

# Rural Community Assistance Partnership, Inc.

Washington, DC

Financial Statements and  
Supplementary Information

Years Ended September 30, 2023 and 2022



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# Rural Community Assistance Partnership, Inc.

Years Ended September 30, 2023 and 2022

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## **Independent Auditor's Report**

Board of Directors  
Rural Community Assistance Partnership, Inc.  
Washington, DC

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

#### ***Opinion***

We have audited the accompanying financial statements of Rural Community Assistance Partnership, Inc. ("RCAP"), a nonprofit organization, which comprise the statements of financial position as of September 30, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Rural Community Assistance Partnership, Inc. as of September 30, 2023 and 2022, 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 ("GAAP").

#### ***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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Rural Community Assistance Partnership, 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 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 Rural Community Assistance Partnership, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 on the effectiveness of Rural Community Assistance Partnership, 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 Rural Community Assistance Partnership, 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 audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2024, on our consideration of Rural Community Assistance Partnership, 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 Rural Community Assistance Partnership, 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 Rural Community Assistance Partnership, Inc.'s internal control over financial reporting and compliance.

*Wipfli LLP*

Wipfli LLP

Madison, Wisconsin  
June 25, 2024

# Rural Community Assistance Partnership, Inc.

## Statements of Financial Position

<i>September 30,</i>	2023	2022
<b>ASSETS</b>		
Current assets:		
Cash	\$ 188,033	\$ 1,517,444
Grants receivable	3,508,370	2,305,112
Other receivables	184,533	123,721
Prepaid expenses	54,470	25,222
<b>Total current assets</b>	<b>3,935,406</b>	<b>3,971,499</b>
Other assets:		
Security deposits	37,453	37,153
Right-of-use operating lease assets	1,757,081	-
<b>Total other assets</b>	<b>1,794,534</b>	<b>37,153</b>
<b>TOTAL ASSETS</b>	<b>\$ 5,729,940</b>	<b>\$ 4,008,652</b>
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities:		
Accounts payable	297,726	304,642
Accrued payroll and related expenses	120,322	68,209
Grants payable	3,099,195	2,160,183
Current portion of operating lease liabilities	172,217	-
<b>Total current liabilities</b>	<b>3,689,460</b>	<b>2,533,034</b>
Long-term liabilities:		
Operating lease liabilities, net of current portion	1,609,713	-
<b>Total long-term liabilities</b>	<b>1,609,713</b>	<b>-</b>
<b>Total liabilities</b>	<b>5,299,173</b>	<b>2,533,034</b>
Net assets:		
Without donor restrictions	69,934	260,557
With donor restrictions	360,833	1,215,061
<b>Total net assets</b>	<b>430,767</b>	<b>1,475,618</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 5,729,940</b>	<b>\$ 4,008,652</b>

See accompanying notes to financial statements.

# Rural Community Assistance Partnership, Inc.

## Statements of Activities

Years Ended September 30,	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Support and revenue:</b>						
Federal grant revenue	\$ 25,464,013	\$ -	\$ 25,464,013	\$ 24,352,264	\$ -	\$ 24,352,264
Other grant revenue	29,858	562,501	592,359	182,952	810,833	993,785
Sponsorship, conference and registration fees	72,785	-	72,785	191,538	-	191,538
Membership dues	48,000	-	48,000	49,000	-	49,000
Interest income	8,529	-	8,529	4,871	-	4,871
In-kind contributions	-	-	-	38,081	-	38,081
Fees for service	40,000	-	40,000	-	-	-
Miscellaneous	18,274	-	18,274	-	-	-
Net assets released from restrictions	1,416,729	(1,416,729)	-	2,147,565	(2,147,565)	-
<b>Total support and revenue</b>	<b>27,098,188</b>	<b>(854,228)</b>	<b>26,243,960</b>	<b>26,966,271</b>	<b>(1,336,732)</b>	<b>25,629,539</b>
<b>Expenses:</b>						
<b>Program activities:</b>						
Drinking and Waste Water	24,356,455	-	24,356,455	24,408,938	-	24,408,938
Solid Waste	806,210	-	806,210	843,004	-	843,004
Research and Economic Development	765,908	-	765,908	1,308,401	-	1,308,401
<b>Total program activities</b>	<b>25,928,573</b>	<b>-</b>	<b>25,928,573</b>	<b>26,560,343</b>	<b>-</b>	<b>26,560,343</b>
<b>Supporting services:</b>						
Management and General	940,985	-	940,985	349,141	-	349,141
Development and Fundraising	419,253	-	419,253	128,951	-	128,951
<b>Total supporting services</b>	<b>1,360,238</b>	<b>-</b>	<b>1,360,238</b>	<b>478,092</b>	<b>-</b>	<b>478,092</b>
<b>Total expenses</b>	<b>27,288,811</b>	<b>-</b>	<b>27,288,811</b>	<b>27,038,435</b>	<b>-</b>	<b>27,038,435</b>
Changes in net assets	(190,623)	(854,228)	(1,044,851)	(72,164)	(1,336,732)	(1,408,896)
Net assets, beginning of year	260,557	1,215,061	1,475,618	332,721	2,551,793	2,884,514
Net assets, end of year	\$ 69,934	\$ 360,833	\$ 430,767	\$ 260,557	\$ 1,215,061	\$ 1,475,618

See accompanying notes to financial statements.

# Rural Community Assistance Partnership, Inc.

## Statement of Functional Expenses

<i>Year Ended September 30, 2023</i>	Drinking and Waste Water	Solid Waste	Research and Economic Development	Total Program Expenses	Management and General	Development and Fundraising	Total Expenses
Grants to subrecipients	\$ 21,479,865	\$ 720,772	\$ 426,599	\$ 22,627,236	\$ -	\$ 10,000	\$ 22,637,236
Salaries	1,472,523	44,877	168,679	1,686,079	368,805	182,645	2,237,529
Database development and maintenance	174,380	1,031	1,448	176,859	21,015	939	198,813
Employee benefits	615,875	19,174	55,758	690,807	181,762	73,832	946,401
Training meeting	2,682	2,548	1,500	6,730	2,165	8,834	17,729
Travel	211,062	10,914	17,653	239,629	39,085	31,207	309,921
Contractors and consultants	72,146	-	86,945	159,091	55,541	52,667	267,299
Occupancy and equipment rental	187,649	232	3,679	191,560	67,249	-	258,809
Printing and communication	78,884	536	100	79,520	161	7,627	87,308
Supplies	34,748	5,829	736	41,313	27,395	7,774	76,482
Conferences and meetings	4,392	-	1,330	5,722	33,941	-	39,663
Dues and subscriptions	5,497	-	-	5,497	1,057	11,792	18,346
Recruiting	80	-	-	80	9,338	-	9,418
Other	201	-	-	201	27,129	31,391	58,721
Telephone	11,398	297	897	12,592	4,867	343	17,802
Professional fees	-	-	-	-	90,042	-	90,042
Postage	5,073	-	584	5,657	6,093	202	11,952
Insurance	-	-	-	-	5,340	-	5,340
<b>Total expenses</b>	<b>\$ 24,356,455</b>	<b>\$ 806,210</b>	<b>\$ 765,908</b>	<b>\$ 25,928,573</b>	<b>\$ 940,985</b>	<b>\$ 419,253</b>	<b>\$ 27,288,811</b>

See accompanying notes to financial statements.



# Rural Community Assistance Partnership, Inc.

## Statement of Functional Expenses

<i>Year Ended September 30, 2022</i>	Drinking and Waste Water	Solid Waste	Research and Economic Development	Total Program Expenses	Management and General	Development and Fundraising	Total Expenses
Grants to subrecipients	\$ 20,859,940	\$ 736,810	\$ 970,398	\$ 22,567,148	\$ -	\$ -	\$ 22,567,148
Salaries	1,745,516	52,041	195,627	1,993,184	51,520	21,525	2,066,229
Database development and maintenance	293,708	5,919	6,528	306,155	-	-	306,155
Employee benefits	609,290	20,442	61,827	691,559	11,058	5,363	707,980
Training meeting	36,582	-	-	36,582	-	-	36,582
Travel	147,553	5,759	12,074	165,386	10,363	-	175,749
Contractors and consultants	100,368	-	46,197	146,565	7,865	-	154,430
Occupancy and equipment rental	191,773	5,686	-	197,459	38,081	-	235,540
Printing and communication	108,377	1,597	651	110,625	1,113	-	111,738
Supplies	56,159	2,169	1,292	59,620	16,330	2,548	78,498
Conferences and meetings	187,403	9,105	11,736	208,244	53,538	-	261,782
Dues and subscriptions	5,607	1,023	-	6,630	2,761	25,244	34,635
Recruiting	-	-	-	-	83,583	45,286	128,869
Other	4,803	-	-	4,803	72,650	28,321	105,774
Telephone	15,918	1,091	-	17,009	-	-	17,009
Professional fees	31,723	1,058	1,609	34,390	217	79	34,686
Postage	5,108	-	-	5,108	-	562	5,670
Insurance	9,110	304	462	9,876	62	23	9,961
<b>Total expenses</b>	<b>\$ 24,408,938</b>	<b>\$ 843,004</b>	<b>\$ 1,308,401</b>	<b>\$ 26,560,343</b>	<b>\$ 349,141</b>	<b>\$ 128,951</b>	<b>\$ 27,038,435</b>

See accompanying notes to financial statements.

# Rural Community Assistance Partnership, Inc.

## Statements of Cash Flows

<i>Years Ended September 30,</i>	2023	2022
Change in cash and cash equivalents:		
Cash flows from operating activities:		
Change in net assets	(1,044,851)	(1,408,896)
Adjustments to reconcile change in net assets to cash flows from operating activities:		
Noncash lease expense	184,162	-
Changes in operating assets and liabilities:		
Grants receivable	(1,203,258)	(197,210)
Other receivables	(60,812)	11,443
Prepaid expenses	(29,248)	98,633
Security deposits	(300)	-
Accounts payable	(6,916)	212,996
Accrued payroll and related expenses	52,113	(19,940)
Grants payable	939,012	311,017
Operating lease liabilities	(159,313)	-
Total adjustments	(284,560)	416,939
Net cash flows from operating activities	(1,329,411)	(991,957)
Net changes in cash	(1,329,411)	(991,957)
Cash, beginning of year	1,517,444	2,509,401
Cash, end of year	\$ 188,033	\$ 1,517,444
<i>Supplemental Disclosure of cash flow information:</i>		
Interest paid and expensed	\$ 177	\$ -

See accompanying notes to financial statements.

# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

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### Note 1: Summary of Significant Accounting Policies

#### Nature of Operations

Founded in 1973, Rural Community Assistance Partnership, Inc., Inc. (RCAP or Organization) is a 501(c)(3) nonprofit service delivery network comprised of a national office and six regional partners that provide technical assistance, training and financial resources to community-owned and operated water, wastewater, and solid waste utilities in 2,000 small rural communities – including tribes – each year throughout the U.S. and its territories. Most communities assisted by RCAP are economically disadvantaged and have a population under 2,500, and many have significant minority populations. RCAP's regional partners have approximately 250 field staff members, which include registered professional engineers, certified operators, utility finance and board management specialists, community planners, and people with other relevant backgrounds. Funding for RCAP's services is provided primarily by the U.S. federal government.

#### Basis of Presentation

All financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

#### Classification of Net Assets

Net assets and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of RCAP and changes therein are classified and reported as follows:

**Net Assets Without Donor Restrictions:** Net assets available for use in general operations and that are not subject to donor (or certain grantor) restrictions.

**Net Assets With Donor Restrictions:** Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other explicit donor-imposed restrictions are perpetual in nature, where the donor stipulates those resources may be maintained in perpetuity. Donor-imposed restrictions are released when the restriction expires, that is when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

#### Use of Estimates

The preparation of the financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Accordingly, actual results could differ from those estimates.

# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

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### **Note 1: Summary of Significant Accounting Policies** (Continued)

#### **Revenue Recognition**

Contributions, including promises to give, are considered conditional or unconditional, depending on the nature and existence of any donor or grantor conditions. A contribution contains a condition when both of the following are present:

- An explicit identification of a barrier, that is more than trivial, that must be overcome before the revenue can be earned and recognized.
- An implicit right of return of assets transferred or a right of release of a donor or grantor's obligation to transfer assets promised, if the condition is not met.

Conditional contributions are recognized when the barrier(s) to entitlement are overcome. Unconditional contributions are recognized as revenue when received.

Unconditional contributions or conditional contributions in which the conditions have been substantially met or explicitly waived by the donor are recorded as support with or without donor restrictions, depending on the existence and nature of any donor restrictions. When a restriction expires, 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.

Grants are either recorded as contributions or exchange transactions based on criteria contained in the grant award.

#### **A. Grant Awards that are Contributions**

Grants that qualify as contributions are recorded as invoiced to the funding sources in accordance with the terms of the award. Revenue is recognized in the accounting period when the related allowable expenses are incurred. Amounts received in excess of expenses or asset acquisitions are reflected as grants payable. Grants payable also represent amounts that are contractually obligated to be paid to subrecipients for which the cash has not been received from the funding source yet.

#### **B. Grant Awards that are Exchange Transactions**

Exchange transactions are reimbursed based on a predetermined rate for goods or services performed in accordance with the terms of the award. Revenue is recognized when control of the promised goods or services is transferred to the customer (grantor) in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Amounts received in excess of recognized revenue are reflected as a contract liability. RCAP does not have grants that are considered exchange transactions for the years ended September 30, 2023 and 2022.

# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

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### **Note 1: Summary of Significant Accounting Policies** (Continued)

#### **Revenue Recognition** (Continued)

Membership dues consist of amounts paid, determined by management, by the six regions in exchange for the performance obligation of assistance provided by RCAP management with funding issues. Revenue is recognized over time as the regions are simultaneously receiving and consuming the benefit. Dues are on RCAP's fiscal year and all assistance is completed during the year, accordingly, there were no contract assets or liabilities at September 30, 2023 and 2022.

Sponsorships, conference revenue and registration fees, are determined by management. \$73,000 and \$175,000, of the total during 2023 and 2022 were sponsorship revenues, which were considered non-exchange because there was no reciprocal direct benefit being exchanged.

#### **Grants Receivable**

Grants receivable represents amounts due from the U.S. federal government for reimbursable costs incurred in accordance with the grant agreements. Management considers all amounts to be fully collectible and due within one year. Accordingly, an allowance for doubtful accounts has not been established.

#### **Other Receivables**

Other receivables consist of payments due from the regions (subrecipients) to pay for expenses related to a signed agreement with a lobbying firm for an online service subscription. RCAP also has signed agreements with each region for their equal share of the cost. Management believes these receivables are fully collectible, and therefore an allowance for doubtful accounts has not been provided.

#### **Income Taxes**

RCAP is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code and a similar section of the State income tax law, which provides tax exemption for corporations organized and operated exclusively for religious, charitable, or educational purposes.

RCAP is required to assess whether it is more likely than not that a tax position will be sustained upon examination of the technical merits of the position assuming the taxing authority has full knowledge of all information. If the tax position does not meet the more likely than not recognition threshold, the benefit of that position is not recognized in the financial statements. RCAP has determined there are no amounts to record as assets or liabilities related to uncertain tax positions.

# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

### Note 1: Summary of Significant Accounting Policies (Continued)

#### In-Kind Contributions

Contributions of nonfinancial assets are recognized in the financial statements if they enhance or create an asset or require specialized skill for the service being provided. For the years ending September 30, 2023 and 2022, in-kind contributions recognized within the statements of activities included:

Type	2023	2022	Usage in Programs	Donor-imposed restrictions	Fair Value Techniques
Space	\$ -	\$ 38,081	Allocated across all programs	No	Total rent for months that RCAP occupied the space without paying rent.

#### Functional Allocation of Costs

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying statements of activities and functional expenses. Direct costs associated with specific programs are recorded as program expenses. Salary and benefits are allocated based on time sheets maintained on a daily basis.

#### Adoption of Accounting Standard

In February 2016, the FASB issued Accounting Standards Update (ASU) 2016-02, *Leases* (Topic 842). ASU 2016-02 is intended to improve financial reporting of leasing transactions by requiring organizations that lease assets to recognize assets and liabilities for the rights and obligations created by leases on the statement of financial position. This accounting update also requires additional disclosures surrounding the amount, timing, and uncertainty of cash flows arising from leases. RCAP adopted this guidance for the year ended September 30, 2023, with modified retrospective application to October 1, 2022, through a cumulative-effect adjustment. RCAP has elected the package of practical expedients permitted in ASC Topic 842. Accordingly, RCAP accounted for its existing operating leases as operating leases under the new guidance, without reassessing (a) whether the contracts contain a lease under ASC Topic 842, (b) whether the classification of the leases would be different in accordance with ASC Topic 842, or (c) whether any unamortized initial direct costs before transition adjustments (as of September 30, 2022) would have met the definition of initial direct costs in ASC Topic 842 at lease commencement. Similarly, RCAP did not reassess service contracts evaluated for lease treatment under FASB ASC 840 for embedded leases under FASB ASC 842.

# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

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### Note 1: Summary of Significant Accounting Policies (Continued)

#### Adoption of Accounting Standard (Continued)

As a result of the adoption of the new lease accounting guidance, RCAP recognized the following right-of-use (“ROU”) assets and lease liabilities as of October 1, 2022:

ROU assets - Operating leases	\$1,941,243
Lease liabilities - Operating leases	\$1,941,243

The standard did not have a material impact on RCAP's net assets or cash flows from operations and had an immaterial impact on RCAP's operating results. The most significant impact was the recognition of the ROU assets and lease liabilities for operating leases.

#### ASC 842 Lease Accounting

RCAP is a lessee in multiple noncancelable operating leases. If the contract provides RCAP the right to substantially all the economic benefits and the right to direct the use of the identified asset, it is considered to be or contain a lease. ROU assets and lease liabilities are recognized at the lease commencement date based on the present value of the future lease payments over the expected lease term. The ROU asset is also adjusted for any lease prepayments made, lease incentives received, and initial direct costs incurred.

The lease liability is initially and subsequently recognized based on the present value of its future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or a rate. Increases (decreases) to variable lease payments due to subsequent changes in an index or rate are recorded as variable lease expense (income) in the future period in which they are incurred.

RCAP has elected to use a risk-free rate for a term similar to the underlying lease as the discount rate if the implicit rate in the lease contract is not readily determinable.

The ROU asset for operating leases is subsequently measured throughout the lease term at the amount of the remeasured lease liability (i.e., present value of the remaining lease payments), plus unamortized initial direct costs, plus (minus) any prepaid (accrued) lease payments, less the unamortized balance of lease incentives received, and any impairment recognized. For operating leases with lease payments that fluctuate over the lease term, the total lease costs are recognized on a straight-line basis over the lease term.

For all underlying classes of assets, RCAP has elected to not recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less at lease commencement and do not include an option to purchase the underlying asset that RCAP is reasonably certain to exercise. Leases containing termination clauses in which either party may terminate the lease without cause and the notice period is less than 12 months are deemed short-term leases with lease costs included in short-term lease expense. RCAP recognizes short-term lease cost on a straight-line basis over the lease term.

# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

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### Note 1: Summary of Significant Accounting Policies (Continued)

#### ASC 842 Lease Accounting (Continued)

RCAP made an accounting policy election to not separate the lease components of a contract and its associated non-lease components (i.e., lessor-provided maintenance and other services).

#### Subsequent Events

Subsequent events have been evaluated through June 25, 2024, which is the date the financial statements were available to be issued.

### Note 2: Concentration of Credit Risk

RCAP maintains cash balances at financial institutions. Balances up to \$250,000 are insured by the Federal Deposit Insurance Corporation (FDIC) and the National Credit Union Administration's (NCUA) per depositor per institution. At times during the year, the bank balances may have been in excess of FDIC and NCUA coverage. RCAP has not experienced any losses with the accounts and management believes RCAP is not exposed to any significant risk on balances at financial institutions.

### Note 3: Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions or designations limiting their use, within twelve months of the statement of financial position date, comprise the following for RCAP as of September 30:

	2023	2022
Cash and cash equivalents	\$ 188,033	\$ 1,517,444
Grants receivable	3,508,370	2,305,112
Other receivables	184,533	123,721
Subtotal financial assets	3,880,936	3,946,277
Less: Accounts payable	(297,726)	(304,642)
Less: Accrued payroll and related expenses	(120,322)	(68,209)
Less: Grants payable	(3,099,195)	(2,160,183)
Less: Amounts with donor restrictions	(360,833)	(1,215,061)
Totals	\$ 2,860	\$ 198,182



# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

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### Note 3: Liquidity and Availability (Continued)

RCAP has various sources of liquidity at its disposal, including cash, which are available for general expenditures, liabilities and other obligations as they come due. Management is focused on sustaining the financial liquidity of RCAP throughout the year. This is done through monitoring and reviewing RCAP's cash flow needs on a regular basis. RCAP bills for the activity related to its federal grants on a monthly basis and the reimbursement to the subrecipients is made once the payment is received from the federal government. As a result, management is aware of the cyclical nature of RCAP's cash flow, primarily from the federal government, and is therefore able to ensure that there is cash available to meet current liquidity needs.

### Note 4: Retirement Plan

RCAP maintains a tax-deferred annuity plan (the Plan) qualified under Section 403(b) of the Internal Revenue Code (the IRC). All employees may make voluntary pretax contributions to the Plan up to the maximum amount allowed by the Internal Revenue Service. Employees become eligible for RCAP contributions after six months of full-time employment. RCAP's contribution is 7% of an eligible participant's gross compensation, subject to federal tax limitations. Pension contribution expense for the years ended September 30, 2023 and 2022, was \$126,580 and \$97,055, respectively, and is included in employee benefits in the accompanying statements of functional expenses.

### Note 5: Leases - FASB ASC 842

RCAP leases space and equipment. Some of the leases include options to renew. The exercise of lease renewal options is at RCAP's sole discretion. Renewal option periods are included in the measurement of the ROU asset and lease liability when the exercise is reasonably certain to occur.

The depreciable life of assets is limited by the expected lease term, unless there is a transfer of title or purchase option reasonably certain of exercise.

RCAP's lease agreements do not contain any material residual value guarantees or material restrictive covenants. Payments due under the lease contracts include fixed payments plus variable payments. Some of the RCAP's space leases require it to make payments for the RCAP's proportionate share of property taxes, insurance and other costs. These variable lease payments are not included in lease payments used to determine the lease liability and are recognized as variable costs when incurred.

Components of lease expenses were as follows for the year ended September 30, 2023:

Operating lease cost	\$	237,897
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# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

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### Note 5: Leases - FASB ASC 842 (Continued)

Supplemental statement of financial position information related to operating leases is as follows as of September 30, 2023:

Weighted-average remaining lease term	7.98 years
Weighted-average discount rate	3.94%

Maturities of operating lease liabilities are as follows as of September 30, 2023:

2024	\$ 243,761
2025	249,770
2026	254,780
2027	259,348
2028	264,979
Thereafter	835,402

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Total lease payments	\$ 2,108,040
Less: Imputed interest	326,110

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Total	\$ 1,781,930
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Current portion of lease liabilities	\$ 172,217
Long-term portion of operating lease liabilities	1,609,713

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Total	\$ 1,781,930
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### Note 6: Leases - FASB ASC 840

As previously discussed in the Organization's 2022 financial statements and pursuant to FASB ASC 840, *Leases*, the predecessor to FASB ASC 842, future minimum lease payments for operating leases having initial or remaining non-cancelable lease terms in excess of one year as of September 30, 2022 are as follows:

2023	\$ 234,207
2024	240,071
2025	228,489
2026	252,234
2027	258,534
Thereafter	1,100,381

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Total	\$ 2,313,916
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Rent expense for the year ended September 30, 2022 was \$232,918.

# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

### Note 7: Related Party Transactions

Six of RCAP's board members represent entities that received subgrants from RCAP. For the years ending September 30, 2023 and 2022, approximately 83% and 86%, respectively, of the government grants received by RCAP were distributed to the entities based on program objectives and need and are included in grants to subrecipients in the accompanying statements of functional expenses.

Subgrants were made to the following related parties during the years ended September 30:

	2023	2022
Rural Community Assistance Corporation (RCAC)	\$ 3,702,823	\$ 3,937,931
Great Lakes Community Action Partnership (GLCAP)	3,145,776	3,264,687
Midwest Assistance Program, Inc. (MAP)	3,439,125	3,276,786
Southeast Rural Community Assistance Project, Inc. (SERCAP)	3,356,041	3,234,438
RCAP Solutions, Inc. (RCAPS)	3,389,331	3,080,857
Communities Unlimited (CU)	4,106,847	4,132,004
<b>Total subgrants to related parties</b>	<b>\$ 21,139,943</b>	<b>\$ 20,926,703</b>

Account receivable were owed by the following related parties at September 30:

	2023	2022
RCAC	\$ 13,999	\$ 10,232
GLCAP	13,999	27,872
MAP	11,549	3,262
SERCAP	14,799	15,164
RCAPS	13,999	5,152
CU	11,549	2,122
<b>Total accounts receivable to related parties</b>	<b>\$ 79,894</b>	<b>\$ 63,804</b>

# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

### Note 7: Related Party Transactions (Continued)

Grants payable, which were expected to be paid within one year, were owed to the following related parties at September 30:

	2023	2022
RCAC	\$ 623,501	\$ 262,635
GLCAP	544,919	246,106
MAP	449,551	310,110
SERCAP	342,235	260,581
RCAPS	367,154	372,880
CU	519,339	401,691
<b>Total grants payable to related parties</b>	<b>\$ 2,846,699</b>	<b>\$ 1,854,003</b>

### Note 8: Net Assets with Donor Restrictions

Net assets with donor restrictions were restricted for the following purposes at September 30:

	2023	2022
Subject to expenditure for a specific purpose:		
Water and Waste Regionalization	\$ 89,110	\$ 111,390
Research and Economic Development	91,666	158,312
Safe Drinking Water	100,325	320,320
Administrative projects	35,839	208,842
Small Business Training	-	416,197
Water sustainability	43,893	-
<b>Total net assets with donor restrictions</b>	<b>\$ 360,833</b>	<b>\$ 1,215,061</b>

Net assets released from restrictions were as follows for the years ended September 30:

	2023	2022
Subject to expenditure for a specific purpose:		
Water and Waste Regionalization	\$ 297,280	\$ 377,161
Research and Economic Development	91,646	182,032
Safe Drinking Water	304,579	166,979
Broadband Development	-	58,500
Administrative projects	275,920	104,492
Small Business Training	416,197	1,258,401
Water sustainability	31,107	-
<b>Total net assets released from restrictions</b>	<b>\$ 1,416,729</b>	<b>\$ 2,147,565</b>

# Rural Community Assistance Partnership, Inc.

## Notes to Financial Statements

### Note 9: Grant Awards

As of September 30, 2023, RCAP had received future funding commitments under various grants of approximately \$21,741,000, of this amount, approximately \$17,676,000 will be awarded to subrecipients. These commitments are not recognized in the accompanying financial statements as revenues and receivables as they are conditional awards.

### Note 10: Commitments and Contingencies

RCAP participates in a number of federally assisted and state grant programs. These programs are subject to program compliance audits by the grantors and their representatives. Any disallowed costs may constitute a liability of RCAP. RCAP believes that it is in compliance with all grant requirements, including those related to matching and disallowed costs, and any noncompliance would not be significant.

### Note 11: Risks and Uncertainties

#### Concentration of Risk – Major Grantors

RCAP earns substantially all of its revenue from two U.S. federal government agencies. During the years ended September 30, 2023 and 2022, RCAP recognized revenue from the following U.S. federal government agencies:

	2023	2022
U.S. Department of Agriculture (USDA)	\$ 10,399,565	\$ 11,908,619
U.S. Environmental Protection Agency (EPA)	14,953,835	12,171,284
<b>Total grant awards</b>	<b>\$ 25,353,400</b>	<b>\$ 24,079,903</b>

Grants receivable due from grantors consisted of the following as of September 30:

	2023	2022
USDA	\$ 1,693,645	\$ 955,379
EPA	1,781,597	1,312,579
Other various agencies	33,128	37,154
<b>Totals</b>	<b>\$ 3,508,370</b>	<b>\$ 2,305,112</b>

These amounts are considered fully collectible.

## **Supplementary Information**

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# Rural Community Assistance Partnership, Inc.

Schedule of Expenditures of Federal Awards  
Year Ended September 30, 2023

Federal Grantor/ Pass-Through Grantor/ Program Title	AL Number	Passed Through to Subrecipients	Total Federal Expenditures
<b>DEPARTMENT OF AGRICULTURE</b>			
<b>Direct</b>			
Technical Assistance and Training Grant - TT 22-23	10.761	\$ 7,068,945	\$ 7,872,922
Technical Assistance and Training Grant - TT 21-22	10.761	424,652	504,993
Technical Assistance and Training Grant - Tribal 22-23	10.761	383,262	450,607
Technical Assistance and Training Grant - Tribal 23-24	10.761	22,154	26,636
Technical Assistance and Training Grant - Colonias 22-23	10.761	41,750	51,030
Technical Assistance and Training Grant - Colonias 23-24	10.761	582,269	660,077
<b>Total Federal Expenditures AL 10.761</b>		<b>8,523,032</b>	<b>9,566,265</b>
<b>Direct</b>			
Solid Waste Management Grants	10.762	720,772	833,300
<b>TOTAL DEPARTMENT OF AGRICULTURE</b>		<b>9,243,804</b>	<b>10,399,565</b>
<b>DEPARTMENT OF COMMERCE</b>			
<b>Direct</b>			
Economic Development Technical Assistance	11.303	7,489	85,624
Research and Evaluation Program	11.312	-	24,912
<b>TOTAL DEPARTMENT OF COMMERCE</b>		<b>7,489</b>	<b>110,536</b>
<b>DEPARTMENT OF TRANSPORTATION</b>			
<b>Direct</b>			
Thriving Communities Program Capacity Builders Cooperative Agreements	20.942	-	<b>6,639</b>
<b>TOTAL DEPARTMENT OF TRANSPORTATION</b>		<b>-</b>	<b>6,639</b>
<b>DEPARTMENT OF ENVIRONMENTAL PROTECTION AGENCY</b>			
<b>Direct</b>			
Environmental Finance Center Grants	66.203	37,567	210,814
Surveys, Studies, Investigations, Demonstrations, and Training Grants - Section 1442 of the Safe Drinking Water Act	66.424	1,973,339	2,202,248
Surveys, Studies, Investigations, Demonstrations, and Training Grants - Section 1442 of the Safe Drinking Water Act	66.424	6,892,594	7,768,112
<b>Total Federal Expenditures AL 66.424</b>		<b>8,865,933</b>	<b>9,970,360</b>
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	66.436	504,055	612,090
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	66.436	418,575	595,456
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements - Section 104(b)(3) of the Clean Water Act	66.436	569,940	645,673
<b>Total Federal Expenditures AL 66.436</b>		<b>1,492,570</b>	<b>1,853,219</b>
Innovative Water Infrastructure Workforce Development Program	66.445	45,793	183,970
Technical Assistance for treatment works (clean water act [cwa] Section 104 (B)(8))	66.446	2,176,723	2,701,170
Technical Assistance for treatment works (clean water act [cwa] Section 104 (B)(8))	66.446	-	3,803
<b>Total Federal Expenditures AL 66.446</b>		<b>2,176,723</b>	<b>2,704,973</b>
Innovative Water Technology Grant Program	66.521	4,169	30,499
<b>TOTAL DEPARTMENT OF ENVIRONMENTAL PROTECTION AGENCY</b>		<b>12,622,755</b>	<b>14,953,835</b>
<b>TOTAL FEDERAL EXPENDITURES</b>		<b>\$ 21,874,048</b>	<b>\$ 25,470,575</b>

See Independent Auditor's Report and Notes to Schedule of Expenditures of Federal Awards.

## Rural Community Assistance Partnership, Inc.

Notes to Schedule of Expenditures of Federal Awards  
Year Ended September 30, 2023

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### **Note 1 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Rural Community Assistance Partnership, Inc. under programs of the federal government for the year ended September 30, 2023. 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 Rural Community Assistance Partnership, Inc., it is not intended to and does not present the financial position, changes in net assets or cash flows of Rural Community Assistance Partnership, 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. Pass-through entity identifying numbers are presented where available.

### **Note 3 - Indirect Cost Rate**

Rural Community Assistance Partnership, Inc. has a federally negotiated indirect cost rate agreement and therefore has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

See Independent Auditor's Report.



## **Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

Board of Directors  
Rural Community Assistance Partnership, Inc.  
Washington, DC

We have audited, 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, the financial statements of Rural Community Assistance Partnership, Inc., which comprise the statement of financial position as of September 30, 2023 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 June 25, 2024.

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

In planning and performing our audit of the financial statements, we considered Rural Community Assistance Partnership, 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 Rural Community Assistance Partnership, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Rural Community Assistance Partnership, 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 a combination of deficiencies, in internal control, such that there is 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 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 Rural Community Assistance Partnership, 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 Rural Community Assistance Partnership, Inc.'s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Rural Community Assistance Partnership, Inc.'s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Wipfli LLP". The signature is written in a cursive, flowing style.

Wipfli LLP

Madison, Wisconsin  
June 25, 2024

## **Independent Auditor's Report on Compliance for the Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance**

Board of Directors  
Rural Community Assistance Partnership, Inc.  
Washington, DC

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

#### ***Opinion on the Major Federal Program***

We have audited Rural Community Assistance Partnership, 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 its major federal program for the year ended September 30, 2023. Rural Community Assistance Partnership, 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, Rural Community Assistance Partnership, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended September 30, 2023.

#### ***Basis for Opinion on the 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; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Rural Community Assistance Partnership, 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 the major federal program. Our audit does not provide a legal determination of Rural Community Assistance Partnership, 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 Rural Community Assistance Partnership, Inc.'s federal programs.

### ***Auditor's Responsibility 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 Rural Community Assistance Partnership, 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 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Rural Community Assistance Partnership, Inc.'s compliance with the requirements of the major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Rural Community Assistance Partnership, 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 Rural Community Assistance Partnership, 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 Rural Community Assistance Partnership, 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

*Wipfli LLP*

Wipfli LLP

Madison, Wisconsin

June 25, 2024

# Rural Community Assistance Partnership, Inc.

## Schedule of Findings and Questioned Costs

Year Ended September 30, 2023

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### Section I - Summary of Auditor's Results

#### Financial Statements

Type of auditor's report issued on whether the financial statements were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified?  Yes  None Reported

Noncompliance material to financial statements noted?

Yes  No

#### Federal Awards

Internal control over the major program:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified?  Yes  None Reported

Type of auditor's report issued on compliance for the major program:

Unmodified

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

Yes  No

#### Identification of the major federal program

<u>AL Number(s)</u>	<u>Federal Program or Cluster</u>
10.761	Technical Assistance and Training Grant

Dollar threshold used to distinguish between Type A and Type B programs: \$764,117

Auditee qualified as low-risk auditee?

Yes  No

# **Rural Community Assistance Partnership, Inc.**

## **Schedule of Findings and Questioned Costs**

Year Ended September 30, 2023

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### **Section II - Audit Findings in Relation to Financial Statements**

No findings related to the the financial statements.

### **Section III - Audit Findings and Questioned Costs in Relation to Federal Awards**

No findings or questioned costs related to federal awards.

### **Section IV - Summary Schedule of Prior Year Findings**

None