

MEALS ON WHEELS – OLDER ADULT ALTERNATIVES  
OF FAIRFIELD COUNTY, INC.  
FAIRFIELD COUNTY  
REGULAR AUDIT  
FOR THE YEAR ENDED DECEMBER 31, 2024



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Board of Trustees  
Meals on Wheels – Older Adult Alternatives of Fairfield County, Inc.  
1515 Cedar Hill Road  
Lancaster, Ohio 43130

We have reviewed the *Independent Auditor's Report* of the Meals on Wheels – Older Adult Alternatives of Fairfield County, Inc., Fairfield County, prepared by Millhuff-Stang, CPA, Inc., for the audit period January 1, 2024 through December 31, 2024. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Meals on Wheels – Older Adult Alternatives of Fairfield County, Inc. is responsible for compliance with these laws and regulations.

KEITH FABER  
Ohio Auditor of State

Tiffany L. Ridenbaugh, CPA, CFE, CGFM  
Chief Deputy Auditor

**July 15, 2025**

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**Meals on Wheels – Older Adult Alternatives of Fairfield County, Inc.**

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## **Independent Auditor's Report**

Board of Trustees  
Meals on Wheels – Older Adult Alternatives of Fairfield County, Inc.  
1515 Cedar Hill Road  
Lancaster, Ohio 43130

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the financial statements of Meals on Wheels – Older Adult Alternatives of Fairfield County, Inc., Fairfield County, Ohio (the Organization), which comprise the statement of financial position as of December 31, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Meals on Wheels – Older Adult Alternatives of Fairfield County, Inc., Fairfield County, Ohio as of December 31, 2024 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.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for one year after the date that the financial statements are issued.



***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

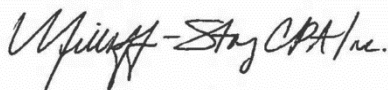
In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern for a reasonable period of time.

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

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated May 19, 2025, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.



Millhuff-Stang, CPA, Inc.  
Chillicothe, Ohio

May 19, 2025



**MEALS ON WHEELS - OLDER ADULT ALTERNATIVES OF FAIRFIELD COUNTY, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**December 31, 2024**

**ASSETS**

**CURRENT ASSETS**

Cash and cash equivalents	\$ 2,994,302
Tax levy receivable	105,813
Accounts receivable	65,444
Grants receivable	2,000
Inventory	61,049
Prepaid expenses	36,032
<b>TOTAL CURRENT ASSETS</b>	<u>3,264,640</u>

<b>PROPERTY AND EQUIPMENT - NET</b>	1,916,514
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**OTHER ASSETS**

Investments	<u>441,662</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 5,622,816</u></u>

**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES**

Accounts payable	\$ 84,152
Levy accounts payable	96,174
Accrued salaries	50,475
Compensated absences	44,948
Unearned revenue - levy	9,639
<b>TOTAL CURRENT LIABILITIES</b>	<u>285,388</u>

**NET ASSETS**

Without donor restrictions	5,128,328
With donor restrictions	209,100
<b>TOTAL NET ASSETS</b>	<u>5,337,428</u>

<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 5,622,816</u></u>
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See accompanying notes to the financial statements.

**MEALS ON WHEELS - OLDER ADULT ALTERNATIVES OF FAIRFIELD COUNTY, INC.**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended December 31, 2024**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>REVENUES, GAINS, AND OTHER SUPPORT</b>			
Levy revenue	\$ 3,840,900	\$ -	\$ 3,840,900
Grants	267,296	258,000	525,296
Contributions of financial assets	248,332	8,598	256,930
Contract revenue	1,329,561	-	1,329,561
Miscellaneous	11,223	-	11,223
Contributions of non-financial assets	75,442	-	75,442
Gain/(loss) on investments, net	36,536	-	36,536
Interest	90,423	-	90,423
Gain on sale of capital assets	10,695	-	10,695
Support provided by expiring time and purpose restrictions	67,834	(67,834)	-
<b>TOTAL REVENUES, GAINS, AND SUPPORT</b>	<b>5,978,242</b>	<b>198,764</b>	<b>6,177,006</b>
<b>EXPENSES</b>			
Program services:			
Nutrition services division	3,512,584	-	3,512,584
Aging services division	1,225,028	-	1,225,028
Service provider contracts	195,323	-	195,323
Community outreach	170,000	-	170,000
Total program services	5,102,935	-	5,102,935
Management and general	135,157	-	135,157
Fundraising	27,215	-	27,215
<b>TOTAL EXPENSES</b>	<b>5,265,307</b>	<b>-</b>	<b>5,265,307</b>
<b>CHANGE IN NET ASSETS</b>	<b>712,935</b>	<b>198,764</b>	<b>911,699</b>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<b>4,415,393</b>	<b>10,336</b>	<b>4,425,729</b>
<b>NET ASSETS, END OF YEAR</b>	<b>\$ 5,128,328</b>	<b>\$ 209,100</b>	<b>\$ 5,337,428</b>

See accompanying notes to the financial statements.

**MEALS ON WHEELS - OLDER ADULT ALTERNATIVES OF FAIRFIELD COUNTY, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**For the Year Ended December 31, 2024**

	<b>Nutrition Services Division</b>	<b>Aging Services Division</b>	<b>Service Provider Contracts</b>	<b>Community Outreach</b>	<b>Total Program</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>
Payroll	\$ 1,236,579	\$ 477,754	\$ -	\$ -	\$ 1,714,333	\$ 84,586	\$ 18,171	\$ 1,817,090
Payroll tax expense	119,282	39,761	-	-	159,043	10,152	-	169,195
Personnel benefits	15,365	5,122	-	-	20,487	1,308	-	21,795
Professional fees	93,413	31,138	-	-	124,551	7,950	-	132,501
Raw food and related supplies	1,131,960	-	-	-	1,131,960	-	7,948	1,139,908
Office supplies	24,494	8,164	-	-	32,658	2,085	96	34,839
Telephone	2,959	986	-	-	3,945	252	-	4,197
Occupancy	70,612	23,537	-	-	94,149	5,052	-	99,201
Rental/maintenance equipment	39,662	13,221	-	-	52,883	-	-	52,883
Printing and publications	20,455	6,819	-	-	27,274	1,741	-	29,015
Vehicle expense	88,559	29,519	-	-	118,078	-	-	118,078
Conference, training and meetings	7,032	2,344	-	-	9,376	598	-	9,974
Insurance	266,840	68,947	-	-	335,787	21,433	-	357,220
Licenses	3,443	1,147	-	-	4,590	-	-	4,590
In-kind services	56,582	18,860	-	-	75,442	-	-	75,442
Contractual services	-	-	195,323	-	195,323	-	-	195,323
Specific assistance	76,888	412,517	-	-	489,405	-	-	489,405
Grants	-	-	-	170,000	170,000	-	-	170,000
Small Equipment	32,429	9,849	-	-	42,278	-	-	42,278
Miscellaneous	821	273	-	-	1,094	-	1,000	2,094
County Auditor's levy expense	59,876	19,959	-	-	79,835	-	-	79,835
	<u>3,347,251</u>	<u>1,169,917</u>	<u>195,323</u>	<u>170,000</u>	<u>4,882,491</u>	<u>135,157</u>	<u>27,215</u>	<u>5,044,863</u>
Depreciation	<u>165,333</u>	<u>55,111</u>	<u>-</u>	<u>-</u>	<u>220,444</u>	<u>-</u>	<u>-</u>	<u>220,444</u>
<b>TOTAL</b>	<u><u>\$ 3,512,584</u></u>	<u><u>\$ 1,225,028</u></u>	<u><u>\$ 195,323</u></u>	<u><u>\$ 170,000</u></u>	<u><u>\$ 5,102,935</u></u>	<u><u>\$ 135,157</u></u>	<u><u>\$ 27,215</u></u>	<u><u>\$ 5,265,307</u></u>

See accompanying notes to the financial statements.

**MEALS ON WHEELS - OLDER ADULT ALTERNATIVES OF FAIRFIELD COUNTY, INC.**  
**STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2024**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Change in net assets	\$ 911,699
<b>Adjustments to reconcile change in net assets to net cash provided by operating activities</b>	
Depreciation	220,444
(Gain)/loss on sale of capital asset	(10,695)
Unrealized (gain)/loss on investments	(24,901)
<b>(Increase) decrease in operating assets</b>	
Tax levy receivable	(67,852)
Accounts receivable	(7,341)
Grants receivable	(2,000)
Inventory	6,256
Prepaid expenses	(2,020)
<b>Increase (decrease) in operating liabilities</b>	
Accounts payable	4,499
Levy accounts payable	58,686
Accrued salaries	6,384
Compensated absences	(49,498)
Unearned revenue	9,166

**NET CASH PROVIDED BY OPERATING ACTIVITIES** 1,052,827

**CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of property, plant and equipment	(326,446)
Proceeds from sale of property, plant and equipment	10,695
Interest reinvested	(11,745)
Investment contributions	(5,474)
Realized gains	(11,635)

**NET CASH (USED) BY INVESTING ACTIVITIES** (344,605)

**CHANGE IN CASH AND CASH EQUIVALENTS** 708,222

**CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR** 2,286,080

**CASH AND CASH EQUIVALENTS, END OF YEAR** \$ 2,994,302

See accompanying notes to the financial statements.

**Meals on Wheels-Older Adults Alternative of Fairfield County, Inc.**

*Notes to the Financial Statements  
For the Year Ended December 31, 2024*

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**Note 1 – Description of the Organization**

Meals on Wheels – Older Adult Alternatives of Fairfield County, Inc. (the Organization) is a nonprofit organization that provides meals, transportation and other services for the elderly. The Organization's services are limited to Fairfield County. The Organization is supported primarily through federal and state grants and monies received from the collection of a tax levy for the purposes of providing senior services to Fairfield County Seniors.

**Note 2 – Summary of Significant Accounting Policies**

The Organization prepares its financial statements in accordance with generally accepted accounting principles promulgated in the United States of America (U.S. GAAP) for not-for-profit entities. The significant accounting and reporting policies used by the Organization are described subsequently to enhance the usefulness and understandability of the financial statements.

**Basis of Accounting**

The Organization prepares its financial statements using the accrual basis of accounting and accounting principles generally accepted in the United States of America.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles 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 reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Net Assets**

The financial statements report net assets and changes in net assets in two classes that are based upon the existence or absence of restrictions on use that are placed by its donors, as follows:

Net assets without donor restrictions – Net assets without donor restrictions are resources available to support operations. The only limits on the use of these net assets are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

Net assets with donor restrictions – Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. Some donor-imposed restrictions are temporary in nature, and the restriction will expire when the resources are used in accordance with the donor's instructions or when the stipulated time has passed. Other donor-imposed restrictions are perpetual in nature; the Organization must continue to use the resources in accordance with the donor's instructions.

An organization's unspent contributions are included in this class if the donor limited their use.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions. Net assets restricted for acquisition of buildings or equipment (or less commonly, the contribution of those assets directly) are reported as net assets with donor restrictions until the specified asset is placed in service by the Organization, unless the donor provides more specific directions about the period of its use.

Net assets with donor restrictions are further discussed in note 12.

**Meals on Wheels-Older Adults Alternative of Fairfield County, Inc.**

*Notes to the Financial Statements  
For the Year Ended December 31, 2024*

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**Classification of Transactions**

All revenues and net gains are reported as increases in net assets without donor restrictions in the statement of activities unless the donor specified the use of the related resources for a particular purpose or in a future period. All expenses and net losses other than losses on endowment investments are reported as decreases in net assets without donor restrictions. Net gains on endowment investments increase net assets with donor restrictions, and net losses on endowment investments reduce that net asset class. The Organization had no endowments.

**Cash and Cash Equivalents**

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

**Accounts Receivable**

Accounts receivable are shown at their net realizable value. Uncollectible accounts are charged to operations during the period in which they are determined to be uncollectible. Management believes that the direct write-off method closely approximates the reserve method of accounting for uncollectible accounts and believes that a reserve for bad debts is not required at December 31, 2024. There was no bad debt expense or write-offs for the year ended December 31, 2024.

**Prepaid Expenses**

Payments made to vendors for services that will benefit periods beyond December 31, 2024 are recorded as prepaid expenses using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expense is reported in the fiscal year in which the services are consumed.

**Property and Equipment**

Property and equipment are recorded at cost and depreciated over their estimated useful lives ranging from 3 to 40 years by the straight-line method. Repairs and maintenance are charged to operations when incurred and additions and improvements are capitalized. The Organization capitalized assets with costs exceeding \$1,000 and useful lives in excess of one year through March 10, 2020. For additions and improvement recognized on or after March 11, 2020, the Organization capitalizes assets with costs exceeding \$5,000 and useful lives in excess of one year.

**Contributions**

Contributions of cash and other assets, including unconditional promises to give, are recognized as contributions of financial assets when received. All contributions are reported as increases in net assets without donor restrictions unless use of the contributed assets is specifically restricted by the donor. Amounts received that are restricted by the donor to use in future periods or for specific purposes are reported as increases in net assets with donor restrictions. Unconditional promises with payments due in future years have an implied restriction to be used in the year the payment is due, and therefore are reported as restricted until the payment is due, unless the contribution is clearly intended to support activities of the current fiscal year. Conditional promises, such as matching grants, are not recognized until they become unconditional, that is, until all conditions on which they depend are substantially met.

Donations of real property, services and other non-financial assets are recorded as contributions of non-financial assets and reported at their estimated fair value at the date of the gift. Such donations are reported as support without donor restrictions unless the donor has restricted the donated asset for a specific purpose.

**Revenue**

Contract and grant revenue is recognized when the qualifying costs are incurred for cost-reimbursement grants or contracts or when a unit of service is provided for performance grants. Grant revenue from federal agencies is subject to independent audit under the Office of Management and Budget's audit requirements for federal awards and review by grantor agencies. The review could result in the disallowance of expenditures under the terms of the grant or

**Meals on Wheels-Older Adults Alternative of Fairfield County, Inc.**

*Notes to the Financial Statements  
For the Year Ended December 31, 2024*

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reductions of future grant funds. Based on prior experience, the Organization's management believes that costs ultimately disallowed, if any, would not materially affect the financial position of the Organization.

**Concentration of Credit Risk**

Financial instruments that potentially subject the Organization to concentrations of credit risk consist principally of cash and cash equivalents and accounts receivable. The Organization maintains cash and cash equivalents with various financial institutions to limit exposure with any one financial institution. The Organization's receivables present virtually no risk of collection since they are due from government agencies and generally received prior to the date of the accountants' report.

**Fair Value of Financial Instruments**

The carrying value of the Organization's financial instruments, including cash, cash equivalents, accounts receivable, accounts payable and short-term debt approximates fair value due to their short-term maturities.

**Expense Recognition and Allocation**

The cost of providing the Organization's programs and other activities is summarized on a functional basis in the statement of activities and statement of functional expenses. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. Costs common to multiple functions have been allocated among the various functions benefited using a reasonable allocation method that is consistently applied, as follows:

- Salaries and wages, benefits and payroll taxes are allocated based on activity reports prepared by key personnel.
- In-kind contributions, county levy fees, and depreciation are allocated based on allocation percentages prepared by key personnel.
- Other expenses are allocated based on usage, typically by number of clients served.

General and administrative expenses include those costs that are not directly identifiable with any specific program, but which provide for the overall support and direction of the Organization.

**Income Tax Status**

The Organization is a not-for-profit organization classified as an other-than-private foundation and is exempt from income taxes under Internal Revenue Section 501(c)(3). Accordingly, no provision for federal income tax has been made in the accompanying financial statements. The Organization is subject to tax on income from any unrelated business.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain tax position that more likely than not would be sustained upon examination by the Internal Revenue Service. The Organization has analyzed the tax positions taken by the Organization, and has concluded that as of December 31, 2024, there are no uncertain positions taken or expected to be taken that would require recognition (or asset) or disclosure in the financial statements. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to income tax examinations for years prior to 2021.

**Meals on Wheels-Older Adults Alternative of Fairfield County, Inc.**

*Notes to the Financial Statements  
For the Year Ended December 31, 2024*

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**Note 3 – Liquidity and Availability**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of December 31, 2024 are:

Financial assets:	
Cash and cash equivalents	\$2,994,302
Tax levy receivable	105,813
Accounts receivable	65,444
Grants receivable	2,000
Investments	441,662
Total financial assets	<u>3,609,221</u>
Less financial assets held to meet donor-imposed restrictions:	
Purpose-restricted net assets (Note 12)	<u>(209,100)</u>
Amount available for general expenditures within one year	<u>\$3,400,121</u>

The above table reflects donor-restricted funds as unavailable because the Organization must spend these resources in accordance with donor agreements. Note 12 provides more information about those funds.

**Note 4 – Tax Levy Receivable**

Fairfield County has a senior services tax levy for which services are provided by and through Meals on Wheels. In 2013, the County renewed their tax levy at 0.5 mills for each one dollar of valuation, which is equal to five cents (\$.05) for every \$100 of real property valuation. The levy was renewed in November 2018 with an increase of 0.3 mills for each dollar of valuation. Collections on this levy began in 2019 and ended in 2023. The 0.8 mill levy was renewed in November of 2023. Collections began in 2024 and will continue for 5 years. The purpose of the levy is to provide services for older adult residents (aged 60 and older), including, but not limited to: home delivered meals, congregate site meals and activities, nutrition education, nutrition counseling, caregiver relief and support services, minor home repairs, transportation, and other senior citizens services.

The Organization recognizes as a receivable the difference between what was appropriated by the County for the levy and what has been released to Meals on Wheels for payment of expenditures.

As of December 31, 2024, the Organization has unappropriated funds at the County in the amount of \$1,917,709.

**Note 5 – Fair Value Measurements**

The Organization reports fair value measures of its assets and liabilities using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The asset or liability's measurement within the fair value hierarchy is based on the lowest level of input that is significant to the measurement. The three levels of inputs used to measure fair value are as follows:

Level 1 – Quoted prices for identical assets or liabilities in active markets to which the Organization has access at the measurement date.

Level 2 – Inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include:

- quoted prices for similar assets or liabilities in active market;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- observable inputs other than quoted prices for the asset or liability; and
- inputs that are derived principally from, or corroborated by, observable market data by correlation or other means.

Level 3 – Unobservable inputs for the asset or liability. Unobservable inputs should be used to measure the fair value if



**Meals on Wheels-Older Adults Alternative of Fairfield County, Inc.**

*Notes to the Financial Statements  
For the Year Ended December 31, 2024*

observable inputs are not available.

**Note 6 – Investments**

In 2017, Meals on Wheels established a fund with the Fairfield County Foundation. The investments are held in a pool of assets held by the Foundation for the benefit of various organizations.

An allocation of types of investments held by the Fairfield County Foundation, percentages held in each type, and approximate dollar amounts invested in each type at December 31, 2024 follows:

	Fair Value	Percentage
Corporate bonds	\$28,001	6.34
Stocks	77,865	17.63
Government Agencies	2,429	0.55
Partnerships	10,467	2.37
Certificates of deposit	618	0.14
Mutual funds	296,312	67.09
Money market	25,970	5.88
Total	<u>\$441,662</u>	<u>100.00</u>

All investments are valued using Level 1 inputs.

**Note 7 – Inventory**

Inventory consists of food, beverages and supplies and is priced at cost on the first-in first-out basis.

**Note 8 – Property and Equipment**

Property and equipment consist of the following:

	Balance 12/31/23	Additions	Disposals	Balance 12/31/24
Land	\$20,600	\$-	\$-	\$20,600
Construction in process	8,500	-	(8,500)	0
Office equipment	262,913	-	(4,120)	258,793
Kitchen equipment	479,624	58,959	-	538,583
Vehicles	1,203,732	118,654	(95,559)	1,226,827
Buildings and improvements	1,639,373	157,334	-	1,796,707
	<u>3,614,742</u>	<u>334,947</u>	<u>(108,179)</u>	<u>3,841,510</u>
Accumulated Depreciation by Class:				
Office equipment	(191,471)	(5,132)	4,120	(192,483)
Kitchen equipment	(433,642)	(43,277)	-	(476,919)
Vehicles	(955,521)	(103,655)	95,559	(963,617)
Buildings and improvements	(223,596)	(68,381)	-	(291,977)
	<u>(1,804,230)</u>	<u>(220,445)</u>	<u>99,679</u>	<u>(1,924,996)</u>
Total Accumulated Depreciation				
	<u>(1,804,230)</u>	<u>(220,445)</u>	<u>99,679</u>	<u>(1,924,996)</u>
<b>NET PROPERTY AND EQUIPMENT</b>	<u>\$1,810,512</u>	<u>\$114,502</u>	<u>(\$8,500)</u>	<u>\$1,916,514</u>

**Meals on Wheels-Older Adults Alternative of Fairfield County, Inc.**

*Notes to the Financial Statements  
For the Year Ended December 31, 2024*

**Note 9 – Compensated Absences**

Regular full-time employees and regular part-time employees (regularly working 15 hours or more per week) are eligible to accrue paid time off credit on a bi-weekly basis beginning on the first day of work. Regular full-time and part-time employee paid time off credit accrues at the rate set forth as outlined in the chart below according to their years of service. For full-time employees only, any accrued and unused paid time off balance that an employee accumulates on a bi-weekly basis beyond the annual maximum accrual will be rolled into a short-term disability bank and may accumulate up to 520 hours. Part-time employees are not eligible to participate in the short-term disability benefit. Upon resignation or retirement from active service, an employee may elect to be paid for their accrued paid time off balance up to a maximum of 80 hours of pay. Compensated absences as of December 31, 2024 was \$44,948.

Years of service	Yearly Accrual And Maximum Accrual	Accrued per 80 hours worked for full time staff	Yearly Maximum Accrual	Accrued per hour worked for part-time
Less than 8 yrs.	216 hours	8.31	72 hours	0.046
8-19 years	264 hours	10.15	108 hours	0.069
20+ years	312 hours	12.00	144 hours	0.092

**Note 10– Grants**

Grants are made to the Organization by various local organizations and government agencies. Some of these grants are restricted as to use and are therefore reported as donor-restricted revenues.

**Note 11– Contributions**

Donations are received from recipients of services and the general public. The donations of financial assets received for the year ended December 31, 2024 totaled \$256,930.

The Organization benefits from personal services provided by a substantial number of volunteers. Those volunteers have donated significant amounts of time and services in the Organization's program operations and in its fundraising campaigns. However, the majority of the contributed services do not meet the criteria for recognition in financial statements. GAAP allow recognition of contributed services only if (a) the services create or enhance nonfinancial assets, or (b) the services would have been purchased if not provided by contribution require specialized skills, and are provided by individuals possessing those skills. Donated salaries and contributions with an estimated fair value of \$75,442 met those criteria and are included in contributions of nonfinancial assets revenue in the statement of activities. The donated services in the amounts of \$56,582 and \$18,860 were utilized during the year by the Nutrition Services Division and the Aging Services Division, respectively. The Organization estimates the fair value of these services utilizing estimates of hourly wages that would be paid for similar services in the United States.

**Note 12 – Net Assets With Donor Restrictions**

At December 31, 2024, net assets with donor restrictions are available for the following purpose:

Purpose restrictions, available for spending:	
Elevator and Sprinkler Project	\$200,000
Pet Program	3,216
Older Adult Network	5,884
Total purpose-restricted net assets	209,100
Total net assets with donor restrictions	<u>\$209,100</u>

**Meals on Wheels-Older Adults Alternative of Fairfield County, Inc.**

*Notes to the Financial Statements  
For the Year Ended December 31, 2024*

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**Note 13 – Subsequent Events**

The Organization's management has performed an analysis for the activities and transactions subsequent to December 31, 2024 to determine the need for any adjustments or disclosures within the financial statements. The Organization entered into a contract with VFP Fire Systems, Inc. to install a fire suppression system on January 30, 2025. The estimated cost of this system is \$299,990. Management has performed the analysis through May 19, 2025.

**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***

**Independent Auditor's Report**

Board of Trustees  
Meals on Wheels-Older Adults Alternative of Fairfield County, Inc.  
1515 Cedar Hill Road  
Lancaster, Ohio 43130

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 (*Government Auditing Standards*), the financial statements of Meals on Wheels-Older Adults Alternative of Fairfield County, Inc., Fairfield County, Ohio (the Organization), which comprise the statement of financial position as of December 31, 2024, 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 19, 2025.

**Report on 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) as a basis for designing 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.

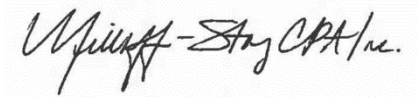
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

### **Report on 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result 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 black ink that reads "Millhuff-Stang CPA, Inc." The signature is written in a cursive, flowing style.

Millhuff-Stang, CPA, Inc.  
Chillicothe, Ohio

May 19, 2025

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# OHIO AUDITOR OF STATE KEITH FABER



## MEALS ON WHEELS - OLDER ADULT ALTERNATIVES OF FAIRFIELD COUNTY

### FAIRFIELD COUNTY

#### AUDITOR OF STATE OF OHIO CERTIFICATION

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.



Certified for Release 7/29/2025

65 East State Street, Columbus, Ohio 43215  
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at  
[www.ohioauditor.gov](http://www.ohioauditor.gov)