AREA AGENCY ON AGING OF CENTRAL FLORIDA, INC. D/B/A SENIOR RESOURCE ALLIANCE

Financial Statements

Years Ended
December 31, 2021 and 2020

TABLE OF CONTENTS

	Page
INDEPENDENT AUDITORS' REPORT	1 – 2
FINANCIAL STATEMENTS	
Statements of Financial Position	3
Statements of Activities	4
Statements of Cash Flows	5
Statements of Functional Expenses	6 – 9
Notes to Financial Statements	10 – 19
SUPPLEMENTAL INFORMATION	
Schedule of Program Service Expenses	20
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*	21 – 22
Independent Auditors' Report on Compliance for Each Major Federal Program and State Project and on Internal Control Over Compliance Required by the Uniform Guidance and State of Florida Chapter 10.650, *Rules of the Auditor General*	23 – 24
Schedule of Findings and Questioned Costs	25 – 26
Schedule of Expenditures of Federal Awards and State Financial Assistance	27 – 28

Partners
W. Ed Moss, Jr.
Joe M. Krusick
Cori G. Cameron
Bob P. Marchewka
Ric Perez
Thomas F. Regan
Ernie R. Janvrin
Richard F. Hayes
Renee C. Varga
Shawn M. Marshall

Winter Park, FL 32789
501 S. New York Ave.
Suite 100
Phone: 407-644-5811
www.mosskrusick.com

N. Palm Beach, FL 33408
631 US Highway One
Suite 405
Phone: 561-848-9300

Miami Lakes, FL 33016
7900 NW 155th Street
Suite 201
Phone: 305-445-7956

American Institute of Certified Public Accountants

Florida Institute of Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Area Agency on Aging of
Central Florida, Inc.
Orlando, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Area Agency on Aging of Central Florida, Inc. d/b/a Senior Resource Alliance (the "Agency," a nonprofit organization), which comprise the statements of financial position as of December 31, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Area Agency on Aging of Central Florida, Inc. d/b/a Senior Resource Alliance as of December 31, 2021 and 2020, and the changes in its net assets 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 audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Area Agency on Aging of Central Florida, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of 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 Agency's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists.

Auditors' Responsibilities for the Audit of the Financial Statements (continued)

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 generally accepted auditing standards and *Government Auditing Standards*, we:

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of Florida Chapter 10.650, *Rules of the Auditor General*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to 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 and state financial assistance is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 19, 2022, on our consideration of the Agency'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 Agency'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 Agency's internal control over financial reporting and compliance.

Moss, Krusick & Associates, LLC

Winter Park, Florida
August 19, 2022

AREA AGENCY ON AGING OF CENTRAL FLORIDA, INC.
D/B/A SENIOR RESOURCE ALLIANCE

STATEMENTS OF FINANCIAL POSITION

December 31, 2021 and 2020

ASSETS

	2021	2020
CURRENT ASSETS		
Cash and cash equivalents	$ 1,840,081	$ 1,574,762
Receivables from governmental agencies	2,814,973	4,556,832
Accounts receivable	196,534	271,430
Prepaid expenses	50,863	51,264
Total current assets	4,902,451	6,454,288
Property and equipment, net	31,430	48,117
Total assets	$ 4,933,881	$ 6,502,405

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable	$ 32,938	$ 46,204
Accrued expenses	98,485	108,536
Payable to providers	2,445,585	4,445,539
Refundable advances	45,769	122,727
Deferred rent	19,664	26,962
Total current liabilities	2,642,441	4,749,968
NET ASSETS		
Without donor restrictions	2,291,440	1,752,437
Total liabilities and net assets	$ 4,933,881	$ 6,502,405

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

AREA AGENCY ON AGING OF CENTRAL FLORIDA, INC.
D/B/A SENIOR RESOURCE ALLIANCE

STATEMENTS OF ACTIVITIES

Years Ended December 31, 2021 and 2020

	2021	2020
REVENUES		
Public support:		
Federal grants	$ 11,933,372	$ 15,090,995
State grants	8,896,132	8,457,155
Other grants and contributions	29,644	10,230
Total public support	20,859,148	23,558,380
Other revenue	1,708,197	1,501,897
Interest income	52	1,412
Total revenues	22,567,397	25,061,689
EXPENSES		
Program services	20,935,801	23,482,741
Support services:		
Management and general	1,092,593	1,164,427
Total expenses	22,028,394	24,647,168
Change in net assets	539,003	414,521
NET ASSETS, BEGINNING OF YEAR	1,752,437	1,337,916
NET ASSETS, END OF YEAR	$ 2,291,440	$ 1,752,437

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

AREA AGENCY ON AGING OF CENTRAL FLORIDA, INC.
D/B/A SENIOR RESOURCE ALLIANCE

STATEMENTS OF CASH FLOWS

Years Ended December 31, 2021 and 2020

	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from governmental agencies	$ 22,494,405	$ 20,950,723
Cash received from others	1,812,737	1,805,825
Interest income received	52	1,412
Cash paid to providers of goods and services	(21,680,484)	(19,886,144)
Cash paid to employees and suppliers	(2,361,391)	(2,282,046)
Net cash provided by operating activities	265,319	589,770
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	-	(4,537)
Net increase in cash and cash equivalents	265,319	585,233
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	1,574,762	989,529
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 1,840,081	$ 1,574,762
RECONCILIATION OF INCREASE IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Increase in net assets	$ 539,003	$ 414,521
Adjustments to reconcile change in net assets to net cash provided by operations:		
Depreciation	16,687	16,467
Grants receivable	1,741,859	(2,597,427)
Accounts receivable	74,896	293,698
Prepaid expenses	401	(16,022)
Accounts payable	(13,266)	(285,959)
Accrued expenses	(10,051)	(111,345)
Payable to providers	(1,999,954)	2,883,135
Refundable advance	(76,958)	-
Deferred rent	(7,298)	(7,298)
Net cash provided by operating activities	$ 265,319	$ 589,770

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

AREA AGENCY ON AGING OF CENTRAL FLORIDA, INC.
D/B/A SENIOR RESOURCE ALLIANCE

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2021

	Program Services									
	Older Americans Act	Emergency Home Energy	SHINE	SHINE Senior Medicare Patrol	Community Care for the Elderly	Home Care Assistance for the Elderly	Alzheimer's Disease Initiative	RELIEF	MIPPA	Aging and Disability Resource
Personnel	$ 401,122	$ 28,969	$ 87,727	$ 33,076	$ 301,379	$ 83,984	$ 33,137	$ 6,065	$ 50,465	$ 481,383
Travel	4,883	-	3,226	-	529	-	-	-	-	400
Building space	16,837	589	1,658	254	8,871	1,966	-	381	1,016	15,002
Communication	10,055	578	6,600	120	14,364	984	-	63	179	16,498
Printing and supplies	10,112	51	13,200	17	10,007	753	-	-	25	2,282
Service subcontractors	7,603,609	580,863	1,331	-	4,786,135	96,606	2,282,894	121,429	20,428	-
Client subsidy payments	-	-	-	-	-	800,425	-	-	-	-
Professional fees	-	-	-	-	-	-	-	-	-	-
Insurance	-	-	500	-	-	-	-	-	-	-
Maintenance and repairs	2,473	-	129	-	-	-	-	-	-	-
Other purchased services	37,457	4,942	3,645	230	4,974	682	1,309	20	342	1,193
Advertising	500	35,728	5,065	-	25	-	-	-	-	-
Other miscellaneous expenses	343	-	1,308	-	-	12	-	-	550	-
Total functional expenses before Depreciation	8,087,391	651,720	124,389	33,697	5,126,284	985,412	2,317,340	127,958	73,005	516,758
Depreciation	-	-	-	-	-	-	-	-	-	-
Total functional expenses	$ 8,087,391	$ 651,720	$ 124,389	$ 33,697	$ 5,126,284	$ 985,412	$ 2,317,340	$ 127,958	$ 73,005	$ 516,758

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

AREA AGENCY ON AGING OF CENTRAL FLORIDA, INC.
D/B/A SENIOR RESOURCE ALLIANCE

STATEMENT OF FUNCTIONAL EXPENSES (continued)

For the year ended December 31, 2021

	Program Services								
	Veterans HCBS	COVID Funding CARES/CCAA	Volunteer FL AmeriCorps	Central Florida Foundation	Local Services Program	FPN SAGE Conference and Workshop	Total Program Services	Administrative	Total Expenses
Personnel	$ 70,085	$ 124,600	$ 58,253	$ -	$ -	$ -	$ 1,760,245	$ 608,091	$ 2,368,336
Travel	-	210	49	-	-	-	9,297	9,451	18,748
Building space	2,862	1,667	1,774	-	-	-	52,877	139,881	192,758
Communication	560	-	230	-	-	-	50,231	23,684	73,915
Printing and supplies	65	15,455	4,788	-	-	-	56,755	15,308	72,063
Service subcontractors	1,347,069	1,026,761	2,360	57,000	50,000	200	17,976,685	20,353	17,997,038
Client subsidy payments	-	-	-	-	-	-	800,425	-	800,425
Professional fees	-	-	-	-	-	-	-	65,201	65,201
Insurance	-	-	-	-	-	-	500	18,017	18,517
Maintenance and repairs	-	-	-	-	-	-	2,602	3,484	6,086
Other purchased services	47,862	23,905	805	-	-	135	127,501	103,737	231,238
Advertising	-	54,568	-	-	-	-	95,886	32,736	128,622
Other miscellaneous expenses	584	-	-	-	-	-	2,797	35,963	38,760
Total functional expenses before Depreciation	1,469,087	1,247,166	68,259	57,000	50,000	335	20,935,801	1,075,906	22,011,707
Depreciation	-	-	-	-	-	-	-	16,687	16,687
Total functional expenses	$ 1,469,087	$ 1,247,166	$ 68,259	$ 57,000	$ 50,000	$ 335	$ 20,935,801	$ 1,092,593	$ 22,028,394

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

AREA AGENCY ON AGING OF CENTRAL FLORIDA, INC.
D/B/A SENIOR RESOURCE ALLIANCE

STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2020

	Program Services									
	Older Americans Act	Emergency Home Energy	SHINE	SHINE Senior Medicare Patrol	Community Care for the Elderly	Home Care Assistance for the Elderly	Alzheimer's Disease Initiative	RELIEF	MIPPA	CDSME
Personnel	$ 271,089	$ 24,122	$ 72,913	$ 18,230	$ 286,224	$ 44,218	$ -	$ 7,229	$ 34,721	$ 15,742
Travel	713	-	1,643	-	-	-	-	-	-	-
Building space	13,731	1,367	1,787	244	8,517	2,097	-	363	796	187
Communication	6,966	582	13,131	111	7,383	1,043	12	202	195	-
Printing and supplies	9,465	497	1,501	4	661	127	-	-	4	4
Service subcontractors	8,057,970	466,425	24	-	4,974,694	76,396	1,795,494	76,291	-	8,612
Client subsidy payments	-	-	-	-	-	819,212	-	-	-	-
Professional fees	-	-	-	-	-	-	-	-	-	-
Insurance	-	-	500	-	-	-	-	-	-	-
Maintenance and repairs	640	-	-	-	-	-	-	-	-	-
Other purchased services	18,382	22,184	7,251	54	4,360	6,707	-	2,606	224	104
Advertising	225	1,185	100	-	-	-	-	-	-	-
Other miscellaneous expenses	66	-	-	-	-	-	-	-	-	-
Total functional expenses before Depreciation	8,379,247	516,362	98,850	18,643	5,281,839	949,800	1,795,506	86,691	35,940	24,649
Depreciation	-	-	-	-	-	-	-	-	-	-
Total functional expenses	$ 8,379,247	$ 516,362	$ 98,850	$ 18,643	$ 5,281,839	$ 949,800	$ 1,795,506	$ 86,691	$ 35,940	$ 24,649

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

AREA AGENCY ON AGING OF CENTRAL FLORIDA, INC.
D/B/A SENIOR RESOURCE ALLIANCE

STATEMENT OF FUNCTIONAL EXPENSES (continued)

For the year ended December 31, 2020

	Program Services							
	Aging and Disability Resource	Veterans HCBS	FPN SAGE Conference and Workshop	CARES Act	Volunteer FL AmeriCorps	Total Program Services	Administrative	Total Expenses
Personnel	$ 507,797	$ 64,367	$ -	$ 155,140	$ 10,929	$ 1,512,721	$ 657,980	$ 2,170,701
Travel	65	410	-	-	-	2,831	4,685	7,516
Building space	15,793	2,811	-	5,993	-	53,686	131,000	184,686
Communication	16,532	500	-	866	-	47,523	14,652	62,175
Printing and supplies	8,636	163	224	5,559	-	26,845	24,091	50,936
Service subcontractors	-	1,222,391	200	4,176,802	-	20,855,299	178,719	21,034,018
Client subsidy payments	-	-	-	-	-	819,212	-	819,212
Professional fees	-	-	-	-	-	-	28,285	28,285
Insurance	-	-	-	-	-	500	13,466	13,966
Maintenance and repairs	-	-	-	-	-	640	6,531	7,171
Other purchased services	7,160	68,443	2,000	13,954	304	153,733	46,987	200,720
Advertising	63	-	-	2,000	-	3,573	11,536	15,109
Other miscellaneous expenses	-	3,000	3,000	112	-	6,178	30,028	36,206
Total functional expenses before Depreciation	556,046	1,362,085	5,424	4,360,426	11,233	23,482,741	1,147,960	24,630,701
Depreciation	-	-	-	-	-	-	16,467	16,467
Total functional expenses	$ 556,046	$ 1,362,085	$ 5,424	$ 4,360,426	$ 11,233	$ 23,482,741	$ 1,164,427	$ 24,647,168

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