



MATURE SERVICES, INC.

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

September 30, 2015 and 2014



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Mature Services, Inc.
Akron, Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of Mature Services, Inc. (the "Organization"), which comprise the statement of financial position as of September 30, 2015, and the related statements of activities, cash flows and functional expenses 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.

Auditors' 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 *Governmental 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 auditors' 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 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 September 30, 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.

Report on Summarized Comparative Information

We have previously audited the Organization's 2014 financial statements, and in our report dated December 8, 2014, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by the *Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*, 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 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 December 4, 2014, on our consideration of the Organization's internal control over financial reporting and on our test 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.



BOBER, MARKEY, FEDOROVICH & COMPANY
Akron, Ohio

December 14, 2015

MATURE SERVICES, INC.
STATEMENTS OF FINANCIAL POSITION
September 30, 2015 and 2014

	2015	2014
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,352,462	\$ 832,092
Grants and contracts receivable	783,560	898,969
Prepaid expenses	71,067	35,819
TOTAL CURRENT ASSETS	2,207,089	1,766,880
NONCURRENT ASSETS		
Restricted cash	11,496	-
Fixed assets, net	123,252	84,412
Beneficial interest in trust	9,743	-
Deposits	9,884	6,287
TOTAL NONCURRENT ASSETS	154,375	90,699
TOTAL ASSETS	\$ 2,361,464	\$ 1,857,579
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 153,943	\$ 49,558
Accrued payroll and related expenses	688,305	735,378
Unearned revenue	106,354	37,821
TOTAL CURRENT LIABILITIES	948,602	822,757
NET ASSETS		
Unrestricted	1,412,862	1,034,822
TOTAL LIABILITIES AND NET ASSETS	\$ 2,361,464	\$ 1,857,579

The accompanying notes are an integral part of these financial statements.

MATURE SERVICES, INC.
STATEMENTS OF ACTIVITIES
For the Years Ended September 30, 2015 and 2014

	2015	2014
REVENUES, GAINS AND OTHER SUPPORT		
Fees and grants from governmental agencies	\$ 11,476,820	\$ 11,127,870
Contributions, including in-kind	381,988	253,215
Program service fees	409,530	487,936
Other public support	127,014	112,624
Investment income	47	475
Gain on sale of assets	2,000	-
Other revenue	23,324	21,780
Total revenue	12,420,723	12,003,900
EXPENSES		
Program services		
Homecare		
Homemaker/home health aide services	435,864	417,425
Chore services	21,015	17,255
Integrated addiction and mental health services	651,627	638,202
Employment and training services	8,920,647	9,049,645
Volunteer services	106,735	104,888
Nutrition services	978,814	769,754
Total program services	11,114,702	10,997,169
Supporting services		
Management and general	894,361	833,097
Fundraising	33,620	26,383
Total supporting services	927,981	859,480
Total expenses	12,042,683	11,856,649
CHANGE IN NET ASSETS	378,040	147,251
NET ASSETS AT BEGINNING OF YEAR	1,034,822	887,571
NET ASSETS AT END OF YEAR	\$ 1,412,862	\$ 1,034,822

The accompanying notes are an integral part of these financial statements.

MATURE SERVICES, INC.
STATEMENTS OF CASH FLOWS
For the Years Ended September 30, 2015 and 2014

	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 378,040	\$ 147,251
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	37,750	34,413
Gain on disposal of asset	(2,000)	-
Unrealized loss from beneficial interest in trust	280	-
Realized gain from beneficial interest in trust	(8)	-
Investment income from beneficial interest in trust	(15)	-
Changes in operating assets and liabilities:		
Grants and contracts receivable	115,409	(329,161)
Prepaid expenses	(35,248)	1,302
Restricted cash	(11,496)	-
Deposits	(3,597)	-
Accounts payable	104,385	(69,842)
Accrued payroll and related expenses	(47,073)	(28,004)
Unearned revenue	68,533	(229,614)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	604,960	(473,655)
CASH FLOWS FROM INVESTING ACTIVITIES		
Beneficial interest in trust	(10,000)	-
Proceeds from sale of fixed assets	2,000	-
Purchases of fixed assets	(76,590)	-
NET CASH USED IN INVESTING ACTIVITIES	(84,590)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on capital lease	-	(4,168)
NET CASH USED IN FINANCING ACTIVITIES	-	(4,168)
NET CHANGE IN CASH AND CASH EQUIVALENTS	520,370	(477,823)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	832,092	1,309,915
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 1,352,462	\$ 832,092
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash paid for interest	\$ -	\$ 106

The accompanying notes are an integral part of these financial statements.

MATURE SERVICES, INC.
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended September 30, 2015
With Comparative Totals for the Year Ended September 30, 2014

	Program Services						Supporting Services			2015 Total	2014 Total	
	Homecare Services		Integrated Addiction and Mental Health Services	Employment and Training Services	Volunteer Services	Nutrition Services	Total	Management and General	Fundraising			Total
	Homemaker/ Home Health Aide Services	Chore Services										
Salaries	\$ 347,867	\$ 12,411	\$ 426,887	\$ 7,584,658	\$ 53,320	\$ 284,842	\$ 8,709,985	\$ 678,965	\$ 4,236	\$ 683,201	\$ 9,393,186	\$ 8,817,105
Payroll taxes and related expenses	36,991	923	91,321	694,425	9,120	59,562	892,342	125,238	666	125,904	1,018,246	1,447,045
Total salaries and related expenses	384,858	13,334	518,208	8,279,083	62,440	344,404	9,602,327	804,203	4,902	809,105	10,411,432	10,264,150
Contract services	3,030	244	12,535	58,197	740	8,259	83,005	13,154	50	13,204	96,209	135,544
Supplies	14,322	3,724	27,463	171,624	16,916	460,613	694,662	43,330	27,516	70,846	765,508	782,717
Telephone	755	46	3,878	58,015	302	4,169	67,165	2,522	-	2,522	69,687	67,301
Postage	1,631	69	513	16,800	364	1,008	20,385	502	997	1,499	21,884	22,930
Occupancy	5,079	1,385	51,185	205,052	16,100	97,831	376,632	14,268	-	14,268	390,900	315,385
Insurance	14,914	616	14,855	51,836	2,216	13,240	97,677	6,167	-	6,167	103,844	97,772
Travel	9,050	1,463	16,610	52,568	5,595	23,700	108,986	917	118	1,035	110,021	106,024
Training	1,348	1	3,633	20,376	2,062	1,024	28,444	2,405	37	2,442	30,886	26,177
Physical examinations	877	133	43	3,509	-	-	4,562	-	-	-	4,562	4,236
Total expenses before depreciation	435,864	21,015	648,923	8,917,060	106,735	954,248	11,083,845	887,468	33,620	921,088	12,004,933	11,822,236
Depreciation	-	-	2,704	3,587	-	24,566	30,857	6,893	-	6,893	37,750	34,413
Total expenses	\$ 435,864	\$ 21,015	\$ 651,627	\$ 8,920,647	\$ 106,735	\$ 978,814	\$ 11,114,702	\$ 894,361	\$ 33,620	\$ 927,981	\$ 12,042,683	\$ 11,856,649
Fiscal 2014 expenses	\$ 417,425	\$ 17,255	\$ 638,202	\$ 9,049,645	\$ 104,888	\$ 769,754	\$ 10,997,169	\$ 833,097	\$ 26,383	\$ 859,480	\$ 11,856,649	

The accompanying notes are an integral part of these financial statements.

MATURE SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2015 and 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

Mature Services, Inc. (the "Organization") provides high-quality programs to empower the economic, social, physical, and mental well-being of adults as they age. Programs include: employment and training, integrated mental health and alcohol and other drug treatment and prevention services, homecare, nutrition, emergency food, and volunteer programs.

Homecare Services

Direct services are provided in the homes of older adults and individuals with disabilities. A representative of the department develops an individualized plan according to an assessment of the client's needs. Home health aide services provide skilled help with in-home health care needs. Homemakers provide help with light housekeeping, laundry, meal preparation, errands and grocery shopping. Chore services provide help with heavy household cleaning. Stay@Homecare is the department's private pay division offering both Homemaker/Home Health Aid and Chore services as a fee-for-service alternative. These fees-for-service programs help support the Organization's programs. A Supportive Services Representative assists eligible clients to complete application for Homecare services and provides information about other community programs and services. Clients will also be referred for assistance with emergency food. Referrals are accepted from the community, family members or other agencies. Intake interviews are conducted by telephone.

Integrated Addiction and Mental Health Services

Avenues to Recovery provides specialized integrated mental health and alcohol and other drug treatment and prevention services to persons age fifty and older and adults with disabilities. Services include group counseling, individual counseling, intensive outpatient, case management, crisis management intervention, assessment, peer coaching, mentoring, and recovery support services. Outreach, training and prevention services are provided throughout the community.

Employment and Training Services

Job training programs for mature job seekers are provided throughout Ohio. Under grants from the U.S. Department of Labor and Ohio Department of Aging, services include paid community service employment and job training to help low-income workers age 55 and older develop skills needed to transition into unsubsidized employment while contributing service hours to local non-profits and government organizations. Local Workforce Development Boards contract with the Organization to offer job club programs to provide peer support and computer skills, job search training and placement assistance for a growing number of mature, displaced or unemployed workers. Annual mature workers job fairs and workshops are also organized and managed as part of the job training program. Mature Staffing Systems is a fee-for-service staffing service specializing in service to individuals age 40 and older, with fees helping to support the Organization's programs. Encore is a new beta program funded by the Cleveland Foundation.

MATURE SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2015 and 2014

Volunteer Services

The RSVP Volunteer Program, a program of the Corporation for National and Community Service, provides volunteers ages 55 and older with service opportunities within Summit and Medina counties. RSVP volunteers address critical community needs and take on new national initiatives to meet those needs. The RSVP volunteers perform a multitude of activities from mentoring and tutoring youth to helping seniors maintain their independence through a variety of wellness and socialization programs. Volunteers serve at more than 15 nonprofit agencies and organizations in Summit and Medina counties including food collection and distribution sites, congregate meal sites, schools and hospitals and many other community based organizations to assist with daily operations and special projects.

Nutrition Services

Nutritious meals are planned, prepared and served to older adults and disabled individuals at seven dining centers daily. Home-delivered meals are provided to home bound clients. A Farmer's Market program provides vouchers to people ages 60+ to purchase fresh fruit and vegetables from local farmers during the summer. In addition, the emergency food program delivers food to those in need. The Festive Food Catering Services is a fee-for-service program that offers catering services to the public, these fees help support the Organization's programs.

Financial Statement Presentation

As required by the Not for Profit Entities Topic of the Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC"), the Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

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.

Cash

For the purposes of the statement of cash flows, the Organization considers all highly liquid investments purchased with maturities of three months or less to be cash equivalents.

MATURE SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2015 and 2014

Concentration of Credit Risk and Funding

The Organization maintains its cash balances in commercial banks located in Ohio. Accounts maintained in commercial banks are guaranteed by the Federal Deposit Insurance Corporation. At times balances held at financial institutions were in excess of the Federally insured limits. The Organization believes no significant concentration of risk exists with respect to these cash investments.

The Organization is funded from grants and reimbursements from various governmental agencies. The Organization anticipates the renewal of all its grants and Federal awards. The Organization received approximately 74% and 76% of their revenue from the Department of Labor for each of the years ended September 30, 2015 and 2014, respectively.

Fair Value of Financial Instruments

Fair value estimates are made at a specific point in time based on relevant market information about the financial instrument. These estimates are subjective in nature and involve uncertainties and matters of significant judgment and, therefore, cannot be determined with precision. Changes in assumptions could significantly affect the estimates.

Fixed Assets

Purchased fixed assets are recorded at cost and donated fixed assets are recorded at fair value at the date of donation (items valued at \$5,000 and over are capitalized). Routine maintenance, repairs, renewals and replacement costs are charged against income. Expenditures that significantly increase values, change capacities or extend useful lives are capitalized.

Depreciation is computed by the straight-line method, using the half-year convention, at rates calculated to amortize the cost or fair value at date of donation of the assets over their estimated useful lives as indicated below:

Furniture and equipment	5-10 years
Leasehold improvements	*

*Leasehold improvements are amortized over the lesser of their estimated useful lives or the lease term, including renewals.

Unearned Revenue

Unearned revenue represents monies received for which expenditures have not yet been incurred or services have not yet been performed.

Functional Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the consolidated statements of functional expenses. Accordingly, certain costs have been allocated among the program and supporting services benefited.

MATURE SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2015 and 2014

Tax Status

The Organization is a non-profit organization and is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Under the Income Tax Topic of the FASB ASC, the Organization is required to identify uncertain tax positions taken, assets and quantify those positions and record reserves. As of September 30, 2015 and 2014, the Organization has identified no uncertain tax positions.

The Organization files informational tax filings in United States Federal and State of Ohio jurisdictions.

Reclassifications

Certain prior year amounts have been reclassified in order to conform to the current year presentation.

Subsequent Events

The Organization has evaluated subsequent events through December 14, 2015, the date the financial statements were available to be issued.

NOTE 2 - BENEFICIAL INTEREST IN ASSETS HELD BY AKRON COMMUNITY FOUNDATION

In 2015, the Organization transferred assets to the Akron Community Foundation to establish a fund for the benefit of the Organization. The Organization records this beneficial interest in the assets held by the Akron Community Foundation at fair value. These assets of the fund are invested pursuant to the Akron Community Foundation governing instrument and investment policies. The funds are to be used for programs and services for older adults that have not been funded or have been under funded by other sources and meet the mission of the organization. A reconciliation of the beneficial interest in assets held by the Akron Community Foundation is as follows:

Balance as of October 1, 2014	\$ -
Contributions	10,000
Interest and dividends	15
Net unrealized loss	(280)
Realized gain	<u>8</u>
Balance as of September 30, 2015	<u>\$ 9,743</u>

MATURE SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2015 and 2014

NOTE 3 - CASH

Cash in the amount of \$177,656 and \$2,737 is held in separate accounts as required by various grant agreements and is reserved for the use of the grant provisions as of September 30, 2015 and 2014, respectively. There is also restricted cash of \$11,496 and \$0 for employee health savings accounts at September 30, 2015 and 2014, respectively.

NOTE 4 – FAIR VALUE MEASUREMENTS

Fair value is a market-based measurement that is determined based on assumptions that market participants would use in pricing an asset or liability. As a basis for considering such assumptions, the Organization uses a three-tier fair value hierarchy, which prioritizes the inputs used in measuring fair value as follows:

- Level 1: Observable inputs such as quoted prices in active markets;
- Level 2: Inputs, other than the quoted prices in active markets, that are observable either directly or indirectly; and
- Level 3: Unobservable inputs in which there is little or no market data, which require the reporting entity to develop its own assumptions.

Assets measured at fair value on a recurring basis are as follows:

<u>September 30, 2015</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money market funds	\$ 108,277	\$ -	\$ 108,277	\$ -
Beneficial interest in assets held at Akron Community Foundation	9,743	-	9,743	-
	<u>\$ 118,020</u>	<u>\$ -</u>	<u>\$ 118,020</u>	<u>\$ -</u>
<u>September 30, 2014</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money market funds	\$ 108,132	\$ -	\$ 108,132	\$ -

The classification of fair value measurement within the hierarchy upon the lowest level of input that is significant to the measurement. Valuation methodologies used for assets and liabilities measured at fair value as are follows:

Money market and beneficial interest in assets: Since the Organization's money market funds and beneficial interest in assets are not traded on a market exchange, the fair values are determined using valuation models using daily market values, which is a Level 2 input described above.

MATURE SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2015 and 2014

NOTE 4 - FIXED ASSETS

The following is a summary of fixed assets, at cost, less accumulated depreciation at September 30:

	2015	2014
Furniture and equipment	\$ 461,926	\$ 731,151
Leasehold improvements	226,560	219,960
	688,486	951,111
Less: Accumulated depreciation	(565,234)	(866,699)
	\$ 123,252	\$ 84,412

Depreciation expense charged to operations was \$37,750 and \$34,413 for the years ended September 30, 2015 and 2014, respectively.

NOTE 5 - LINE OF CREDIT

The Organization has a \$250,000 revolving line of credit with Chase Bank. The line of credit accrues interest at the Prime rate (3.25% at September 30, 2015 and 2014), plus one quarter percent, payable monthly. The line of credit is secured by all assets of the Organization. There were no borrowings outstanding under this line of credit at September 30, 2015 and 2014.

NOTE 6 - LEASES

The Organization leases office space under non-cancelable operating lease agreements, with terms expiring at various dates through 2017. Certain leases contain provisions whereby if the Organization loses funding, the lease obligation can be terminated after a specific time period.

Future minimum lease payments under operating leases are as follows:

2016	\$ 71,996
2017	37,430
	\$ 109,426

Rent expense was \$214,718 and \$196,010 for the years ended September 30, 2015 and 2014, respectively.

MATURE SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2015 and 2014

NOTE 7 - EMPLOYEE BENEFIT PLANS

The Organization sponsors a tax deferred savings plan which covers all eligible employees. Employees are permitted to make pre-tax deferrals of up to 25% of compensation or maximum amounts as allowed by law. The plan does not provide for an employer contribution.

The Organization also offers a comprehensive medical plan, life insurance and other customary benefits to eligible employees.

NOTE 8 - IN-KIND SUPPORT

The Organization receives volunteer services primarily to assist in serving their clients. In accordance with generally accepted accounting principles, this in-kind support is not recognized in the Statements of Activities. The fair value of this in-kind support was \$1,273,120 and \$1,053,215 for the years ended September 30, 2015 and 2014, respectively. Donated goods, training, advertising and rent of \$116,999 and \$80,201 are recognized in the Statements of Activities within "Contributions, including in-kind" for the years ending September 30, 2015 and 2014, respectively.

NOTE 9 - OHIO DEPARTMENT OF MENTAL HEALTH AND ADDICTION SERVICES AND COUNTY OF SUMMIT ALCOHOL, DRUG ADDICTION AND MENTAL HEALTH SERVICES BOARD

The Organization has recorded \$674,901 and \$720,898 in revenues from the Ohio Department of Mental Health & Addiction Services & County of Summit Alcohol, Drug Addiction & Mental Health Services Board for years ending September 30, 2015 and 2014, respectively, for various addiction services. This amount is included in the Statement of Activities, "Fees and grants from governmental agencies" line. The accounts receivable from the Ohio Department of Mental Health & Addiction Services & County of Summit Alcohol, Drug Addiction & Mental Health Services Board at September 30, 2015 and 2014 were \$93,341 and \$114,875 respectively.

NOTE 10 - OHIO DEPARTMENT OF AGING

The Organization has been awarded contracts from the Ohio Department of Aging for contract years July 2015 through June 2016 and July 2014 through June 2015 in the amounts of \$3,679,727 and \$3,690,940, respectively. Revenues earned under these contracts were \$3,656,961 and \$3,824,882 for the fiscal years ending September 30, 2015 and 2014, respectively. These amounts are included in the Statements of Activities within "Fees and grants from governmental agencies".

MATURE SERVICES, INC.
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended September 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA No.	Federal Expenditures
U.S. DEPARTMENT OF LABOR		
Title V of Older Americans Act--Senior Community Service Employment Program:		
Ohio Department of Aging	17.235	\$ 3,656,961
United States Department of Labor	17.235	<u>5,146,499</u>
		8,803,460
Employment Training Administration--Workforce Initiative Act - WIA Adult Program and WIA Dislocated Workers:		
Summit County Department of Job and Family Services	17.258/17.260	197,228
Cuyahoga County Workforce Development	17.258/17.260	<u>241,577</u>
		<u>438,805</u>
TOTAL U.S. DEPARTMENT OF LABOR		9,242,265
DEPARTMENT OF HEALTH AND HUMAN SERVICES		
Social Services Block Grant Passed Through:		
Summit County Adult Protective Services	93.667	24,088
Area Agency of Aging, 10B, Inc:		
Special Programs for the Aging Title III Part C Nutrition Services	93.045	214,908
and Senior Centers	93.044	13,547
Nutrition Services Incentive Program	93.053	40,514
National Family Caregiver Support Title III Part E	93.052	150
County of Summit Alcohol, Drug Addiction and Mental Health Services Board:		
Block Grants for Prevention and Treatment Substant Abuse	93.959	<u>93,815</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES		387,022
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT		
Community Development Block Grants--Entitlement Grants Passed Through:		
City of Akron	14.218	20,914
City of Cuyahoga Falls	14.218	<u>5,000</u>
		25,914
CORPORATION OF NATIONAL AND COMMUNITY SERVICE		
Retired and Senior Volunteer Program	94.002	112,811

MATURE SERVICES, INC.
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended September 30, 2015

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA No.</u>	<u>Federal Expenditures</u>
U.S. DEPARTMENT OF AGRICULTURE Area Agency on Aging, 10B: Senior Farmers Market Nutrition Program	10.576	\$ 42,111
U.S. DEPARTMENT OF HOMELAND SECURITY Federal Emergency Management Agency: Emergency Food and Shelter National Board Program	97.024	<u>4,000</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS		<u>\$ 9,814,123</u>

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE 1 - BASIS OF PRESENTATION

This schedule of expenditures of federal awards includes the federal grant activity of Mature Services, Inc. and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Therefore, some amounts presented in this schedule may differ from the amounts presented in, or used in the preparation of, the basic financial statements.

MATURE SERVICES, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended September 30, 2015

SUMMARY OF THE AUDITORS' RESULTS

- Unqualified opinion issued on the financial statements.
- No significant deficiencies or material weaknesses in internal control over financial reporting were disclosed.
- No material instances of noncompliance were disclosed.
- No significant deficiencies or material weaknesses in internal control over major programs were disclosed.
- Unqualified opinion issued on compliance for major programs.
- The audit disclosed no audit findings required to be reported under Circular A-133.
- The auditee qualified as a low-risk auditee.
- Identification of major programs:
 - U.S. Department of Labor – Title V of Older Americans Act –
17.235 Senior Community Service Employment
- The dollar threshold used to distinguish Type A and Type B programs was \$300,000.

FINDINGS RELATED TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED
IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENT AUDITING STANDARDS

- No findings to be reported.

FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

- No findings to be reported.

INDEPENDENT AUDITORS' 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*

To the Board of Directors
Mature Services, Inc.
Akron, Ohio

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 Mature Services, Inc. (the "Organization") (a nonprofit organization), which comprise the statement of financial position as of September 30, 2015, and the related statements of activities, cash flows and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated December 14, 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.

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.

BOBER, MARKEY, FEDOROVICH & COMPANY
Akron, Ohio

December 14, 2015

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED WITH OMB CIRCULAR A-133

To the Board of Directors
Mature Services, Inc.
Akron, Ohio

Report on Compliance for Each Major Federal Program

We have audited Mature Services Inc.'s (the "Organization") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended September 30, 2015. The Organization's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 each major federal program. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on Each 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 each of its major federal programs for the year ended September 30, 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 each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

BOBER, MARKEY, FEDOROVICH & COMPANY
Akron, Ohio

December 14, 2015