

Scott-Carver-Dakota CAP Agency, Inc.

Financial Statements and
Supplementary Information

Year Ended September 30, 2025



Scott-Carver-Dakota CAP Agency, Inc.

Year Ended September 30, 2025

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Independent Auditor's Report

Board of Directors
Scott-Carver-Dakota CAP Agency, Inc.
Shakopee, Minnesota

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Scott-Carver-Dakota CAP Agency, Inc. (a nonprofit Organization), which comprise the statement of financial position as of September 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Scott-Carver-Dakota CAP Agency, Inc. as of September 30, 2025, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Basis for Opinion

We conducted our audit 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 Scott-Carver-Dakota CAP Agency, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, 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 Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, Inc.'s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, 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 schedule of expenditures of federal awards 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 April 17, 2026 on our consideration of Scott-Carver-Dakota CAP 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 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 Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, Inc.'s internal control over financial reporting and compliance.

Wipfli LLP

Wipfli LLP
Madison, Wisconsin

April 17, 2026

Scott-Carver-Dakota CAP Agency, Inc.

Statement of Financial Position

As of September 30, 2025

ASSETS	
Current assets:	
Cash	\$ 486,202
Grants receivable	1,542,602
Accounts receivable	22,604
Prepaid expenses	179,820
Total current assets	2,231,228
Property and equipment, net	4,705,369
Other assets:	
Right-of-Use asset - Operating	1,812,089
Total Assets	\$ 8,748,686
LIABILITIES AND NET ASSETS	
Current liabilities:	
Notes payable, current	\$ 52,587
Accounts payable	474,225
Accrued payroll and related expenses	205,412
Operating lease liability, current	172,143
Deferred loans, current	461,780
Funds held for others	14,705
Total current liabilities	1,380,852
Long-term liabilities:	
Deferred loans, less current portion	1,227,357
Notes payable, less current portion	742,748
Operating lease liability, less current portion	1,718,401
Total long-term liabilities	3,688,506
Total liabilities	5,069,358
Net assets:	
Without donor restrictions	3,395,585
With donor restrictions	283,743
Total net assets	3,679,328
Total Liabilities and Net Assets	\$ 8,748,686

See accompanying notes to financial statements.

Scott-Carver-Dakota CAP Agency, Inc.

Statement of Activities

<i>Year Ended September 30, 2025</i>	Without Donor Restrictions	With Donor Restrictions	Total
Revenue, support and gains:			
Grant revenue	\$ 13,157,546	\$ 20,428	\$ 13,177,974
Program income	809,767	-	809,767
Rental income	599,155	-	599,155
Contributions	965,404	-	965,404
Forgiveness of deferred loan	90,000	-	90,000
In-kind contributions	1,917,656	-	1,917,656
Total support and revenue	17,539,528	20,428	17,559,956
Expenses:			
Federal, state and local programs:			
Child education	4,297,474	-	4,297,474
Energy assistance	726,329	-	726,329
Housing programs	4,744,297	-	4,744,297
Food programs	3,151,868	-	3,151,868
Community service programs	400,281	-	400,281
Other programs	544,182	-	544,182
Total program expenses	13,864,431	-	13,864,431
Supporting services expenses:			
Management and general	3,619,381	-	3,619,381
Fundraising and development	289,877	-	289,877
Total supporting services expenses	3,909,258	-	3,909,258
Total expenses	17,773,689	-	17,773,689
Changes in net assets	(234,161)	20,428	(213,733)
Net assets, beginning of year	3,629,746	263,315	3,893,061
Net assets, end of year	\$ 3,395,585	\$ 283,743	\$ 3,679,328

See accompanying notes to financial statements.

Scott-Carver-Dakota CAP Agency, Inc.

Statement of Functional Expenses

<i>Year Ended September 30, 2025</i>	Child Education	Energy Assistance	Housing Programs	Food Programs	Community Service Programs	Other Programs	Total Program Expenses	Management and General	Fundraising and Development	Total
Salaries and wages	\$ 2,559,660	\$ 581,779	\$ 1,236,006	\$ 394,492	\$ 97,457	\$ 108,794	\$ 4,978,188	\$ 1,092,806	\$ 198,653	\$ 6,269,647
Fringe benefits	417,349	70,759	171,998	86,115	12,656	13,747	772,624	583,139	18,422	1,374,185
Travel and transportation	45,873	42	23,027	7,114	36	98	76,190	27,266	9	103,465
Telephone and postage	45,537	2,215	1,105	-	1,751	-	50,608	128,330	825	179,763
Supplies	106,304	38,098	5,670	265	1,707	-	152,044	40,800	11,029	203,873
Small equipment and maintenance	69,208	13,033	15,178	5,778	1,268	-	104,465	103,454	698	208,617
Space costs	-	-	195,577	-	9,028	-	204,605	435,718	-	640,323
Direct client services	864,409	2,603	3,054,981	911,284	247,088	133,043	5,213,408	313,417	41,157	5,567,982
Professional services	189,107	17,800	8,576	20,297	28,699	93,557	358,036	893,047	17,984	1,269,067
In-kind expenses	-	-	-	1,726,448	-	191,207	1,917,655	-	-	1,917,655
Other costs	27	-	32,179	75	591	3,736	36,608	1,404	1,100	39,112
Total expenses	\$ 4,297,474	\$ 726,329	\$ 4,744,297	\$ 3,151,868	\$ 400,281	\$ 544,182	\$ 13,864,431	\$ 3,619,381	\$ 289,877	\$ 17,773,689

See accompanying notes to financial statements

Scott-Carver-Dakota CAP Agency, Inc.

Statement of Cash Flows

Year Ended September 30, 2025

Change in cash:

Cash flows from operating activities:

Change in net assets	\$ (213,733)
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Adjustments to reconcile change in net assets to cash flows from operating activities:

Depreciation	297,292
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Forgiveness of deferred loan	(90,000)
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Non-cash lease expense	198,264
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Gain on acquisition included in contributions revenue	(73,165)
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Changes in operating assets and liabilities:

Grants receivable	274,514
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Accounts receivable	(24,081)
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Prepaid expenses	(119,791)
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Accounts payable	237,047
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Accrued payroll and related expenses	53,465
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Refundable advance liability	(7,800)
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Operating lease liability	(167,338)
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Net cash flows from operating activities	364,674
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Cash flows from investing activities:

Cash received in acquisition	73,165
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Purchase of property and equipment	(220,494)
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Net cash flows from investing activities	(147,329)
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Cash flows from financing activities:

Principal payments of long-term debt	(52,587)
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Change in cash	164,758
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Cash, beginning of year	321,444
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Cash, end of year	\$ 486,202
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Supplemental disclosure of cash flow information:

Interest paid	\$ 1,283
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Right of use asset obtained in exchange for lease liability	61,082
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See accompanying notes to financial statements.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Nature of Operations

Scott-Carver-Dakota CAP Agency, Inc. (the "Organization") was organized as a nonprofit corporation in 1965. The Organization was formed to administer federal, state, and local grant assistance programs for disadvantaged persons in a three county area of east central Minnesota.

During 2025, approximately 16% of the Organization's grant revenue is from various federal grants passed through the State of Minnesota. In addition, during 2025, approximately 27% of the Organization's grant revenue was received from the U.S. Department of Health and Human Services for its Head Start program.

Basis of Accounting

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

Use of Estimates

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

Grants Receivable

Grants receivable are recorded at the amount management expects to collect. Amounts are reviewed for collectability by management and an allowance for doubtful accounts is recorded as needed based on collection history and grantor attributes. Management has determined that no allowance for doubtful accounts is necessary at year-end and no grants receivable was written off as bad debt expense for the year ended September 30, 2025.

Property and Equipment

Property and equipment are capitalized at cost or at estimated fair value on the date of donation. The Organization considers property and equipment to be items with a cost of \$5,000 or more and a useful life of over one year. Depreciation on property and equipment is computed over their estimated useful lives, which ranges from five to thirty years. Maintenance and repairs, which neither materially add to the value of the property nor appreciably prolong its life, are charged to expense as incurred.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Property and Equipment (Continued)

Property and equipment acquired are owned by the Organization while used in the programs for which they were purchased or in other future authorized programs. However, the various funding sources have a reversionary interest in the property and equipment purchased with grant funds; therefore, the disposition of property or equipment, as well as the ownership of any proceeds therefrom, is subject to funding source regulations.

Classification of Net Assets

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

Net Assets Without Donor Restrictions – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. Net assets without donor restrictions may be designated for specific purposes by the board of directors.

Net Assets With Donor Restrictions – Net assets subject to donor or certain grantor imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other explicit donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor imposed restrictions are released when a 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.

Revenue Recognition

Contributions

Contributions, including promises to give, are considered conditional or unconditional, depending on the nature and existence of any donor or grantor conditions. A contribution or promise to give contains a donor or grantor 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.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

Contributions (Continued)

Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

Grants and Contracts

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

- **Grant awards that are contributions** – Grants awards that are contributions are evaluated for conditions and recognized as revenue when conditions in the award are satisfied. Unconditional awards are recognized as revenue when the award is received. Amounts received in which conditions have not been met are reported as a refundable advance liability.
- **Grant awards that are Exchange Transactions** – Exchange transactions are those in which the resource provider or grantor receives a commensurate value in exchange for goods or services transferred. 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. The Organization does not have any grants that are considered exchange transactions.

Program Income

The Organization recognized revenue from exchange transactions from contracts with customers for thrift store sales, meal fees, and CHORE services. The Organization recognizes revenue in accordance with Financial Accounting Standard Board (FASB) Accounting Standards Update (ASU 2014-09) and ASC 606, *Revenue from Contracts with Customers*, as amended. ASU 2014-09 applies to exchange transactions that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition with a focus on the transfer of control of promised goods or services to a customer.

Contract assets arise when the Organization provides goods or services to a customer in advance of receiving consideration and the right to consideration is conditioned on something other than the passage of time, such as work in process or unbilled receivables. Contract assets are transferred to receivables when the right to receive consideration is met and the Organization is able to invoice the customer. Contract liabilities represent the Organization's obligation to provide goods or services to a customer when consideration has already been received from the customer, such as deferred revenue. When goods or services are provided, contract liabilities are reclassified, and revenue is recognized. There are no receivables related to program income, contract assets, or contract liabilities as of October 1, 2024 and September 30, 2025.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

Program Income (Continued)

The Organization reported the following exchange transaction revenue in its statement of activities for the year ended September 30, 2025:

Thrift Store Sales

Thrift store sales revenue includes sales from the Organization's retail operations and is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for providing goods to the customer. These amounts are generated from sales to customers in Scott County in the State of Minnesota. Customers pay for goods sold on a stand-alone selling price basis at the point of sale which occurs at a point in time. Control is transferred immediately to the customer at the point of sale. All sales are final, and no returns are allowed. Discounts are occasionally provided, and these are recognized at the point of sale. Revenue recognized point in time was \$453,198 during the year ended September 30, 2025.

Meal Fees

The Organization operates various sites where individuals age 60+ receive a meal or have a meal delivered to their home in exchange for no fee (if qualified) or for a fee through a suggested donation. In either case, no senior is denied service. In some cases, the fee is submitted by the Organization to seek reimbursement from an individuals' insurance company. Payments received from insurance companies are considered third-party reimbursements on behalf of the individual receiving the meal and are treated as exchange revenues similar to fees paid by the individual. Payments are collected at the time the meal is received by the individual but are billed as incurred for any insurance reimbursement. Revenue recognized point in time from payments received from insurance companies was \$139,040 during the year ended September 30, 2025.

CHORE Services

CHORE connects seniors 60+ living in Scott and Carver Counties with independent contractors that provide services such as snow removal, lawn mowing, cleaning, and minor home repairs on a sliding fee scale. Supported by a grant from Trellis (Area Agency on Aging), CHORE helps seniors maintain their independence, stay in their own homes as long as possible, and enhances their quality of life. Revenue recognized point in time was \$113,420 during the year ended September 30, 2025.

Other Services

Other services primarily includes services, such as front desk staffing, for an unrelated housing entity. The revenue is earned over time, and is billed and received at a flat monthly rate stipulated in the contract between the two entities. Revenue recognized from other services was \$104,109 during the year ended September 30, 2025.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

In-Kind Contributions

Contributions of nonfinancial assets (in-kind contributions) of food and supplies received from local companies and individuals are recorded in the statement of activities and recognized as revenue and expenses in the period they are received in accordance with accounting standards. The standards require such contributions received that create or enhance a nonfinancial asset or require specialized skill by the individual possessing those skills and would typically need to be purchased if not provided by donation be recorded in the financial statements.

Contributed supplies are used in the Organization's programs and are valued based on the estimated fair value on the basis of wholesale values that would be received for selling similar products in the United States. There are no donor-imposed restrictions on contributed supplies, which totaled \$191,208 for the year ended September 30, 2025.

Contributed food from local companies and individuals used in its food programs is valued on a reasonable basis and not to exceed the fair market value of the food received valued on the basis of estimates of wholesale values. Unless otherwise noted, in-kind contributions of food do not have donor-imposed restrictions and totaled \$1,726,448 for the year ended September 30, 2025.

The Organization has a contract with Second Harvest Heartland (SHH) to receive and distribute food through its food programs. The Organization is considered an intermediary in an agency transaction arrangement as it must comply with contractual requirements and has limited discretion in carrying out the program. Accordingly, the receipt of food from SHH and related distributions are excluded from the Organization's financial statements.

Accounting standards are different than the in-kind requirements of several of the Organization's grant awards. As a result, during the year ended September 30, 2025, the Organization received contributions of nonprofessional volunteer services of \$291,331 for its various programs which are not recognized in these financial statements.

Advertising Costs

The Organization expenses advertising costs as incurred. During 2025, the Organization incurred advertisement costs totaling \$765.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Income Tax

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. It is also exempt from Minnesota franchise or income tax.

The Organization is required to assess whether it is more likely than not that a tax position will be sustained upon examination on 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. The Organization has determined there are no amounts to record as assets or liabilities related to uncertain tax positions.

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. The statement of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Personnel costs are allocated based on time and effort reporting. Space and related costs are allocated based on square footage.

Lease Accounting

The Organization is a lessee in multiple noncancelable operating leases for space and equipment. If the contract provides the Organization 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. Right-of-use (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.

The Organization 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.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Lease Accounting (Continued)

For all underlying classes of assets, the Organization 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 the Organization 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. The Organization recognizes short-term lease cost on a straight-line basis over the lease term.

The Organization made an accounting policy election for its space and equipment leases to not separate the lease components of a contract and its associated non-lease components.

Subsequent Events

The Organization has evaluated events and transactions for potential recognition or disclosure in the financial statements through April 17, 2026, which is the date the financial statements were available to be issued.

Note 2: Concentration of Credit Risk

The Organization maintains cash balances at several financial institutions. Accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000 per institution. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

Note 3: Liquidity and Availability of Financial Resources

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 the Organization as of September 30, 2025:

Cash	\$ 486,202
Grants receivable	1,542,602
Accounts receivable	22,604
Total	2,051,408
Less: Funds held for others	(14,705)
Less: Net assets with donor restrictions	(283,743)
Financial assets available to meet general expenditures within one year	\$ 1,752,960

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 3: Liquidity and Availability of Financial Resources (Continued)

The Organization does not have a formal liquidity policy but generally maintains financial assets in liquid form. The Organization can rely on a lower cash balance as it is primarily funded with cost reimbursement grants. Under cost reimbursement grants, once expenses are incurred, an organization requests reimbursement from the funding source. The Organization has commitments of future grant awards of approximately \$2,400,000 from the funding sources at September 30, 2025 as described in Note 14.

Note 4: Grants Receivable

The Organization's grants receivable consisted of amounts due from various agencies as follows at September 30, 2025:

Federal agencies - direct	\$ 379,035
State of Minnesota	691,983
Other	471,584
Total grants receivable	\$ 1,542,602

Note 5: Funds Held for Others

The Organization acts as a fiscal agent to manage activities on behalf of one other organization. The cash held is a liability, and the revenue and expenses are excluded from the Organization's statement of activities. The balance in funds held for others as of September 30, 2025 was \$14,705

Note 6: Property and Equipment

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

Land and land improvements	\$ 801,214
Buildings and improvements	5,819,391
Equipment and vehicles	1,014,793
Less: Accumulated depreciation and amortization	(2,930,029)
Property and equipment, net	\$ 4,705,369

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 7: Deferred Loans

Deferred loans payable consisted of the following at September 30, 2025:

Dakota County CDA HOME funds, principal forgiven at the end of 20 years. Secured by an 8-plex at 1011 Bryant, South St. Paul, Minnesota, and a duplex at 13404-13406 Aldrich Avenue, Burnsville, Minnesota matures on March 17, 2026, including 1% interest.	\$ 232,517
Dakota County CDA HOME funds, interest forgiven after 30 years, principal due upon sale. Secured by a home at 4710 Grenada Point, Eagan, Minnesota, matures on March 16, 2028, including interest at 10%.	24,944
Dakota County CDA HOME funds, interest forgiven after 30 years, principal due upon sale. Secured by a home at 7802 Glenda Court, Apple Valley, Minnesota, matures on March 19, 2028, including interest at 10%.	20,909
Dakota County CDA HOME funds, principal and interest forgiven after 10 years. Secured by a duplex at 13406 Aldrich Ave So., Burnsville, Minnesota, matures on March 17, 2026, including interest at 1%.	229,263
Dakota County CDA HOME funds, principal forgiven at the end of 20 years on March 31, 2042, 0% interest. Secured by property at 1011 Bryant Ave, South St Paul, Minnesota.	1,181,504
Total deferred loans payable	\$ 1,689,137

Forgiveness of deferred loans are as follows for the years ending September 30:

2026	\$ 461,780
2027	-
2028	45,853
2029	-
2030	-
Thereafter	1,181,504
Total	\$ 1,689,137

Deferred loans must be repaid only upon sale of the properties or conversion of such properties from their required uses. Deferred loans are recorded at their principal amounts because no expiration dates for such obligations can be established; also, the loans are to be forgiven if no event triggers repayment prior to the expiration dates of the agreements. The Organization has the intention and believes it has the ability to maintain the properties in accordance with the agreements until the agreements expire.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 8: Notes Payable

Notes payable consisted of the following at September 30, 2025:

Note payable, secured by property used for permanent and transitional housing, no monthly payments and interest at 0% per annum, matures October 31, 2040.	\$ 414,079
Mortgage payable secured by office building in Shakopee, Minnesota, monthly payments of \$16,042 and interest at 0% per annum, matures December 1, 2032.	381,256
Total	795,335
Current portion	(52,587)
Long-term notes payable	\$ 742,748

Future maturities of notes payable are as follows for the years ending September 30:

2026	\$ 52,587
2027	52,587
2028	52,587
2029	52,587
2030	52,587
Thereafter	532,400
Total	\$ 795,335

Note 9: Line of Credit

The Organization has entered into a \$250,000 commercial line of credit agreement with a financial institution. The line of credit is secured by the office building in Rosemount, Minnesota, and has interest at the prime rate plus 1.5%. The line of credit matured and was not extended beyond October 30, 2025. There was no balance outstanding at September 30, 2025.

Note 10: Retirement Plan

The Organization has a 401(k) plan covering substantially all employees. The Organization contributes a match (matching contribution) equal to 50% of the first 6% of eligible earnings that the employee elects to contribute to the plan (elective deferrals). Employees must make elective deferrals in order to receive the matching contribution. The matching contribution is funded each pay period when the employee's elective deferrals are made and is calculated based on the employee's earnings for that pay period. Total expense for the year ended September 30, 2025 was \$132,674.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 11: Net Assets with Donor Restrictions

Net assets with donor restrictions for a specific purpose consisted of the following amounts at September 30, 2025:

Community programs	\$	36,966
Food shelf		121,396
Emergency services		42,445
Energy assistance		17,968
Other		64,968
Total net assets with donor restrictions	\$	283,743

Note 12: Program Operations

The Organization has a grant with the State of Minnesota Department of Commerce for outreach, intake, eligibility, and certification of Low-Income Home Energy Assistance Program (LIHEAP) eligible participants. Client benefits are subsequently paid by the State of Minnesota. During 2025, client benefits in the amount of \$4,768,529 were paid by the State to utility companies on behalf of clients and are not included in the statement of activities as they were not part of the grant awards.

Note 13: Contingent Liability

The Organization participates in a number of federal and state grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Compliance issues raised from a program compliance audit could result in grant dollars being returned or reduced. No provision has been made for any liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.

Note 14: Grant Award Commitments

At September 30, 2025, the Organization had commitments under various ongoing grant awards of approximately \$2,400,000. The revenue relating to these grants is not recognized in the accompanying financial statements because the revenue recognition is conditional on the incurrence of expenditures or the performance of services in the next fiscal year.

Note 15: Leases

The Organization leases several facilities and equipment and these leases entered into include one or more options to renew. The renewal terms can extend the lease term from one to five years. The exercise of lease renewal options is at the Organization'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.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 15: Leases (Continued)

The Organization intends to exercise the renewal options for its office space, which consist of 2 five-year options. The renewal options have been recognized in the respective right-of-use asset and liability. All other renewal options have not been recognized as the Organization does not intend to exercise those options.

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

The Organization'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, for many of the Organization's leases, variable payments. The Organization's office space leases require it to make variable payments for the Organization's proportionate share of the building's property taxes, insurance, and common area maintenance. 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 expense were as follows for the year ended September 30, 2025:

Lease cost	
Operating lease cost	\$ 272,376

Supplemental cash flow information related to leases is as follows for the year ended September 30, 2025:

Other information	
Cash paid for amounts included in the measurement of lease liabilities:	
Operating cash flows from operating leases	\$ 248,231

Weighted-average remaining lease term - Operating leases	12.31
Weighted-average discount rate - Operating leases	4.1 %

Maturities of lease liabilities are as follows as of September 30, 2025:

2026	\$ 222,023
2027	230,603
2028	171,211
2029	170,806
2030	170,806
Thereafter	1,358,758
Total lease payments	2,324,207
Less imputed interest	(433,663)
Total	\$ 1,890,544

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Financial Statements

Note 16: Acquisition

Effective December 31, 2024, the Organization entered into an agreement and plan of merger with River Valley Health Services, a nonprofit organization. Under the terms of the transaction, no consideration was exchanged, and River Valley Health Services was dissolved. The Organization accounted for the transaction as an acquisition and recognized the cash obtained in the amount of \$73,165 as of December 31, 2024, which is included in contributions revenue since no consideration was paid to acquire this entity. There were no material liabilities assigned to the Organization upon the acquisition.

Supplementary Information

Scott-Carver-Dakota CAP Agency, Inc.

Schedule of Expenditures of Federal Awards

Year Ended September 30, 2025

Federal Grantor/Pass-Through Grantor/Program Title	Grant Award Number	Assistance Listing	Federal Expenditures
U.S. Department of Agriculture			
State of Minnesota, Department of Education - Child and Adult Care Food Program	24-25	10.588	\$ 138,809
Subtotal 10.558			138,809
Total U.S. Department of Agriculture			138,809
U.S. Department of Housing and Urban Development			
<i>Pass-Through:</i>			
State of Minnesota, Department of Human Services - Emergency Services Grant	EGMS 160925	14.231	9
State of Minnesota, Department of Human Services - Emergency Services Grant	EGMS 234072	14.231	414,808
State of Minnesota, Department of Human Services - Emergency Services Grant	EGMS 234072	14.231	102,100
COVID-19, State of Minnesota, Department of Human Services - ESG CARES (ESG-CV2)			
Emergency Shelter	189481	14.231	2,892
Subtotal 14.231			519,809
Dakota County CDA Agency - HOME loan	N/A	14.239	1,181,504
<i>Direct:</i>			
Continuum of Care	MN0070L5K032316	14.267	22,808
Continuum of Care	MN0070L5K032417	14.267	13,591
Continuum of Care	MN0163L5K032214	14.267	28,793
Continuum of Care	MN0163L5K032315	14.267	185,825
Continuum of Care	MN0402L5K032306	14.267	321,919
Continuum of Care	MN0279L5K032310	14.267	164,719
Subtotal 14.267			737,655
Total U.S. Department of Housing and Urban Development			2,438,968

Scott-Carver-Dakota CAP Agency, Inc.

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2025

Federal Grantor/Pass-Through Grantor/Program Title	Grant Award Number	Assistance Listing	Federal Expenditures
U.S. Department of Health and Human Services			
<i>Pass-Through:</i>			
<i>Aging Cluster:</i>			
Trellis - Chore, Home Modification and Assisted Transportation Services	N/A	93.044	\$ 105
Trellis - Chore, Home Modification and Assisted Transportation Services	N/A	93.044	536
Trellis - Chore, Home Modification and Assisted Transportation Services	N/A	93.044	26,587
Trellis - Chore, Home Modification and Assisted Transportation Services	N/A	93.044	128,607
Subtotal 93.044			155,835
Trellis - Special Programs for the Aging - Title III, Part C-Nutrition Services	311-21-003C-113	93.045	14
Trellis - Special Programs for the Aging - Title III, Part C-Nutrition Services	311-23-003C-113	93.045	7
Trellis - Special Programs for the Aging - Title III, Part C-Nutrition Services	311-24-003C-113	93.045	295,880
Trellis - Special Programs for the Aging - Title III, Part C-Nutrition Services	311-25-003C-113	93.045	831,344
Subtotal 93.045			1,127,245
Total Aging Cluster AL # 93.044 & 93.045			1,283,080
State of Minnesota, Department of Commerce - Energy Assistance Program	253047/18969	93.568	892,172
State of Minnesota, Department of Commerce - Client direct payments	N/A	93.568	4,768,529
Subtotal 93.568			5,660,701
State of Minnesota, Department of Human Services - Community Services Block Grant	N/A	93.569	510,006
Subtotal 93.569			510,006
Regional Baseline Child Care Resource & Referral Services	N/A	93.575	30
Total CCDF Cluster			30

Scott-Carver-Dakota CAP Agency, Inc.

Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2025

Federal Grantor/Pass-Through Grantor/Program Title	Grant Award Number	Assistance Listing	Federal Expenditures
<i>Direct:</i>			
Early Head Start Federal 24-25	05CH011560-05	93.600	\$ 335,667
Early Head Start Federal 25-26	05CH013035-01	93.600	356,272
Head Start American Rescue Plan	05HE000962	93.600	1
Head Start Federal 24-25	05CH011560-05	93.600	1,241,330
Head Start Federal 25-26	05CH013035-01	93.600	1,592,468
Subtotal 93.600, Total Head Start Cluster			3,525,738
Total U.S. Department of Health and Human Services			10,979,555
U.S. Department of Homeland Security			
<i>Pass-Through:</i>			
State of Minnesota, Department of Human Services - Emergency Food and Shelter Program	37-4859-10-001	97.024	21
Subtotal 97.024			21
Total U.S. Department of Homeland Security			21
Total Expenditures of Federal Awards			\$ 13,557,353

See Notes to Schedule of Expenditures of Federal Awards.

See Independent Auditor's Report.

Scott-Carver-Dakota CAP Agency, Inc.

Notes to Schedule of Expenditures of Federal Awards

Year Ended September 30, 2025

Note 1: General

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Scott-Carver-Dakota CAP Agency, Inc. under programs of the federal government for the year ended September 30, 2025. The information in this schedule is presented in accordance with requirements of the 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 Scott-Carver-Dakota CAP Agency, Inc., it is not intended to and does not present the financial position, changes in net assets or cash flows of Scott-Carver-Dakota CAP Agency, 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: Energy Assistance Payments

Included in AL total 93.568 are client benefits paid by the State of Minnesota of \$4,768,529. These expenditures are not included in the statement of activities.

Note 4: Indirect Cost Rate

Scott-Carver-Dakota CAP Agency, Inc. has elected not to use the de minimis indirect cost rate of up to 15-percent allowed under the Uniform Guidance.

Note 5: Sub-Recipients

Scott-Carver-Dakota CAP Agency, Inc. does not have any sub-recipients of federal awards.

Note 6: Outstanding Loan

The loan program listed subsequently is administered directly by Scott-Carver-Dakota CAP Agency, Inc. and the balance and transactions relating to the program are included in Scott-Carver-Dakota CAP Agency, Inc.'s basic financial statements. Loans outstanding at the beginning of the year, and loans made during the year, are included in the federal expenditures presented in the Schedule. The balance of the loan outstanding at September 30, 2025, consists of:

AL #14.239 Home Investments Partnerships Program Loans

\$1,181,504

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
Scott-Carver-Dakota CAP Agency, Inc.
Shakopee, Minnesota

We have audited, in accordance with auditing standards generally accepted in the United States 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 Scott-Carver-Dakota CAP Agency, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2025 and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated April 17, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Scott-Carver-Dakota CAP Agency, 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 a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, Inc.'s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

The logo for Wipfli LLP, featuring the company name in a stylized, handwritten-style script.

Wipfli LLP
Madison, Wisconsin

April 17, 2026

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
Scott-Carver-Dakota CAP Agency, Inc.
Shakopee, Minnesota

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, Inc.'s major federal program for the year ended September 30, 2025. Scott-Carver-Dakota CAP Agency, 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, Scott-Carver-Dakota CAP Agency, 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, 2025.

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

We are required to be independent of Scott-Carver-Dakota CAP Agency, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Scott-Carver-Dakota CAP Agency, Inc.'s compliance with the requirements of each major federal program as a whole.

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

- Exercise professional 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 Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, 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 Scott-Carver-Dakota CAP Agency, 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.

"Wipfli" is the brand name under which Wipfli LLP and Wipfli Advisory LLC and its respective subsidiary entities provide professional services. Wipfli LLP and Wipfli Advisory LLC (and its respective subsidiary entities) practice in an alternative practice structure in accordance with the AICPA Code of Professional Conduct and applicable law, regulations, and professional standards. Wipfli LLP is a licensed independent CPA firm that provides attest services to its clients, and Wipfli Advisory LLC provides tax and business consulting services to its clients. Wipfli Advisory LLC and its subsidiary entities are not licensed CPA firms.

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

April 17, 2026

Scott-Carver-Dakota CAP Agency, Inc.

Schedule of Findings and Questioned Costs

Year Ended September 30, 2025

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 identified?	No
Significant deficiency identified?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major federal programs:	
Material weakness identified?	No
Significant deficiency identified?	None reported
Type of auditor's report issued on compliance for each major program	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance [2 CFR 200.516(a)]?	No

Identification of Federal Major Programs

	<u>AL No.</u>
HOME Investment Partnerships Program	14.239
LIHEAP	93.568
Dollar threshold used to distinguish between Type A and Type B programs:	\$1,000,000
Auditee qualified as low-risk auditee?	Yes

Scott-Carver-Dakota CAP Agency, Inc.
Schedule of Findings and Questioned Costs (Continued)

Year Ended September 30, 2025

Section II – Financial Statement Findings

None.

Section III – Federal Award Findings and Questioned Costs

None.

Section IV – Summary Schedule of Prior Year Findings

None.