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# Senior Resources of West Michigan

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**Financial Report  
with Additional Information  
September 30, 2022**

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## **Independent Auditor's Report**

To the Board of Directors  
Senior Resources of West Michigan

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

#### ***Opinion***

We have audited the financial statements of Senior Resources of West Michigan (the "Organization"), which comprise the statement of financial position as of September 30, 2022 and 2021 and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years 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 the Organization as of September 30, 2022 and 2021 and the changes in its net assets, functional expenses, and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

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

We conducted our audits 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. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audits of the Financial Statements* section of our report. We are required to be independent of the Organization and to meet our ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 within one year after the date that the financial statements are issued or available to be issued.

#### ***Auditor's Responsibilities for the Audits 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 audits 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.

To the Board of Directors  
Senior Resources of West Michigan

In performing audits in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- 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 audits 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 audits, significant audit findings, and certain internal control-related matters that we identified during the audits.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 17, 2023 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, 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.

*Plante & Moreau, PLLC*

January 17, 2023

## Senior Resources of West Michigan

### Statement of Financial Position

September 30, 2022 and 2021

	2022	2021
<b>Assets</b>		
Cash	\$ 2,033,045	\$ 1,979,864
Investments (Note 3)	3,848,102	4,541,492
Receivables	2,700,469	1,920,523
Other assets (Note 4)	355,688	475,500
Prepaid expenses	13,157	5,428
Beneficial interest in assets held by others (Note 5)	46,073	61,230
Property and equipment - Net (Note 6)	43,468	64,613
Total assets	<b>\$ 9,040,002</b>	<b>\$ 9,048,650</b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Payables	\$ 2,531,468	\$ 2,425,115
Accrued compensation related and other liabilities	1,845,533	1,429,756
Total liabilities	4,377,001	3,854,871
<b>Net Assets without Donor Restrictions</b>	<b>4,663,001</b>	<b>5,193,779</b>
Total liabilities and net assets	<b>\$ 9,040,002</b>	<b>\$ 9,048,650</b>

## Senior Resources of West Michigan

### Statement of Activities and Changes in Net Assets

Years Ended September 30, 2022 and 2021

	2022	2021
<b>Changes in Net Assets without Donor Restrictions</b>		
Revenue and support:		
MI Choice Program	\$ 23,933,381	\$ 21,275,328
Aging programs	5,232,507	4,491,293
Muskegon County Senior Millage (MCSM) program	2,248,238	2,093,215
Veteran Directed Care (VDC) program	424,782	213,358
Advertising revenue	73,134	84,306
Local match	317,723	313,430
In-kind contributions (Note 10)	109,704	81,547
Program income and contributions	23,305	24,557
Other programs and services	420,979	305,207
Net realized and unrealized loss on investments	(178,039)	(53,242)
Net interest income	70,484	90,319
Total revenue and support	32,676,198	28,919,318
Expenses:		
Program services:		
MI Choice Program	22,095,048	19,933,005
Aging programs	4,898,659	4,247,818
Muskegon County Senior Millage program	2,050,438	1,901,215
Other programs and services	2,405,521	2,151,656
Total program services	31,449,666	28,233,694
Support services - Management and general	1,757,310	1,759,731
Total expenses	33,206,976	29,993,425
<b>Decrease in Net Assets</b>	(530,778)	(1,074,107)
<b>Net Assets without Donor Restrictions - Beginning of year</b>	5,193,779	6,267,886
<b>Net Assets without Donor Restrictions - End of year</b>	<b>\$ 4,663,001</b>	<b>\$ 5,193,779</b>

## Senior Resources of West Michigan

## Statement of Functional Expenses

Year Ended September 30, 2022

	Program Services					Support Services	Total
	MI Choice Program	Aging Programs	MCSM Program	Other Programs and Services	Total Program Services	Management and General	Total Expenses
Purchased services	\$ 18,088,980	\$ 3,608,322	\$ 1,942,038	\$ 523,985	\$ 24,163,325	\$ -	\$ 24,163,325
Staff compensation	2,634,035	797,697	65,195	1,164,070	4,660,997	1,100,173	5,761,170
Staff fringe benefits	868,579	280,956	32,104	327,480	1,509,119	363,968	1,873,087
Travel, training, and conferences	26,613	15,231	86	34,192	76,122	11,625	87,747
Contract and professional services	223,246	53,496	1,946	56,098	334,786	184,449	519,235
Occupancy	38,155	26,862	4,761	21,305	91,083	28,309	119,392
Communications	85,116	52,690	3,009	111,249	252,064	29,392	281,456
Supplies	36,324	13,236	666	19,784	70,010	9,107	79,117
Equipment (including depreciation)	20,076	-	-	4,107	24,183	-	24,183
Insurance	13,960	4,603	633	10,332	29,528	4,605	34,133
Outreach and special events	3,468	35,461	-	33,353	72,282	10,283	82,565
In-kind services and supplies (Note 10)	44,789	10,105	-	45,848	100,742	8,962	109,704
Other	11,707	-	-	53,718	65,425	6,437	71,862
Total expenses	<u>\$ 22,095,048</u>	<u>\$ 4,898,659</u>	<u>\$ 2,050,438</u>	<u>\$ 2,405,521</u>	<u>\$ 31,449,666</u>	<u>\$ 1,757,310</u>	<u>\$ 33,206,976</u>

## Senior Resources of West Michigan

## Statement of Functional Expenses

Year Ended September 30, 2021

	Program Services					Support Services	Total
	MI Choice Program	Aging Programs	MCSM Program	Other Programs and Services	Total Program Services	Management and General	Total Expenses
Purchased services	\$ 16,101,793	\$ 3,251,005	\$ 1,878,815	\$ 290,250	\$ 21,521,863	\$ 850	\$ 21,522,713
Staff compensation	2,543,751	658,808	16,746	1,190,521	4,409,826	1,053,328	5,463,154
Staff fringe benefits	802,031	190,643	3,559	405,025	1,401,258	359,559	1,760,817
Travel, training, and conferences	12,338	5,127	18	23,953	41,436	6,633	48,069
Contract and professional services	227,991	58,238	551	58,605	345,385	171,572	516,957
Occupancy	34,380	18,576	431	22,294	75,681	28,103	103,784
Communications	86,298	25,545	703	98,705	211,251	53,995	265,246
Supplies	39,642	23,981	258	18,222	82,103	11,143	93,246
Equipment (including depreciation)	20,076	-	-	1,069	21,145	4,933	26,078
Insurance	12,963	2,673	134	12,100	27,870	4,966	32,836
Outreach and special events	289	708	-	4,273	5,270	5,015	10,285
In-kind services and supplies (Note 10)	34,858	12,514	-	24,971	72,343	9,204	81,547
Other	16,595	-	-	1,668	18,263	50,430	68,693
Total expenses	<u>\$ 19,933,005</u>	<u>\$ 4,247,818</u>	<u>\$ 1,901,215</u>	<u>\$ 2,151,656</u>	<u>\$ 28,233,694</u>	<u>\$ 1,759,731</u>	<u>\$ 29,993,425</u>



## Statement of Cash Flows

Years Ended September 30, 2022 and 2021

	2022	2021
<b>Cash Flows from Operating Activities</b>		
Decrease in net assets	\$ (530,778)	\$ (1,074,107)
Adjustments to reconcile decrease in net assets to net cash from operating activities:		
Depreciation	21,145	21,145
Realized and unrealized loss on investments	178,039	53,242
Changes in operating assets and liabilities that (used) provided cash:		
Receivables	(779,946)	269,684
Prepaid expenses	(7,729)	(1,276)
Payables	106,353	(113,658)
Accrued compensation related and other liabilities	415,777	605,443
Net cash used in operating activities	(597,139)	(239,527)
<b>Cash Flows from Investing Activities</b>		
Proceeds from sale of investments	2,401,812	6,269,773
Purchases of investments	(1,871,304)	(6,359,151)
Investment in LifeCircles	119,812	-
Net cash provided by (used in) investing activities	650,320	(89,378)
<b>Net Increase (Decrease) in Cash</b>	53,181	(328,905)
<b>Cash - Beginning of year</b>	1,979,864	2,308,769
<b>Cash - End of year</b>	<b>\$ 2,033,045</b>	<b>\$ 1,979,864</b>

September 30, 2022 and 2021

### Note 1 - Nature of Business

Senior Resources of West Michigan (the "Organization") is a Michigan nonprofit organization whose mission is to provide a comprehensive and coordinated system of services designated to promote the health and independence of older persons and their families in the Michigan counties of Muskegon, Oceana, and Ottawa.

### Note 2 - Significant Accounting Policies

#### ***Basis of Presentation***

The financial statements of the Organization have been prepared on the basis of generally accepted accounting principles (GAAP).

#### ***Classification of Net Assets***

All net assets of the Organization are classified as net assets without donor restrictions. Earnings, gains, and losses on net assets are classified as net assets without donor restrictions unless specifically restricted by the donor or by applicable state law.

#### ***Cash***

The Organization maintains cash balances at multiple banks whose accounts are insured by the Federal Deposit Insurance Corporation (FDIC). The Organization evaluates the financial institutions with which it deposits funds; however, it is not practical to insure all cash deposits.

#### ***Investments***

Investments are recorded at fair value based on quoted market prices. The Organization holds investment securities and beneficial interests in certain trusts. Such investments are exposed to various risks, such as fluctuation in interest rate, the securities market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

#### ***Property and Equipment***

Property and equipment are recorded at cost when purchased or at fair value at the date of donation and are being depreciated on a straight-line basis over their estimated useful lives. Costs of maintenance and repairs are charged to expense when incurred.

#### ***Revenue Recognition***

Contract revenue is reported at the amount that reflects the consideration to which the Organization expects to be entitled in exchange for services provided. Performance obligations are determined based on the nature of the services provided by the Organization. The Organization's health management program and long-term care management services represent a bundle of services that are not capable of being distinct and, as such, are treated as a single performance obligation satisfied over time as services are rendered.

The Organization determines the transaction price based on contractually agreed-upon amounts or rates.

***Michigan Department of Health and Human Services (MDHHS) MI Choice Program*** - The Organization has been awarded a contract for long-term care of Medicaid-eligible enrollees to provide assessment services and administrative supervision over daily care to qualified recipients in three west Michigan counties (Muskegon, Ottawa, and Oceana) who wish to continue living in their homes or other appropriate residential setting. The Organization receives payments through a capitation amount per individual based on age and acuity of need. Accounts receivable as of September 30, 2022; September 30, 2021; and October 1, 2020 were approximately \$1,060,000, \$730,000, and \$540,000, respectively.

September 30, 2022 and 2021

### Note 2 - Significant Accounting Policies (Continued)

Laws and regulations governing the Medicaid programs are complex and subject to interpretation. Management believes it is in compliance with all applicable laws and regulations and is not aware of any pending or threatened investigations involving allegations of potential wrongdoings. While no such regulatory inquiries have been made, compliance with such laws and regulations can be subject to future government review and interpretation. Noncompliance with such laws and regulations may result in significant regulatory action, including fines, penalties, and exclusion from the Medicaid programs. In addition, the contracts the Organization has with commercial payors also provide for retroactive audit and review of claims.

Variable consideration may also exist in the form of settlements with third-party payors as a result of retroactive adjustments due to audits, reviews, or investigations. These settlements are estimated based on the terms of the payment agreement with the payor, correspondence from the payor, and the Organization's historical settlement activity. The Organization has not applied a constraint to the transaction price for settlement estimates, as the Organization has determined that it is not probable that a significant reversal in the amount of the cumulative revenue recognized would not occur in the future.

The Organization makes an initial and ongoing evaluation of any billed amounts not expected to be collected from third parties for services rendered to represent bad debt expense, in which the Organization has none.

Because all of its performance obligations relate to contracts with a duration of less than one year, the Organization has elected to apply the optional exemption provided in Accounting Standards Codification (ASC) 606-10-50-14 and, therefore, is not required to disclose the aggregate amount of the transaction price allocated to performance obligations that are unsatisfied or partially unsatisfied at the end of the reporting period.

#### **Grant Revenue**

Grant revenue, including both the federal and state aging programs, is considered a nonexchange transaction and is recognized as the conditions of the grants have been met. The Muskegon County Senior Millage program revenue is considered a conditional contribution and is recorded as barriers are overcome (i.e., expenses are incurred). A grant receivable is recorded when the Organization has not yet received funds for a portion of grants where conditions have been met. The Organization has not provided allowances in the financial statements for potential adjustments since such amounts, if any, are not expected to be significant. Amounts that have been awarded but not yet recognized as revenue total approximately \$1,252,000 and \$386,000 as of September 30, 2022 and 2021, respectively, and are not reflected in the accompanying financial statements. These amounts will be recorded as revenue as conditions are met.

#### **Functional Allocation of Expenses**

The costs of providing the program and support services have been reported on a functional basis in the statement of activities and changes in net assets. Most expenses can be directly attributed to the program or support services. Certain expenses are attributed to more than one functional category. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Depending on the specific nature of the expenditure, the basis of allocation may include time and effort, full-time equivalents, headcount, and square footage. Staff compensation and fringe benefits are allocated based upon time and effort. Although the methods of allocation used are considered reasonable and consistently applied, other methods could be used that would produce a different amount.

September 30, 2022 and 2021

### Note 2 - Significant Accounting Policies (Continued)

#### ***Description of Activities***

Below is a summary of the program services administered by the Organization:

***MDHHS MI Choice Program*** - MI Choice Program furnishes an array of home and community-based services to assist aged and disabled Medicaid beneficiaries who live in the community and who would otherwise be institutionalized in a nursing facility.

***Aging Programs*** - These programs include MDHHS Aging, Community Living, and Supports (ALCS) Bureau and Michigan Medicare/Medicaid Assistance Program (MMAAP), which provide seniors with a variety of collaborative services, such as access, assistive devices, health promotion, in-home care, legal, medication management, transportation, and ombudsman services. They also provide meals and social activities to older individuals in congregate settings in the community and deliver meals and make daily visits to homebound older adults in the community.

***Muskegon County Senior Millage Program*** - The Muskegon County Senior Millage (MCSM), formed under State of Michigan Public Act 39 of 1976, serves eligible Muskegon county residents by providing a variety of in-home and community services. The Organization also receives a fee for serving as the grants administrator.

***Other Programs and Services*** - Other programs and services include services for older individuals, including information and assistance, primary care at home services, housing referrals, access, care management, respite, and companion care.

#### ***Federal Income Taxes***

The Organization is exempt from income tax under provisions of Internal Revenue Code Section 501(c)(3).

#### ***Use of Estimates***

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

#### ***Adoption of Accounting Pronouncement***

As of October 1, 2021, the Organization adopted FASB ASU No. 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The ASU provides for additional disclosures to support clearer financial information about important noncash contributions that charities and other not-for-profit organizations receive, known as gifts in kind (GIKs). Contributed nonfinancial assets are reported by category within the financial statements, and there are additional disclosures included for each category, including whether the nonfinancial assets were monetized or used during the reporting period, the policy for monetizing nonfinancial contributions, and a description of the fair value techniques used to arrive at a fair value measurement. The new guidance was applied using the retrospective method.

September 30, 2022 and 2021

## Note 2 - Significant Accounting Policies (Continued)

### *Upcoming Accounting Pronouncement*

The Financial Accounting Standards Board (FASB) issued ASU No. 2016-02, *Leases*, which will supersede the current lease requirements in ASC 840. The ASU requires lessees to recognize a right-to-use asset and related lease liability for all leases, with a limited exception for short-term leases. Leases will be classified as either finance or operating, with the classification affecting the pattern of expense recognition in the statement of operations. Currently, leases are classified as either capital or operating, with only capital leases recognized on the balance sheet. The reporting of lease-related expenses in the statements of operations and cash flows will be generally consistent with the current guidance. The new lease guidance will be effective for the Organization's year ending September 30, 2023 and will be applied using a modified retrospective transition method to either the beginning of the earliest period presented or the beginning of the year of adoption. The Organization is still evaluating which method it will apply. Upon adoption, the Organization will recognize a lease liability and corresponding right-to-use asset based on the present value of the minimum lease payments. The effects on the results of operations are not expected to be significant, as recognition and measurement of expenses and cash flows for leases will be substantially the same under the new standard.

### *Subsequent Events*

The financial statements and related disclosures include evaluation of events up through and including January 17, 2023, which is the date the financial statements were available to be issued.

## Note 3 - Fair Value Measurements

Accounting standards require certain assets and liabilities be reported at fair value in the financial statements and provide a framework for establishing that fair value. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value.

The following tables present information about the Organization's assets measured at fair value on a recurring basis at September 30, 2022 and 2021 and the valuation techniques used by the Organization to determine those fair values.

Fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that the Organization has the ability to access.

Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets in active markets and other inputs, such as interest rates and yield curves, that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset. These Level 3 fair value measurements are based primarily on management's own estimates using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the asset.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Organization's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

# Notes to Financial Statements

September 30, 2022 and 2021

## Note 3 - Fair Value Measurements (Continued)

Assets Measured at Fair Value on a Recurring Basis at September 30, 2022				
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at September 30, 2022
<b>Assets</b>				
Investments:				
Money market mutual funds	\$ 2,628,017	\$ -	\$ -	\$ 2,628,017
Corporate bonds	-	306,503	-	306,503
Certificates of deposit	-	752,273	-	752,273
Total investments	2,628,017	1,058,776	-	3,686,793
Beneficial interest in assets held by others	-	-	46,073	46,073
Total assets	<u>\$ 2,628,017</u>	<u>\$ 1,058,776</u>	<u>\$ 46,073</u>	<u>\$ 3,732,866</u>

Assets Measured at Fair Value on a Recurring Basis at September 30, 2021				
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at September 30, 2021
<b>Assets</b>				
Investments:				
Money market mutual funds	\$ 2,751,282	\$ -	\$ -	\$ 2,751,282
Corporate bonds	-	994,244	-	994,244
Certificates of deposit	-	506,088	-	506,088
Total investments	2,751,282	1,500,332	-	4,251,614
Beneficial interest in assets held by others	-	-	61,230	61,230
Total assets	<u>\$ 2,751,282</u>	<u>\$ 1,500,332</u>	<u>\$ 61,230</u>	<u>\$ 4,312,844</u>

As of September 30, 2022 and 2021, the Organization has \$161,309 and \$289,878, respectively, of cash equivalents recorded at cost, which are appropriately not included within the fair value tables above.

The Organization has processes in place to select the appropriate valuation technique and unobservable inputs to perform Level 3 fair value measurements. These processes include obtaining the fair value of the assets held at the foundations. The Organization cannot independently assess the value of these underlying positions through a public exchange or over-the-counter market.

There were no transfers into or out of, nor purchases or sales of, beneficial interest in assets held by others. Unrealized (loss) gain of \$(15,157) and \$13,705 for the years ended September 30, 2022 and 2021, respectively, are reported in net realized and unrealized loss on investments in the statement of activities and changes in net assets.

September 30, 2022 and 2021

### Note 3 - Fair Value Measurements (Continued)

Both observable and unobservable inputs may be used to determine the fair value of positions classified as Level 3 assets. As a result, the unrealized gains and losses for these assets presented in the tables above may include changes in fair value that were attributable to both observable and unobservable inputs.

### Note 4 - Other Assets

The Organization has a noncontrolling interest in LifeCircles (a Michigan nonprofit corporation). The Organization made capital contributions of \$500,000 to LifeCircles upon formation. The Organization has an interest of \$355,688 and \$475,500 recorded in other assets at cost as of September 30, 2022 and 2021, respectively. The Organization does not have the ability to appoint a majority of the board members or significantly influence LifeCircles. The shareholder agreement with LifeCircles does not have mandatory redemption provisions; however, LifeCircles may return capital in the form of distributions to its controlling members or withdrawal at fair market value. During the year ended September 30, 2022, LifeCircles made a distribution of \$119,812 to the Organization. Distributions of capital have continued since September 30, 2022 and are expected to continue through 2024 when the full capital contribution will be returned to the Organization. There was no distribution during the year ended September 30, 2021.

### Note 5 - Beneficial Interest in Assets Held by Others

Beneficial interest in funds held at a community foundation includes amounts held by Grand Haven Area Community Foundation (GHACF) and Community Foundation for Muskegon County (CFFMC) for the benefit of the Organization. The Organization has accounted for the transfer of such assets as a beneficial interest in funds held by the community foundations. The funds with the community foundations were established in 2011 by the Organization primarily to transfer organizational operational surpluses, to fund any operational deficiencies, and to receive contributions. The agreement with the community foundations allows for community foundation income and a portion of the principal to be used for the Organization's general operations. In accordance with GAAP, an asset has been established for the fair value of the funds on the statement of financial position of the Organization in the amount of \$46,073 and \$61,230 as of September 30, 2022 and 2021, respectively.

In addition, certain funds donated by outside donors for the benefit of the Organization are held and managed by the community foundations. The community foundations maintain variance power, which, as a result, requires that the assets it holds not be reported as assets of the Organization. The fair value of these funds is \$23,263 and \$28,906 as of September 30, 2022 and 2021, respectively. These funds are not reflected in the financial statements. Earnings are available for distribution to the Organization at the discretion of the foundations and, therefore, are not reflected as revenue in the financial statements until received by the Organization.

The board of trustees of the foundations shall have the power to modify any restriction or condition on the distribution of funds for any specified charitable purposes or to a specified organization if, in the sole judgment of the board, such restriction or condition becomes, in effect, unnecessary, incapable of fulfillment, or inconsistent with the charitable needs of the community served.



September 30, 2022 and 2021

## Note 6 - Property and Equipment

Property and equipment are summarized as follows:

	2022	2021	Depreciable Life - Years
Leasehold improvements	\$ 441,771	\$ 441,771	7-15
Office equipment	203,888	203,888	5-10
Total cost	645,659	645,659	
Less accumulated depreciation	602,191	581,046	
Net property and equipment	<u>\$ 43,468</u>	<u>\$ 64,613</u>	

Depreciation expense for 2022 and 2021 was \$21,145.

## Note 7 - Line of Credit

Under a line of credit agreement with a bank signed in 2020, the Organization has available borrowings of approximately \$500,000. Interest is payable monthly at an effective rate of 6.25 percent at September 30, 2022 and expires on February 26, 2026. The line of credit is collateralized by investments held by the Organization, limited to \$715,000. The Organization had \$0 of outstanding borrowings as of September 30, 2022 and 2021.

## Note 8 - Retirement Plan

The Organization maintains a retirement plan covering substantially all employees. Employees are immediately eligible to participate in an elective tax-deferred annuity program (403(b)). Upon hire, the Organization will match up to 5 percent of employee compensation for eligible employees. With respect to employer matching contributions, employees are fully vested three years after their date of hire. Expense for the years ended September 30, 2022 and 2021 was approximately \$236,000 and \$241,000, respectively.

## Note 9 - Contingencies

The Organization participates in grant programs that are subject to program compliance audits by the grantor or its representatives. Such audits of these programs may be performed at some future date. The amount, if any, of expenses that may be disallowed by the granting agencies cannot be determined at this time, although the Organization expects such amounts, if any, to be immaterial.

## Note 10 - In-kind Contributions

In-kind donations recognized by the Organization for the years ended September 30, 2022 and 2021 are as follows:

	2022	2021
Donated services	\$ 106,625	\$ 76,552
Donated supplies	3,079	4,995
Total in-kind donations	<u>\$ 109,704</u>	<u>\$ 81,547</u>

Donated services are recognized in the financial statements at their fair value if the services require specialized skills and the services are provided by individuals possessing those skills and if the services would typically need to be purchased if not donated. Donated services are provided by specially trained volunteers and counselors who assist in serving the Organization's participants for the MI Choice Program and Michigan Medicare/Medicaid Assistance Program.



September 30, 2022 and 2021

### Note 10 - In-kind Contributions (Continued)

Nonmonetary transactions are recorded on the basis of the market value of services provided or assets transferred based on the independently obtained average earnings per hour for private sector workers in the Organization's region. Donated supplies are contributed food, supplies, and equipment recorded at their estimated value, considering their condition for use at the time of contribution.

### Note 11 - Concentration of Funding Sources

The Organization's concentrated funding sources for the years ended September 30, 2022 and 2021 are as follows:

	2022	2021
MDHHS MI Choice Program	73.00 %	74.00 %
MDHHS Aging, Community Living, and Supports Bureau	16.00	16.00
Muskegon County Senior Millage	7.00	7.00
Other	4.00	3.00

Grants receivable from these governmental agencies as of September 30, 2022 and 2021 are as follows:

	2022	2021
MDHHS MI Choice Program	33.00 %	31.00 %
MDHHS Aging, Community Living, and Supports Bureau	44.00	31.00
Muskegon County Senior Millage	9.00	24.00
Other	14.00	14.00

### Note 12 - Liquidity and Availability of Resources

As of September 30, 2022 and 2021, the Organization has \$8,374,691 and \$7,802,090, respectively, of financial assets available to meet cash needs for general expenditure, consisting of cash of \$2,033,045 and \$1,979,864, investments (with a maturity on or before September 30, 2022 and 2021, respectively) of \$3,641,177 and \$3,901,703, and receivables of \$2,700,469 and \$1,920,523, respectively.

None of these financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the statement of financial position date. Investments of the Organization, including those listed above, are for actively traded, high-quality bonds with maturities ranging from 1 to 60 months or for certificates of deposit with FDIC-insured institutions.

Based on the years ended September 30, 2022 and 2021, the total of these financial assets is approximately 60 to 90 days of normal operating expenses.

In the event that the financial assets presented above are not sufficient to cover general operating expenditures, liabilities, or other obligations, additional investments maturing after September 30, 2022 and 2021 totaling \$206,925 and \$639,789, respectively, may be liquidated while incurring minimal penalties, fees, or other losses on the liquidation of these investments. The Organization has a committed line of credit in the amount of \$500,000 at September 30, 2022, which it could draw upon if needed, as further described in Note 7.

Throughout the year, management reviews investment and liquidity topics with the Organization's finance committee, a subcommittee of the full board of directors. The Organization has no current short- or long-term debt outstanding.

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## Additional Information

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### Independent Auditor's Report on Additional Information

To the Board of Directors  
Senior Resources of West Michigan

We have audited the financial statements of Senior Resources of West Michigan as of and for the years ended September 30, 2022 and 2021 and have issued our report thereon dated January 17, 2023, which contained an unmodified opinion on those financial statements.

Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The Aging, Community Living, and Supports Bureau - grant services expense detail is presented for the purpose of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the 2022 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2022 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 2022 financial statements as a whole.

*Plante & Moran, PLLC*

January 17, 2023

## Senior Resources of West Michigan

### The Aging, Community Living, and Supports Bureau – Grant Services Expense Detail

Year Ended September 30, 2022

Service Category	Federal-funded Services											State-funded Services		
	Title IIIB	Title IIIC1	Title IIIC2	Title IIID	Title IIIE	Title VII EAP	Title VIIA	NSIP	TCM	COVID	Total Federal	Age Net Srv	HD Meals	Cong Meals
Adult Day Care	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 100,000	\$ 100,000	\$ -	\$ -	\$ -
Care Management	-	-	-	-	-	-	-	-	262,853	-	262,853	-	-	-
Caregiver Assess/Support	-	-	-	-	21,127	-	-	-	-	-	21,127	-	-	-
Case Coord/Support	102,298	-	-	-	86,985	-	-	-	-	335,000	524,283	45,076	-	-
Congregate Meals	-	444,258	-	-	-	-	-	53,317	-	17,557	515,132	-	-	9,685
Disease Prev/Health	-	-	-	33,398	-	-	-	-	-	25,000	58,398	-	-	-
Elder Abuse Prev	-	-	-	-	-	6,591	-	-	-	-	6,591	-	-	-
Home Delivered Meals	-	-	489,395	-	-	-	-	111,196	-	47,1954	1,072,545	-	482,685	-
Homemaker	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Friendly Reassurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Information and Assistance	90,834	-	-	-	66,701	-	-	-	-	-	157,535	-	-	-
Kinship Care	-	-	-	-	12,001	-	-	-	-	-	12,001	-	-	-
Legal Assistance	29,424	-	-	-	-	-	-	-	-	-	29,424	-	-	-
Medication Management	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Ombudsman	5,000	-	-	-	-	-	12,235	-	-	13,328	30,563	-	-	-
Personal Emergency Resp	-	-	-	-	1,955	-	-	-	-	-	1,955	-	-	-
Personal Care	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Program Development	85,000	-	-	-	-	-	-	-	-	60,000	145,000	-	-	-
Respite Care	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Senior Center Operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transportation	118,313	-	-	-	-	-	-	-	-	-	118,313	-	-	-
Training	-	-	-	-	17,512	-	-	-	-	-	17,512	-	-	-
<b>Total</b>	<b>\$ 430,869</b>	<b>\$ 444,258</b>	<b>\$ 489,395</b>	<b>\$ 33,398</b>	<b>\$ 206,281</b>	<b>\$ 6,591</b>	<b>\$ 12,235</b>	<b>\$ 164,513</b>	<b>\$ 262,853</b>	<b>\$ 1,022,839</b>	<b>\$ 3,073,232</b>	<b>\$ 45,076</b>	<b>\$ 482,685</b>	<b>\$ 9,685</b>

## Senior Resources of West Michigan

### The Aging, Community Living, and Supports Bureau – Grant Services Expense Detail (Continued)

Year Ended September 30, 2022

Service Category	State-funded Services										*Other Funds		
	Access	In-home	Alt Care	Care Mgmt	NHOmbuds	MSOmbuds	Respite	Caregiver	TSR/Merit	Total State	Program Income	In-kind	Grand Total
Adult Day Care	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,185	\$ 12,185	\$ 488	\$ 24,653	\$ 246,999
Care Management	-	-	-	215,913	-	-	-	-	-	215,913	-	23,991	502,757
Caregiver Assess / Support	-	-	-	-	-	-	-	-	-	-	-	2,347	23,474
Case Coord / Support	28,908	-	-	-	-	-	-	-	-	73,984	-	73,143	671,410
Congregate Meals	-	-	-	-	-	-	-	-	-	9,685	2,455	50,697	577,969
Disease Prev / Health	-	-	-	-	-	-	-	-	-	-	10	3,712	62,120
Elder Abuse Prev	-	-	-	-	-	-	-	-	-	-	-	733	7,324
Home Delivered Meals	-	-	-	-	-	-	-	-	-	482,685	17,988	141,569	1,744,787
Homemaker	-	110,166	-	-	-	-	-	-	-	110,166	-	12,242	122,408
Friendly Reassurance	-	-	-	-	-	-	-	-	-	-	-	-	-
Information & Assistance	-	-	-	-	-	-	-	-	-	-	-	17,505	175,040
Kinship Care	-	-	-	-	-	-	-	-	-	-	-	1,333	13,334
Legal Assistance	-	-	-	-	-	-	-	-	-	-	-	3,270	32,694
Medication Management	-	60,472	-	-	-	-	-	-	-	60,472	-	6,720	67,192
Ombudsman	-	-	-	-	22,010	10,576	-	-	-	32,586	-	4,179	67,328
Personal Emergency Resp	-	93,454	-	-	-	-	-	-	-	93,454	82	10,602	106,093
Personal Care	-	281,045	113,538	-	-	-	-	-	-	394,583	456	43,845	438,884
Program Development	-	-	-	-	-	-	-	-	-	-	-	9,444	154,444
Respite Care	-	29,863	-	-	-	-	75,001	16,392	-	121,256	10	13,475	134,741
Senior Center Operations	-	-	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-	13,147	131,460
Training	-	-	-	-	-	-	-	-	-	-	738	1,946	20,196
<b>Total</b>	<b>\$ 28,908</b>	<b>\$ 575,000</b>	<b>\$ 113,538</b>	<b>\$ 215,913</b>	<b>\$ 22,010</b>	<b>\$ 10,576</b>	<b>\$ 75,001</b>	<b>\$ 16,392</b>	<b>\$ 121,858</b>	<b>\$ 1,716,642</b>	<b>\$ 22,227</b>	<b>\$ 458,553</b>	<b>\$ 5,270,654</b>

\*Amounts reported follow the ACLS Bureau reporting requirements.

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# Senior Resources of West Michigan

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**Federal Awards Supplemental Information**  
**September 30, 2022**

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

**Independent Auditor's Report**

To the Board of Directors  
Senior Resources of West Michigan

We have audited the financial statements of Senior Resources of West Michigan as of and for the year ended September 30, 2022 and have issued our report thereon dated January 17, 2023, 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. We have not performed any procedures with respect to the audited financial statements subsequent to January 17, 2023.

The accompanying schedule of expenditures of federal awards is presented for the purpose 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 relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in black ink that reads "Plante & Moran, PLLC".

January 17, 2023



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**

To Management and the Board of Directors  
Senior Resources of West Michigan

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 Senior Resources of West Michigan (the "Organization"), which comprise the statement of financial position as of September 30, 2022 and the related statements of activities and changes in net assets, 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 January 17, 2023.

**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 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 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 or significant deficiencies may exist that have not been 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*.

To Management and the Board of Directors  
Senior Resources of West Michigan

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Plante & Moreau, PLLC*

January 17, 2023

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required  
by the Uniform Guidance

**Independent Auditor's Report**

To the Board of Directors  
Senior Resources of West Michigan

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Senior Resources of West Michigan's (the "Organization") compliance with the types of compliance requirements identified as subject to audit in the Office of Management and Budget (OMB) Compliance Supplement that could have a direct and material effect on the Organization's major federal program for the year ended September 30, 2022. The Organization's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the major federal program for the year ended September 30, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Our responsibilities under those standards and the Uniform Guidance are further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal program.

To the Board of Directors  
Senior Resources of West Michigan

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Organization's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Organization's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Organization's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Organization's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on 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 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 *Auditor's Responsibilities for the Audit of Compliance* section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

To the Board of Directors  
Senior Resources of West Michigan

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.

*Plante & Moreau, PLLC*

January 17, 2023

## Schedule of Expenditures of Federal Awards

Year Ended September 30, 2022

Federal Agency/Pass-through Agency/Program Title	Award Period	Assistance Listing Number	Pass-through Entity Project/Grant Number	Award Amount	Total Amount Provided to Subrecipients	Federal Expenditures
<b>Department of Health and Human Services</b>						
Medicaid Cluster:						
Passed through the MDHHS Nursing Facility Transition (NFT):						
Medical Assistance Program	2021-2022	93.778	E20221434-00	\$ 129,821	\$ -	\$ 92,633
Administration	2021-2022		E20221434-00	<u>3,877</u>	<u>-</u>	<u>2,802</u>
Subtotal				133,698	-	95,435
Passed through the ACLS Bureau -						
Medical Assistance Program (Targeted Care Management) -						
Medical Assistance Program	2021-2022	93.778	05-2205MI5MAP	<u>262,853</u>	<u>-</u>	<u>262,853</u>
Total Medicaid Cluster				396,551	-	358,288
Passed through the ACLS Bureau:						
Aging Cluster:						
Special Programs for the Aging Title III, Part B -						
Grants for Supportive Services and Senior Centers:		93.044				
Services	2021-2022		2201MIOASS	430,869	330,210	430,869
Administration	2021-2022		2201MIOASS	48,880	-	48,880
COVID-19 - Title III, Part B Services	2021-2022		2101MISSC6	533,099	33,212	395,000
COVID-19 - Administration	2021-2022		2101MISSC6	69,697	-	35,000
COVID-19 - Expanding Access to COVID-19 Vaccines	2021-2022		2101MIVAC5	<u>61,453</u>	<u>-</u>	<u>51,453</u>
Subtotal				1,143,998	363,422	961,202
Special Programs for the Aging Title III, Part C -						
Nutrition Services:		93.045				
Title III C-1 Congregate Meals	2021-2022		2201MIOACM	449,157	444,258	444,258
Title III C-2 Home Delivered Meals	2021-2022		2201MIOAHD	489,395	467,895	489,395
Administration	2021-2022		2201MI-OACM/OAHD	99,177	-	99,177
COVID-19 - Title III C Meals	2021-2022		2101MIHDC5	185,199	185,199	185,199
COVID-19 - Title III C-1 Meals	2021-2022		2101MICMC6	347,675	2,312	2,312
COVID-19 - Title III C-2 Meals	2021-2022		2101MIHDC6	521,510	270,755	302,000
COVID-19 - Administration	2021-2022		2101MI-HDC5/CMC6/HDC6	<u>134,702</u>	<u>-</u>	<u>66,060</u>
Subtotal				2,226,815	1,370,419	1,588,401
Nutrition Services Incentive Program -						
Title III C-1 Congregate Meals	2021-2022	93.053	2201MIOANS	<u>165,647</u>	<u>164,513</u>	<u>164,513</u>
Total Aging Cluster				3,536,460	1,898,354	2,714,116
Special Programs for the Aging Title VII, Chapter 3 -						
Programs for Prevention of Elder Abuse, Neglect, and Exploitation	2021-2022	93.041	2201MIOAEA	6,591	6,591	6,591
Special Programs for the Aging Title VII, Chapter 2:		93.042				
Long Term Care Ombudsman Services for Older Individuals	2021-2022		2201MIOAOM	12,235	-	12,235
COVID-19 - Title VII, Chapter 2 Services	2021-2022		2101MIOMC6-00	<u>13,328</u>	<u>-</u>	<u>13,328</u>
Subtotal				25,563	-	25,563
Special Programs for the Aging Title III, Part D:		93.043				
Disease Prevention and Health Promotion Services	2021-2022		2201MIOAPH	33,398	33,398	33,398
COVID-19 - Title III, Part D Services	2021-2022		2101MIPHC6	<u>56,640</u>	<u>25,000</u>	<u>25,000</u>
Subtotal				90,038	58,398	58,398

## Schedule of Expenditures of Federal Awards (Continued)

Year Ended September 30, 2022

Federal Agency/Pass-through Agency/Program Title	Award Period	Assistance Listing Number	Pass-through Entity Project/Grant Number	Award Amount	Total Amount Provided to Subrecipients	Federal Expenditures
National Family Caregiver Support, Title III, Part E: Services	2021-2022	93.052	2201MIOAFC	\$ 206,281	\$ 51,250	\$ 206,281
Administration	2021-2022		2201MIOAFC	23,402	-	23,402
COVID-19 - Title III, Part E Services	2021-2022		2101MIFCC6-00	186,280	100,000	100,000
COVID-19 - Administration	2021-2022		2101MIFCC6-00	21,492	-	15,000
Subtotal				437,455	151,250	344,683
Passed through the Area Agency on Aging of Western Michigan, Inc. - Special Programs for the Aging Title IV and Title II - Discretionary Projects - No Wrong Door (NWD)	2021-2022	93.048	90NWC30049-01-01	10,000	-	10,000
Passed through the Michigan Medicare/Medicaid Assistance Program, Inc. - Special Programs for the Aging Title IV and Title II - Discretionary Projects:		93.048				
Health Care Fraud and Abuse Control Act (HCFAC)	2021-2022		90MPPG0039-04-00	9,349	-	7,449
HCFAC	2022-2023		90MPPG0039-05-00	17,613	-	2,772
Subtotal				36,962	-	20,221
Medicare Enrollment Assistance Program - Medicare Improvements for Patients and Providers Act (MIPPA)	2021-2022	93.071	2001MIMIAA-00	5,808	-	5,808
State Health Insurance Assistance Programs:		93.324				
State Health Insurance Assistance Program (SHIP)	2021-2022		90SAPG0090-03-00	35,625	-	15,890
SHIP	2021-2022		90SAPG0090-02-00	17,813	-	17,813
Subtotal				53,438	-	33,703
Total federal assistance				<b>\$ 4,588,866</b>	<b>\$ 2,114,593</b>	<b>\$ 3,567,371</b>

**Notes to Schedule of Expenditures of Federal Awards**

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**Year Ended September 30, 2022**

**Note 1 - Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of Senior Resources of West Michigan (the "Organization") under programs of the federal government for the year ended September 30, 2022. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the "Uniform Guidance"). Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets, functional expenses, or cash flows of the Organization.

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

Expenditures reported in the Schedule are reported on the same basis of accounting as the financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The pass-through entity identifying numbers are presented where available.

The Organization has elected not to use the 10 percent *de minimis* indirect cost rate to recover indirect costs, as allowed under the Uniform Guidance.



## Senior Resources of West Michigan

# Schedule of Findings and Questioned Costs

Year Ended September 30, 2022

### Section I - Summary of Auditor's Results

#### Financial Statements

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? ☐ Yes ☒ None reported
- Noncompliance material to financial statements noted? ☐ Yes ☒ None reported

#### Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? ☐ Yes ☒ None reported

Type of auditor's report issued on compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)?

☐ Yes ☒ No

Identification of major programs:

Assistance Listing Number	Name of Federal Program or Cluster
---------------------------	------------------------------------

93.044, 93.045, 93.053	Aging Cluster
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Dollar threshold used to distinguish between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

☒ Yes ☐ No

### Section II - Financial Statement Audit Findings

None

### Section III - Federal Program Audit Findings

None