

**MEALS ON WHEELS PLUS
OF MANATEE, INC.**

FINANCIAL REPORT

DECEMBER 31, 2015

MEALS ON WHEELS PLUS OF MANATEE, INC.

FINANCIAL REPORT DECEMBER 31, 2015

TABLE OF CONTENTS

Page

INDEPENDENT AUDITOR'S REPORT.....	1 and 2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5 - 7
Statement of Cash Flows	8
Notes to Financial Statements.....	9 - 19
SUPPLEMENTARY INFORMATION	
Schedule of Expenditures of Federal Awards	20
Note to Schedule of Expenditures of Federal Awards	21
Schedule of Functional Expenses as Required by the Department of Elder Affairs.....	22 and 23
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE	24 and 25
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>	26 and 27
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS.....	28
SCHEDULE OF FINDINGS AND QUESTIONED COSTS.....	29



INDEPENDENT AUDITOR'S REPORT

Board of Directors

Meals on Wheels PLUS of Manatee, Inc.

Bradenton, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of Meals on Wheels PLUS of Manatee, Inc., (a non-profit organization) (the "Organization") which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, functional expenses and cash flows for the year 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 entity'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 entity'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

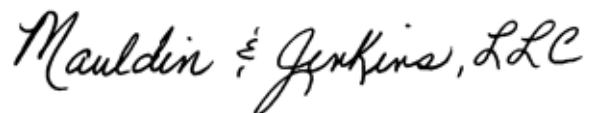
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information, including 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 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 May 24, 2016, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Mauldin & Jenkins, LLC".

Bradenton, Florida
May 24, 2016

MEALS ON WHEELS PLUS OF MANATEE, INC.

STATEMENT OF FINANCIAL POSITION DECEMBER 31, 2015

ASSETS	
CURRENT ASSETS	
Cash	\$ 1,594
Grants and accounts receivable	503,345
Promises to give	805
Bequest receivable	805,600
Inventories	339,540
Prepaid expenses	9,459
	<u>1,660,343</u>
INVESTMENTS AND OTHER ASSETS	
Endowment fund	123,011
Deferred loan costs, net of accumulated amortization of \$107,667	204,029
	<u>327,040</u>
PROPERTY AND EQUIPMENT, at cost, net	<u>4,593,787</u>
	<u><u>\$ 6,581,170</u></u>
LIABILITIES AND NET ASSETS	
CURRENT LIABILITIES	
Accounts payable	\$ 125,283
Accumulated paid time off	103,843
Accrued expenses	47,067
Current portion of long term debt	59,193
Line of credit	230,000
	<u>565,386</u>
LONG-TERM LIABILITIES	
Long-term debt	<u>1,737,025</u>
NET ASSETS	
Unrestricted	4,143,286
Unrestricted, board designated	22,695
Total unrestricted	<u>4,165,981</u>
Temporarily restricted	34,003
Permanently restricted	78,775
	<u>4,278,759</u>
	<u><u>\$ 6,581,170</u></u>

See Notes to Financial Statements.

MEALS ON WHEELS PLUS OF MANATEE, INC.

STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2015

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Program revenue				
Federal grants	\$ 1,447,277	\$ -	\$ -	\$ 1,447,277
State grants	102,142	-	-	102,142
County grants	119,648	-	-	119,648
Project income	357,649	-	-	357,649
Contributions	407,439	12,462	5,000	424,901
Special events, net of expense	315,674	-	-	315,674
United Way	89,031	-	-	89,031
Meals sold	911,541	-	-	911,541
Other grants	316,652	-	-	316,652
In-kind contributions	6,631,094	-	-	6,631,094
Net assets released from restrictions	56,697	(56,697)	-	-
Total program revenue	10,754,844	(44,235)	5,000	10,715,609
Other revenue				
Rental income	7,328	-	-	7,328
Net unrealized loss on investments	(308)	(1,250)	-	(1,558)
Gain on sale of assets	78,907	-	-	78,907
Miscellaneous income	51,449	-	-	51,449
Total other revenue	137,376	(1,250)	-	136,126
Total revenue	10,892,220	(45,485)	5,000	10,851,735
Expenses				
Program services				
Food bank	7,099,913	-	-	7,099,913
Home delivered meals	1,262,494	-	-	1,262,494
Adult daycare	449,859	-	-	449,859
Renaissance on 9th	1,307,969	-	-	1,307,969
Congregate dining	195,066	-	-	195,066
Passenger transportation	484,024	-	-	484,024
Respite	81,059	-	-	81,059
Other miscellaneous programs	(1,621)	-	-	(1,621)
Total program services	10,878,763	-	-	10,878,763
Supporting services				
Management and general	244,910	-	-	244,910
Fundraising	220,164	-	-	220,164
Total supporting services	465,074	-	-	465,074
Total expenses	11,343,837	-	-	11,343,837
Change in net assets	(451,617)	(45,485)	5,000	(492,102)
Net assets, beginning of year	4,617,598	79,488	73,775	4,770,861
Net assets, end of year	\$ 4,165,981	\$ 34,003	\$ 78,775	\$ 4,278,759

See Notes to Financial Statements.

MEALS ON WHEELS PLUS OF MANATEE, INC.

STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Passenger Transportation</u>	<u>Congregate Dining</u>	<u>Home Delivered Meals</u>	<u>Adult Daycare</u>	<u>Nutrition Counseling</u>
Salaries	\$ 262,683	\$ 102,492	\$ 314,607	\$ 252,301	\$ 1,146
Payroll taxes and benefits	55,546	24,908	60,286	39,564	212
Travel	-	499	32,567	89	-
Communications and postage	2,335	103	915	4,014	-
Utilities	-	2,400	-	11,187	-
Printing and supplies	2,948	3,596	4,171	9,957	-
Food and food supplies	-	-	-	-	-
Maintenance and repairs	54,792	5,172	-	21,591	-
Professional fees	4,508	834	4,816	9,036	1,541
Advertising	198	-	-	325	-
Insurance	18,096	3,489	-	7,340	-
In-kind volunteer mileage	-	-	106,189	-	-
In-kind occupancy	-	2,751	-	-	-
In-kind miscellaneous	-	-	-	432	-
In-kind food expense	-	-	-	24,190	-
Depreciation	79,067	9,251	6,310	17,381	-
Amortization	-	-	-	2,784	-
Food bank food distributed	-	-	-	-	-
Other	3,851	8,334	1,628	31,343	-
	<u>484,024</u>	<u>163,829</u>	<u>531,489</u>	<u>431,534</u>	<u>2,899</u>
Meal cost allocated	<u>-</u>	<u>31,237</u>	<u>731,005</u>	<u>18,325</u>	<u>-</u>
Total expenses	<u>\$ 484,024</u>	<u>\$ 195,066</u>	<u>\$ 1,262,494</u>	<u>\$ 449,859</u>	<u>\$ 2,899</u>

See Notes to Financial Statements.

MEALS ON WHEELS PLUS OF MANATEE, INC.

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2015**

	<u>Respite</u>	<u>Outreach</u>	<u>Food Bank</u>	<u>Renaissance on 9th</u>	<u>Meal Production</u>	<u>Total Program Services</u>
\$	66,896	\$ 9,414	\$ 294,606	\$ 530,787	\$ 184,501	\$ 2,019,433
	9,269	3,806	66,062	101,539	38,517	399,709
	-	3,871	413	600	92	38,131
	-	1,164	5,532	10,284	6,054	30,401
	-	1,946	24,049	67,997	28,394	135,973
	-	1,593	34,318	5,482	4,406	66,471
	-	-	-	-	410,174	410,174
	-	-	29,683	36,491	16,047	163,776
	-	22	9,314	17,267	10,355	57,693
	-	637	1,135	11,590	-	13,885
	4,894	-	13,697	31,688	6,614	85,818
	-	-	-	-	-	106,189
	-	-	-	-	-	2,751
	-	-	648	12,300	648	14,028
	-	-	-	-	-	24,190
	-	-	67,989	202,381	34,842	417,221
	-	-	-	22,186	-	24,970
	-	-	6,530,298	-	-	6,530,298
	-	590	22,169	257,377	12,360	337,652
	<u>81,059</u>	<u>23,043</u>	<u>7,099,913</u>	<u>1,307,969</u>	<u>753,004</u>	<u>10,878,763</u>
	-	-	-	-	(780,567)	-
<u>\$</u>	<u>81,059</u>	<u>\$ 23,043</u>	<u>\$ 7,099,913</u>	<u>\$ 1,307,969</u>	<u>\$ (27,563)</u>	<u>\$ 10,878,763</u>

MEALS ON WHEELS PLUS OF MANATEE, INC.

STATEMENT OF FUNCTIONAL EXPENSES FOR THE YEAR ENDED DECEMBER 31, 2015

	Management and General	Fundraising	Total Expenses
Salaries	\$ 123,295	\$ 129,282	\$ 2,272,010
Payroll taxes and benefits	28,215	13,007	440,931
Travel	937	2,268	41,336
Communications and postage	4,466	3,818	38,685
Utilities	2,770	1,946	140,689
Printing and supplies	2,454	6,727	75,652
Food and food supplies	-	-	410,174
Maintenance and repairs	5,043	543	169,362
Professional fees	16,419	35,039	109,151
Advertising	12,956	199	27,040
Insurance	5,519	-	91,337
In-kind volunteer mileage	-	-	106,189
In-kind occupancy	-	-	2,751
In-kind miscellaneous	-	-	14,028
In-kind food expense	-	-	24,190
Depreciation	13,588	6,883	437,692
Amortization	-	-	24,970
Food bank food distributed	-	-	6,530,298
Other	29,248	20,452	387,352
	244,910	220,164	11,343,837
 Meal cost allocated	 -	 -	 -
Total expenses	\$ 244,910	\$ 220,164	\$ 11,343,837

MEALS ON WHEELS PLUS OF MANATEE, INC.

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2015

CASH FLOWS FROM OPERATING ACTIVITIES	
Decrease in net assets	\$ (492,102)
Adjustments to reconcile decrease in net assets to net cash used by operating activities	
Depreciation and amortization	462,662
Gain on disposal of property and equipment	(78,907)
Change in fair value of the endowment fund	1,558
Contributions restricted for endowment	(5,000)
Change in assets and liabilities	
(Increase) in grants and accounts receivable	(41,477)
Decrease in promises to give	411
(Increase) in bequest receivable	(170,000)
Decrease in inventories	90,942
(Increase) in prepaid expenses	(957)
(Decrease) in accounts payable	(22,892)
Increase in accumulated paid time off	11,597
(Decrease) in accrued expenses	(50,833)
Net cash (used in) operating activities	<u>(294,998)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of property and equipment	(531,592)
Proceeds from the sale of property and equipment	139,029
Purchase of investments	(5,000)
Net cash (used in) investing activities	<u>(397,563)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Payments on line of credit, net	(20,000)
Payments on long-term debt	(45,891)
Proceeds from the issuance of long-term debt	658,861
Proceeds from contributions restricted for endowment	5,000
Net cash provided by financing activities	<u>597,970</u>
Net (decrease) in cash	(94,591)
Cash, beginning of year	<u>96,185</u>
Cash, end of year	<u>\$ 1,594</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	
Cash payments for interest	<u>\$ 96,899</u>

See Notes to Financial Statements.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Meals on Wheels PLUS of Manatee, Inc. (the "Organization") is a not-for-profit organization that was formed to provide nutritional assistance and other supportive services in homes or in centers to needy people of Manatee County, Florida.

Significant accounting policies are as follows:

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables and other liabilities.

The accompanying financial statements have been prepared in conformity with the disclosure and display requirements of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Accordingly, net assets are reported in each of the following three classes: (1) unrestricted net assets, (2) temporarily restricted net assets, and (3) permanently restricted net assets.

Net assets of the two restricted classes are created only by donor-imposed restrictions on their use. All other net assets, including board-designated or appropriated amounts, are legally unrestricted and are reported as part of the unrestricted class.

Support and Revenue

The Organization receives substantially all grant and contract revenue from Federal, state and local agencies. Federal, state and local government and public grants are recorded as support when performance occurs under the terms of the grant agreement.

Grant and contracts awarded to the Organization by Federal, state and local agencies are on a standard rate basis. Accordingly, revenues are recognized as units of service are delivered on these contracts.

Management 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.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Grants and Accounts Receivable

Grants and accounts receivable are recorded at their net realizable value. Grants and accounts receivable are based on services performed prior to year end, but not collected as of the statement of financial position date. Management considers all such amounts to be fully collectible.

Bequest Receivable

The bequest receivable is recorded based on an estimate of its net realizable value and management considers the amount recorded to be fully collectible.

Allowance for Doubtful Accounts

The Organization uses the allowance method to account for uncollectible grants and accounts receivable and promises to give. As of December 31, 2015, all receivables are considered fully collectible.

Cash and Cash Equivalents

The Organization considers all unrestricted, highly liquid investments with an initial maturity of three months or less to be cash equivalents.

The Organization maintains its cash in bank accounts which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts. The Organization believes it is not exposed to any significant credit risk on cash and cash equivalents.

Contributions

Unconditional promises to give cash and other assets are reported at estimated fair value at the date the promise is received. Conditional promises to give are recognized when the conditions are substantially met, and indications of intentions to give are reported at fair value at the date the gift is received. The gifts are reported as either temporarily or permanently restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contributions with donor-imposed restrictions that are met in the same reporting period are reported as unrestricted support.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Inventories

Inventories consist of donated food and kitchen supplies. Kitchen supplies are stated at the lower of cost or market determined by the first-in, first-out method. Donated food is included in inventory at an industry standard valuation.

Property and Equipment

Property and equipment acquisitions in excess of \$500 are recorded at cost, estimated cost, or if donated, at fair value on the date of donation. Depreciation is provided over the estimated useful life of each class of depreciable assets and is computed using the straight-line method.

	<u>Years</u>
Buildings and improvements	7-25
Furniture and fixtures	3-10
Vehicles	5

Maintenance and repairs of property and equipment are charged to operations and major improvements are capitalized. Depreciation expense for the year ended December 31, 2015, was \$437,692.

Donated Materials, Dining Facilities and Services

All contributions are considered available for unrestricted use unless specifically restricted by the donor. Noncash contributions have been treated as in-kind contributions for purposes of meeting Federal or state matching requirements. Donated materials, consisting primarily of food, are reflected in the accompanying financial statements at their estimated fair value at date of receipt. Donated building space is recorded at the fair rental value of comparable spaces. Volunteer mileage donated in connection with the home delivered meals program is recorded at the Organization's regular mileage reimbursement rate.

Numerous volunteers have donated significant amount of time to the Organization's various programs. No amounts have been recognized in the accompanying statement of activities because the criteria for recognition under generally accepted accounting principles have not been satisfied. Although no amounts have been reflected in the financial statements, management estimates the fair value of those services to be approximately \$612,838 for the year ended December 31, 2015.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Taxes

The Organization qualifies as a charitable organization as defined by Internal Revenue Code Section 501(c)(3) and, accordingly is exempt from federal income taxes under Internal Revenue Code Section 501(a).

It is the Organization's policy to account for any uncertainties in income tax law in accordance with FASB ASC 740-10 *Accounting for Uncertainty in Income Taxes*. ASC 740-10 clarifies the accounting for uncertain income tax positions and requires that the Organization recognize the impact of such a tax position in its financial statements if, upon ultimate settlement, that position is more-likely-than-not to be sustained. Management has evaluated the Organization's tax positions and concluded that the Organization has maintained its tax-exempt status and has taken no uncertain tax positions that require adjustment to the financial statements. As a result, no provision or liability for income taxes has been included in the financial statements. With few exceptions, the Organization is no longer subject to income tax examinations by the U.S. federal, state or local tax authorities for years before 2012.

Fair Value of Financial Instruments

The Organization has adopted FASB's fair value measurement and disclosure guidance, which provides a framework for measuring fair value under generally accepted accounting principles. This guidance applies to all financial instruments that are being measured and reported on a fair value basis.

Functional Allocation of Expenses

The costs of providing various programs and other activities and the administration of the Organization have been summarized on a functional basis in the Statement of Activities. Salaries and other expenses which are associated with a specific program are charged directly to that program. Administrative and general expenses and other expenses which benefit more than one program are allocated to the various programs based on the relative benefit provided.

Advertising

The Organization expenses advertising costs in the period incurred. For the year ended December 31, 2015, advertising costs totaled \$27,040.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 2. PROMISES TO GIVE

Promises to give at December 31, 2015, are all due in less than one year and are recorded at their expected collectible value. Promises to give at December 31, 2015, totaled \$805.

NOTE 3. PROPERTY AND EQUIPMENT

Property and equipment consists of the following at December 31, 2015:

Land	\$	747,134
Buildings and improvements		5,305,662
Furniture, fixtures and equipment		1,134,841
Vehicles		1,010,398
		<u>8,198,035</u>
Less accumulated depreciation		3,604,248
	\$	<u>4,593,787</u>

NOTE 4. FAIR VALUE MEASUREMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, the Organization may use various methods including market, income and cost approaches. Based on these approaches, the Organization utilizes certain assumptions that market participants would use in pricing the asset or liability, including assumptions about risk and the risks inherent in the inputs to the valuation technique. These inputs can be readily observable, market corroborated or generally unobservable inputs. The Organization utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs. Based on the observability of the inputs used in the valuation techniques, the Organization is required to provide the following information according to the fair value hierarchy. The fair value hierarchy ranks the quality and reliability of the information used to determine fair values.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 4. FAIR VALUE MEASUREMENTS (CONTINUED)

Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

- Level 1 Valuations for assets and liabilities traded in active exchange markets, such as the New York Stock Exchange. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.
- Level 2 Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third-party pricing services for identical or similar assets or liabilities.
- Level 3 Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models and similar techniques, and not based on market exchange, dealer or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

The level within the fair value hierarchy within which a fair measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

Following is a description of the valuation methodologies used for assets and liabilities measured at fair value:

Endowment Fund

Common stocks, mutual funds, bond funds, and commodities: Valued based on quoted market prices, when available, or market prices provided by recognized broker dealers. If listed prices or quotes are not available, fair value is based upon externally developed models that use unobservable inputs due to the limited market activity of the instrument.

Hedge, real estate and private equity funds and alternative investments: Valued based on unobservable inputs (assumptions that market participants would use in pricing an asset) that reflects assumptions based on the best information available.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 4. FAIR VALUE MEASUREMENTS (CONTINUED)

The following table presents the Organization's financial instruments measured at fair value on a recurring basis at December 31, 2015.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Endowment				
Cash and cash equivalents	\$ 3,235	\$ -	\$ -	\$ 3,235
Common stock and equity mutual funds	69,550	-	-	69,550
Fixed Income Investments	34,576	-	-	34,576
ETF, commodity	161	-	-	161
Real Estate Funds	3,577	-	-	3,577
Private Equity Funds	-	-	1,525	1,525
Other Alternatives	-	-	10,387	10,387
	<u>\$ 111,099</u>	<u>\$ -</u>	<u>\$ 11,912</u>	<u>\$ 123,011</u>

The endowment assets are held in an investment pool with the Manatee Community Foundation (Community Foundation). Like the other assets in the investment pool, the Level 3 assets were allocated to the Organization's endowment based on their proportion of the entire investment pool. The following is a reconciliation of the endowment assets in which significant unobservable inputs (Level 3) were used in determining their value at December 31, 2015:

Fair value, beginning of the year	\$ 10,938
Change in value of endowment assets	974
	<u>\$ 11,912</u>

NOTE 5. LINE OF CREDIT

During the year, the Organization has a line of credit agreement which has an available balance in the amount of \$500,000 with an interest rate at prime (3.25% at December 31, 2015) plus .50% with a floor of 4.25%. This line of credit expires August 7, 2016, and is secured by a blanket lien on business real and personal property. At December 31, 2015, \$230,000 was outstanding on the line of credit.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 6. LONG-TERM DEBT

Long-term debt consisted of the following at December 31, 2015:

Long-term debt modified for an additional advance of \$650,000 which is due in monthly installments of \$8,427 including interest at 4.69% through September 2025. Collateral is certain assets of the organization.	\$	1,291,579
Long-term debt due in monthly installments of \$3,386 including interest at 4.660% through September 2021, with a balloon payment due in October 2021. Debt is secured by a mortgage on new adult day care center.		504,639
		<hr/>
		1,796,218
Less current maturities		59,193
		<hr/>
	\$	<u>1,737,025</u>

Total interest expensed for the year ended December 31, 2015, was \$81,074.

The modified loan agreement above contains certain financial covenants related to debt service coverage. The Organization was in violation of that covenant at December 31, 2015. The bank has waived this violation.

Aggregate maturities on the long-term debt at December 31, 2015, are as follows:

2016	\$	59,193
2017		62,025
2018		64,991
2019		68,100
2020		71,357
Thereafter		1,470,552
		<hr/>
	\$	<u>1,796,218</u>

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 7. RESTRICTIONS ON NET ASSETS

Temporarily restricted net assets at December 31, 2015, consist of the following:

Aging mastery program course	\$	7,500
Media center equipment		2,500
Two automated external defibrillators		2,462
Endowment earnings		21,541
	\$	<u>34,003</u>

Temporarily restricted net assets consist of \$12,462 in cash and \$21,541 of endowment earnings.

NOTE 8. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions during 2015, by incurring expenses satisfying the restricted purposes specified by donors as follows:

Purpose restrictions accomplished:

Hardware and software upgrades	\$	21,697
Refrigerated truck		35,000
	\$	<u>56,697</u>

NOTE 9. ENDOWMENTS

The Organization's endowment consists of one fund established for the needs of the Organization. The fund includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by accounting principles generally accepted in the United States (GAAP), net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Organization has interpreted the Florida Uniform Prudent Management of Institutional Funds Act (FUPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as permanently restricted net assets: (a) the original value of the gift donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by FUPMIFA.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 9. ENDOWMENTS (CONTINUED)

In accordance with FUPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulated donor-restricted endowment funds:

1. The duration and preservation of the fund;
2. The purposes of the Organization and the donor-restricted endowment fund;
3. General economic conditions;
4. The possible effect of inflation and deflation;
5. The expected total return from income and the appreciation of investments;
6. Other resources of the Organization;
7. The investment policies of the Organization.

Endowment net asset composition by type of fund as of December 31, 2015, is as follows:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ -	\$ 21,541	\$ 78,775	\$ 100,316
Board designated endowment funds	22,695	-	-	22,695
	<u>\$ 22,695</u>	<u>\$ 21,541</u>	<u>\$ 78,775</u>	<u>\$ 123,011</u>

Changes in endowment net assets for the year ended December 31, 2015, are as follows:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year, as initially stated	\$ 23,002	\$ 22,791	\$ 73,775	\$ 119,568
Investment return				
Interest and dividend income	615	2,510	-	3,125
Realized gains	700	2,857	-	3,557
Unrealized losses	<u>(1,428)</u>	<u>(5,824)</u>	<u>-</u>	<u>(7,252)</u>
Total investment return	22,889	22,334	73,775	118,998
Contributions and other income	-	-	5,000	5,000
Administrative fees	<u>(194)</u>	<u>(793)</u>	<u>-</u>	<u>(987)</u>
	<u>\$ 22,695</u>	<u>\$ 21,541</u>	<u>\$ 78,775</u>	<u>\$ 123,011</u>

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or FUPMIFA requires the Organization to retain as a fund of perpetual duration. There were no such deficiencies as of December 31, 2015.

The endowment fund is held by the Community Foundation. The Community Foundation invests the assets pursuant to their investment policy guidelines. Income is distributed to the Organization from time to time to be used as determined by the Organization's Board of Directors or reinvested into the endowment fund.

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2015

NOTE 10. EMPLOYEE BENEFIT PLANS

The Organization participates in a 401(k) employer defined contribution plan. Permanent employees who are at least 21 years old and who have met all eligibility requirements are eligible to participate. The percentage of employer contributions is approved annually by the Board of Directors. For the year ended December 31, 2015, the Organization made \$7,859 in matching contributions to the plan.

NOTE 11. DONATED MATERIALS, FACILITIES AND SERVICES

Donated items are included in revenues as follows:

Food to food bank	\$	6,378,130
Kitchen		648
Adult day care		24,622
Congregate dining program		2,751
Home delivered meals		106,189
Senior enrichment center		12,300
Vehicles		106,454
	\$	<u>6,631,094</u>

NOTE 12. MATCH REQUIREMENTS

The Organization received a substantial portion of its support from the State of Florida, Department of Elder Affairs, under the Title III Older American Act Agreement (B, C-1, C-2 and E), providing transportation, congregate dining, adult day care, home delivered meals and family caregivers program to the elderly. This contract is renegotiated annually. Although a maximum amount is established during the negotiation process, revenue is earned on units of service provided and income can be recognized to the extent of the units provided. The contract required a 10% local match for certain services for the elderly. During the year ended December 31, 2015, local matching requirements were met.

NOTE 13. MAJOR SUPPORTER

For the year ended December 31, 2015, the Organization received approximately 13% of the total revenue, gains and other support from the Federal government, primarily The U.S. Department of Health and Human Services. At December 31, 2015, accounts receivable from the Federal government was \$388,759.

NOTE 14. SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through May 24, 2016, the date which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

MEALS ON WHEELS PLUS OF MANATEE, INC.

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015**

<u>Federal Grantor/Pass Through Grantor/Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Contract or Project Number</u>	<u>Federal Expenditures</u>
U. S. Department of Health and Human Services			
Passed through the Florida Department of Elder Affairs/Passed through the West Central Florida Area Agency on Aging			
OAA Title IIIB Adult Day Care	93.044	OAA-2015-MOW	\$ 177,554
OAA Title IIIB Transportation	93.044	OAA-2015-MOW	210,023
OAA Title IIIB Outreach	93.044	OAA-2015-MOW	15,649
OAA Title IIIC-1 Congregate Meals	93.045	OAA-2015-MOW	63,129
OAA Title IIIC-1 Nutrition Counseling	93.045	OAA-2015-MOW	677
OAA Title IIIC-2 Home Delivered Meals	93.045	OAA-2015-MOW	592,760
OAA Title IIIC-2 Nutrition Counseling	93.045	OAA-2015-MOW	3,037
Nutrition Services Incentive Program	93.053	NSIP-14/15 & 15/16 -MOW	141,813
Subtotal, Aging Cluster			<u>1,204,642</u>
OAA Title IIIE Respite In-Facility	93.052	OAA-2015-MOW	63,758
Total U.S. Department of Health and Human Services			<u>1,268,400</u>
U. S. Department of Agriculture			
Passed through Florida Department of Agriculture and Consumer Services			
Emergency Food Assistance Program, Cluster			
The Emergency Food Assistance Program, Administrative Funds	10.568	12840 and 16959	53,943
The Emergency Food Assistance Program, Commodities	10.569	12840 and 16959	728,107
Total U.S. Department of Agriculture			<u>782,050</u>
U. S. Department of Transportation, Federal Transit Administration			
Section 5310, Enhanced Mobility of Seniors and Individuals with Disabilities			
Section 5310, Enhanced Mobility of Seniors and Individuals with Disabilities	20.521	435961-1-1-84-01 (ARK48)	67,935
Section 5310, Enhanced Mobility of Seniors and Individuals with Disabilities	20.521	FL-16-0039	106,454
Total U.S. Department of Transportation			<u>174,389</u>
U.S. Department of Housing and Urban Development			
Passed through Manatee County - CDBG Program			
	14.225	B-11-UC-12-0018	<u>8,735</u>
Total Expenditures of Federal Awards			<u>\$ 2,233,574</u>

MEALS ON WHEELS PLUS OF MANATEE, INC.

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes federal award activity of the Organization under programs of the federal government for the year ended December 31, 2015. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets or cash flows of the Organization.

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- (1) 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.
- (2) The Organization has elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

MEALS ON WHEELS PLUS OF MANATEE, INC.

**SCHEDULE OF FUNCTIONAL EXPENSES
AS REQUIRED BY THE DEPARTMENT OF ELDER AFFAIRS
FOR THE YEAR ENDED DECEMBER 31, 2015**

	Passenger Transportation	Congregate Dining	Home Delivered Meals	Adult Daycare	Nutrition Counseling	Respite	Outreach	Non-DOEA Services	Total Program Services
Salaries	\$ 153,243	\$ 71,393	\$ 282,721	\$ 158,593	\$ 2,107	\$ 58,210	\$ 5,601	\$ 1,041,489	\$ 1,773,357
Payroll taxes and benefits	55,545	24,909	60,199	39,563	212	9,270	3,805	206,117	399,620
Travel	-	499	32,568	89	-	-	3,871	1,107	38,134
Communications and postage	2,335	103	915	4,014	-	-	1,164	21,871	30,402
Utilities	-	2,400	-	11,186	-	-	1,946	120,440	135,972
Advertising	198	-	-	325	-	-	637	12,725	13,885
Insurance	18,096	3,489	-	7,340	-	4,894	-	51,998	85,817
Maintenance and repairs	54,792	5,172	-	21,592	-	-	-	82,222	163,778
Printing and supplies	2,948	3,596	4,171	9,958	-	-	1,593	44,206	66,472
Professional fees	4,508	834	4,816	9,036	1,540	-	22	36,936	57,692
Staff training	125	25	44	278	-	-	590	506	1,568
Depreciation	79,067	9,251	6,310	20,164	-	-	-	327,398	442,190
Food and food supplies	-	31,237	731,005	18,325	-	-	-	(370,393)	410,174
Other in-kind expenses	-	2,751	106,189	24,622	-	-	-	6,543,891	6,677,453
Other	3,726	8,309	1,584	31,067	-	-	-	291,398	336,084
	<u>374,583</u>	<u>163,968</u>	<u>1,230,522</u>	<u>356,152</u>	<u>3,859</u>	<u>72,374</u>	<u>19,229</u>	<u>8,411,911</u>	<u>10,632,596</u>
Management and general allocated	17,539	7,677	57,615	16,676	181	3,389	900	393,862	497,839
Total expenses	<u>\$ 392,122</u>	<u>\$ 171,645</u>	<u>\$ 1,288,137</u>	<u>\$ 372,828</u>	<u>\$ 4,040</u>	<u>\$ 75,763</u>	<u>\$ 20,129</u>	<u>\$ 8,805,773</u>	<u>\$ 11,130,437</u>
Total units	19,959	8,677	158,182	28,869	50	6,331	463	N/A	
Rate per unit	<u>\$ 19.65</u>	<u>\$ 19.78</u>	<u>\$ 8.14</u>	<u>\$ 12.91</u>	<u>\$ 80.80</u>	<u>\$ 11.97</u>	<u>\$ 43.48</u>	<u>\$ N/A</u>	<u>\$ N/A</u>

MEALS ON WHEELS PLUS OF MANATEE, INC.

**SCHEDULE OF FUNCTIONAL EXPENSES
AS REQUIRED BY THE DEPARTMENT OF ELDER AFFAIRS
FOR THE YEAR ENDED DECEMBER 31, 2015**

	Management and General	Fundraising	Unallowable Expenses	Total Support Services	Total Expenses
Salaries	\$ 398,230	\$ 100,423	\$ -	\$ 498,653	\$ 2,272,010
Payroll taxes and benefits	28,302	13,009	-	41,311	440,931
Travel	937	2,265	-	3,202	41,336
Communications and postage	4,466	3,817	-	8,283	38,685
Utilities	2,771	1,946	-	4,717	140,689
Advertising	518	12,637	-	13,155	27,040
Insurance	5,520	-	-	5,520	91,337
Maintenance and repairs	5,043	541	-	5,584	169,362
Printing and supplies	2,339	6,841	-	9,180	75,652
Professional fees	16,419	35,040	-	51,459	109,151
Staff training	2,100	417	-	2,517	4,085
Depreciation	13,588	6,884	-	20,472	462,662
Food and food supplies	-	-	-	-	410,174
Other in-kind expenses	-	-	-	-	6,677,453
Other	27,151	20,035	-	47,186	383,270
	<u>507,384</u>	<u>203,855</u>	<u>-</u>	<u>711,239</u>	<u>11,343,837</u>
Management and general allocated	<u>(507,384)</u>	<u>9,545</u>	<u>-</u>	<u>(497,839)</u>	<u>-</u>
Total expenses	<u>\$ -</u>	<u>\$ 213,400</u>	<u>\$ -</u>	<u>\$ 213,400</u>	<u>\$ 11,343,837</u>

OTHER AUDITOR'S REPORTS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

**Board of Directors
Meals on Wheels PLUS of Manatee, Inc.
Bradenton, Florida**

Report on Compliance for the Major Federal Program

We have audited Meals on Wheels PLUS of Manatee, Inc.'s (the "Organization") compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on the Organization's major Federal program for the year ended December 31, 2015. The Organization's major Federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its Federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Organization's major Federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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)*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major Federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major Federal program. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on the Major Federal Program

In our opinion, the Organization 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 December 31, 2015.

Report on Internal Control Over Compliance

Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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.

Mauldin & Jenkins, LLC

Bradenton, Florida
May 24, 2016



**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
Meals on Wheels PLUS of Manatee, Inc.
Bradenton, Florida**

We have audited, in accordance with the 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 Meals on Wheels PLUS of Manatee, Inc. (the "Organization"), which comprise the statement of financial position as of December 31, 2015, 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 May 24, 2016.

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.

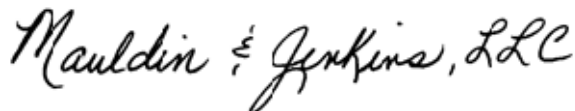
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

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.

A handwritten signature in cursive script that reads "Mauldin & Jenkins, LLC".

Bradenton, Florida
May 24, 2016

MEALS ON WHEELS PLUS OF MANATEE, INC.

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2015**

There were no findings requiring disclosure in the December 31, 2014, financial statements.

MEALS ON WHEELS PLUS OF MANATEE, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2015

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued Unmodified

Internal control over financial reporting:

- Material weakness(es) identified yes no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiency(ies) identified that are not considered to be material weaknesses? yes none reported

Type of auditor’s report issued on compliance for major programs. Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? yes no

Identification of major programs:

CFDA Number 93.044, 93.045, and 93.053

Name of Federal Program or Cluster Special Programs for the Aging

Dollar threshold used to distinguish between Type A and Type B programs \$750,000

Auditee qualified as low-risk auditee? yes no

Section II – Financial Statement Findings

No matters reported.

Section III – Federal Award Findings and Questioned Costs

No matters reported.