

428 Second St.
Marietta, OH 45750
740.373.0056

1035 Murdoch Ave
Parkersburg, WV 26101
304.422.2203

121 E Main St
St. Clairsville, OH 43950
740.695.1569



MASON COUNTY ACTION GROUP, INC.
Regular Audit
For the Year Ended September 30, 2014

www.perrycpas.com

...“bringing more to the table”

Tax - Accounting - Audit - Review - Compilation - Agreed Upon Procedure - Consultation - Bookkeeping - Payroll - Litigation Support
Members: American Institute of Certified Public Accountants • Ohio Society of CPAs • West Virginia Society of CPAs

MASON COUNTY ACTION GROUP, INC.

Table of Contents

Title	Page
Independent Auditor's Report.....	1
Financial Statements:	
Statements of Financial Position.....	3
Statements of Activities.....	4
Statement of Functional Expenses 2014.....	5
Statement of Functional Expenses 2013.....	6
Statements of Cash Flows.....	7
Notes to the Financial Statements.....	8
Supplementary Information:	
Schedule of Support, Revenue and Expenses – In-Home Services.....	12
Schedule of Support, Revenue and Expenses – Nutrition Programs.....	13
Schedule of Support, Revenue and Expenses – Transportation Programs.....	14
Schedule of Support, Revenue and Expenses – Senior Services.....	15
Schedule of Federal and State Awards.....	16
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 <i>Government Auditing Standards</i>	17



428 Second St.
Marietta, OH 45750
740.373.0056

1035 Murdoch Ave
Parkersburg, WV 26101
304.422.2203

121 E Main St
St. Clairsville, OH 43950
740.695.1569

INDEPENDENT AUDITOR'S REPORT

March 31, 2015

Mason County Action Group, Inc.
PO Box 12
Point Pleasant, WV 25550

To the Board of Directors:

Report on the Financial Statements

We have audited the accompanying financial statements of **Mason County Action Group, Inc.**, (a non-profit organization) (the Organization) which comprise the statements of financial position as of September 30, 2014 and 2013, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Organization's preparation and fair presentation of the financial statements 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 the Organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

...*"bringing more to the table"*

Tax - Accounting - Audit - Review - Compilation - Agreed Upon Procedure - Consultation - Bookkeeping - Payroll - Litigation Support
Members: American Institute of Certified Public Accountants • Ohio Society of CPAs • West Virginia Society of CPAs



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Mason County Action Group, Inc. as of September 30, 2014 and 2013, 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.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of support, revenues and expenses, and schedule of federal and state awards (pages 12-16) are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2015, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 the Organization's internal control over financial reporting and compliance.



Perry and Associates
Certified Public Accountants, A.C.
Marietta, Ohio

MASON COUNTY ACTION GROUP, INC.
Statements of Financial Position
September 30, 2014 and 2013

	2014	2013
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 90,798	\$ 199,136
Accounts receivable, net	181,983	156,061
Inventory	6,119	3,241
Prepaid insurance	21,948	29,214
Total current assets	300,848	387,652
Property and equipment:		
Land	6,800	6,800
Buildings	135,804	135,804
Equipment	118,466	114,858
Vehicles	131,797	82,487
Leasehold improvements	139,661	92,079
Total property and equipment	532,528	432,028
Less accumulated depreciation	(309,058)	(265,655)
Net property and equipment	223,470	166,373
Total Assets	\$ 524,318	\$ 554,025
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	\$ 15,299	\$ 32,074
Accrued payroll and related taxes	41,940	51,755
Accrued annual leave	16,097	18,363
Due to funding sources	1,193	1,193
Total current liabilities	74,529	103,385
Total liabilities	74,529	103,385
Net assets:		
Unrestricted	449,789	450,640
Total net assets	449,789	450,640
Total liabilities and net assets	\$ 524,318	\$ 554,025

The accompanying notes are an integral part of the financial statements

MASON COUNTY ACTION GROUP, INC.
Statements of Activities
For the Years Ended September 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
	Unrestricted	Unrestricted
Support and Revenue:		
Federal grant awards	\$ 121,765	\$ 160,562
Other grants and fees	1,150,205	1,265,226
Program income	54,290	54,764
Fundraising	2,028	2,918
In-kind revenues	9,978	7,928
Other income	47,939	9,746
Total support and revenue	<u>1,386,205</u>	<u>1,501,144</u>
Expenses:		
Program expenses:		
In-Home services	1,035,363	1,070,777
Nutrition	251,944	234,779
Transportation	21,049	26,748
Senior services	29,902	42,596
Total program expenses	<u>1,338,258</u>	<u>1,374,900</u>
Supporting services:		
Management and general	48,109	46,045
Fundraising	689	982
Total expenses	<u>1,387,056</u>	<u>1,421,927</u>
Change in net assets	(851)	79,217
Net assets, beginning of year	<u>450,640</u>	<u>371,423</u>
Net assets, end of year	<u>\$ 449,789</u>	<u>\$ 450,640</u>

The accompanying notes are an integral part of the financial statements

MASON COUNTY ACTION GROUP, INC.
Statement of Functional Expenses
For the Year Ended September 30, 2014

Expenses	In-Home Services	Nutrition	Transportation	Senior Services	Total Program Expenses	Management and General	Fundraising	Total Expenses
Salaries and benefits	\$ 768,754	\$ 85,938	\$ 10,202	\$ 10,952	\$ 875,846	\$ 168,930	\$ -	\$ 1,044,776
Office supplies, printing and postage	2,857	-	-	22	2,879	14,584	689	18,152
Utilities	22,310	-	-	-	22,310	20,962	-	43,272
Travel and meetings	34,423	-	2,549	-	36,972	-	-	36,972
Transportation	2,167	5,803	-	-	7,970	3,901	-	11,871
Food and disposables	-	131,755	-	-	131,755	-	-	131,755
Legal and professional	-	-	-	-	-	9,234	-	9,234
Repairs and maintenance	1,660	-	-	-	1,660	4,191	-	5,851
Insurance	-	-	2,505	2,508	5,013	4,105	-	9,118
In-Kind match	-	-	-	9,978	9,978	-	-	9,978
Depreciation	-	-	-	-	-	43,403	-	43,403
Other costs	11,594	-	2,363	2,939	16,896	5,778	-	22,674
Total direct expenses	843,765	223,496	17,619	26,399	1,111,279	275,088	689	1,387,056
Indirect costs	191,598	28,448	3,430	3,503	226,979	(226,979)	-	-
Total expenses	\$ 1,035,363	\$ 251,944	\$ 21,049	\$ 29,902	\$ 1,338,258	\$ 48,109	\$ 689	\$ 1,387,056

The accompanying notes are an integral part of the financial statements

MASON COUNTY ACTION GROUP, INC.
Statement of Functional Expenses
For the Year Ended September 30, 2013

	In-Home Services	Nutrition	Transportation	Senior Services	Total Program Expenses	Management and General	Fundraising	Total Expenses
Salaries and benefits	\$ 737,015	\$ 106,997	\$ 20,631	\$ 17,448	\$ 882,091	\$ 192,699	\$ -	\$ 1,074,790
Office supplies, printing & postage	8,871	-	-	4,929	13,800	2,649	982	17,431
Utilities	20,920	-	-	5,104	26,024	16,501	-	42,525
Travel and meetings	39,942	-	1,241	-	41,183	177	-	41,360
Transportation	12,256	-	-	-	12,256	444	-	12,700
Food and disposable supplies	17,069	102,661	-	-	119,730	226	-	119,956
Legal and professional	5,495	-	-	-	5,495	3,465	-	8,960
Repairs and maintenance	8,058	-	-	957	9,015	3,562	-	12,577
Insurance	3,508	-	-	-	3,508	3,420	-	6,928
Other expenses	21,841	-	-	3,123	24,964	13,479	-	38,443
Interest expense	-	-	-	-	-	916	-	916
In-kind match	-	-	-	7,928	7,928	-	-	7,928
Depreciation	-	-	-	-	-	37,413	-	37,413
Total direct expenses	<u>874,975</u>	<u>209,658</u>	<u>21,872</u>	<u>39,489</u>	<u>1,145,994</u>	<u>274,951</u>	<u>982</u>	<u>1,421,927</u>
Indirect cost allocation	195,802	25,121	4,876	3,107	228,906	(228,906)	-	-
Total expenses	<u>\$ 1,070,777</u>	<u>\$ 234,779</u>	<u>\$ 26,748</u>	<u>\$ 42,596</u>	<u>\$ 1,374,900</u>	<u>\$ 46,045</u>	<u>\$ 982</u>	<u>\$ 1,421,927</u>

The accompanying notes are an integral part of the financial statements

MASON COUNTY ACTION GROUP, INC.
Statements of Cash Flows
For the Years Ended September 30, 2014 and 2013

	2014	2013
Cash flows from operating activities:		
Change in net assets	\$ (851)	\$ 79,217
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	43,403	37,413
(Increase) decrease in:		
Accounts receivable	(25,922)	34,768
Inventory	(2,878)	941
Prepaid expenses and deposits	7,266	(18,073)
Increase (decrease) in:		
Accounts payable	(16,775)	7,093
Accrued payroll and related taxes	(9,815)	(1,013)
Accrued annual leave	(2,266)	626
Net cash provided by (used in) operating activities	(7,838)	140,972
Cash flows from investing activities:		
Cash paid for property and equipment purchases	(100,500)	(17,723)
Net cash used in investing activities	(100,500)	(17,723)
Cash flows from financing activities:		
Repayment of line of credit	-	(46,346)
Net cash used in financing activities	-	(46,346)
Increase (decrease) in cash and cash equivalents	(108,338)	76,903
Cash and cash equivalents, beginning of year	199,136	122,233
Cash and cash equivalents, end of year	\$ 90,798	\$ 199,136
Supplemental cash flow disclosures:		
Cash paid for:		
Interest	\$ -	\$ 916

The accompanying notes are an integral part of the financial statements

MASON COUNTY ACTION GROUP, INC.
Notes to the Financial Statements
For the Years Ended September 30, 2014 and 2013

NOTE 1: NATURE OF OPERATIONS

The mission of Mason County Action Group, Inc. (the Organization) is to provide services to low income individuals and families in Mason County, WV. The Organization also operates three senior citizens centers throughout Mason County.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenues are reported in the year earned. Costs and expenses are charged against revenues in the year to which the cost is applicable.

Basis of Presentation

The Organization has adopted the provisions Financial Accounting Standards Codification 958-205 (FASC 958-205), *Not-for-Profit Entities, Presentation of Financial Statements*. Under FASC 958-205, an organization is required to report information regarding its financial position and activities according to three classes of net assets as follows:

- . Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.
- . Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may or will be met either by actions of the organization and/or passage of time.
- . Permanently restricted net assets - Net assets subject to donor imposed stipulations that they be maintained permanently by the organization. Generally, the donors of the assets permit the organization to use all or part of the income earned on related investments for general or specific purposes.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Restricted net assets are reclassified to unrestricted net assets upon satisfaction of time or purpose restrictions.

Contributed Property and Equipment

Contributed property and equipment is recorded at fair value at the date of donation. If donors stipulate how long the assets must be used, then the contributions are recorded as temporarily restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support.

Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Advertising

It is the policy of the Organization to expense all advertising costs as incurred. Advertising expense for the years ended September 30, 2014 and 2013 was \$0 and \$4,644, respectively.

MASON COUNTY ACTION GROUP, INC.
Notes to the Financial Statements (Continued)
For the Years Ended September 30, 2014 and 2013

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Functional Allocation of Expenses

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

Inventory

Inventory consists of raw food and supplies and are stated at the lower of cost or market determined by the first-in-first-out method.

Income Tax Status

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

Accounting principles generally accepted in the United States require management to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service (IRS). Management has analyzed the tax positions taken by the Organization, and has concluded that as of September 30, 2014, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Organization is subject to routine audits by taxing jurisdictions, however, there are currently no audits for any tax periods in progress. The Organization's Federal Return of Organization from Income Tax (federal Form 990) for 2011, 2012 and 2013 are subject to examination by the IRS, generally for three years after they were filed.

Property and Equipment

All acquisitions of property and equipment and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Computer and office equipment	3 to 10
Furniture and fixtures	5 to 10
Buildings	27.5

Depreciation expense for the years ended September 30, 2014 and 2013 was \$43,403 and \$37,413, respectively.

MASON COUNTY ACTION GROUP, INC.
Notes to the Financial Statements (Continued)
For the Years Ended September 30, 2014 and 2013

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value of Financial Instruments

The Organization has a number of financial instruments, none of which are held for trading purposes. The Organization estimates that the fair value of all financial instruments at September 30, 2014 does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying statements of financial position. The estimated fair value of all financial instruments has been determined by the Organization using available market information and appropriate valuation methodologies. Considerable judgment is necessarily required in interpreting market data to develop the estimates of fair value, and, accordingly, the estimates are not necessarily indicative of the amounts that the Organization could realize in a current market exchange.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Accounts Receivable

Accounts receivable consist of private pay, Medicaid and grants. The Organization determines an allowance for uncollectable receivables based on historical activity.

	<u>2014</u>	<u>2013</u>
Accounts receivable	\$ 199,183	\$ 173,261
Allowance for uncollectable accounts	<u>(17,200)</u>	<u>(17,200)</u>
Accounts receivable, net	<u>\$ 181,983</u>	<u>\$ 156,061</u>

NOTE 3: CONCENTRATION OF RISK

The Organization maintains its cash at two financial institutions located in Point Pleasant, West Virginia. Accounts at the institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At September 30, 2014 and 2013, the Organization's entire cash balance was collateralized.

The Organization is economically dependent on grants from various federal, state and local governments for the operation of its programs. The Organization's ability to receive these grants is somewhat dependent on the national, state and local economy.

NOTE 4: LINE OF CREDIT

The Organization entered into a line of credit arrangement with a local financial institution. Outstanding balances are payable on demand and accrue interest at 5.25% for 2014 and 2013. The note is secured by all assets of the Organization. As of September 30, 2014 and 2013, there were no outstanding balances.

Interest expense paid during the years ended September 30, 2014 and 2013 totaled \$0 and \$916, respectively

MASON COUNTY ACTION GROUP, INC.
Notes to the Financial Statements (Continued)
For the Years Ended September 30, 2014 and 2013

NOTE 5: ACCRUED ANNUAL LEAVE

Accrued annual leave includes all obligations for vacation leave at the current rate of employee pay. Employees vest in earned but unused vacation leave up to maximum of 120 hours. At September 30, 2014 and 2013 the liability for accrued annual leave totaled \$16,097 and \$18,363, respectively.

NOTE 6: CONTINGENT LIABILITIES

The Organization's programs are generally funded by federal, state and local sources, principal of which are programs of the U.S. Department of Health and Human Services and the U.S. Department of Agriculture. Federal and state grants received for specific purposes are subject to audit and review by grantor agencies. Such audits and reviews could result in requests for reimbursements to grantor agencies for expenditures disallowed under the terms of the grants. The amount, if any, of expenditures which may be disallowed by grantor agencies cannot be determined at this time, although management believes such amounts, if any, to be immaterial.

NOTE 7: RISK MANAGEMENT

The Organization is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets, errors and omissions; injuries to employees; employees' health and life; and natural disasters. The Organization manages these risks of loss through the purchase of various insurance policies.

NOTE 8: SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through March 31, 2015, the date which the financial statements were available to be issued.

MASON COUNTY ACTION GROUP, INC.
Schedule of Support, Revenue and Expenses - In-Home Services
For the Year Ended September 30, 2014

	Case Management	Lighthouse	F.A.I.R.	N.E.M.T.	Homemaker	L.I.F.E. Grant	Personal Care	Private Pay	Veterans' Admin.	Total
Support and Revenue:										
Other Grants and Fees	\$ 15,073	\$ 102,172	\$ 42,497	\$ 2,577	\$ 310,679	\$ 192,914	\$ 326,245	\$ 9,728	\$ 17,060	\$ 1,018,945
Program Income	-	13,905	6,724	-	-	-	-	-	-	20,629
Total Support and Revenue	<u>15,073</u>	<u>116,077</u>	<u>49,221</u>	<u>2,577</u>	<u>310,679</u>	<u>192,914</u>	<u>326,245</u>	<u>9,728</u>	<u>17,060</u>	<u>1,039,574</u>
Expenses:										
Salaries and benefits	11,278	121,109	54,282	5,820	216,977	86,308	242,329	14,094	16,557	768,754
Office supplies, printing and postage	79	-	-	-	1,900	-	533	316	29	2,857
Utilities	-	-	-	(10)	-	22,320	-	-	-	22,310
Travel and meetings	12	5,510	1,424	50	13,352	592	11,724	1,522	237	34,423
Transportation	-	-	-	2,167	-	-	-	-	-	2,167
Food and disposable supplies	-	-	-	-	-	-	-	-	-	-
Legal and professional	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	-	-	-	1,565	-	95	-	-	-	1,660
Insurance	-	-	-	-	-	-	-	-	-	-
Other expenses	-	107	-	-	8,161	2,196	1,130	-	-	11,594
Total direct expenses	<u>11,369</u>	<u>126,726</u>	<u>55,706</u>	<u>9,592</u>	<u>240,390</u>	<u>111,511</u>	<u>255,716</u>	<u>15,932</u>	<u>16,823</u>	<u>843,765</u>
Indirect cost allocation	<u>2,805</u>	<u>30,185</u>	<u>12,969</u>	<u>1,464</u>	<u>59,026</u>	<u>13,819</u>	<u>64,652</u>	<u>3,003</u>	<u>3,675</u>	<u>191,598</u>
Total expenses	<u>14,174</u>	<u>156,911</u>	<u>68,675</u>	<u>11,056</u>	<u>299,416</u>	<u>125,330</u>	<u>320,368</u>	<u>18,935</u>	<u>20,498</u>	<u>1,035,363</u>
Transfers (in) out	-	(74,352)	(10,995)	-	-	93,668	-	-	-	8,321
Net program income (loss)	<u>\$ 899</u>	<u>\$ 33,518</u>	<u>\$ (8,459)</u>	<u>\$ (8,479)</u>	<u>\$ 11,263</u>	<u>\$ (26,084)</u>	<u>\$ 5,877</u>	<u>\$ (9,207)</u>	<u>\$ (3,438)</u>	<u>\$ (4,110)</u>

The accompanying notes are an integral part of the financial statements

MASON COUNTY ACTION GROUP, INC.
Schedule of Support, Revenue and Expenses - Nutrition Programs
For the Year Ended September 30, 2014

	Title III C-1	Title III -C2	Total
Support and Revenue:			
Federal grant awards	\$ 16,397	\$ 33,978	\$ 50,375
State grant awards	44,877	44,878	89,755
Program income	14,835	15,056	29,891
Total support and revenue	<u>76,109</u>	<u>93,912</u>	<u>170,021</u>
Expenses:			
Salaries and benefits	51,745	34,193	85,938
Food and disposable supplies	67,405	70,153	137,558
Total direct expenses	<u>119,150</u>	<u>104,346</u>	<u>223,496</u>
Indirect cost allocation	18,044	10,404	28,448
Total expenses	<u>137,194</u>	<u>114,750</u>	<u>251,944</u>
Transfers (in)	<u>(20,318)</u>	<u>(32,286)</u>	<u>(52,604)</u>
Net program income (loss)	<u>\$ (40,767)</u>	<u>\$ 11,448</u>	<u>\$ (29,319)</u>

The accompanying notes are an integral part of the financial statements

MASON COUNTY ACTION GROUP, INC.
Schedule of Support, Revenue and Expenses - Transportation Programs
For the Year Ended September 30, 2014

	<u>Private Pay</u>	<u>Title III B</u>	<u>Total</u>
Support and Revenue:			
Federal grant awards	\$ -	\$ 21,059	\$ 21,059
Program income	1,174	2,596	3,770
Other Income	-	1,000	1,000
Total support and revenue	<u>1,174</u>	<u>24,655</u>	<u>25,829</u>
Expenses:			
Salaries and benefits	-	10,202	10,202
Travel and meetings	-	2,549	2,549
Other expenses	1,174	3,694	4,868
Total direct expenses	<u>1,174</u>	<u>16,445</u>	<u>17,619</u>
Indirect expenses	-	3,430	3,430
Total expenses	<u>1,174</u>	<u>19,875</u>	<u>21,049</u>
Net program income (loss)	<u>\$ -</u>	<u>\$ 4,780</u>	<u>\$ 4,780</u>

The accompanying notes are an integral part of the financial statements

MASON COUNTY ACTION GROUP, INC.
Schedule of Support, Revenue and Expenses - Senior Services
For the Year Ended September 30, 2014

	Title III B Senior Services	Title III D Medical Info. And Management	Community Partnerships	S.H.I.P.	Title III E Caregiver Services	Total
Support and Revenue:						
Federal grant awards	\$ 37,119	\$ 2,217	\$ -	\$ -	\$ 10,995	\$ 50,331
State grant awards	13,171	144	23,350	4,840	-	41,505
In-kind revenues	5,922	391	-	-	3,665	9,978
Total support and revenue	<u>56,212</u>	<u>2,752</u>	<u>23,350</u>	<u>4,840</u>	<u>14,660</u>	<u>101,814</u>
Expenses:						
Salaries and benefits	9,830	-	-	1,122	-	10,952
Office supplies, printing and postage	-	-	-	22	-	22
Other expenses	2,052	2,361	925	109	-	5,447
In-kind match	5,922	391	-	-	3,665	9,978
Total direct expenses	<u>17,804</u>	<u>2,752</u>	<u>925</u>	<u>1,253</u>	<u>3,665</u>	<u>26,399</u>
Indirect cost allocation	3,450	-	-	53	-	3,503
Total expenses	<u>21,254</u>	<u>2,752</u>	<u>925</u>	<u>1,306</u>	<u>3,665</u>	<u>29,902</u>
Transfers out	<u>33,288</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,995</u>	<u>44,283</u>
Net program income (loss)	<u>\$ 1,670</u>	<u>\$ -</u>	<u>\$ 22,425</u>	<u>\$ 3,534</u>	<u>\$ -</u>	<u>\$ 27,629</u>

The accompanying notes are an integral part of the financial statements

MASON COUNTY ACTION GROUP, INC.
Schedule of Federal and State Awards
For the Year Ended September 30, 2014

Grantor	CFDA Number	Term	Federal Award	State Award	Total Award	Total Expenses
Metro Area Agency on Aging						
Title III B	93.044	10/01/2013 -09/30/2014	\$ 58,178	\$ 13,171	\$ 71,349	\$ 71,349
Title IIIC1	93.045	10/01/2013 -09/30/2014	16,397	44,877	61,274	61,274
Title IIIC2	93.045	10/01/2013 -09/30/2014	33,978	44,878	78,856	78,856
Title III3D	93.043	10/01/2013 -09/30/2014	1,719	144	1,863	1,863
Title III3D Medical Management	93.045	10/01/2013 -09/30/2014	498	-	498	498
Title III3E	93.052	10/01/2013 -09/30/2014	10,995	-	10,995	10,995
Life		07/01/2013 -06/30/2014	-	186,119	186,119	186,119
Life		07/01/2014 - 06/30/2015	-	180,530	180,530	28,265
Lighthouse & Fair In-Home		07/01/2013 -06/30/2014	-	157,070	157,070	157,070
Lighthouse & Fair In-Home		07/01/2014 - 06/30/2015	-	148,077	148,077	72,465
Totals			\$ 121,765	\$ 774,866	\$ 896,631	\$ 668,754

The accompanying notes are an integral part of the financial statements



428 Second St.
Marietta, OH 45750
740.373.0056

1035 Murdoch Ave
Parkersburg, WV 26101
304.422.2203

121 E Main St
St. Clairsville, OH 43950
740.695.1569

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

March 31, 2015

Mason County Action Group, Inc.
PO Box 12
Point Pleasant, WV 25550

To the Board of Directors:

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 **Mason County Action Group, Inc.**, (a non-profit organization) (the Organization), which comprise the statements of financial position as of September 30, 2014 and 2013, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements and have issued our report thereon dated March 31, 2015.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization's internal control over financial reporting (internal control) to determine the 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 the Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 may exist that have not been identified.

...*"bringing more to the table"*

Tax - Accounting - Audit - Review - Compilation - Agreed Upon Procedure - Consultation - Bookkeeping - Payroll - Litigation Support
Members: American Institute of Certified Public Accountants • Ohio Society of CPAs • West Virginia Society of CPAs



Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

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



Perry and Associates
Certified Public Accountants, A.C.
Marietta, Ohio