

THE OHIO UNIVERSITY INN, INC.
ATHENS COUNTY
REGULAR AUDIT
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023

OHIO AUDITOR OF STATE
KEITH FABER



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Columbus, Ohio 43215
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800-282-0370

Board of Trustees
The Ohio University Inn, Inc.
1 Ohio University
Athens, Ohio 45701

We have reviewed the *Independent Auditor's Report* of The Ohio University Inn, Inc., Athens County, prepared by Crowe LLP, for the audit period July 1, 2023 through June 30, 2024. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Ohio University Inn, Inc. is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

December 06, 2024

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The Ohio University Inn, Inc.

(a wholly owned subsidiary of The Ohio University Foundation)

Annual Financial Report

June 30, 2024 and 2023

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
The Ohio University Inn, Inc.
Athens, Ohio

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

We have audited the financial statements of The Ohio University Inn, Inc. a wholly owned subsidiary of The Ohio University Foundation, which comprise the balance sheets as of June 30, 2024 and 2023, and the related statements of operations and comprehensive income (loss), changes in stockholder's equity, 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 Ohio University Inn, Inc. as of June 30, 2024 and 2023, and the results of its operations and its 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 (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Ohio University Inn, Inc. and to meet our other 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 Ohio University Inn, Inc.'s ability to continue as a going concern for one year from the date 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 GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Ohio University Inn, 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 The Ohio University Inn, 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 15, 2024 on our consideration of The Ohio University Inn, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of The Ohio University Inn, Inc.'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 Ohio University Inn, Inc.'s internal control over financial reporting and compliance.


Crowe LLP

Columbus, Ohio
October 15, 2024

Balance Sheets
June 30, 2024 and 2023

	2024	2023
Assets		
Current Assets		
Cash	\$ 1,086,764	\$ 776,987
Investments	-	888,373
Accounts receivable - net	81,300	130,982
Inventories	61,481	75,248
Prepaid expenses and other assets	116,472	65,000
Total current assets	1,346,017	1,936,590
Property and Equipment - net	6,082,857	5,300,472
Total assets	\$ 7,428,874	\$ 7,237,062
Liabilities and Stockholder's Equity		
Current Liabilities		
Accounts payable	\$ -	\$ 181,512
Current portion of long-term debt	50,674	45,970
Accrued and other current liabilities:		
Taxes payable	251,801	174,017
Accrued compensation	274,610	234,232
Other accrued liabilities	312,961	175,744
Total current liabilities	890,046	811,475
Working Capital Loans - payable to stockholder	450,000	-
Long-term Debt - net of current portion and unamortized loan issuance costs	42,641	97,503
Deferred Income Tax Liability	35,065	143,204
Total liabilities	1,417,752	1,052,182
Stockholder's Equity		
Common stock	3,429,192	3,429,192
Contributed capital	4,266,632	4,266,632
Accumulated deficit	(1,684,702)	(1,510,944)
Total stockholder's equity	6,011,122	6,184,880
Total liabilities and stockholder's equity	\$ 7,428,874	\$ 7,237,062

See notes to financial statements.

Statements of Operations & Comprehensive Income (Loss)

Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Revenue		
Rooms	\$ 3,472,856	\$ 3,537,794
Food and beverage	2,136,568	2,100,732
Other	29,160	9,115
Total revenue	<u>5,638,584</u>	<u>5,647,641</u>
Operating Expenses		
Rooms	915,195	895,697
Food and beverage	1,766,222	1,712,213
Other	4,763	-
Total operating expenses	<u>2,686,180</u>	<u>2,607,910</u>
Income before General and Unapportioned Expenses	2,952,404	3,039,731
General and Unapportioned Expenses		
Administrative and general	748,630	689,482
Information and telecommunications systems	186,870	200,426
Repairs and maintenance	409,128	413,143
Taxes, insurance and other	378,056	326,197
Marketing	346,162	300,045
Management fees	109,943	190,086
Utilities	179,075	196,060
Total general and unapportioned expenses	<u>2,357,864</u>	<u>2,315,439</u>
Other Income (Expense)		
Contribution revenue	-	299,417
Interest and dividends on investments	15,798	28,531
Realized gains (losses) on investments	(94,510)	(63,419)
Unrealized gains (losses) on investments	97,888	16,399
Total other income (expense)	<u>19,176</u>	<u>280,928</u>
Capital Expenses		
Interest expense	14,112	1,726
Loss on disposal of property and equipment	3,463	-
Depreciation	878,038	755,484
Total capital expenses	<u>895,613</u>	<u>757,210</u>
Income (Loss) before Provision for Income Taxes	(281,897)	248,010
Income Tax Expense	(108,139)	18,825
Net Income (Loss)	<u>\$ (173,758)</u>	<u>\$ 229,185</u>

See notes to financial statements.

Statements of Stockholder's Equity

Years Ended June 30, 2024 and 2023

	Common Stock	Contributed Capital	Accumulated Deficit	Total Stockholder's Equity
Balance - July 1, 2022	\$ 3,429,192	\$ 4,266,632	\$ (1,740,129)	\$ 5,955,695
Net income	-	-	229,185	229,185
Balance - June 30, 2023	3,429,192	4,266,632	(1,510,944)	6,184,880
Net loss	-	-	(173,758)	(173,758)
Balance - June 30, 2024	<u>\$ 3,429,192</u>	<u>\$ 4,266,632</u>	<u>\$ (1,684,702)</u>	<u>\$ 6,011,122</u>

Statements of Cash Flows

Years Ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Cash Flows from Operating Activities		
Net (loss) income	\$ (173,758)	\$ 229,185
Adjustments to reconcile net income to net cash from operating activities:		
Depreciation	878,038	755,484
Deferred income tax expense	(108,139)	36,093
Loss on disposal of property and equipment	3,463	-
Realized losses on sale of investments	94,510	63,419
Unrealized (gains) on investments	(97,888)	(16,399)
Changes in operating assets and liabilities:		
Decrease in accounts receivable	49,682	212,687
Decrease in inventories	13,767	10,036
(Increase) decrease in prepaid expenses and other assets	(51,472)	7,206
(Decrease) increase in accounts payable	(181,512)	50,331
(Decrease) increase in accrued and other liabilities	255,379	(306,796)
Net cash provided by operating activities	<u>682,070</u>	<u>1,041,246</u>
Cash Flows from Investing Activities		
Acquisition of property and equipment	(1,663,886)	(1,272,329)
Purchases of investments	(15,798)	(278,531)
Proceeds from sale of investments	907,549	330,000
Net cash used in investing activities	<u>(772,135)</u>	<u>(1,220,860)</u>
Cash Flows from Financing Activities		
Proceeds from issuance of working capital loans	450,000	-
Payments on long-term debt	(50,158)	(56,467)
Net cash provided by (used in) financing activities	<u>399,842</u>	<u>(56,467)</u>
Net Increase (Decrease) in Cash	309,777	(236,081)
Cash - Beginning of year	<u>776,987</u>	<u>1,013,068</u>
Cash - End of year	<u>\$ 1,086,764</u>	<u>\$ 776,987</u>
Supplemental Disclosure of Cash Flow Information		
Interest paid	\$ 1,041	\$ 1,726
Income taxes paid (refunded)	-	18,825

See notes to financial statements.

Notes to Financial Statements

June 30, 2024 and 2023

Note 1 – Organization

The Ohio University Inn, Inc. (the "Company") was incorporated in Ohio on September 10, 1986 to acquire and operate an 87-room hotel and restaurant facility in Athens, Ohio known as The Ohio University Inn (the "Inn"). An additional wing with 61 rooms was added to the hotel and placed in service in October 1989. The Inn currently has 139 rooms in service. The Company is a wholly owned subsidiary of The Ohio University Foundation (the "Stockholder"). The Company changed its name from Inn-Ohio of Athens, Inc. to The Ohio University Inn, Inc. on March 9, 2024.

Note 2 – Significant Accounting Policies

Method of Accounting

The Company maintains its books and records in accordance with accounting principles generally accepted in the United States of America.

Use of Estimates

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

Cash

At times, cash may exceed federally insured amounts. As of June 30, 2024 and 2023, the company held \$606,208 and \$444,927, respectively, in cash that was uninsured by the FDIC.

Advertising Expense

Advertising costs are included in marketing expenses on the statement of operations and comprehensive income and expensed as incurred. Advertising expense for the years ended June 30, 2024 and 2023 was approximately \$8,773 and \$7,955, respectively.

Notes to Financial Statements

June 30, 2024 and 2023

Note 2 – Significant Accounting Policies (Continued)

Investments

Investments, which were liquidated during the fiscal year ended June 30, 2024 in support of a renovation project, consisted of a money market mutual fund and a fixed-income mutual fund valued at market value. Realized losses of \$94,510 and \$63,419 are reported in net income (loss) for the years ended June 30, 2024 and 2023, respectively. Unrealized holding gains of \$97,888 and \$16,399 are reported in net income (loss) for the years ended June 30, 2024 and 2023, respectively.

Trade Accounts Receivable

Accounts receivable consist of balances due from customers or businesses that have incurred charges at the facility. These customers' accounts have been preapproved for a direct billing from the facility based on a complete credit application. Collection of the accounts receivable balances is performed at the facility, and all amounts are deposited daily. In the normal course of business, the Company rents facilities to Ohio University, a related party, and its affiliates.

Accounts receivable include amounts due from Ohio University and its related programs, departments, and affiliates of approximately \$37,086 and \$93,300 as of June 30, 2024 and 2023, respectively. As Ohio University is the sole beneficiary of The Ohio University Foundation and The Ohio University Foundation has sole ownership rights in the Company, Ohio University is considered a related party. Accounts receivable are stated at invoice amounts.

An allowance for credit losses is recognized based on a specific assessment of all invoices that remain unpaid. The allowance is determined based on management's estimate of the amounts recoverable from each customer. The allowance for credit losses on accounts receivable balances was \$80 and \$0 as of June 30, 2024 and 2023, respectively.

Inventories

Inventories consist of food and beverage products and gift shop items, which are valued at the lower of cost or net realizable value (NRV), with cost determined on the first-in, first-out (FIFO) method.

Notes to Financial Statements

June 30, 2024 and 2023

Note 2 – Significant Accounting Policies (Continued)

Property and Equipment

Property and equipment are recorded at cost less accumulated depreciation. Cost of normal repairs and maintenance and minor renewals are charged to expense. Major expenditures, with a minimum value of \$1,000 and which extend the useful lives of assets, are capitalized.

Depreciation is computed using the straight-line method over the estimated useful lives of the property and equipment.

As of June 30, 2024 and 2023, the Company is of the opinion that there is no impairment of property and equipment.

Loan Issuance Costs

Loan issuance costs are amortized using the straight-line method, which approximates the effective interest method, over the life of the related debt. Amortization expense was \$0 for the years ended June 30, 2024 and 2023, respectively.

Revenue and Cost Recognition

Revenue is recognized from room, restaurant, beverage, and telephone facilities and services as earned at the close of business each day. The majority of the Company's business is derived from Ohio University and its related programs, departments, and affiliates.

During the fiscal year ended June 30, 2021, the Company applied for and received a Paycheck Protection Program (PPP) loan from the U.S. Small Business Administration (SBA) in the amount of \$718,098. The loan was designed to provide a direct incentive for small businesses affected by COVID-19 to keep their workers on the payroll. SBA would provide forgiveness of the loan if all employee retention criteria were met and the funds were used for eligible expenses, including payroll costs, interest on mortgages, rent and utilities. During the fiscal year ended June 30, 2022, the SBA forgave \$509,638 of the loan that was issued during the fiscal year ended June 30, 2021, and the forgiven amount was recorded as contribution revenue on the accompanying Statement of Operations & Comprehensive Income (Loss). The unforgiven portion of the loan was reclassified from a refundable advance to long-term debt on the accompanying Balance Sheet. For more information on the terms of the loan, see Note 5.

Notes to Financial Statements

June 30, 2024 and 2023

Note 2 – Significant Accounting Policies (Continued)

During the fiscal years ended June 30, 2024 and 2023, the Company received Employee Retention Tax Credits in the amount of \$0 and \$299,417, respectively, which were recorded as contribution revenue on the accompanying Statement of Operations & Comprehensive Income (Loss). The Company determined it met the applicable conditions for the credit based on the gross receipts criteria. The IRS may choose to audit the Company's claim in a future period of 3 to 5 years, depending on the specific calendar quarter claimed. If the Company is deemed ineligible to receive some or all of the credit, repayment may be requested at that time.

Income Taxes

A current tax liability or asset is recognized for the estimated taxes payable or refundable on tax returns for the year. Deferred tax liabilities or assets are recognized for the estimated future tax effects of temporary differences between financial reporting and tax accounting.

Other Comprehensive Income (Loss)

Accounting principles generally require that recognized revenue, expenses, gains, and losses be included in net income. The Company has no other comprehensive income (loss) as of June 30, 2024 and 2023.

Subsequent Events

The financial statements and related disclosures include evaluation of events up through and including October 15, 2024, which is the date the financial statements were available to be issued.

Notes to Financial Statements

June 30, 2024 and 2023

Note 3 – Fair Value Measurements

Accounting standards require certain assets and liabilities to 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.

Fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that the Company 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 whereby 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 Company's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

The Company's investment in a money market mutual fund totaling \$0 and \$256,532 as of June 30, 2024 and 2023, respectively, is valued using Level 1 inputs. The Company's investment in a fixed-income mutual fund totaling \$0 and \$631,841 as of June 30, 2024 and 2023, respectively, is valued using Level 1 inputs.

Notes to Financial Statements

June 30, 2024 and 2023

Note 4 – Property and Equipment

Property and equipment are summarized as follows:

	<u>2024</u>	<u>2023</u>	<u>Depreciable Life - Years</u>
Land	\$ 323,978	\$ 323,978	
Land improvements	1,177,958	1,173,714	5-15
Buildings	10,169,188	8,938,087	30-40
Furniture, fixtures and equipment	7,723,883	7,804,677	3-10
Construction in progress	-	90,697	
Total cost	<u>19,395,007</u>	<u>18,331,153</u>	
Accumulated depreciation	<u>13,312,150</u>	<u>13,030,681</u>	
Net property and equipment	<u>\$ 6,082,857</u>	<u>\$ 5,300,472</u>	

Depreciation expense for the years ended June 30, 2024 and 2023 totaled \$878,038 and \$755,484, respectively.

Note 5 – Long-Term Debt

As of June 30, 2024 and 2023, debt obligations consisted of the following:

	<u>2024</u>	<u>2023</u>
Paycheck Protection Program Loan	\$ 93,315	\$ 143,473
Less current portion of long-term debt	(50,674)	(45,970)
Total long-term portion	<u>\$ 42,641</u>	<u>\$ 97,503</u>

In April 2022, the SBA forgave \$509,638 of the \$718,098 PPP loan that was issued to the Company during the fiscal year ended June 30, 2021. At that time, the unforgiven portion of the loan, in the amount of \$208,460, was reclassified from a refundable advance to long-term debt on the Balance Sheet.

Principal payments on the PPP Loan ranging from \$4,200 to \$4,300 are due in monthly installments through May 2026. The interest rate on the PPP Loan is fixed at 1.0 percent.

Notes to Financial Statements

June 30, 2024 and 2023

Note 5 – Long-Term Debt (Continued)

Maturities of long-term debt are as follows as of June 30, 2024:

<u>Years Ending</u>	<u>Amount</u>
2025	\$ 50,674
2026	42,641
Total	<u>\$ 93,315</u>

Note 6 – Working Capital Loans Payable to Stockholder

The Stockholder made available to the Company working capital loans, with interest at the prime rate, of up to \$450,000 as of June 30, 2024 and 2023. There were outstanding borrowings on these working capital loans of \$450,000 and \$0 as of June 30, 2024 and 2023, respectively. Principal payments totaling \$450,000 are due and payable on June 30, 2026 but may be prepaid without penalty. The interest rate, which is stated at the prime rate, was 8.50 percent and 8.25 percent as of June 30, 2024 and 2023, respectively.

Note 7 – Stockholder’s Equity

As of June 30, 2024 and 2023, the authorized capital stock of the Company was 750 shares of common stock with no par value, and 250 shares of redeemable preferred stock with a stated value of \$10,000 to be cumulative for payment of dividends with an interest rate of the United States Federal Discount Rate.

As of June 30, 2024 and 2023, there were 342.9192 shares of voting common stock, and no shares of preferred stock, issued and outstanding.

Note 8 – Management Fees

The property manager's compensation was comprised of a base fee plus incentive fees, as defined in the management agreement. Management fees earned by the manager were \$109,943 and \$190,086 for the fiscal years ended June 30, 2024 and 2023, respectively.

Notes to Financial Statements

June 30, 2024 and 2023

Note 9 – Income Taxes

The provision for income taxes for the years ended June 30, 2024 and 2023 consists of the following:

	<u>2024</u>	<u>2023</u>
Current income tax (recovery) expense	\$ -	\$ (17,268)
Deferred income tax (recovery) expense	(108,139)	36,093
Total income tax expense	<u>\$ (108,139)</u>	<u>\$ 18,825</u>

The components of the deferred income tax asset and liability as of June 30, 2024 and 2023 are as follows:

	<u>2024</u>	<u>2023</u>
Deferred tax assets	\$ 220,842	\$ 186,309
Deferred tax liabilities	(255,907)	(329,513)
Total	<u>\$ (35,065)</u>	<u>\$ (143,204)</u>

For 2024 and 2023, the difference between the federal statutory tax rate and the Company's provision for income taxes relates primarily to state income taxes.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Trustees
The Ohio University Inn, Inc.
Athens, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of The Ohio University Inn, Inc., a wholly-owned subsidiary of The Ohio University Foundation, which comprise the balance sheet as of June 30, 2024, and the related consolidated statements of operations and comprehensive income (loss), changes in stockholder's equity, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated October 15, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered The Ohio University Inn, Inc.'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 Ohio University Inn, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of The Ohio University Inn, 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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether The Ohio University Inn, Inc.'s financial statements are free from material misstatement, we performed tests of The Ohio University Inn, Inc.'s 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*.

(Continued)

Purpose of this Report

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

A handwritten signature in black ink that reads "Crowe LLP". The letters are cursive and fluid.

Crowe LLP

Columbus, Ohio
October 15, 2024

OHIO AUDITOR OF STATE KEITH FABER



THE OHIO UNIVERSITY INN, INC.

ATHENS COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 12/19/2024

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

This report is a matter of public record and is available online at
www.ohioauditor.gov