>
TOTAL EXPENSES	<u>11,569,269</u>	<u>-</u>	<u>11,569,269</u>
CHANGE IN NET ASSETS	<u>202,552</u>	<u>(52,777)</u>	<u>149,775</u>
NET ASSETS AT DECEMBER 31, 2009	<u>1,163,265</u>	<u>202,954</u>	<u>1,366,219</u>
NET ASSETS AT DECEMBER 31, 2010	<u>\$ 1,365,817</u>	<u>\$ 150,177</u>	<u>\$ 1,515,994</u>

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

MANATEE COMMUNITY ACTION AGENCY, INC.
 STATEMENT OF FUNCTIONAL EXPENSES - CHILD CARE SERVICES
 FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>HEAD START</u>	<u>TOTAL CHILD CARE SERVICES</u>
PROGRAM EXPENSES		
Personnel	\$ 3,157,844	\$ 3,157,844
Taxes/fringe benefits	875,006	875,006
Transportation and travel	47,339	47,339
Supplies	11,624	11,624
Contractual	370,773	370,773
Professional	24,284	24,284
Occupancy	217,492	217,492
Insurance	100,863	100,863
Dues and subscriptions	4,516	4,516
Program supplies	96,523	96,523
Program services	92,806	92,806
Food/non-food	11,413	11,413
Tuition, seminars, development	43,426	43,426
Parent development	2,380	2,380
Assistance	-	-
Equipment and vehicle leases	28,999	28,999
Computer maintenance and support	19,748	19,748
Repair and maintenance	65,954	65,954
Taxes and licenses	2,080	2,080
Printing and postage	2,628	2,628
Other costs	4,170	4,170
	<u>5,179,868</u>	<u>5,179,868</u>
SUPPORTIVE SERVICES	<u>533,426</u>	<u>533,426</u>
	<u>\$ 5,713,294</u>	<u>\$ 5,713,294</u>
IN-KIND EXPENSES		
Volunteer services	\$ 22,736	\$ 22,736
Space costs	494,959	494,959
Articles	1,171	1,171
Other	-	-
	<u>\$ 518,866</u>	<u>\$ 518,866</u>

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

MANATEE COMMUNITY ACTION AGENCY, INC.
STATEMENT OF FUNCTIONAL EXPENSES -
TRAINING AND FAMILY SUPPORT
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>CATCH</u>	<u>HEALTHY FAMILIES</u>	<u>WHOLE CHILD</u>
PROGRAM EXPENSES			
Personnel	\$ 21,027	\$ 310,203	\$ 117,759
Taxes/fringe benefits	6,177	93,508	34,881
Transportation and travel	674	13,892	1,721
Supplies	-	2,221	110
Contractual	4,042	54,582	195
Professional	443	3,132	730
Occupancy	1,045	56,965	1,722
Insurance	166	10,837	302
Dues and subscriptions	-	360	-
Program supplies	979	10,162	175
Program services	-	-	-
Food/Non-food	-	125	-
Tuition, seminars, development	-	-	-
Parent development	-	-	-
Assistance	-	-	-
Equipment and vehicle leases	-	4,057	-
Computer maintenance and support	-	2,737	8,440
Repair and maintenance	98	2,641	-
Taxes and licenses	-	221	-
Printing and postage	16	1,462	1,087
Other costs	11	610	-
	<u>34,678</u>	<u>567,715</u>	<u>167,122</u>
SUPPORTIVE SERVICES	<u>3,156</u>	<u>54,027</u>	<u>15,208</u>
	<u>\$ 37,834</u>	<u>\$ 621,742</u>	<u>\$ 182,330</u>
IN-KIND EXPENSES			
Volunteer services	\$ -	\$ 25,579	\$ -
Space costs	-	200	-
Articles	-	-	-
Other	-	150	-
	<u>\$ -</u>	<u>\$ 25,929</u>	<u>\$ -</u>

<u>HIPPY</u>	<u>BEHAVIOR INTERVENTION</u>	<u>TOTAL TRAINING AND FAMILY SUPPORT</u>
\$ 98,178	\$ 15,596	\$ 562,763
26,323	5,075	165,964
9,923	243	26,453
285	-	2,616
64	7	58,890
681	118	5,104
10,694	1,396	71,822
1,722	166	13,193
4,500	-	4,860
7,826	126	19,268
-	-	-
-	-	125
340	-	340
-	-	-
-	-	-
231	-	4,288
607	-	11,784
302	24	3,065
10	-	231
132	11	2,708
4	-	625
<u>161,822</u>	<u>22,762</u>	<u>954,099</u>
<u>14,726</u>	<u>2,071</u>	<u>89,188</u>
<u><u>\$ 176,548</u></u>	<u><u>\$ 24,833</u></u>	<u><u>\$ 1,043,287</u></u>
\$ -	\$ -	\$ 25,579
7,200	-	7,400
-	-	-
-	-	150
<u><u>\$ 7,200</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 33,129</u></u>

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

MANATEE COMMUNITY ACTION AGENCY, INC.
STATEMENT OF FUNCTIONAL EXPENSES -
CLIENT ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>LIHEAP</u>	<u>CSBG</u>
PROGRAM EXPENSES		
Personnel	\$ 113,101	\$ 308,725
Taxes/fringe benefits	37,902	76,107
Transportation and travel	514	15,475
Supplies	5,485	2,149
Contractual	45	9,849
Professional	4,443	2,500
Occupancy	13,248	41,108
Insurance	1,703	5,163
Dues and subscriptions	-	15,866
Program supplies	71	17,777
Program services	-	-
Food/Non-food	-	-
Tuition, seminars, development	670	8,126
Parent development	-	-
Assistance	704,937	264,814
Equipment and vehicle leases	2,645	5,818
Computer maintenance and support	605	29,296
Repair and maintenance	734	6,607
Taxes and licenses	138	235
Printing and postage	1,187	2,204
Other costs	1,007	1,973
	<u>888,435</u>	<u>813,792</u>
SUPPORTIVE SERVICES	<u>75,976</u>	<u>147,182</u>
	<u>\$ 964,411</u>	<u>\$ 960,974</u>
IN-KIND EXPENSES		
Volunteer services	\$ -	\$ -
Space costs	-	-
Articles	-	-
Other	-	-
	<u>\$ -</u>	<u>\$ -</u>

<u>FEMA</u>	<u>COMMUNITY FOUNDATION OF SARASOTA</u>	<u>WACHOVIA WELLS FARGO FOUNDATION</u>	<u>TOTAL CLIENT ASSISTANCE</u>
\$ -	\$ -	\$ -	\$ 421,826
-	-	-	114,009
-	-	-	15,989
-	-	-	7,634
-	-	18,800	28,694
-	-	-	6,943
-	-	-	54,356
-	-	-	6,866
-	-	-	15,866
-	-	-	17,848
-	-	-	-
-	-	-	-
-	-	-	8,796
-	-	-	-
37,138	147,998	-	1,154,887
-	-	-	8,463
-	-	-	29,901
-	-	-	7,341
-	-	-	373
-	-	-	3,391
-	-	-	2,980
<u>37,138</u>	<u>147,998</u>	<u>18,800</u>	<u>1,906,163</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>223,158</u>
<u><u>\$ 37,138</u></u>	<u><u>\$ 147,998</u></u>	<u><u>\$ 18,800</u></u>	<u><u>\$ 2,129,321</u></u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

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

MANATEE COMMUNITY ACTION AGENCY, INC.
STATEMENT OF FUNCTIONAL EXPENSES -
FOOD SERVICES
FOR THE YEAR ENDED DECEMBER 31, 2010

	USDA CACFP	TOTAL FOOD SERVICES
PROGRAM EXPENSES		
Personnel	\$ 100,361	\$ 100,361
Taxes/fringe benefits	43,116	43,116
Transportation and travel	2,134	2,134
Supplies	-	-
Contractual	75	75
Professional	1,600	1,600
Occupancy	14,009	14,009
Insurance	2,463	2,463
Dues and subscriptions	70	70
Program supplies	255	255
Program services	300	300
Food/Non-food	206,567	206,567
Tuition, seminars, development	187	187
Parent development	-	-
Assistance	-	-
Equipment and vehicle leases	1,799	1,799
Computer maintenance and support	-	-
Repair and maintenance	8,493	8,493
Taxes and licenses	95	95
Printing and postage	74	74
Other costs	63	63
	381,661	381,661
SUPPORTIVE SERVICES	29,264	29,264
	\$ 410,925	\$ 410,925
IN-KIND EXPENSES		
Volunteer services	\$ -	\$ -
Space costs	-	-
Articles	-	-
Other	-	-
	\$ -	\$ -
	-	-

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

MANATEE COMMUNITY ACTION AGENCY, INC.
STATEMENT OF FUNCTIONAL EXPENSES -
HOUSING ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2010

	WEATHERIZATION	HUD	TOTAL HOUSING ASSISTANCE
PROGRAM EXPENSES			
Personnel	\$ 139,469	\$ 18,083	\$ 157,552
Taxes/fringe benefits	27,045	5,171	32,216
Transportation and travel	8,788	188	8,976
Supplies	2,875	-	2,875
Contractual	1,434,430	-	1,434,430
Professional	1,498	13	1,511
Occupancy	6,908	600	7,508
Insurance	3,383	652	4,035
Dues and subscriptions	29	-	29
Program supplies	4,228	-	4,228
Program services	-	-	-
Food/Non-food	-	-	-
Tuition, seminars, development	720	-	720
Parent development	-	-	-
Assistance	-	-	-
Equipment and vehicle leases	77	94	171
Computer maintenance and support	205	36	241
Repair and maintenance	621	4	625
Taxes and licenses	303	-	303
Printing and postage	1,350	-	1,350
Other costs	657	38	695
	<u>1,632,586</u>	<u>24,879</u>	<u>1,657,465</u>
SUPPORTIVE SERVICES	<u>94,713</u>	<u>2,264</u>	<u>96,977</u>
	<u>\$ 1,727,299</u>	<u>\$ 27,143</u>	<u>\$ 1,754,442</u>
IN-KIND EXPENSES			
Volunteer services	\$ -	\$ -	\$ -
Space costs	-	-	-
Articles	-	-	-
Other	-	-	-
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

MANATEE COMMUNITY ACTION AGENCY, INC.
STATEMENT OF FUNCTIONAL EXPENSES -
PROGRAM AND ADMINISTRATIVE
FOR THE YEAR ENDED DECEMBER 31, 2010

EXPENSES	TOTAL PROGRAM SERVICES	SUPPORTING SERVICES	TOTAL
Personnel	\$ 4,400,346	\$ 449,711	\$ 4,850,057
Taxes/fringe benefits	1,230,311	112,047	1,342,358
Transportation and travel	100,891	9,840	110,731
Supplies	24,749	7,548	32,297
Contractual	1,892,862	14,559	1,907,421
Professional	39,442	7,926	47,368
Occupancy	365,187	134,436	499,623
Insurance	127,420	37,816	165,236
Dues and subscriptions	25,341	3,522	28,863
Program supplies	138,122	-	138,122
Program services	93,106	-	93,106
Food/Non-food	218,105	-	218,105
Tuition, seminars, development	53,469	3,208	56,677
Parent development	2,380	-	2,380
Assistance	1,154,887	-	1,154,887
Equipment and vehicle leases	43,720	9,062	52,782
Computer maintenance and support	61,674	4,851	66,525
Repair and maintenance	85,478	8,164	93,642
Taxes and licenses	3,082	459	3,541
Printing and postage	10,151	4,528	14,679
Other costs	8,533	9,958	18,491
	<u>10,079,256</u>	<u>817,635</u>	<u>10,896,891</u>
Volunteer services	48,315	-	48,315
Donated space, supplies, and other	503,680	-	503,680
Depreciation	-	120,383	120,383
	<u>\$ 10,631,251</u>	<u>\$ 938,018</u>	<u>\$ 11,569,269</u>

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

MANATEE COMMUNITY ACTION AGENCY, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2010

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ 149,775
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	120,383
(Increase) decrease in operating assets:	
Accounts receivable - grants	(309,844)
Other receivables	(6,192)
Prepaid expenses	(230,102)
Deposits	(670)
Increase (decrease) in operating liabilities:	
Accounts payable	(63,573)
Accrued payroll and taxes	(14,280)
Accrued expenses	(23,960)
Program income received in advance	129,807
Net cash provided (used) by operating activities	<u>(248,656)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchases of property and equipment	(55,699)
Net cash provided (used) by investing activities	<u>(55,699)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(304,355)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>536,590</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u><u>\$ 232,235</u></u>
<u>SUPPLEMENTAL CASH FLOW INFORMATION:</u>	
Interest paid	<u><u>\$ 394</u></u>
<u>SUPPLEMENTAL NON-CASH INFORMATION:</u>	
Non-cash operating activities - In-Kind contributions and expenses	<u><u>\$ 551,995</u></u>

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

MANATEE COMMUNITY ACTION AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organizational Structure

Manatee Community Action Agency, Inc. (MCAA) is a not-for-profit corporation, incorporated under the laws of the State of Florida and organized exclusively for charitable purposes. Management consists of a Board of Directors who are elected from and by the membership of the corporation as prescribed in its bylaws. The purpose of MCAA is to improve the quality of life and the economic self-sufficiency of people with low incomes and other eligible people in Manatee, Hardee and DeSoto counties in the State of Florida, by providing services, support and opportunities. Additionally, MCAA provides weatherization services in Sarasota County.

Basis of Accounting

MCAA follows standards of accounting and financial reporting prescribed for voluntary health and welfare agencies. The financial statements have been prepared on the accrual basis of accounting, which recognizes revenue when earned and expenses as incurred. Administrative costs are charged by MCAA to its programs for fiscal and administrative expenses incurred in performing its functions.

Contributions are recognized when a donor makes a promise to give to MCAA, that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in temporarily restricted or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting statement of activities.

In-Kind Contributions

In-Kind contributions are made up of non-cash donations, donated labor and advantageous rates on rental facilities. The non-cash donations are valued at their fair market value at the time of donation. Professional services are valued at hourly rates that would have been paid for comparable services. In-Kind contributions from advantageous rental rates are valued at the difference between the fair market value of the rental space and the amounts actually paid. In-Kind contributions are recorded as both support and an expense.

Numerous volunteers have donated time to MCAA's various programs. No amounts have been recognized in the accompanying statement of activities because the criteria for recognition under generally accepted accounting principles have not been satisfied. Although no amounts have been reflected in the financial statements, management estimates the fair value of those services to be approximately \$186,300 for the year ended December 31, 2010.

MANATEE COMMUNITY ACTION AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Revenue

MCAA receives substantially all of its revenue in the form of Federal, State and local grants and contracts. MCAA recognizes revenue either based on the terms of the contract service period or to the extent that expenses have been incurred and the resulting revenue earned.

Land, Buildings, and Equipment

For financial reporting purposes, all expenditures for land, buildings, and equipment with an estimated useful life of longer than one year and in excess of \$5,000 are capitalized at cost, if purchased and fair value at the date of donation, if donated. Federal funding agencies providing funds for purchased assets may maintain an interest in the assets purchased with grant monies.

Depreciation is computed by the straight-line method, at rates based on the following estimated useful lives:

Furniture and equipment	3-10 years
Transportation equipment	5 years
Leasehold improvements	20 years
Buildings	39 years
Modular buildings	10-20 years

Depreciation expense for 2010 was \$120,383.

Cash and Cash Equivalents

MCAA considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Program Income Received in Advance

MCAA receives advances on grant/contract awards to meet the cash flow needs of the organization. As a result, these amounts are recorded as program income received in advance in the statement of financial position until the amounts are actually spent as part of the agreement, at which time revenue is recognized. If amounts are not entirely spent by the end of the award period, a refund of the unused portion is issued.

MANATEE COMMUNITY ACTION AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Temporarily Restricted Net Assets

Net assets in the amount of \$150,177 have been temporarily restricted at December 31, 2010. Temporarily restricted net assets consist of cash which has been restricted for use based on time and purpose.

NOTE B - CONCENTRATIONS OF CREDIT RISK-CASH

Cash accounts at banks are insured by the Federal Deposit Insurance Corporation (FDIC) for up to \$250,000 for the current year. All funds in a "non-interest bearing transaction account" are insured in full by the FDIC from December 31, 2010 through December 31, 2012. This temporary unlimited coverage is in addition to, and separate from, the coverage of at least \$250,000 available under the FDIC's general deposit insurance rules. At times throughout the year, the Organization's cash balances may exceed insured limits. Management believes that it is not exposed to any significant credit risk on cash and cash equivalents.

NOTE C - RETIREMENT PLANS

Prior to 2010, MCAA had three defined contribution retirement plans. At September 1, 2010, The Resource Connection for Kids Retirement Plan and The Manatee Community Action Agency, Inc. Retirement Plan were transferred into The Head Start Retirement Plan. The plan is qualified under section 403(b) of the Internal Revenue Code.

Employer contributions are elective and management establishes the amount to be funded annually. Contributions are made to the account of each individual employee, based on a percentage of their annual compensation level. An employee must have one year of service with MCAA before the employer contribution will be made on their behalf.

MCAA contributed \$327,221 for the year ended December 31, 2010:

NOTE D - HEAD START MATCH

MCAA provided \$619,931 of actual cash match and \$591,581 of non-cash match for a total of \$1,211,512 that qualified as Non-Federal Match for the Head Start program. All In-Kind match requirements were met.

NOTE E - GRANTS RECEIVABLE

Grants receivable at December 31, 2010 consist mainly of amounts due as reimbursement for services provided in accordance with federal and state grant programs. Grants receivable are stated at the amount management expects to collect on outstanding balances. Management deems substantially all of the grants receivable at December 31, 2010 to be fully collectible, and as a result, no allowance for doubtful accounts has been established

MANATEE COMMUNITY ACTION AGENCY, INC.
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2010

NOTE F - LAND, BUILDINGS AND EQUIPMENT

The following is a summary of land, buildings, and equipment and accumulated depreciation as of December 31, 2010:

	<u>COST</u>	<u>ACCUMULATED DEPRECIATION</u>	<u>NET BOOK VALUE</u>
Palmetto Land	\$ 6,026	\$ -0-	\$ 6,026
Transport vehicles	196,977	163,804	33,173
Buildings	240,000	37,949	202,051
Morton Clark Center	1,109,234	533,840	575,394
Modular buildings	288,372	154,779	133,593
Leasehold improvements	411,073	255,674	155,399
Furniture and equipment	<u>1,207,901</u>	<u>1,113,490</u>	<u>94,411</u>
Total	<u>\$ 3,459,583</u>	<u>\$ 2,259,536</u>	<u>\$ 1,200,047</u>

NOTE G - INCOME TAXES

MCAA is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been made in these financial statements. MCAA is not a private foundation under Section 509(a)(2) of the Internal Revenue Code. The Organization has adopted guidance issued pursuant to FASB ASC 740 on accounting for uncertain tax positions. The adoption of this guidance had no effect on the Organization's financial position. Management believes the Organization has no material uncertain tax positions, including any potential loss of its tax exempt status. The Organization has no ongoing federal, state or local tax audits; however, the Organization's tax returns for fiscal year end 2007 and subsequent years remain open to examination.

NOTE H - LEASES

MCAA leases office space and other facilities under several non-cancellable operating leases. Rental expense for all operating leases for the year ended December 31, 2010 was \$444,821. Future minimum lease payments are as follows:

<u>YEAR ENDING DECEMBER 31,</u>	<u>AMOUNT</u>
2011	\$ 404,355
2012	\$ 348,159
2013	\$ 358,604
2014	\$ 369,362
2015	\$ 380,443
Thereafter	\$ 490,539

MCAA subleases part of the office space it occupies under these operating leases. Rental income for the year ended December 31, 2010 was \$46,106. The subleases are on a month-to-month basis.

MANATEE COMMUNITY ACTION AGENCY, INC.
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2010

NOTE H - LEASES - CONTINUED

MCAA also leases vehicles and copying equipment under several operating leases. Lease expense for vehicles and equipment amounted to \$52,782 for the year ended December 31, 2010. Future minimum lease payments applicable to vehicles and equipment are as follows:

<u>YEAR ENDING DECEMBER 31,</u>	<u>AMOUNT</u>
2011	\$ 41,795
2012	\$ 25,178
2013	\$ 5,644

MCAA has entered into certain equipment maintenance agreements that extend beyond one year. The future minimum payments on these agreements at December 31, 2010 are as follows:

<u>YEAR ENDING DECEMBER 31,</u>	<u>AMOUNT</u>
2011	\$ 36,681
2012	\$ 10,401
2013	\$ 906
2014	\$ 75

NOTE I - RECONCILIATION OF EXPENSES ON THE STATEMENT OF ACTIVITIES TO COSTS REPORTED ON GRANT AND CONTRACT REPORTS

Generally accepted accounting principles require the capitalization of equipment acquired during the year with depreciation expense recorded over its estimated useful life. Total program costs as reported on the grant and contract reports include the cost of equipment as an operating expense in the year of acquisition. Total expenses on the reports are reconciled as follows:

Total expenses on the Statement of Activities	\$ 11,569,269
Plus: Capital expenditures for the year:	
MCAA	6,277
Head Start	44,342
CSBG	5,080
Less: Depreciation expense	<u>(120,383)</u>
Total program costs as reported on the grant and contract reports	<u>\$ 11,504,585</u>

MANATEE COMMUNITY ACTION AGENCY, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010

NOTE J - RECONCILIATION OF HEAD START STATEMENT OF FUNCTIONAL EXPENSES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Head Start expenses on Statement of Functional Expenses	\$ 5,713,294
Fixed asset additions (cash purchases)	44,342
Other revenue	(620,465)
Headstart reimbursement of USDA expenditures	60,078
Non-federal revenue	<u>(172,729)</u>
Head Start expenses on Schedule of Federal Awards	<u>\$ 5,024,520</u>

NOTE K - LINE-OF-CREDIT

MCAA has an open line-of-credit from a financial institution not to exceed \$250,000 with interest at the one month British Bankers Association LIBOR rate, secured by accounts receivable or other rights to payment of MCAA, through August 31, 2014. During the current year, no amounts were drawn on the credit line. At December 31, 2010, no amounts were due on the line-of-credit.

NOTE L - CONCENTRATION OF RISK

Revenue sources:

Most of MCAA's revenues are in the form of grants from federal and state sources to serve specified geographical areas within the various grants. The ability to continue operations, if the grant programs were lost or canceled, is dependent upon MCAA's ability to generate unrestricted funds.

Labor:

Throughout the year, certain Head Start and Early Head Start program employees were covered under a collective bargaining agreement, which expire May 31, 2011. The terms of the contract are in negotiation.

NOTE M - CONTINGENCIES

From time to time, the Organization is involved in litigation and regular investigations arising in the course of business. After consultation with legal counsel, management estimates that these matters will be resolved without material adverse effects on the Organization's future financial position or results of operations.

NOTE N - SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through June 21, 2011, which is the date the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

**MANATEE COMMUNITY ACTION AGENCY, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

FEDERAL GRANTOR, PASS-THROUGH ENTITY FEDERAL PROGRAM FEDERAL AGENCIES	CFDA	CONTRACT/ENTITY IDENTIFYING NUMBER
U.S. Department of Health and Human Services:		
Head Start	93.600	04CH3061/42
ARRA - Head Start	93.708	04SE3061/01
Subtotal Direct Programs		
Pass-through programs from:		
State of Florida, Department of Community Affairs, Division of Housing and Community Development, Community Services Block Grant	93.569	10SB-7Q-12-00-04-016
	93.569	11SB-8G-12-00-04-015
ARRA - Community Services Block Grant	93.710	10SB-8B-12-00-04-116
State of Florida, Department of Community Affairs, Division of Housing and Community Development, Low Income Home Energy Assistance (LIHEAP)	93.568	09EA-7K-08-51-04-016
	93.568	10EA-8F-08-51-04-016
State of Florida, Department of Community Affairs, Division of Housing and Community Development, Low Income Home Energy Assistance (WAP-LIHEAP)	93.568	09LH-7K-12-00-04-017
University of South Florida, Home Instruction for Parents of Preschool Youngsters, Temporary Assistance for Needy Families	93.558	5830-1315-00-B
	93.558	5830-1349-00-B
Ounce of Prevention Fund of Florida, Healthy Families Florida, Temporary Assistance for Needy Families	93.558	HF-09-10-16
	93.558	HF-10-11-16
Ounce of Prevention Fund of Florida, Healthy Families Florida, Community Based Family Resource and Support Grants	93.590	HF-09-10-16
	93.590	HF-10-11-16
Total pass-through programs- U.S. Department of Health and Human Services		
Total of U.S. Department of Health and Human Services		
U.S. Department of Housing and Urban Development:		
Housing Counseling Assistance Program	14.169	HC09-0421-132
Housing Counseling Assistance Program	14.169	HC10-0421-050
Community Development Block Grants/Entitlement Grants	14.218	B-08-UC-12-0018
Total U.S. Department of Housing and Urban Development		

PROGRAM AWARD	GRANT FISCAL PERIOD	FEDERAL FUNDS EXPENDED	TRANSFERS TO SUBRECIPIENTS	GRANT REVENUE
\$ 4,846,046	01/01/10-12/31/10	\$ 4,846,046	\$ -	\$ 4,846,046
344,399	07/01/09-09/30/10	178,474	-	178,474
		<u>5,024,520</u>	<u>-</u>	<u>5,024,520</u>
419,278	10/01/09-09/30/10	285,271	-	285,271
407,250	10/01/10-09/30/11	99,682	-	99,682
667,334	01/01/09-09/30/10	587,777	-	587,777
1,228,090	12/22/08-03/31/10	207,686	-	207,686
1,680,436	02/24/10-05/31/11	756,725	-	756,725
251,337	02/05/09-08/15/10	177,742	-	177,742
107,000	07/01/09-06/30/10	57,518	-	57,518
107,000	07/01/10-06/30/11	69,240	-	69,240
124,051	07/01/09 -06/30/10	60,018	-	60,018
80,435	07/01/10 -06/30/11	43,925	-	43,925
12,044	07/01/09 -06/30/10	5,827	-	5,827
12,575	07/01/10 -06/30/11	6,867	-	6,867
		<u>2,358,278</u>	<u>-</u>	<u>2,358,278</u>
		<u>7,382,798</u>	<u>-</u>	<u>7,382,798</u>
25,244	10/01/09-09/30/10	19,168	-	19,168
35,492	10/01/10-09/30/11	7,975	-	7,975
57,202	10/01/09-09/30/10	57,202	-	57,202
		<u>84,345</u>	<u>-</u>	<u>84,345</u>

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

**MANATEE COMMUNITY ACTION AGENCY, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010**

FEDERAL GRANTOR, PASS-THROUGH ENTITY FEDERAL PROGRAM	CFDA	CONTRACT/ENTITY IDENTIFYING NUMBER
U.S. Department of Homeland Security:		
Emergency Food and Shelter National Board Program	97.024	28-1666-00-003 E1
Total Department of Homeland Security		
 U.S. Department of Agriculture:		
Pass-through programs from:		
State of Florida, Department of Health, Child and Adult Care Food Program	10.558 10.558	S-732 S-732
Total U.S. Department of Agriculture		
 U.S. Department of Energy:		
Pass-through programs from:		
State of Florida, Department of Community Affairs, Division of Housing and Community Development,		
Weatherization Assistance for Low-Income Persons	81.042	09WX-7W-12-00-04-017
ARRA - Weatherization Assistance for Low-Income Persons	81.042	10WX-7X-12-00-04-717
Weatherization Assistance for Low-Income Persons - Multi-Family	81.042	11WX-7X-12-00-04-917
Total U.S. Department of Energy		
 Total Expenditures of Federal Awards		

<u>PROGRAM AWARD</u>	<u>GRANT FISCAL PERIOD</u>	<u>FEDERAL FUNDS EXPENDED</u>	<u>TRANSFERS TO SUBRECIPIENTS</u>	<u>GRANT REVENUE</u>
37,138	10/01/09-09/30/10	37,138	-	37,138
		<u>37,138</u>	<u>-</u>	<u>37,138</u>
405,027	10/01/09-09/30/10	263,767	-	263,767
335,000	10/01/10-09/30/11	87,080	-	87,080
		<u>350,847</u>	<u>-</u>	<u>350,847</u>
208,068	04/27/09-02/15/11	17,145	-	17,145
4,007,774	11/09/09-02/28/12	1,539,442	-	1,539,442
661,556	09/02/10-03/31/11	216,093	-	216,093
		<u>1,772,680</u>	<u>-</u>	<u>1,772,680</u>
		<u>\$ 9,627,808</u>	<u>\$ -</u>	<u>\$ 9,627,808</u>

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

MANATEE COMMUNITY ACTION AGENCY, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010

PROGRAM TITLE

OTHER GRANTS AND CONTRACTS

Ounce of Prevention Fund of Florida, Healthy Families Florida	\$	391,404
Manatee County Board of County Commissioners:		
Manatee County Children's Services:		
Healthy Families		98,994
Whole Child – Tax Free Manatee		19,062
Whole Child – Project Advisor		61,466
Hippy		48,291
Manatee County Board of County Commissioners:		
C.A.T.C.H. Program		37,834
Sarasota County Community Foundation:		
Season of Sharing Fund		147,998
State College of Florida		
Better Behavior Intervention Program		24,834
Early Success Program		24,444
Central Community Redevelopment Agency		
Wachovia Foundation Grant		20,000
United Way:		
Healthy Families		14,707
Whole Child		25,000
		914,034
TOTAL OTHER GRANTS AND CONTRACTS		914,034
		\$ 10,541,842

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

MANATEE COMMUNITY ACTION AGENCY, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE A - BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards includes the Federal grant activity of the Manatee Community Action Agency, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general-purpose financial statements.

OTHER AUDITORS' REPORTS



Christopher, Smith, Leonard,
Bristow & Stanell, P.A.

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

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

To the Board of Directors
Manatee Community Action Agency, Inc.,

We have audited the financial statements of Manatee Community Action Agency, Inc., (a non-profit organization) as of and for the year ended December 31, 2010, and have issued our report thereon dated June 21, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Manatee Community Action Agency, Inc.'s, internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Manatee Community Action Agency, Inc.'s, internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Manatee Community Action Agency, Inc.'s internal control over financial reporting.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Manatee Community Action Agency, Inc.'s, financial statements are free of 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 determination of financial statement amounts. 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*.

This report is intended solely for the use of the Board of Directors, Audit Committee, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Christopher, Smith, Leonard,
Bristow + Stanell, P.A.*
CHRISTOPHER, SMITH, LEONARD,
BRISTOW & STANELL, P.A.

June 21, 2011
Bradenton, Florida



REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND
MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors
Manatee Community Action Agency, Inc.

Compliance

We have audited Manatee Community Action Agency, Inc.'s, (a non-profit organization), compliance with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of MCAA's major federal programs for the year ended December 31, 2010. Manatee Community Action Agency, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Manatee Community Action Agency, Inc.'s management. Our responsibility is to express an opinion on Manatee Community Action Agency, Inc.'s compliance based on our audit.

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 OMB Circular A-133. Those standards, and OMB Circular A-133, require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Manatee Community Action Agency, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Manatee Community Action Agency, Inc.'s compliance with those requirements.

In our opinion, Manatee Community Action Agency, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2010.

Internal Control over Compliance

Management of Manatee Community Action Agency, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Manatee Community Action Agency, Inc.'s internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Manatee Community Action Agency, Inc.'s 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.

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

This report is intended solely for the information and use of management, the Board of Directors, others within the entity, federal and awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Christopher, Smith, Leonard,
Bristow + Stanell, P.A.*
CHRISTOPHER, SMITH, LEONARD,
BRISTOW & STANELL, P.A.,

June 21, 2011
Bradenton, Florida

MANATEE COMMUNITY ACTION AGENCY, INC.
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED DECEMBER 31, 2010

Section I – Summary of Auditor’s Results

Financial Statements

Type of Auditor’s report issued: Unqualified Opinion

Internal Control over financial reporting:

Material weakness(es) identified? _____ yes x no

Significant deficiency(ies) identified? _____ yes x none reported

Noncompliance material to basic financial statements noted? _____ yes x no

Federal Awards

Internal Control over major programs:

Material weakness(es) identified? _____ yes x no

Significant deficiency(ies) identified? _____ yes x none reported

Type of auditor’s report issued on compliance for major programs: Unqualified Opinion

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133 (Section 510(a)) _____ yes x no

Identification of Major Federal Programs:

CFDA Number

<u>Head Start Cluster</u>	
Head Start	93.600
ARRA – Head Start	93.708
Low Income Home Energy Assistance	93.568
Weatherization Assistance for Low-Income Persons	81.042
ARRA – Weatherization Assistance for Low-Income Persons	81.042
<u>CSBG Cluster</u>	
Community Services Block Grant	93.569
ARRA – Community Services Block Grant	93.710
Temporary Assistance for Needy Families	93.558

MANATEE COMMUNITY ACTION AGENCY, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2010

Section I - Summary of Auditor's Results - Continued

Dollar threshold used to distinguish between type A and type B programs: \$300,000
Auditee qualified as low-risk auditee? yes no

Section II - Financial Statement Findings

No matters were reported.

Prior Year Audit Findings

None reported.

Section III - Major Federal Award Programs - Findings and Questioned Costs

None Reported

Summary Schedule of Prior Year Audit Findings

None reported.