

Kenosha Area Family and Aging Services, Inc.

Audited Financial Statements

with

Independent Auditor's Report

For the Year Ended December 31, 2021

With Summarized Financial Information

For the Year Ended December 31, 2020

Kenosha Area Family and Aging Services, Inc.

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November 15, 2022

To the Board of Directors
Kenosha Area Family and Aging Services, Inc.
Kenosha, Wisconsin

Independent Auditor's Report

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Kenosha Area Family and Aging Services, Inc. (a Not-for-Profit Organization), which comprise the Statement of Financial Position as of December 31, 2021, and the related Statements of Activities, Cash Flows, and Functional Expenses for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Kenosha Area Family and Aging Services, Inc., as of December 31, 2021, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 further required to be independent of Kenosha Area Family and Aging Services, Inc., 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 opinions.

Responsibilities of Management 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, 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 Kenosha Area Family and Aging Services, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be 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 generally accepted auditing standards 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 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 generally accepted auditing standards 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 Kenosha Area Family and Aging Services, Inc.'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 Kenosha Area Family and Aging Services, Inc.'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.

Report on Summarized Comparative Information

We have previously audited the Kenosha Area Family and Aging Services, Inc.'s 2020 financial statements, and we expressed an unmodified audit opinion on those financial statements in our report dated September 28, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary Information

Our audit was performed for the purpose of forming an opinion on the financial statements of Kenosha Area Family and Aging Services, Inc., taken as a whole. The accompanying Schedule of Expenditures of Federal and State Awards is presented for purposes of additional analysis as required by The Uniform Guidance and is not a required part of the financial statements. The accompanying Schedule of Revenue and Expenses, by Program, and Supporting Activities Expenses and Schedule of Revenue and Expenses, by Program—Family Services are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic 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 taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2022, on our consideration of Kenosha Area Family and Aging Services, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements. 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 Kenosha Area Family and Aging Services, Inc.'s internal control over financial reporting and compliance.

Gordon J. Maier & Company, LLP
Certified Public Accountants

Kenosha Area Family and Aging Services, Inc.
Statement of Financial Position
December 31, 2021
With Summarized Financial Information
December 31, 2020

Assets	2021	2020
Current Assets		
Cash and Cash Equivalents	\$ 491,221	\$ 450,622
Accounts Receivable (Note 1)		
Kenosha Co. Dept. of Children and Family Services	27,000	40,997
Kenosha Co. Div. of Aging and Disability Services	223,816	214,042
Client Payment	90,034	31,538
Other Receivables	40,169	22,001
Prepaid Expenses	315	1,450
Prepaid Insurance	5,421	8,451
Prepaid Rent	125	125
Total Current Assets	<u>878,101</u>	<u>769,226</u>
Property and Equipment (Note 1)		
Building and Building Improvements	377,905	377,905
Furniture and Fixtures	87,530	262,985
Land	33,500	33,500
	<u>498,935</u>	<u>674,390</u>
Less: Accumulated Depreciation	361,215	526,092
Net Property and Equipment	<u>137,720</u>	<u>148,298</u>
Other Assets		
Beneficial Interest in Assets Held by the Kenosha Community Foundation (Note 4)	160,911	142,597
Total Other Assets	<u>160,911</u>	<u>142,597</u>
Total Assets	<u>\$ 1,176,732</u>	<u>\$ 1,060,121</u>
Liabilities and Net Assets		
Current Liabilities		
Accounts Payable	\$ 55,387	\$ 32,870
Accrued Wages	39,219	28,905
Vacation and Sick	74,518	399
Employee Benefits and Payroll Taxes	16,080	42,136
PPP Loan and Accrued Interest	—	39,024
Total Current Liabilities	<u>185,204</u>	<u>143,334</u>
Net Assets		
Without Donor Restrictions		
Undesignated	833,407	749,473
Board Designated (Note 4)	100,000	100,000
With Donor Restrictions	58,121	67,314
Total Net Assets	<u>991,528</u>	<u>916,787</u>
Total Liabilities and Net Assets	<u>\$ 1,176,732</u>	<u>\$ 1,060,121</u>

The Accompanying Notes are an integral part of these Financial Statements

Kenosha Area Family and Aging Services, Inc.
Statement of Activities
For the Year Ended December 31, 2021
With Summarized Financial Information
For the Year Ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	2021 Totals	2020 Totals
Public Support and Revenue				
Government Support				
Kenosha County Department of Children and Family Services	\$ 574,946	\$ —	\$ 574,946	\$ 528,542
Kenosha County Division of Aging and Disability Services	2,128,757	—	2,128,757	1,799,284
Community and Family Care	63,723	—	63,723	41,799
IRIS	9,251	—	9,251	18,465
Corporation for National Services	68,500	—	68,500	70,743
Wisconsin Department of Health and Family Services—R.S.V.P.	10,326	—	10,326	10,326
Community Development Block Grant	3,994	—	3,994	18,289
Community Support				
Contributions	112,960	23,500	136,460	105,540
In-Kind Donations	2,100	—	2,100	12,388
United Way of Kenosha County, Inc.	1,712	10,008	11,720	22,512
Special Events	17,519	—	17,519	3,000
Revenue				
Client Program Contribution Revenue	74,829	—	74,829	74,969
Client Payments	94,465	—	94,465	74,288
Miscellaneous Income	485	33,000	33,485	427,732
Investment Income	19,950	—	19,950	20,391
Total Public Support and Revenue	<u>3,183,517</u>	<u>66,508</u>	<u>3,250,025</u>	<u>3,228,268</u>

The Accompanying Notes are an integral
part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Statement of Activities
For the Year Ended December 31, 2021
With Summarized Financial Information
For the Year Ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	2021 Totals	2020 Totals
Expenses				
Program Services				
Information, Assistance, and Access	1,331,034	—	1,331,034	1,186,936
R.S.V.P.	87,829	—	87,829	78,762
Meals on Wheels	757,882	—	757,882	645,970
Adult Nutrition	4,224	—	4,224	79,737
Volunteer Transportation	133,071	—	133,071	100,859
Daybreak	—	—	—	14,973
Foster Grandparent	57,498	—	57,498	—
Community Care Corps	16,265	—	16,265	—
Grocery Shopping	30,997	—	30,997	—
Music and Memory	7,521	—	7,521	—
Stepping On	6,720	—	6,720	—
Friendly Visitor	101,178	—	101,178	81,004
Family Services	537,689	—	537,689	417,243
Total Program Services	<u>3,071,908</u>	<u>—</u>	<u>3,071,908</u>	<u>2,605,484</u>
Supporting Activities				
Management and General	62,937	—	62,937	323,002
Fundraising	40,439	—	40,439	20,579
	<u>103,376</u>	<u>—</u>	<u>103,376</u>	<u>343,581</u>
Total Expenses	<u>3,175,284</u>	<u>—</u>	<u>3,175,284</u>	<u>2,949,065</u>
Change in Net Assets	83,934	(9,193)	74,741	279,203
Net Assets - January 1,	<u>849,473</u>	<u>67,314</u>	<u>916,787</u>	<u>637,584</u>
Net Assets - December 31,	<u><u>933,407</u></u>	<u><u>58,121</u></u>	<u><u>991,528</u></u>	<u><u>916,787</u></u>

The Accompanying Notes are an integral
part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Statement of Cash Flows
For the Year Ended December 31, 2021
With Summarized Financial Information
For the Year Ended December 31, 2020

Cash Flows from Operating Activities	2021	2022
Changes in Net Assets	\$ 74,741	\$ 279,203
Adjustments to Reconcile Changes in Net Assets to Net Cash Provided by Operating Activities		
Depreciation	17,816	22,088
Changes in Value of Investments	(18,314)	(18,910)
(Increase) Decrease in Operating Assets		
Accounts Receivable	(72,441)	(16,877)
Prepaid Insurance and Expenses	4,165	(662)
Increase (Decrease) in Operating Liabilities		
Accounts Payable	22,517	(29,407)
Accrued Vacation and Sick	74,119	399
Accrued Salaries	10,314	(49,901)
Accrued Employee Benefits and Taxes	(26,056)	2,478
Total Adjustments	<u>12,120</u>	<u>(90,792)</u>
Net Cash Provided by (Used in) Operating Activities	<u>86,858</u>	<u>188,411</u>
 Cash Flows from Investing Activities		
Purchase of Equipment	(7,238)	—
Forgiveness of Loans	(39,024)	
Proceeds from Loans	—	39,024
Net Cash Provided by (Used in) Investing Activities	<u>(46,259)</u>	<u>39,024</u>
 Net Increase (Decrease) in Cash and Cash Equivalents	40,599	222,295
Cash and Cash Equivalents-January 1,	<u>450,622</u>	<u>228,327</u>
 Cash and Cash Equivalents-December 31,	<u>\$ 491,221</u>	<u>\$ 450,622</u>

The Accompanying Notes are an integral part of these Financial Statements

Kenosha Area Family and Aging Services, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2021
With Summarized Financial Information
For the Year Ended December 31, 2020

	Information, Assistance, and Access	R.S.V.P	Meals on Wheels	Adult Nutrition	Volunteer Transportation	Foster Grandparent	Community Care Corps	Grocery Shopping	Music and Memory	Stepping On	Friendly Visitor
Operating Expenses											
Salaries	1,043,167	57,340	241,051	-	88,855	35,806	13,813	12,440	5,864	3,648	67,309
Payroll Taxes	75,131	4,288	17,778	-	6,635	2,564	875	1,004	566	236	5,028
Employee Benefits	170,018	8,395	53,830	-	6,975	6,118	469	178	131	1,552	10,726
Professional Fees	13,605	1,053	6,473	5	2,354	2,337	41	361	50	30	823
Food Costs	-	-	363,398	-	-	-	-	-	-	-	-
Site Supplies	-	306	16,205	-	228	1,380	24	13,527	29	4	144
Telephone	579	217	4,183	-	389	276	141	160	14	6	7,815
Postage and Delivery	-	54	2,563	2	218	62	-	-	-	-	283
Site Rent	-	-	6,819	1,801	-	-	-	-	-	-	-
Supplies	53	5,350	8,376	-	304	2,093	145	503	465	1	272
Utilities	-	905	4,180	-	1,427	426	156	223	91	31	953
Computer, Copier and Equipment											-
Maintenance and Rental	389	2,692	11,280	13	3,821	283	94	860	89	218	5,637
Repairs and Maintenance	-	239	894	303	377	2,436	458	38	15	4	245
Subscriptions, Publications and Dues	309	22	147	-	31	396	-	1	1	-	19
Travel Expense	2,018	90	3,176	-	17,303	922	-	1,189	-	-	-
Conferences and Training	2,948	191	1,811	-	1,342	143	-	-	-	982	-
Insurance	4,394	2,621	4,082	-	1,103	125	43	65	18	7	983
Client Support		-	1,858	-	-	-	-	-	-	-	-
Volunteer Recognition		2,973	28	-	-	1,940	-	-	-	-	-
Advertising		57	3,338	-	234	15	6	6	1	1	16
Bad Debt Expense		-	2,075	-	-	-	-	-	-	-	-
In-kind Donated Expense		-	-	2,100	-	-	-	-	-	-	-
Other Expenses	18,423	32	-	-	-	176	-	442	-	-	-
Depreciation Expense	-	1,004	4,337	-	1,475	-	-	-	187	-	925
Total Expenses	1,331,034	87,829	757,882	4,224	133,071	57,498	16,265	30,997	7,521	6,720	101,178

Kenosha Area Family and Aging Services, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2021
With Summarized Financial Information
For the Year Ended December 31, 2020

	Family Services	Total Program Services	Management and General	Fund- raising	Total Supporting Services	2021 Total	2020 Total
Operating Expenses							
Salaries	387,686	1,956,979	22,724	11,255	33,979	1,990,958	1,869,518
Payroll Taxes	28,252	142,357	1,196	801	1,997	144,354	140,045
Employee Benefits	74,358	332,750	5,831	1,981	7,812	340,562	303,798
Professional Fees	5,734	32,866	2,759	20,134	22,893	55,759	31,230
Food Costs	-	363,398	-	-	-	363,398	353,200
Site Supplies	577	32,424	-	66	66	32,490	36,590
Telephone	6,430	20,210	686	183	869	21,079	20,457
Postage and Delivery	95	3,277	264	743	1,007	4,284	4,431
Site Rent	-	8,620	-	-	-	8,620	8,863
Supplies	1,110	18,672	3,869	1,316	5,185	23,857	13,457
Utilities	6,121	14,513	757	397	1,154	15,667	12,703
Computer, Copier and Equipment					-	-	
Maintenance and Rental	10,960	36,336	9,637	1,164	10,801	47,137	19,868
Repairs and Maintenance	1,658	6,667	-	140	140	6,807	25,502
Subscriptions, Publications and Dues	643	1,569	169	210	379	1,948	4,516
Travel Expense	3,554	28,252	-	43	43	28,295	30,765
Conferences and Training	996	8,413	1,949	-	1,949	10,362	9,608
Insurance	1,919	15,360	2,569	126	2,695	18,055	16,710
Client Support	961	2,819	2,975	-	2,975	5,794	2,691
Volunteer Recognition	-	4,941	-	-	-	4,941	2,510
Advertising	100	3,774	50	941	991	4,765	1,139
Bad Debt Expense	-	2,075	-	-	-	2,075	139
In-kind Donated Expense	-	2,100	-	-	-	2,100	9,467
Other Expenses	-	19,073	4,696	394	5,090	24,163	11,506
Depreciation Expense	6,535	14,463	2,809	545	3,354	17,817	20,350
Total Expenses	<u>537,689</u>	<u>3,071,908</u>	<u>62,940</u>	<u>40,439</u>	<u>103,379</u>	<u>3,175,287</u>	<u>2,949,065</u>

The Accompanying Notes are an integral part of these Financial Statements

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note 1. Summary of Significant Accounting Policies

Organization

The Kenosha Area Family and Aging Services, Inc. (Organization) was established in 1969 to serve residents of Kenosha County, Wisconsin. The Organization's mission is to support the development of healthy families and prevent the abuse and neglect of children and the elderly by providing services such as home delivered meals, congregate meals, transportation, friendly visitors, group respite care, benefit assistance information and assistance, outreach, parenting training and classes, and volunteer management. The Organization is exempt from Federal income taxes under its present method of operation provided for in Section 501(c)(3) of the Internal Revenue Code. Having qualified for exemption under provisions of the Internal Revenue Code, the Organization is also exempt from Wisconsin income taxes as provided in Chapter 181 of the Wisconsin Statutes. The Organization's revenue comes primarily from state, local, and federal government grants.

Basis of Accounting

The financial statements of Kenosha Area Family and Aging Services, Inc., have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

Financial statement presentation follows the standards of the FASB ASC 958, *Not-for-Profit Entities*. Under FASB ASC 958, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions.

Net assets of the Organization and changes therein are classified and reported as follows:

Without Donor Restrictions—Net assets that are not subject to donor-imposed restrictions.

With Donor Restrictions—Net assets subject to donor-imposed restrictions that will be met either by actions of the Organization and/or the passage of time.

All contributions and grants are considered to be available for unrestricted use unless specifically restricted by the donor or grantor. Restricted contributions received are considered net assets with donor restrictions until expenses are incurred in compliance with the donor's restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished) net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

This information is an integral part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note 1. Summary of Significant Accounting Policies (cont.)

Promises to Give

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met.

Property and Equipment

All acquisitions of property and equipment in excess of \$1,500 and all costs for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment purchases are stated at cost, while donated items are capitalized at fair value at date of donation.

Depreciation is provided on the straight-line method over the estimated useful lives of the related assets, which range between seven and thirty-five years.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Organization considers cash and cash equivalents as currency on hand, demand deposits, savings, and money market accounts with banks or other financial institutions that have original maturities of less than three months.

Donated Services

Donated services are recognized as contributions in accordance with FASB ASC 958, *Not-for-Profit Entities*, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

The value of donated printing, electrical, accounting, and auditing services included as contributions in the financial statements for the years ended December 31, 2021 and 2020, was \$2,100 and \$9,658, respectively. In addition, many individuals volunteer their time and perform a variety of tasks that assist the Organization, such as driving clients, driving for Meals on Wheels, and visiting clients, that are not recognized in the financial statements since they did not meet the criteria for recognition under FASB ASC 958, *Not-for-Profit Entities*.

Use of Estimates

The process of preparing financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues, and expenses. Such estimates primarily relate to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

This information is an integral part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note I. Summary of Significant Accounting Policies (cont.)

Receivable

Management periodically reviews and evaluates outstanding accounts receivable. Accounts receivable that are deemed uncollectible are charged to bad debt expense. Management deemed no allowance for doubtful accounts to be required.

Expense Allocation

Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time studies. Management and general expenses include those expenses that are not directly identifiable with any specific function but provide for the overall support and direction of the Organization.

The Organization has adopted accounting for uncertainty income taxes guidance, FASB ASC 740, *Income Taxes*. Management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in law, and new authoritative rulings. As of December 31, 2021, management believes all tax-related expenses and benefits have been recognized. As of December 31, 2021, and 2020, the Organization has no accrued interest or penalties associated with uncertain tax positions. The Organization files a federal information return in the United States jurisdiction and a state information return in state jurisdiction. The Organization is no longer subject to income tax examinations for years prior to 2018.

Concentration of Risks

Cash and Cash Equivalents

The Organization maintains its cash accounts at three banks in Kenosha, Wisconsin. The Federal Deposit Insurance Corporation (FDIC) guarantees accounts up to \$250,000. As of December 31, 2021 and 2020, the Organization had \$491,208 and \$395,609, respectively, on deposit, of which \$136,908 and \$71,647 was not insured by the FDIC.

Revenue/Receivable

The Organization received approximately 65.97% of its funding from Kenosha County during the year ended December 31, 2021, and approximately 72.11% from Kenosha County during the year ended December 31, 2020. As of December 31, 2021 and 2020, 100% of the accounts receivable balance was from two funding sources and was collected 100% shortly after year end.

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note 2. Beneficial Interest in Assets Held by the Kenosha Community Foundation

The Organization established the Kenosha Area Family and Aging Services, Inc.'s Meals on Wheels Endowment Fund at the Kenosha Community Foundation. The fund was established to support the designated purposes of Kenosha Area Family and Aging Services, Inc. Investment income of the fund is distributed to Kenosha Area Family and Aging Services, Inc., in such amounts and at such times as its Board of Directors, or their designee, may request. Distributions of any fund principal amounts may be made and must be approved by at least 75% of Kenosha Area Family and Aging Services, Inc.'s Board of Directors after the approval of the Board of Directors of the Kenosha Community Foundation upon a minimum of a thirty-day advance notice provided by the Kenosha Area Family and Aging Services, Inc.'s Board of Directors, prior to the end of the calendar quarter.

The endowment fund held by the Kenosha Community Foundation is in pooled investment accounts. Investments held by the Foundation include common stocks, U.S. treasury notes, mutual funds, and other fixed-income accounts. The investment returns, net of trustee fees, are allocated to Kenosha Area Family and Aging Services, Inc.'s endowment fund based on the endowment's average monthly balance in relationship to total funds invested by the foundation.

	2021	2020
Realized Gains	\$ 912	\$ 621
Interest Income	5,093	—
Net Unrealized Gains (Losses)	13,796	19,509
Administrative Fees	<u>(1,487)</u>	<u>(1,220)</u>
	<u>\$ 18,314</u>	<u>\$ 21,094</u>

Note 3. Endowment

In May of 2011, Kenosha Area Family and Aging Services, Inc., designated \$100,000 of unrestricted net assets to establish the Kenosha Area Family and Aging Services, Inc., Endowment Fund at the Kenosha Community Foundation. The fund was established to support the designated purposes of Kenosha Area Family and Aging Services, Inc. Since the amount resulted from an internal designation and is not donor restricted, it is classified and reported as unrestricted net assets.

Return Objectives and Risk Parameters (Investment Policy)

See Note 3 under Beneficial Interest in Assets held by the Kenosha Community Foundation for the return objectives and risk parameters (investment policy).

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Kenosha Community Foundation relies on total return strategy in which investment returns are achieved through pooled investment accounts. The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term objectives within prudent risk constraints.

This information is an integral part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note 3. Endowment (cont.)

Spending Policy and How the Investment Objectives Relate to Spending Policy

See Note 3 under Beneficial Interest in Assets held by the Kenosha Community Foundation for the investment policy for the assets held at the Kenosha Community Foundation.

In order to facilitate the Organization's income planning and quarterly support of their programs, the Kenosha Community Foundation's intent is to quarterly distribute ("spend income earned") for use of Kenosha Area Family and Aging Services, Inc.'s Meals on Wheels, but would maintain the market value of the endowment at \$100,000.

Endowment Net Asset Composition by Type of Fund as of December 31, 2021

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Donor-Restricted Endowment Funds	<u>\$ 160,911</u>	<u>\$ —</u>	<u>\$ 160,911</u>

Changes in Endowment Net Assets for the Fiscal Year Ended December 31, 2021

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Endowment Net Assets, Beginning of Year	<u>\$ 142,597</u>	<u>\$ —</u>	<u>\$ 142,597</u>
Investment Return			
Investment Income	912	—	912
Net Depreciation (Relized and Unrealized)	<u>18,889</u>	<u>—</u>	<u>18,889</u>
Total Investment Return	<u>19,801</u>	<u>—</u>	<u>19,801</u>
Distributions	<u>—</u>	<u>—</u>	<u>—</u>
Appropriation of Endowment Assets for Expenditure	<u>(1,487)</u>	<u>—</u>	<u>(1,487)</u>
Endowment Net Assets, End of Year	<u>\$ 160,911</u>	<u>\$ —</u>	<u>\$ 160,911</u>

This information is an integral part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note 3. Endowment (cont.)

Endowment Net Asset Composition by Type of Fund as of December 31, 2020

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Donor-Restricted Endowment Funds	<u>\$ 142,597</u>	<u>\$ —</u>	<u>\$ 142,597</u>

Changes in Endowment Net Assets for the Fiscal Year Ended December 31, 2020

	Net Assets without Donor Restrictions	Net Assets with Donor Restrictions	Total
Endowment Net Assets, Beginning of Year	<u>\$ 123,687</u>	<u>\$ —</u>	<u>\$ 123,687</u>
Investment Return			
Investment Income	621	—	621
Net Appreciation (Realized and Unrealized)	<u>19,509</u>	<u>—</u>	<u>19,509</u>
Total Investment Return	<u>20,130</u>	<u>—</u>	<u>20,130</u>
Distributions	<u>—</u>	<u>—</u>	<u>—</u>
Appropriation of Endowment Assets for Expenditure	<u>(1,220)</u>	<u>—</u>	<u>(1,220)</u>
Endowment Net Assets, End of Year	<u>\$ 142,597</u>	<u>\$ —</u>	<u>\$ 142,597</u>

Note 4. Funds Held in Trust

The Organization serves as a fiscal agent for the R.S.V.P. Volunteers. As a fiscal agent, Kenosha Area Family and Aging Services, Inc., receives funds from various contributors and only disburses these funds as approved by the R.S.V.P. Volunteers. The cash is restricted for this use only.

Note 5. Line-of-Credit

The Organization has an available line of credit. The line of credit available to the Organization as of December 31, 2021 and 2020 was \$200,000 from Johnson Bank. Borrowings made under the line of credit as of December 31, 2021 and 2020 were \$-0- and \$-0-, respectively. The line of credit with Johnson Bank expires on October 27, 2021.

This information is an integral part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note 6. Net Assets with Donor Restriction

The Organization receives contributions that are to be spent for specific purposes and/or periods. These assets are considered to be temporarily restricted until the funds are spent for the intended purpose or time restriction is met.

Net assets with donor restrictions are available for the following purposes and/or periods:

For the Year Ended December 31, Subject to Expenditure for Specified Purpose	2021	2020
Program Activities		
United Way and Johnson Bank—Meals on Wheels	\$ 6,921	\$ 9,263
Bader Grant—Socialization and Tech Support	12,946	—
Senior Meals	3,000	
Family Services	25,000	
T-3 Donations—Meals on Wheels and Adult Nutrition	<u>10,254</u>	<u>58,052</u>
Total Net Assets with Donor Restrictions	<u>\$ 58,121</u>	<u>\$ 67,314</u>

Note 7. Operating Leases

The Organization rents space at four different locations throughout Kenosha County to be the host site for the adult nutrition program. The rental agreements are on an annual basis, expiring on December 31, 2021, and can be terminated by either party with a sixty-day written notice. In addition, the Organization also rents a space in Kenosha County for the Daybreak program. The rental agreement is on a month-to-month basis and can be terminated by either party with a ninety-day written notice. The rent expense for the years ended December 31, 2021 and 2020 was \$8,620 and \$8,863, respectively.

Note 8. Program Services

The Organization offers the following program services:

Information, Assistance, and Access—Information about services available to older persons is provided by phone, online, or through office visits. Assistance in accessing services and assessments for the Family Care Program and other long-term care needs is also provided.

R.S.V.P. (Retired Senior Volunteer Program)—Retirees age 55 and over are recruited as volunteers to share their valuable experience and skills with not-for-profit organizations. Volunteers receive training, volunteer opportunities matching their skills and interests, transportation assistance, recognition, and other support services.

This information is an integral part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note 8. Program Services (cont.)

Meals on Wheels—Volunteers deliver meals to elderly or disabled persons in their homes. Lunch and evening meals are available weekdays and on weekends. The Meals on Wheels program enables the elderly, the sick, and the disabled to remain in their own homes with help from people who care. Through Meals on Wheels, home-delivered meals are provided to persons who are unable to prepare their own meals and are at risk of going to a nursing home.

Adult Nutrition—Lunchtime meals are served weekdays at six locations for persons aged 60 and over. Activities and information about services are also provided.

Volunteer Transportation—Volunteer drivers provide rides for elderly and disabled persons to medical appointments, shopping, and other essential trips.

Daybreak—Group respite care is offered weekdays in Kenosha, Bristol, and Twin Lakes to persons with Alzheimer's or related dementia and their caregivers.

Foster Grandparent—Connects senior role models with youth who have exceptional needs. Seniors receive enrichment while providing support and comfort to children helping to promote a successful future.

Community Care Corps Home Repair—Provide minor home repairs and maintenance to seniors or adults with disabilities to promote aging in place and to prevent community blight. Clients enjoy improved living conditions and a reduction in safety concerns due to the environmental improvements made.

Grocery Shopping—Increases accessibility to nutrition by providing assistance with the ordering, pickup and delivery of groceries to clients with barriers including Covid-19, inability to afford supportive home care, lack of support, inability to order online, or lack of internet access.

Stepping On—Evidence-based program proven to reduce falls by more than 31% for older people living in the community. The program provides strategies for positive lifestyle changes promoting independence and a more active lifestyle for aging adults.

Friendly Visitor—Volunteers make weekly visits to frail elderly persons in their homes to provide companionship and to reduce isolation.

Family Services—Kenosha Area Family and Aging Services, Inc., has been providing home visiting services to parents with infants, toddlers, and school-age children since 1971. Our home visitation services are focused on strengthening parent-child relationships, and engaging families as partners in the process of nurturing their children. We emphasize a proactive approach for preventing child abuse and neglect by promoting the idea that family and staff work together in relationships based on equality and respect. Our goals are:

- to prevent child abuse and neglect;
- to help parents provide a caring, nurturing, and healthy environment for their children;
- to promote the building of developmental assets for youth; and
- to support the development of healthy families.

This information is an integral part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note 8. Program Services (cont.)

The Organization offers more specific program services under the Family Services program as follows:

Family Support Program—Parenting skills training is provided to eligible families through regular in-home visits over a three- to six-month period. Information is provided on child development, nonphysical methods of child discipline, childcare, nutrition, preventive healthcare, and community resources.

Family Preservation Program—Families in crisis are provided intensive home visiting services (daily home visits and twenty-four hour a day emergency response) for an eight-week period to ensure the safety of their children. Counseling, parenting skills training, referrals to other agencies, and other support services are provided to stabilize the family and create a safe home environment for the children.

Family Preservation Safety Program (FPSP)—The Family Preservation Safety Program (FPSP) will provide short-term, in-home services to families experiencing a crisis involving an imminent risk of placement of their children. Staff is available twenty-four hours a day, seven days a week, and will provide an average of 10–15 hours of contact/instruction per week upon initial entry into the program based on the DCFS social worker’s assessment.

Case Management—Families receiving Medical Assistance who have children assessed to be at risk of physical, mental, or emotional dysfunction are eligible for case management services that include: an annual needs assessment, case plan development, and ongoing monitoring and service coordination to implement case plan.

Note 9. Retirement Plan

The Organization has a 403(b) Retirement Plan. Upon the employee meeting the minimum requirements of 21 years of age and two (2) years of 2,080 hours, the employee is eligible to participate in the Plan. The Organization will contribute to the Plan beginning the first month after the month in which the employee completes their second year of employment and is enrolled in the Plan. The Organization reserves the right to amend or terminate this Plan at the discretion of the Board of Directors. For the years ended December 31, 2021 and 2020, the Organization contributed \$16,752, and \$15,892, respectively, to the Retirement Plan.

Note 10. Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. The Statement of Functional Expenses contains summarized information that presents expenses by natural classification in total but not by functional classification. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization’s financial statements for the year ended December 31, 2020, from which the summarized information was derived.

This information is an integral part of these Financial Statements.

Kenosha Area Family and Aging Services, Inc.
Notes to Financial Statements
December 31, 2021 and 2020

Note 11. Subsequent Events

Management has evaluated all subsequent events through November 15, 2022, for possible inclusion in a disclosure in the financial statements.

Note 12. Liquidity and Availability of Resources

As of December 31, 2021, the Organization had \$872,240 of financial assets available in order to meet cash needs for general expenditures. This amount consisted of cash of \$491,221 and accounts receivable of \$381,019 in order to meet the cash needs within the next year.

The Organization has also addressed and is managing the cash flow and uses a variety of tools. The Organization has developed and instituted a monthly cash flow management report in dashboard form to assist in board awareness surrounding liquidity, and it is discussed at every board meeting. The Board continually assesses the timing of the accounts payable, monitors their budget monthly, and have prepared a budget with planned reserves for 2022, which they are working to execute. The Organization also has a line of credit that is available to them.

Note 13. Debt

During the year ended December 31, 2020, the Organization received loan proceeds from the SBA in the amount of \$457,400, pursuant to the Paycheck Protection Program (PPP), which was enacted March 27, 2020. The PPP, established as part of the Coronavirus Aid, Relief, and Economic Security Act (“CARES Act”), provides for loans to qualifying organizations for amounts up to 2.5 times the average monthly payroll expenses of the qualifying organization.

The loans and accrued interest are forgivable after either eight weeks or twenty-four weeks, as elected, as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent, and utilities, and maintains its payroll levels. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries during the elected eight-week or twenty-four week period.

The loan, which was issued on April 16, 2020, matures on April 16, 2022. The unforgiven portion of the PPP loan is payable over two years at an interest rate of 1% with a deferral of payments for the first six months. During the year ended December 31, 2021, the Organization had received forgiveness of \$38,634.

November 15, 2022

To the Board of Directors
Kenosha Area Family and Aging Services, Inc.
Kenosha, Wisconsin

**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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Kenosha Area Family and Aging Services, Inc., which comprise the Statement of Financial Position as of December 31, 2021, 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 November 15, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Kenosha Area Family and Aging Services, Inc.'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 Kenosha Area Family and Aging Services, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Kenosha Area Family and Aging Services, Inc.'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 Organization'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 Kenosha Area Family and Aging Services, Inc.'s financial statements are free of 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 report is not suitable for any other purpose.

Gordon J. Maier & Company, LLP
Certified Public Accountants

November 15, 2022

To the Board of Directors
Kenosha Area Family and Aging Services, Inc.
Kenosha, Wisconsin

**Report on Compliance for Each Major Federal Program; Report on Internal Control
over Compliance; Report on the Schedule of Expenditures of Federal and State Awards
Required by The Uniform Guidance**

Independent Auditor's Report

Report on Compliance for Each Major Federal Program

We have audited Kenosha Area Family and Aging Services, Inc.'s compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of Kenosha Area Family and Aging Services, Inc.'s major federal programs for the year ended December 31, 2021. Kenosha Area Family and Aging Services, Inc.'s major federal programs are 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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Kenosha Area Family and Aging Services, Inc.'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, Costs 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 Kenosha Area Family and Aging Services, Inc.'s compliance with those requirements and performing such other procedures as we consider 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 Kenosha Area Family and Aging Services, Inc.

Opinion on Each Major Federal Program

In our opinion, Kenosha Area Family and Aging Services, Inc., 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 December 31, 2021.

Report on Internal Control over Compliance

Management of Kenosha Area Family and Aging Services, Inc., 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 Kenosha Area Family and Aging Services, Inc.'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 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 Kenosha Area Family and Aging Services, Inc.'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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that a 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.

Report on the Schedule of Expenditures of Federal and State Awards Required by The Uniform Guidance

We have audited the financial statements of Kenosha Area Family and Aging Services, Inc., as of and for the year ended December 31, 2021, and have issued our report thereon dated November 15, 2022, which contained an unmodified opinion on those financial statements. 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 and State Awards is presented for purposes of additional analysis as required by The Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and related 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 Schedule of Expenditures of Federal and State Awards is fairly stated in all material respects in relation to the financial statements as a whole.

Gordon J. Maier & Company, LLP
Certified Public Accountants

Kenosha Area Family and Aging Services, Inc.
Schedule of Prior Year Findings and Questioned Costs
For the Year Ended December 31, 2021

Prior Year Financial Statement Findings

No financial statement findings were noted.

Prior Year Federal Award Findings and Questioned Costs

No federal award findings and questioned cost findings were noted.

**Kenosha Area Family and Aging Services, Inc.
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 2021**

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 x No
- Significant Deficiencies Identified? _____ Yes x No

Noncompliance Material to Financial Statements Noted? _____ Yes x No

Federal Awards

Internal Control over Major Programs:

- Material Weakness(es) Identified? _____ Yes x No
- Significant Deficiencies Identified? _____ Yes x No

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 2 CFR 200.516(a)? _____ Yes x No

Identification of Major Programs:

Federal CFDA#	Program/Grant Title
93.778	Medical Assistance Program

Dollar Threshold Used to Distinguish between
 Type A and Type B Programs: \$750,000

Auditee Qualifies as Low-Risk Auditee? x Yes _____ No

**Kenosha Area Family and Aging Services, Inc.
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2021**

Section II—Financial Statement Findings

None

Section III—Federal Award Findings and Questioned Costs

No findings or questioned costs were noted.

**Kenosha Area Family and Aging Services, Inc.
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2021**

Section IV—Other Issues

Does the auditor have substantial doubt about the auditee’s ability to continue as a going-concern? No

Does the audit report show audit issues (i.e., material noncompliance, nonmaterial noncompliance, questioned costs, material weaknesses, significant deficiencies, management letter comment) related to grants/contracts with funding agencies that require audits to be in accordance with the *Department of Health Services (DHS) Audit Guide, 2018 Revision*

Department of Health and Family Services No

Department of Workforce Development N/A

Department of Corrections N/A

Was a Management Letter or other document conveying audit comments issued as a result of this audit? Yes

Signature of Partner in Charge _____

Date of Report _____

Supplementary Information

**Kenosha Area Family and Aging Services, Inc.
Schedule of Expenditures of Federal and State Awards
For the Year Ended December 31, 2021**

Federal Grantor/Pass-Through Grantor/Program Description	Federal CFDA #	Federal Expenditure
Medicaid Cluster		
U.S. Department of Health and Human Services		
Pass-Through from Kenosha County Department of Human Services*		
Medical Assistance	93.778	466,972
Aging Cluster		
U.S. Department of Health and Human Services		
Pass-Through from Kenosha County Department of Human Services*		
Special Programs for the Aging Title III D	93.043	5,506
Grants for Supportive Services and Senior Centers	93.044	102,398
Nutrition Services	93.045	414,662
Nutrition Services Incentive Program	93.053	<u>44,498</u>
		567,064
U.S. Department of Health and Human Services		
Pass-Through from Kenosha County Department of Human Services*		
Promoting Safe and Stable Families	93.556	<u>54,851</u>
 Total Expenditures of Federal Awards		 <u>\$ 1,088,887</u>

* Pass-through ID # is not available.

Kenosha Area Family and Aging Services, Inc.
Schedule of Expenditures of Federal and State Awards
For the Year Ended December 31, 2021

State Grantor/Pass-Through Grantor/Program Description	State ID	State Expenditures
Wisconsin Department of Health and Family Services Pass-Through from Kenosha Department of Human Services		
EBS MA LTCFS	435.404	\$ 9,549
Basic County Allocation	435.560032	<u>877,720</u>
Total Expenditures of State Awards		<u>\$ 887,269</u>

Note A. Basis of Presentation

The accompanying Schedule of Expenditures of Federal and State Awards includes the federal award activity of Kenosha Area Family and Aging Services, Inc., under programs of the federal government for the year ended December 31, 2021. 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, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of Kenosha Area Family and Aging Services, Inc., it is not intended to, and does not, present the financial position, changes in net assets, or cash flows of Kenosha Area Family and Aging Services, Inc.

Note B. Summary of Significant Accounting Policies

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 limited as to reimbursement or credits. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Note C. Indirect Cost Rate

Kenosha Area Family and Aging Services, Inc., has elected not to use the 10 percent de minimis indirect cost rate allowed under The Uniform Guidance.

Kenosha Area Family and Aging Services, Inc.
Schedule of Revenue and Expenses, by Program, and Supporting Activities Expenses
For the Year Ended December 31, 2021
With Summarized Financial Information
For the Year Ended December 31, 2020

	Information, Assistance, and Access	R,S,V,P	Meals on Wheels	Adult Nutrition	Volunteer Transportation	Foster Grandparent	Community Care Corps	Grocery Shopping	Music and Memory	Stepping On	Friendly Visitor	Family Services	Total Program Services	Management and General	Fund-raising	Total Supporting Services	2021 Total	2020 Total	
Public Support and Revenue																			
Government Support																			
Kenosha County Department of Children and Family Services																			
	\$ 13,701	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,656	\$ -	\$ 559,589	\$ 574,946	\$ -	\$ -	\$ -	\$ 574,946	\$ 528,542	
Kenosha County Division of Aging and Disability Services																			
	1,340,104	-	490,814	-	115,136	52,269	11,500	17,800	4,958	4,204	91,972	-	2,128,757	-	-	-	2,128,757	1,799,284	
Community and Family Care																			
	-	-	63,723	-	-	-	-	-	-	-	-	-	63,723	-	-	-	63,723	41,799	
IRIS																			
	-	-	9,251	-	-	-	-	-	-	-	-	-	9,251	-	-	-	9,251	18,465	
Corporation for National Service																			
	-	68,500	-	-	-	-	-	-	-	-	-	-	68,500	-	-	-	68,500	70,743	
Wisconsin Department of Health and Family Services-R.S.V.P.																			
	-	10,326	-	-	-	-	-	-	-	-	-	-	10,326	-	-	-	10,326	10,326	
Community Development Block Grant																			
	-	-	-	-	3,994	-	-	-	-	-	-	-	3,994	-	-	-	3,994	18,289	
Community Support																			
	-	-	11,412	9,000	113	-	-	-	-	-	21,010	-	41,535	10	94,915	94,925	136,460	105,540	
In-kind Donations																			
	-	-	-	2,100	-	-	-	-	-	-	-	-	2,100	-	-	-	2,100	12,388	
United Way of Kenosha County, Inc.																			
	-	-	11,720	-	-	-	-	-	-	-	-	-	11,720	-	-	-	11,720	22,512	
Special Events																			
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	17,519	17,519	17,519	3,000	
Revenue																			
Client Program Contribution Revenue																			
	-	-	74,829	-	-	-	-	-	-	-	-	-	74,829	-	-	-	74,829	74,969	
Client Payments																			
	-	-	59,588	-	16,019	-	-	15,443	-	-	-	-	3,305	94,355	110	110	94,465	74,288	
Miscellaneous Income																			
	10	-	8,001	-	-	-	-	-	-	-	-	-	25,100	33,111	374	374	33,485	427,732	
Investment																			
	-	-	-	149	-	-	-	-	-	-	-	-	149	19,801	-	19,801	19,950	20,391	
Total Public Support and Revenue	1,353,815	78,826	729,338	11,249	135,262	52,269	11,500	33,243	4,958	5,860	112,982	587,994	3,117,296	20,295	112,434	132,729	3,250,025	3,228,268	
Operating Expenses																			
Salaries																			
	1,043,167	57,340	241,051	-	88,855	35,806	13,813	12,440	5,864	3,648	67,309	387,686	1,956,979	22,724	11,255	33,979	1,990,958	1,869,518	
Payroll Taxes																			
	75,131	4,288	17,778	-	6,635	2,564	875	1,004	566	236	5,028	28,252	142,357	1,196	801	1,997	144,354	140,045	
Employee Benefits																			
	170,018	8,395	53,830	-	6,975	6,118	469	178	131	1,552	10,726	74,358	332,750	5,831	1,981	7,812	340,562	303,798	
Professional Fees																			
	13,605	1,053	6,473	5	2,354	2,337	41	361	50	30	823	5,734	32,866	2,759	20,134	22,893	55,759	31,230	
Food Costs																			
	-	-	363,398	-	-	-	-	-	-	-	-	-	363,398	-	-	-	363,398	353,200	
Site Supplies																			
	-	306	16,205	-	228	1,380	24	13,527	29	4	144	577	32,424	-	66	66	32,490	36,590	
Telephone																			
	579	217	4,183	-	389	276	141	160	14	6	7,815	6,430	20,210	686	183	869	21,079	20,437	
Postage and Delivery																			
	-	54	2,563	2	218	62	-	-	-	-	283	95	3,277	264	743	1,007	4,284	4,431	
Site Rent																			
	-	-	6,819	1,801	-	-	-	-	-	-	-	-	8,620	-	-	-	8,620	8,863	
Supplies																			
	53	5,350	8,376	-	304	2,093	145	503	465	1	272	1,110	18,672	3,869	1,316	5,185	23,857	13,457	
Utilities																			
	-	905	4,180	-	1,427	426	156	223	91	31	953	6,121	14,513	757	397	1,154	15,667	12,703	
Computer, Copier and Equipment																			
Maintenance and Rental																			
	389	2,692	11,280	13	3,821	283	94	860	89	218	5,637	10,960	36,336	9,637	1,164	10,801	47,137	19,868	
Repairs and Maintenance																			
	-	239	894	303	377	2,436	458	38	15	4	245	1,658	6,667	-	140	140	6,807	25,502	
Subscriptions, Publications and Dues																			
	309	22	147	-	31	396	-	1	1	-	19	643	1,569	169	210	379	1,948	4,516	
Travel Expense																			
	2,018	90	3,176	-	17,303	922	-	1,189	-	-	-	3,554	28,252	-	43	43	28,295	30,765	
Conferences and Training																			
	2,948	191	1,811	-	1,342	143	-	-	-	982	-	996	8,413	1,949	-	1,949	10,362	9,608	
Insurance																			
	4,394	2,621	4,082	-	1,103	125	43	65	18	7	983	1,919	15,360	2,569	126	2,695	18,055	16,710	
Client Support																			
	-	-	1,858	-	-	-	-	-	-	-	-	961	2,819	2,975	-	2,975	5,794	2,691	
Volunteer Recognition																			
	-	2,973	28	-	-	1,940	-	-	-	-	-	-	4,941	-	-	-	4,941	2,510	
Advertising																			
	57	3,338	-	234	15	6	6	6	1	1	16	100	3,774	50	941	991	4,765	1,139	
Bad Debt Expense																			
	-	-	2,075	-	-	-	-	-	-	-	-	-	2,075	-	-	-	2,075	139	
In-kind Donated Expense																			
	-	-	-	2,100	-	-	-	-	-	-	-	-	2,100	-	-	-	2,100	9,467	
Other Expenses																			
	18,423	32	-	-	-	176	-	442	-	-	-	-	19,073	4,693	394	5,087	24,160	11,506	
Depreciation Expense																			
	-	1,004	4,337	-	1,475	-	-	-	187	-	925	-	6,535	14,463	2,809	545	3,354	17,817	
Total Expenses	1,331,034	87,829	757,882	4,224	133,071	57,498	16,265	30,997	7,521	6,720	101,178	537,689	3,071,908	62,937	40,439	103,376	3,175,284	2,949,065	
Total Excess (Deficit)	\$ 22,781	\$ (9,003)	\$ (28,544)	\$ 7,025	\$ 2,191	\$ (5,229)	\$ (4,765)	\$ 2,246	\$ (2,563)	\$ (860)	\$ 11,804	\$ 50,305	\$ 45,388	\$ (42,642)	\$ 71,995	\$ 29,353	\$ 74,741	\$ 279,203	

Kenosha Area Family and Aging Services, Inc.
Schedule of Revenue and Expenses, by Program - Family Services
For the Year Ended December 31, 2021
With Summarized Financial Information
For the Year Ended December 31, 2020

	Comprehensive Child Care Support	Family Preservation	Family Support	2021 Total	2020 Total
Public Support and Revenue					
Government Support					
Kenosha County Department of Children and Family Services	\$ 55,921	\$ 281,600	\$ 222,068	\$ 559,589	\$ 528,542
Revenue					
Client Payments	110	3,195	-	3,305	1,145
Miscellaneous Income	-	-	25,100	25,100	500
Total Public Support and Revenue	<u>56,031</u>	<u>284,795</u>	<u>247,168</u>	<u>587,994</u>	<u>530,187</u>
Operating Expenses					
Salaries	15,467	204,588	167,631	387,686	300,632
Payroll Taxes	1,195	14,658	12,399	28,252	22,797
Employee Benefits	2,719	46,037	25,602	74,358	52,045
Professional Fees	405	2,623	2,706	5,734	4,925
Food Costs	-	-	-	-	-
Office Supplies and Expenses	38	282	257	577	1,135
Telephone	109	2,839	3,482	6,430	5,720
Postage and Delivery	-	16	79	95	271
Supplies	78	505	527	1,110	743
Utilities	434	2,770	2,917	6,121	2,867
Computer, Copier and Equipment				-	
Maintenance and Rental	743	5,073	5,144	10,960	10,131
Repairs and Maintenance	115	738	805	1,658	1,217
Subscriptions, Publications and Dues	36	292	315	643	683
Travel Expense	141	2,225	1,189	3,555	5,337
Conferences and Training	52	396	548	996	613
Insurance	57	871	991	1,919	1,789
Client Support	197	297	467	961	44
Advertising	7	45	48	100	-
Depreciation Expense	452	2,997	3,085	6,534	6,294
Total Expenses	<u>22,245</u>	<u>287,252</u>	<u>228,192</u>	<u>537,689</u>	<u>417,243</u>
Total Excess (Deficit)	<u>\$ 33,786</u>	<u>\$ (2,457)</u>	<u>\$ 18,976</u>	<u>\$ 50,305</u>	<u>\$ 112,944</u>