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Marietta, OH 45750
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1907 Grand Central Ave.
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104 South Sugar St.
St. Clairsville, OH 43950
740.695.1569

1310 Market Street, Suite 300
Wheeling, WV 26003
304.232.1358



**MASON COUNTY ACTION GROUP, INC.
Regular Audit
For the Year Ended September 30, 2016**

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MASON COUNTY ACTION GROUP, INC.

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INDEPENDENT AUDITOR'S REPORT

April 7, 2017

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, 2016 and 2015, 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.

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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.

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, 2016 and 2015, 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 12-17) 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 April 7, 2017, 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, 2016 and 2015

	2016	2015
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 121,656	\$ 144,439
Accounts receivable, net	156,419	151,788
Inventory	4,250	4,765
Prepaid insurance	16,760	9,388
Total current assets	299,085	310,380
Property and equipment:		
Land	6,800	6,800
Buildings	135,804	135,804
Equipment	126,665	126,665
Vehicles	143,388	143,388
Leasehold improvements	139,661	139,661
Total property and equipment	552,318	552,318
Less accumulated depreciation	(372,825)	(322,913)
Net property and equipment	179,493	229,405
 Total Assets	 \$ 478,578	 \$ 539,785
 LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	\$ 10,456	\$ 20,656
Accrued payroll and related taxes	47,495	52,340
Accrued annual leave	22,533	18,680
Due to funding sources	1,194	1,193
Total current liabilities	81,678	92,869
 Total liabilities	 81,678	 92,869
Net assets:		
Unrestricted	396,900	446,916
Total net assets	396,900	446,916
 Total liabilities and net assets	 \$ 478,578	 \$ 539,785

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, 2016 and 2015

	2016	2015
Support and Revenue:		
Federal grant awards	\$ 148,141	\$ 224,256
Other grants and fees	1,309,164	1,253,289
Program income	47,950	52,583
Fundraising	7,838	7,514
In-kind revenues	29,260	29,281
Other income	35,215	33,169
Total support and revenue	1,577,568	1,600,092
Expenses:		
Program expenses:		
In-Home services	1,180,507	1,123,360
Nutrition	253,600	310,822
Transportation	13,534	25,484
Senior services	117,780	77,847
Total program expenses	1,565,421	1,537,513
Supporting services:		
Management and general	61,042	60,482
Fundraising	1,121	4,970
Total expenses	1,627,584	1,602,965
Change in net assets	(50,016)	(2,873)
Net assets, beginning of year	446,916	449,789
Net assets, end of year	\$ 396,900	\$ 446,916

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, 2016

	In-Home Services	Nutrition	Transportation	Senior Services	Total Program Expenses	Management and General	Fundraising	Total Expenses
Expenses								
Salaries and benefits	\$ 909,339	\$ 95,901	\$ 7,605	\$ 11,244	\$ 1,024,089	\$ -	\$ -	\$ 1,024,089
Office supplies, printing and postage	13,433	-	-	275	13,708	353	-	14,061
Utilities	6,523	-	-	30,178	36,701	3,961	-	40,662
Travel and meetings	187	-	-	307	494	147	-	641
Fuel & Maintenance	-	-	1,303	-	1,303	622	-	1,925
Food and disposables	-	118,661	-	-	118,661	-	-	118,661
Insurance	-	-	-	4,620	4,620	14	-	4,634
In-Kind match	3,571	19,345	-	6,344	29,260	-	-	29,260
Depreciation	-	-	-	-	-	49,912	-	49,912
Other costs	38,367	-	3,009	62,099	103,475	6,033	1,121	110,629
Total direct expenses	971,420	233,907	11,917	115,067	1,332,311	61,042	1,121	1,394,474
Indirect costs	209,087	19,693	1,617	2,713	233,110	-	-	233,110
Total expenses	\$ 1,180,507	\$ 253,600	\$ 13,534	\$ 117,780	\$ 1,565,421	\$ 61,042	\$ 1,121	\$ 1,627,584

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, 2015

	In-Home Services	Nutrition	Transportation	Senior Services	Total Program Expenses	Management and General	Fundraising	Total Expenses
Expenses								
Salaries and benefits	\$ 853,923	\$ 128,821	\$ 13,887	\$ 20,250	\$ 1,016,881	\$ 178,471	\$ -	\$ 1,195,352
Office supplies, printing and postage	6,119	95	-	2,280	8,494	12,875	4,970	26,339
Utilities	461	-	-	29,350	29,811	6,983	-	36,794
Travel and meetings	165	-	-	229	394	2,693	-	3,087
Fuel & Maintenance	169	-	4,955	-	5,124	1,061	-	6,185
Food and disposables	-	137,407	-	-	137,407	-	-	137,407
Legal and professional	-	-	-	-	-	8,417	-	8,417
Repairs and maintenance	1,302	-	-	128	1,430	2,634	-	4,064
Insurance	-	-	2,500	1,484	3,984	5,028	-	9,012
Equipment	-	-	-	1,412	1,412	-	-	1,412
In-Kind match	3,636	19,332	-	6,313	29,281	-	-	29,281
Depreciation	-	-	-	-	-	52,330	-	52,330
Other costs	68,227	-	1,437	12,849	82,513	10,772	-	93,285
Total direct expenses	934,002	285,655	22,779	74,295	1,316,731	281,264	4,970	1,602,965
Indirect costs	189,358	25,167	2,705	3,552	220,782	(220,782)	-	-
Total expenses	<u>\$ 1,123,360</u>	<u>\$ 310,822</u>	<u>\$ 25,484</u>	<u>\$ 77,847</u>	<u>\$ 1,537,513</u>	<u>\$ 60,482</u>	<u>\$ 4,970</u>	<u>\$ 1,602,965</u>

MASON COUNTY ACTION GROUP, INC.
Statements of Cash Flows
For the Years Ended September 30, 2016 and 2015

	2016	2015
Cash flows from operating activities:		
Change in net assets	\$ (50,016)	\$ (2,873)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	49,913	52,330
(Increase) decrease in:		
Accounts receivable	(4,631)	30,195
Inventory	515	1,354
Prepaid expenses and deposits	(7,372)	12,560
Increase (decrease) in:		
Accounts payable	(10,200)	5,357
Accrued payroll and related taxes	(4,845)	10,400
Accrued annual leave	3,853	2,583
Net cash provided by (used in) operating activities	(22,784)	111,906
Cash flows from investing activities:		
Cash paid for property and equipment purchases	-	(58,265)
Net cash used in investing activities	-	(58,265)
Increase (decrease) in cash and cash equivalents	(22,784)	53,641
Cash and cash equivalents, beginning of year	144,439	90,798
Cash and cash equivalents, end of year	\$ 121,656	\$ 144,439

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, 2016 and 2015

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, 2016 and 2015 was \$0 and \$0, respectively.

MASON COUNTY ACTION GROUP, INC.
Notes to the Financial Statements (Continued)
For the Years Ended September 30, 2016 and 2015

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, 2016, 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 2013, 2014 and 2015 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, 2016 and 2015 was \$49,913 and \$52,330, respectively.

MASON COUNTY ACTION GROUP, INC.
Notes to the Financial Statements (Continued)
For the Years Ended September 30, 2016 and 2015

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, 2016 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>2016</u>	<u>2015</u>
Accounts receivable	\$ 184,940	\$ 180,308
Allowance for uncollectable accounts	<u>(28,521)</u>	<u>(28,520)</u>
Accounts receivable, net	<u>\$ 156,419</u>	<u>\$ 151,788</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, 2016 and 2015, 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 2016 and 2015. The note is secured by all assets of the Organization. As of September 30, 2016 and 2015, there were no outstanding balances.

Interest expense paid during the years ended September 30, 2016 and 2015 totaled \$0 and \$0, respectively

MASON COUNTY ACTION GROUP, INC.
Notes to the Financial Statements (Continued)
For the Years Ended September 30, 2016 and 2015

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, 2016 and 2015 the liability for accrued annual leave totaled \$22,533 and \$18,680, 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 April 4, 2017, the date which the financial statements were available to be issued, and has determined that no material subsequent events have occurred.

MASON COUNTY ACTION GROUP, INC.
Schedule of Support, Revenue and Expenses - In-Home Services
For the Year Ended September 30, 2016

	Case Management	Homemaker	Personal Care	Title III B Personal Care	Title III E In-Home Respite	Lighthouse	Fair	Life LH & Fair	Verterans	Private Pay	Total
Support and Revenue:											
Federal grant awards	\$ -	\$ -	\$ -	\$ 12,667	\$ 6,776	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 19,443
State Grant	18,273	395,397	408,882	-	-	142,183	45,562	69,273	26,207	-	1,105,777
In-kind revenues	-	-	-	-	3,571	-	-	-	-	-	3,571
Program Income	-	-	-	-	-	16,219	8,022	-	-	-	24,241
Other income	-	-	-	-	-	-	-	-	-	6,547	\$ 6,547
Total support and revenue	18,273	395,397	408,882	12,667	10,347	158,402	53,584	69,273	26,207	6,547	1,159,579
Expenses:											
Salaries and benefits	9,631	300,653	338,065	4,577	4,840	129,931	52,843	47,706	16,143	4,950	909,339
Office supplies, printing & postage	1,894	2,171	4,597	-	-	3,720	954	-	77	20	13,433
Utilities	172	1,494	2,097	-	-	1,896	789	-	75	-	6,523
Travel and meetings	11	-	81	-	-	95	-	-	-	-	187
In Kind	-	-	-	-	3,571	-	-	-	-	-	3,571
Other expenses	107	13,460	14,871	-	-	5,958	2,625	-	526	820	38,367
Total direct expenses	11,815	317,778	359,711	4,577	8,411	141,600	57,211	47,706	16,821	5,790	971,420
Indirect cost allocation	2,456	68,741	78,402	-	-	37,600	17,033	-	3,641	1,214	209,087
Total expenses	14,271	386,519	438,113	4,577	8,411	179,200	74,244	47,706	20,462	7,004	1,180,507
Net program income (loss)	\$ 4,002	\$ 8,878	\$ (29,231)	\$ 8,090	\$ 1,936	\$ (20,798)	\$ (20,660)	\$ 21,567	\$ 5,745	\$ (457)	\$ (20,928)

MASON COUNTY ACTION GROUP, INC.
 Schedule of Support, Revenue and Expenses - Nutrition Programs
 For the Year Ended September 30, 2016

	Title IIIC - 1	Title IIIC - 2	Life IIIC - 1 & IIIC - 2	Total
Support and Revenue:				
Federal grant awards	\$ 43,873	\$ 59,920	\$ -	\$ 103,793
State Grant	31,157	46,733	16,350	94,240
Other Income - Donations	-	20,307	-	20,307
In Kind	7,738	11,607	-	19,345
Program Income	10,737	12,874	-	\$ 23,611
Total support and revenue	<u>93,505</u>	<u>151,441</u>	<u>16,350</u>	<u>261,296</u>
Expenses:				
Salaries and benefits	41,508	54,393	-	95,901
Food, Disposable, Etc.	47,496	58,250	12,915	118,661
In Kind	7,738	11,607	-	19,345
Total direct expenses	<u>96,742</u>	<u>124,250</u>	<u>12,915</u>	<u>233,907</u>
Indirect cost allocation	8,443	11,250	-	19,693
Total expenses	<u>105,185</u>	<u>135,500</u>	<u>12,915</u>	<u>253,600</u>
Net program income (loss)	<u>\$ (11,680)</u>	<u>\$ 15,941</u>	<u>\$ 3,435</u>	<u>\$ 7,696</u>

MASON COUNTY ACTION GROUP, INC.
Schedule of Support, Revenue and Expenses - Transportation Programs
For the Year Ended September 30, 2016

	Title III B - Trans	Private Pay	Total
Support and Revenue:			
Federal grant awards	\$ 7,711	\$ -	\$ 7,711
State Grant	5,274	-	5,274
Program Income	180	-	180
Other income	-	741	741
Total support and revenue	<u>13,165</u>	<u>741</u>	<u>13,906</u>
Expenses:			
Salaries and benefits	7,605	-	7,605
Fuel & Maintenance	1,303	-	1,303
Other Costs	2,640	369	3,009
Total direct expenses	<u>11,548</u>	<u>369</u>	<u>11,917</u>
Indirect cost allocation	1,617	-	1,617
Total expenses	<u>13,165</u>	<u>369</u>	<u>13,534</u>
Net program income (loss)	<u>\$ -</u>	<u>\$ 372</u>	<u>\$ 372</u>

MASON COUNTY ACTION GROUP, INC.
Schedule of Support, Revenue and Expenses - Senior Services
For the Year Ended September 30, 2016

	Title III B - SR SVCS	Title III D	Life	Ship/SMP	Total
Support and Revenue:					
Federal grant awards	\$ 11,802	\$ 2,392	\$ -	\$ 3,000	\$ 17,194
State Grant	7,353	144	96,377	-	103,874
In-kind revenues	5,922	422	-	-	6,344
Total support and revenue	<u>25,077</u>	<u>2,958</u>	<u>96,377</u>	<u>3,000</u>	<u>127,412</u>
Expenses:					
Salaries and benefits	11,442	2,548	(2,805)	59	11,244
Office supplies, printing & postage	-	-	-	275	275
Utilities	-	-	30,178	-	30,178
Repairs & Maintenance	-	-	4,620	-	4,620
Travel & Meetings	-	-	-	307	307
Other Costs	5,000	(12)	57,111	-	62,099
In Kind	5,922	422	-	-	6,344
Total direct expenses	<u>22,364</u>	<u>2,958</u>	<u>89,104</u>	<u>641</u>	<u>115,067</u>
Indirect cost allocation	<u>2,713</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,713</u>
Total expenses	<u>25,077</u>	<u>2,958</u>	<u>89,104</u>	<u>641</u>	<u>117,780</u>
Net program income (loss)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,273</u>	<u>\$ 2,359</u>	<u>\$ 9,632</u>

MASON COUNTY ACTION GROUP, INC.
Schedule of Support, Revenue and Expenses - Supporting Services
For the Year Ended September 30, 2016

	Asset Purchases	Indirect Costs	Rental Property	Management & General	Donations	Fundraising	Total
Support and Revenue:							
Fundraising	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,838	\$ 7,838
Other Income	-	-	-	1,822	5,715	-	7,537
Total support and revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,822</u>	<u>5,715</u>	<u>7,838</u>	<u>15,375</u>
Expenses:							
Salaries and benefits	-	214,944	-	(18)	-	-	214,926
Office supplies, printing & postage	-	622	-	371	-	-	993
Utilities	-	-	3,961	-	-	-	3,961
Travel & Meetings	-	820	-	146	-	-	966
Fuel & Maintenance	-	814	-	622	-	-	1,436
Legal & Professional	-	7,890	-	-	-	-	7,890
Repairs & Maintenance	-	3,255	-	14	-	-	3,269
Depreciation	-	-	-	49,912	-	-	49,912
Other Costs	-	4,765	-	6,034	-	1,121	11,920
Total direct expenses	<u>-</u>	<u>-</u>	<u>3,961</u>	<u>57,081</u>	<u>-</u>	<u>1,121</u>	<u>62,163</u>
Indirect cost allocation	-	233,110	-	-	-	-	233,110
Indirect cost allocation	<u>-</u>	<u>(233,110)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(233,110)</u>
Total expenses	<u>-</u>	<u>-</u>	<u>3,961</u>	<u>57,081</u>	<u>-</u>	<u>1,121</u>	<u>62,163</u>
Net program income (loss)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,961)</u>	<u>\$ (55,259)</u>	<u>\$ 5,715</u>	<u>\$ 6,717</u>	<u>(46,788)</u>

MASON COUNTY ACTION GROUP, INC.
Schedule of Federal and State Awards
For the Year Ended September 30, 2016

Grantor	CFDA Number	Term	Federal Award	State Award	TOTAL		Total Award	Total Expenses
					FEDERAL & STATE AWARD	IN-KIND MATCH		
Metro Area Agency on Aging								
Title III B	93.044	10/01/2015 - 09/30/2016	\$ 33,578	\$ 12,627	\$ 46,205	\$ 5,922	\$ 52,127	\$ 52,127
Title III C	93.045	10/01/2015 - 09/30/2016	109,683	77,890	\$ 187,573	19,344	206,917	206,917
Title III D	93.043	10/01/2015 - 09/30/2016	2,392	144	\$ 2,536	422	2,958	2,958
Title III E	93.052	10/01/2015 - 09/30/2016	6,776	-	\$ 6,776	3,571	10,347	10,347
LIFE		07/01/2015 - 06/30/2016	-	180,712	\$ 180,712	-	180,712	180,712
LIFE		07/01/2016 - 06/30/2017	-	180,712	\$ 180,712	-	180,712	15,447
Lighthouse & Fair In-Home		07/01/2015 - 06/30/2016	-	192,077	\$ 192,077	-	192,077	192,077
Lighthouse & Fair In-Home		07/01/2016 - 06/30/2017	-	158,077	\$ 158,077	-	158,077	46,381
Totals			\$ 152,429	\$ 802,239	\$ 954,668	\$ 29,259	\$ 983,927	\$ 706,966



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104 South Sugar St.
St. Clairsville, OH 43950
740.695.1569

1310 Market St., Suite 300
Wheeling, WV 26003
304.232.1358

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

April 7, 2017

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, 2016 and 2015, 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 April 7, 2017.

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.

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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 Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



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