Mid Florida Community Services, Inc.

FINANCIAL STATEMENTS

September 30, 2021 and 2020



Table of Contents

	Page
REPORT	
Independent Auditors' Report	1
FINANCIAL STATEMENTS	
Statements of Financial Position	4
Statements of Activities	5
Statements of Functional Expenses	7
Statements of Cash Flows	8
Notes to Financial Statements	9
Schedule of Expenditures of Federal Awards and State Financial Assistance	22
Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance	28
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*	31
Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and on Internal Control Over Compliance Required by the Uniform Guidance and Chapter 10.650, Rules of the Auditor General of the State of Florida	33
Schedule of Findings and Questioned Costs	36
Schedule of Functional Expenses – Required by Mid Florida Area Agency on Aging dba, Elder Options	38
Schedule of Functional Expenses – Required by Senior Connections	41

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Mid Florida Community Services, Inc.
Brooksville, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of Mid Florida Community Services, Inc. (the "Agency") (a nonprofit organization), which comprise the statements of financial position as of September 30, 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.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Agency as of September 30, 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.

Report on Summarized Comparative Information

We have previously audited the Agency's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report date January 27, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Other 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* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.650, *Rules of the Auditor General* of the State of Florida are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedules of functional expenses are presented for purposes of additional analysis as required by Mid Florida Area Agency on Aging, dba Elder Options, and Senior Connections 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 information 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 February 15, 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 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.



CARR, RIGGS & INGRAM, L.L.C.

Enterprise, Alabama
February 15, 2022

Mid Florida Community Services, Inc.
Statements of Financial Position

September 30,		**2021**		2020
Assets				
Cash	**$**	**3,820,119**	$	2,779,514
Grants receivable		**2,241,884**		2,942,438
Other receivables		**340,139**		438,095
Prepaid expenses		**9,457**		11,032
Property and equipment, net		**1,054,834**		1,077,649
Total assets	**$**	**7,466,433**	$	7,248,728
Liabilities and Net Assets				
Liabilities				
Accounts payable	**$**	**1,054,758**	$	1,343,588
Accrued expenses		**806,436**		762,809
Deferred revenue		**148,012**		165,680
Total liabilities		**2,009,206**		2,272,077
Net assets				
Without donor restrictions		**5,457,227**		4,976,651
Total liabilities and net assets	**$**	**7,466,433**	$	7,248,728

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

Mid Florida Community Services, Inc.
Statements of Activities

For the year ended September 30, 2021	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Unrestricted Net Assets			
Revenues, gains and other support			
Grant income	$ 31,747,313	$ -	$ 31,747,313
Local monies	2,331,020	-	2,331,020
Program income	116,933	-	116,933
Fees	100,719	-	100,719
In-kind	4,234,564	-	4,234,564
Total support and revenue	38,530,549	-	38,530,549
Expenses			
Program services			
Early Childhood	20,388,146	-	20,388,146
Elderly	8,929,816	-	8,929,816
Emergency Assistance	540,880	-	540,880
Energy Conservation	3,055,826	-	3,055,826
Transportation	765,250	-	765,250
Community Services	2,194,274	-	2,194,274
Support services			
General and administration	2,175,781	-	2,175,781
Total expenses	38,049,973	-	38,049,973
Change in net assets	480,576	-	480,576
Net assets, at beginning of year	4,976,651	-	4,976,651
Net assets, at end of year	$ 5,457,227	$ -	$ 5,457,227

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

Mid Florida Community Services, Inc.
Statements of Activities

For the year ended September 30, 2020	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Unrestricted Net Assets			
Revenues, gains and other support			
Grant income	$ 30,656,906	$ -	$ 30,656,906
Interest	7,336	-	7,336
Local monies	2,084,019	-	2,084,019
Program income	110,116	-	110,116
Fees	121,281	-	121,281
In-kind	4,301,696	-	4,301,696
		-	
Total support and revenue	37,281,354	-	37,281,354
Expenses			
Program services			
Early Childhood	19,853,058	-	19,853,058
Elderly	8,985,972	-	8,985,972
Emergency Assistance	556,209	-	556,209
Energy Conservation	2,470,634	-	2,470,634
Transportation	718,780	-	718,780
Community Services	1,574,222	-	1,574,222
Support services			
General and administration	1,992,640	-	1,992,640
Total expenses	36,151,515	-	36,151,515
Change in net assets	1,129,839	-	1,129,839
Net Assets, beginning	3,846,812	-	3,846,812
Net Assets, ending	$ 4,976,651	$ -	$ 4,976,651

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

Mid Florida Community Services, Inc.
Statements of Functional Expenses

For the year ended September 30, 2021

	Program Services		
	Early Childhood	Elderly	Energy Conservation
Salary and fringe benefits	$ 11,602,888	$ 1,505,751	$ 73,163
Office supplies	42,834	24,035	962
Program supplies	496,846	3,156	-
Program services	142,407	2,948,139	59,015
Utilities and telephone	399,333	68,685	1,102
Insurance	234,086	18,231	3,255
Postage and shipping	-	4,263	427
Space costs	3,461,354	534,427	2,088
Travel	66,361	28,065	-
Repairs and maintenance	882,899	37,436	929
Weatherization material	-	-	388,946
Tools and equipment	191,292	27,536	-
Professional services	37,689	5,368	433
Nutrition services	818,966	3,484,330	-
Emergency assistance	-	-	-
Support services	-	-	-
Transportation	-	-	-
Personnel	281,921	2,376	1,000
Payroll fees	72,136	10,015	232
Other	1,626,404	227,040	9,328
Total expenses before depreciation and amortization	20,357,416	8,928,853	540,880
Depreciation and amortization	30,730	963	-
Total	$ 20,388,146	$ 8,929,816	$ 540,880

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

Emergency Assistance	Transportation	Community Services	Supporting Services: General and Administration	Total 2021	Summarized Total 2020
$ 494,915	$ 397,264	$ 583,714	$ 1,600,397	**$ 16,258,092**	$ 15,669,240
8,740	2,754	20,767	25,118	**125,210**	100,948
-	50,013	29,511	32,975	**612,501**	865,904
-	-	8,000	-	**3,157,561**	3,336,319
30,167	21,025	39,330	34,045	**593,687**	572,058
3,171	71,494	8,704	17,048	**355,989**	237,450
2,117	492	713	3,124	**11,136**	10,786
43,381	-	66,259	76,044	**4,183,553**	4,254,804
139	-	2,181	7,220	**103,966**	106,269
14,633	54,765	58,734	87,217	**1,136,613**	950,492
-	-	-	-	**388,946**	412,241
3,016	77,119	17,508	18,951	**335,422**	389,892
9,672	12,904	8,654	128,347	**203,067**	257,823
-	-	22,715	-	**4,326,011**	3,954,962
2,372,586	-	79,394	18,810	**2,470,790**	1,892,735
-	-	1,112,215	-	**1,112,215**	751,931
-	-	6,366	-	**6,366**	3,686
227	1,578	11,530	9,456	**308,088**	222,097
3,387	2,103	3,867	5,959	**97,699**	93,651
69,675	52,814	114,112	69,866	**2,169,239**	1,966,102
3,055,826	744,325	2,194,274	2,134,577	**37,956,151**	36,049,390
-	20,925	-	41,204	**93,822**	102,125
$ 3,055,826	$ 765,250	$ 2,194,274	$ 2,175,781	$ 38,049,973	$ 36,151,515

Mid Florida Community Services, Inc.
Statements of Cash Flows

For the years ended September 30,	**2021**	2020
Operating Activities		
Change in net assets	**$ 480,576**	$ 1,129,839
Adjustments to reconcile change in net assets to cash provided by operating activities		
Depreciation and amortization	**93,822**	102,125
Loss on disposal of assets	**8,833**	4,130
Change in operating assets and liabilities		
Grants receivable	**700,554**	(908,312)
Other receivables	**97,956**	(196,517)
Prepaid expenses	**1,607**	(10,782)
Accounts payable	**(288,830)**	556,653
Accrued expenses	**43,627**	(228,058)
Deferred revenue	**(17,668)**	117,242
Net cash provided by operating activities	**1,120,477**	566,320
Investing Activities		
Purchases of equipment	**(79,872)**	(165,175)
Net change in cash	**1,040,605**	401,145
Cash and cash equivalents at beginning of year	**2,779,514**	2,378,369
Cash and cash equivalents at end of year	**$ 3,820,119**	$ 2,779,514

Non-Cash Transactions

During the year ended September 30, 2021, the Agency disposed of capital assets with a cost basis totaling $41,079.

During the year ended September 30, 2020, the Agency disposed of capital assets with a cost basis totaling $62,825.

Note 1: DESCRIPTION OF THE ORGANIZATION

Organization

Mid Florida Community Services, Inc. (the "Agency") is a not-for-profit corporation organized under the laws of the State of Florida for the purpose of implementing various programs and projects for the poor and underprivileged residents of Hernando, Sumter, Pasco, Lake, Polk, Volusia, and Citrus Counties of Florida. The Agency administers grants under three major categories:

The Community Services Division administers many federally and locally funded projects. Federal programs include the Community Services Block Grant. This grant provides funds to assist low-income people with self-sufficiency, improved living conditions, strengthened family relations, and other supportive services. Other federal programs provide for weatherization of homes of low-income persons, low-income home energy assistance and public transportation. The Children's Advocacy Center of Hernando County is dedicated to reducing trauma to victims of child abuse and their families through intervention, prevention and education. The programs administered by the Community Services division are classified by function as general and administration, transportation, emergency assistance, community services and energy conservation.

The Childhood Services Division administers a Head Start and Early Head Start programs in Hernando, Sumter and Volusia Counties. Approximately 977 children are enrolled in Head Start and 232 children in the Early Head Start program, which helps disadvantaged preschoolers prepare for entrance into kindergarten. The programs administered by the Childhood Services division are classified by function as early childhood.

The Senior Services Division administers grants to assist older individuals by providing nutritious meals, homemaking services, home care, and energy assistance. The programs administered by the Senior Services division are classified by function as elderly.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The Financial Accounting Standards Board (FASB) provides authoritative guidance regarding U.S. GAAP through the Accounting Standards Codification (ASC) and related Accounting Standards Updates (ASUs).

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of U.S. GAAP financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, 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.

Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Agency's financial statements for the year ended September 30, 20210, from which the summarized information was derived.

Cash and Cash Equivalents

The Agency considers all monies in banks and highly liquid investments with maturity of three months or less from date of purchase to be cash equivalents. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments. Cash restricted by grantors or by contractual obligations to specific purposes are recorded as restricted cash and excluded from cash and cash equivalents.

Grants Receivable

Grants receivable represents pending reimbursements of program expenses incurred as of September 30, 2021 and 2020, both billed and unbilled, and expected to be received from the funding sources in the subsequent year. Management considers receivables at September 30, 2021 and 2020 to be fully collectible. Accordingly, no allowance for delinquent grants receivable was made in the accompanying financial statements.

Other Receivables

Other receivables represents monies owed from other funds, local monies, copays and miscellaneous receivables owed as of September 30, 2021 and 2020, and expected to be received in the subsequent period. Management considers other receivables at September 30, 2021 and 2020 to be fully collectible. Accordingly, no allowance for other receivables was made in the accompanying financial statements.

Property and Equipment

Property and equipment acquired with cost-reimbursement grant funds are expensed in the period purchased, since title to such assets remains with the grantor of funds. No depreciation is recorded for these assets.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment (continued)

Property and equipment purchased with funds from performance-based grants or local funds are capitalized at cost and depreciated over their estimated useful lives using the straight-line method, because title to such assets remains with the Agency. Physical assets acquired with unit costs in excess of $4,000 are capitalized as property and equipment on the Agency's financial statements.

Net Assets

The Agency reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Agency, the environment in which it operates, the purposes specified in it corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and capital assets reserve.

Net assets with donor restrictions are resources that are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that are restricted by a donor for use for a particular purpose or in a particular future period. Other restrictions may be perpetual in nature; such as those that are restricted by a donor that the resources be maintained in perpetuity. As of September 30, 2021 and 2020, there were no net assets with donor restrictions.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

Revenue Recognition

Program service fees and payments under cost-reimbursable contracts are accounted for under ASC Topic 606, *Revenue from Contracts with Customers* (ASC 606), recognizing revenue when performance obligations under the terms of the contracts with customers are satisfied. Prior to the adoption of ASC 606, the Agency recognized revenue when persuasive evidence of an arrangement existed, delivery of products had occurred, the sales price was fixed or determinable and collectability was reasonably assured.

Contributions are recognized when cash, other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met or the donor has explicitly released the restriction. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as net assets without donor restrictions.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Grants and Contracts

The Agency also receives funding from federal, state and local grants and contracts, which are conditioned upon certain performance requirements and/or occurrence of allowable qualifying expenses. Revenues are recognized when the Agency performs the contracted services or incurs expenditures in compliance with specific contract or grant provisions. Grant activities and outlays are subject to audit and acceptance by the granting agency and, as a result of such audit, adjustments could be required.

The funding for the Agency's operations is significantly dependent on the receipt of federal and state grants. For the years ended September 30, 2021 and 2020, approximately 67% and 69%, respectively, of the Agency's total revenue and support was derived from the U.S. Department of Health and Human Services (inclusive of amounts received through pass-through entities). It is always considered reasonably possible that a customer, grantor, or contributor will be lost in the near term.

Donated Assets

Donated investments and other noncash donations are recorded as contributions at their fair values at the date of donation.

Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Agency. Volunteers also provided fund-raising services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

Functional Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited in accordance with the Agency's cost allocation plan. General and administrative expenses include those expenses that provide for the overall support and direction of the Agency.

Advertising

The Agency uses advertising to promote its programs among the audiences it serves. The production costs of advertising are expensed as incurred. During the years ended September 30, 2021 and 2020, advertising costs were $29,038 and $12,853, respectively.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Agency has been granted an exemption from income taxes under Internal Revenue Code Section 501 (c)(3) as a non-profit corporation. As required by Internal Revenue Service regulations, the Agency annually files Form 990 "Return of Agency Exempt from Income Tax" with the Internal Revenue Service. The Agency's policy is to record interest and penalties related to taxes in interest expense on the financial statement; however, the Agency did not have any interest or penalties related to taxes in fiscal years 2021 and 2020.

The Agency utilizes the accounting requirements associated with uncertainty in incomes taxes using the provisions of Financial Accounting Standards Board (FASB) ASC 740, *Income Taxes*. Using that guidance, tax positions initially need to be recognized in the financial statements when it is more-likely-than-not the position will be sustained upon examination by the tax authorities. It also provides guidance for derecognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. As of September 30, 2021 and 2020, the Agency has no uncertain tax provisions that qualify for recognition or disclosure in the financial statements.

Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, February 15, 2022. See Note 16 for relevant disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

Newly Adopted Financial Accounting Pronouncement

In May 2014, the Financial Accounting Standards Board (FASB) issued ASU 2014-09, *Revenue from Contracts with Customers* (Topic 606). This guidance specifies that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. This ASU and its amendments supersede the revenue recognition requirements in Topic 605, *Revenue Recognition*, and most industry specific guidance. Effective October 1, 2020, the Agency adopted ASC 606, using the modified retrospective method. This method allows the standard to be adopted retrospectively through a cumulative adjustment to net assets recognized upon adoption.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Issued Accounting Standards

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842).* The guidance in this ASU and its amendments supersedes the leasing guidance in Topic 840, entitled *Leases.* Under the guidance, lessees are required to recognize lease assets and lease liabilities on the statement of financial position for all leases with terms longer than 12 months. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the statement of activities. For nonpublic entities, the standard is effective for fiscal years beginning after December 15, 2021. Early adoption is permitted. The Agency is currently evaluating the impact of the guidance on its financial statements.

In September 2020, the FASB issued ASU 2020-07, Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets. The Agency is currently evaluating the impact of the guidance on its financial statements.

Note 3: LIQUIDITY AND FINANCIAL ASSET AVAILABILITY

The Agency maintains its financial assets primarily in cash and cash equivalents to provide liquidity to ensure funds are available as the Agency's expenditures come due. The following reflects the Agency's financial assets as of the statement of financial positon date, reduced by amounts not available for general use within one year of the statement of financial positon date because of contractual or donor-imposed restrictions.

September 30,		**2021**		2020
Total assets at year end	**$**	**7,466,433**	$	7,248,728
Less non-financial assets				
Prepaid expenses		**9,457**		11,032
Property and equipment, net		**1,054,834**		1,077,649
Financial assets available to meet cash needs for general expenditures within one year	**$**	**6,402,142**	$	6,160,047

The Agency is principally supported by its grants and fees charged for the services it provides. The goal of the Agency is to maintain available financial assets to meet its next 90 days of operating expenses of approximately $9,500,000. In the event of unanticipated liquidity needs, the Agency has a line of credit with available borrowings of $300,000. The line of credit matures annually on July 26 and automatically renews for another year. Outstanding principal and interest is due at the maturity date. The line of credit carries an interest rate of the SunTrust Prime Rate plus 1.00% per annum. The line of credit is collateralized by the accounts, inventory, furniture and fixtures and other property of the Agency.

Note 4: GRANTS RECEIVABLE

Grants receivable consisted of the following:

September 30,	**2021**	2020
U.S. Department of Health and Human Services:		
Head Start	**$ 584,544**	$ 473,427
Early Head Start	**83,059**	75,998
Area Agency on Aging d/b/a Elder Options:		
Title IIIB	**24,972**	161,875
Title IIIC1	**83,890**	124,059
Title IIIC2	**35,037**	218,693
Title IIIE	**949**	82,798
Title III Energy	**-**	39,177
Emergency Home Energy Assistance for the Elderly	**17,770**	12,232
Alzheimer's Disease Initiative	**5,338**	12,154
Home Care for the Elderly	**4,321**	-
Low Income Home Energy Assistance Program	**2,892**	-
Senior Connection Center, Inc.:		
Title IIIB	**102,770**	184,504
Title IIIC1	**88,685**	2
Title IIIC2	**57,104**	2,110
Title IIIE	**8,341**	466,904
Title III Energy	**-**	51,542
Florida Department of Opportunity:		
CSBG	**200,322**	270,856
Weatherization	**205,614**	127,719
Low Income Home Energy Assistance Program	**275,330**	385,778
State of Florida Department of Health:		
Child Care Food	**92,066**	61,099
Florida Department of Transportation:		
Transportation for the Non-Sponsored Transportation Disadvantaged	**161,940**	110,583
State of Florida Office of the State Court Administrator:		
Florida Network of Child Advocacy Centers	**172,859**	53,833
Agency for Workforce Intervention:		
Volunteer Prekindergarten Education	**34,081**	27,095
Grants receivable, net	**$ 2,241,884**	$ 2,942,438

Note 5: OTHER RECEIVABLES

Other receivables consisted of the following:

September 30,		**2021**		2020
Local funds	**$**	**340,139**	$	438,095

Note 6: PROPERTY AND EQUIPMENT

The components of property and equipment at September 30, 2021 and 2020, are as follows:

	Estimated Useful Lives (in years)		**2021**		2020
Automobiles, vans, and buses	5	**$**	**180,497**	$	203,586
Equipment	5-10		**431,462**		407,601
Building renovation	39		**1,146,386**		1,108,398
Software and other intangibles	3		**103,496**		103,496
			1,861,841		1,823,081
Less: accumulated depreciation			**(807,007)**		(745,432)
Property and equipment, net		**$**	**1,054,834**	$	1,077,649

For the fiscal years ended September 30, 2021 and 2020, depreciation expense was $93,822 and $102,125, respectively. The Agency expenses capital assets purchased with cost reimbursement grant funds. For 2021 and 2020, the Agency expensed $166,731 and $43,397, respectively, of capital assets purchased with grant funds. As of September 30, 2021 and 2020, the Agency had $2,933,738 and $2,861,528, respectively, of property and equipment that had not been recorded as capital assets because the assets were purchased with grant funds and title remained with the grantor. Approval for disposal and use of any related proceeds remains with the grantor agency that provided the funds used in the acquisition of the noncapitalized assets

Note 7: ACCRUED EXPENSES

Accrued expenses consisted of the following:

September 30,		**2021**		2020
Payroll	**$**	**263,045**		$151,192
Retirement		**2,806**		2,065
Vacation leave		**540,585**		609,552
Total	**$**	**806,436**	$	762,809

Accrued vacation leave is 100% vested for all employees up to a maximum of 240 hours per person.

Note 8: REVENUE

The Agency's customers are primarily the parents of children enrolled in childcare programs, agencies and individuals receiving transportation services. Customers can obtain subsidized assistance through federal, state, county or municipal governments or agencies, where all or a portion of the childcare fees or transportation fees are paid by these third-party entities on behalf of the customers. Program service fees are typically collected at the end of the week or month of service or during each trip. All program service fee revenue is recognized at the point in time that related childcare services or transportation services are performed.

Disaggregated Revenue

A summary of disaggregated revenue follows:

For the year ended September 30,		**2021**	2020
Contracts with customers			
Recognized at a point in time			
Program service fees	**$**	**100,719**	121,281
Other revenue and support			
Grant income		**31,747,313**	30,656,906
Local monies		**2,331,020**	2,084,019
Program income		**116,933**	110,116
Interest		**-**	7,336
Inkind		**4,234,564**	4,301,696
Total revenue	**$**	**38,530,549**	37,281,354

Note 9: SICK LEAVE

The policy for sick leave provides that each full-time employee entitled to sick leave earns .03077 hours of sick leave for each hour worked up to 40 hours per week. The maximum annual earning is limited to 64 hours per employee. The maximum amount of sick leave which can be carried forward from one calendar year to the next is 400 hours. Sick leave amounts vest for employees in the following manner:

Years of Service	Vested %
Date of hire to end of 4th year	10%
Start of 5th year to end of 9th year	25%
Start of 10th year to end of 14th year	35%
Start of 15th year to end of 19th year	50%
Start of 20th year to end of 29th year	75%
30+ years	100%

Note 9: SICK LEAVE (Continued)

An employee must separate in good standing in order to receive payment for accrued sick leave. Payment of accrued sick leave is limited to 400 hours total. Expenditures for amounts vested with employees are based on the availability of funds. Since funding of the Agency is based on annual federal and state grant contracts, the availability of funds cannot be determined. Therefore, no liability for accrued sick leave is recorded on the books of the Agency. As of September 30, 2021 and 2020, sick leave vested with employees was $206,015 and $230,449, respectively.

Note 10: DEFERRED REVENUE

Deferred revenue is the difference between grant and local revenue received less the actual amount earned. Deferred revenue balances were as follows:

September 30,		**2021**		2020
Area Agency on Aging d/b/a Elder Options:				
Community Care for the Elderly	**$**	**104,136**		$63,751
Alzheimer's Disease Initiative		**30,693**		7,649
Home Care for the Elderly		**763**		2,575
Local Service Providers (LSP)		**341**		914
Title IIIB		**-**		7,161
Title IIIC-1		**-**		7,085
Title IIIE		**4,845**		3,103
State of Florida Department of Economic Opportunity:				
Low Income Home Energy Assistance		**-**		50,895
Head Start		**-**		8,577
Early Head Start		**-**		7,322
Other local sources		**7,234**		6,648
Total	**$**	**148,012**	$	165,680

Note 11: CONCENTRATIONS OF CREDIT RISK

Cash

The provisions of FASB ASC 825-10-50-21, Financial Instruments, identify deposits in excess of federally insured limits as a concentration of credit risk requiring disclosure, regardless of the degree of risk. At times, the Agency has on deposit funds in excess of the FDIC maximum coverage of $250,000. The Agency manages these risks by maintaining all deposits in high quality financial institutions.

Note 11: CONCENTRATIONS OF CREDIT RISK (Continued)

Funding

Approximately 90% and 94% of the entity's grant revenues were provided by the U.S. Department of Health and Human Services for fiscal years 2021 and 2020, respectively.

Note 12: CONTINGENCIES

The Agency relies on funding from federal, state and local government sources. Discontinuation of, or a significant reduction in the level of this funding would directly impact the Agency's activities and programs.

The Agency directly guaranteed one bank loan for Kennedy Complex Cooperative ("KCC"), a Florida non-profit. The outstanding principal on the loans was $2,081,908 and $2,195,255 at September 30, 2021 and 2020, respectively. Interest on the loans is based upon the one-month LIBOR rate plus 2%. KCC used the proceeds of the loans to purchase real estate that the Agency leases from KCC. The loan is collateralized by real estate.

Non-performance by KCC on the loan agreements would trigger the Agency's obligation under the guarantee. The Agency has not recorded any liability for this obligation and is of the opinion that it will not be required to satisfy this guarantee. A loss resulting from the loan guarantee, if any, would be recorded in the period that it becomes determinable.

At times, the Agency is involved in litigation and claims arising in the ordinary course of business. In the opinion of legal counsel, the range of potential recoveries or liabilities in excess of insurance coverage, if any, is not reasonably determinable and no loss contingencies have been recorded.

Note 13: IN-KIND REVENUES

Donations per grant were as follows:

	Head Start	Senior Services	Community Services	**2021**	2020
Program supplies	$ 32,773	$ -	$ 26,756	**$ 59,529**	$ 102,723
Professional services	82,627	498,715	-	**581,342**	459,086
Facilities	3,091,491	478,127	24,075	**3,593,693**	3,739,887
In-kind contributions reflected in statement of activities	3,206,891	976,842	50,831	**4,234,564**	4,301,696
Nonprofessional services	187,430	16,616	24,508	**228,554**	488,128
Total in-kind contributions	$ 3,394,321	$ 993,458	$ 75,339	**$ 4,463,118**	$ 4,789,824

Note 13: IN-KIND REVENUES (Continued)

The program supplies category includes donations of classroom material and supplies for the Childhood Services division, and construction material and supplies for the energy conservation function.

The professional services category includes the services of attorneys, speech therapists, dentists, and doctors.

Facilities is comprised of land and building space and is needed to operate the programs administered by the Agency. The revenue is calculated based on estimated fair market rental values of space used.

The Agency also receives support from volunteers and other local agencies and individuals whose contributions do not meet the criteria for recognition as stated in Note 2. Therefore, the value of these contributions is not included in the financial statements.

Note 14: RETIREMENT PLAN

The Agency has a tax sheltered annuity arrangement under Code Section 403(B) of the Internal Revenue Code. Contributions are made based on the availability of funds at the discretion of the Agency. Contributions for the years ended September 30, 2021 and 2020 were $836,051 and $730,853, respectively. All contributions are 100% vested with employees; no contributions are to revert back to the Agency.

Note 15: OPERATING LEASES

The Agency is a party to multiple leases for vehicles used in their programs, all of which are classified as operating leases. Total rent for these leases totaled $231,526 and $118,582 for the fiscal years ended September 30, 2021 and 2020, respectively.

Future minimum lease payments under non-cancelable operating leases with initial or remaining terms of one year or more are as follows:

2022	$ 216,034
2023	136,640
2024	71,755
2025	47,907
2026	15,604

Note 15: OPERATING LEASES (Continued)

The Agency leases several facilities used for their programs, all of which are classified as operating leases. The total rent for these leases totaled $552,860 and $476,183 for the fiscal years ended September 30, 2021 and 2020, respectively.

Future minimum lease payments for the facilities with initial or remaining terms of one year or more are as follows:

2022	$ 340,559
2023	340,559

Note 16: SUBSEQUENT EVENTS

Subsequent events have been evaluated through February 15, 2022, the date these financial statements were available to be issued. Management has determined that no events warranted disclosure.

Mid Florida Community Services, Inc.
Schedule of Expenditures of Federal Awards
And State Financial Assistance
For the Year Ended September 30, 2021

Federal or State Agency/ Pass-Through Entity	ALN/ CSFA No.	Name of Program
U.S. Department of Health and Human Services		
	Head Start Cluster	
	93.600	Head Start*
	93.600	COVID-19 Head Start*
	93.600	Head Start*
	93.600	Head Start*
	93.600	COVID-19 Head Start*
	93.600	Head Start*
	93.600	Head Start*
	93.600	COVID-19 Head Start*
	93.600	Head Start*
	93.600	COVID-19 Head Start*
	93.600	ARP Head Start*
	93.600	Head Start*
	93.600	Head Start*
Total direct programs/Total for 93.600/ Total for Head Start Cluster		
	Aging Cluster	
Department of Elder Affairs Mid-Florida Area Agency on Aging D/B/A Elder Options	93.044	Special Programs for the Aging, Title III, Part B, Grants for Support Services and Senior Centers**
	93.044	Special Programs for the Aging, Title III, Part B, Grants for Support Services and Senior Centers**
	93.044	Special Programs for the Aging, Title III, Part B, Grants for Support Services and Senior Centers**
	93.044	Special Programs for the Aging, Title III, Part B, Grants for Support Services and Senior Centers**
	93.044	Special Programs for the Aging, Title III, Part B, Grants for Support Services and Senior Centers**
	93.044	Special Programs for the Aging, Title III, Part B, Grants for Support Services and Senior Centers**

See the independent auditors' report and accompanying notes to the schedule of expenditures of federal awards and state financial assistance.

Award Identification No.	Subrecipient	Total Expenditures
04CH010229-05	$ -	$ 268,303
COVID-19 04CH010229-05-C3	-	13,691
04HP000137-03	-	1,283,944
04HP000137-02	-	874,791
COVID-19 04HP000137-02	-	5,879
04CH011649-02	-	340,342
04CH011649-01	-	178,335
COVID-19 04CH011649-01-C3	-	3,610
04HP000076-04	-	2,189,120
COVID-19 04HE001223-01-C5	-	376,372
ARP 04HE001223-01-C6	-	268,811
04CH011842-01	-	9,915,825
04HP000500-01	-	200,376
	-	15,919,399

OAA-20-MFCS	-	90,656
OAA-21-MFCS	-	252,676
OAA-20-MFCS	-	51,258
OAA-21-MFCS	-	161,733
OAA-20-MFCS	-	17,432
OAA-21-MFCS	-	29,334

Mid Florida Community Services, Inc.
Schedule of Expenditures of Federal Awards
And State Financial Assistance
For the Year Ended September 30, 2021

Federal or State Agency/ Pass-Through Entity	ALN/ CSFA No.	Name of Program
Department of Elder Affairs		
Senior Connections Center, Inc.	93.044	Special Programs for the Aging, Title III, Part B, Grants for Support Services and Senior Centers**
	93.044	Special Programs for the Aging, Title III, Part B, Grants for Support Services and Senior Centers**
	93.044	COVID-19 Special Programs for the Aging, Title III, Part B, Grants for Support Services and Senior Centers**
Subtotal for 93.044		
Department of Elder Affairs		
Mid-Florida Area Agency on Aging D/B/A Elder Options	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**

See the independent auditors' report and accompanying notes to the schedule of expenditures of federal awards and state financial assistance.

Award Identification No.	Subrecipient	Total Expenditures
OAA-20-MFCS	-	108,933
OAA-21-MFCS	-	174,668
COVID-19 CARES-20/21-MFCS	-	20,985
	-	907,675
OAA-20-MFCS	-	30,558
OAA-20-MFCS	-	87,704
OAA-21-MFCS	-	68,248
OAA-21-MFCS	-	183,338
OAA-20-MFCS	-	10,101
OAA-20-MFCS	-	294,263
OAA-21-MFCS	-	121,433
OAA-21-MFCS	-	298,965
OAA-20-MFCS	-	20,020
OAA-20-MFCS	-	70,718

Mid Florida Community Services, Inc.
Schedule of Expenditures of Federal Awards
And State Financial Assistance
For the Year Ended September 30, 2021

Federal or State Agency/ Pass-Through Entity	ALN/ CSFA No.	Name of Program
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
Department of Elder Affairs Senior Connections Center, Inc.	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services**
	93.045	Special Programs for the Aging, Title III, Part C, Nutrition Services**
Subtotal for 93.045		
Department of Elder Affairs Mid-Florida Area Agency on Aging D/B/A Elder Options	93.053	Nutrition Services Incentive Program**
	93.053	Nutrition Services Incentive Program**
	93.053	Nutrition Services Incentive Program**
	93.053	Nutrition Services Incentive Program**
	93.053	Nutrition Services Incentive Program**
	93.053	Nutrition Services Incentive Program**
Department of Elder Affairs Senior Connections Center, Inc.	93.053	Nutrition Services Incentive Program**
	93.053	Nutrition Services Incentive Program**
Subtotal for 93.053		
Subtotal Aging Cluster		

See the independent auditors' report and accompanying notes to the schedule of expenditures of federal awards and state financial assistance.

Award Identification No.	Subrecipient	Total Expenditures
OAA-21-MFCS	-	33,126
OAA-21-MFCS	-	79,394
OAA-20-MFCS	-	450,182
OAA-20-MFCS	-	443,086
OAA-21-MFCS	-	1,008,211
COVID-19 OAA-2020-MFCS	-	4,943
COVID-19 CARES-20/21-MFCS	-	397,966
OAA-21-MFCS	-	490,585
	-	4,092,841
OAA-20-MFCS	-	627
OAA-20-MFCS	-	1,239
OAA-20-MFCS	-	557
OAA-21-MFCS	-	27,106
OAA-21-MFCS	-	46,120
OAA-21-MFCS	-	15,734
NSIP-20-MFCS	-	3,471
NSIP-21-MFCS	-	131,151
	-	226,005
	-	5,226,521

Mid Florida Community Services, Inc.
Schedule of Expenditures of Federal Awards
And State Financial Assistance
For the Year Ended September 30, 2021

Federal or State Agency/ Pass-Through Entity	ALN/ CSFA No.	Name of Program
Department of Elder Affairs		
Mid-Florida Area Agency on		
Aging D/B/A Elder Options	93.052	National Family Caregiver Support, Title III, Part E
	93.052	National Family Caregiver Support, Title III, Part E
	93.052	National Family Caregiver Support, Title III, Part E
	93.052	National Family Caregiver Support, Title III, Part E
	93.052	National Family Caregiver Support, Title III, Part E
	93.052	National Family Caregiver Support, Title III, Part E
Department of Elder Affairs		
Senior Connections Center, Inc.	93.052	National Family Caregiver Support, Title III, Part E
	93.052	COVID-19 National Family Caregiver Support, Title III, Part E
	93.052	National Family Caregiver Support, Title III, Part E
Subtotal for 93.052		
Department of Elder Affairs		
Mid-Florida Area Agency on	93.568	Low Income Home Energy Assistance Program
	93.568	Low Income Home Energy Assistance Program
	93.568	COVID-19 Low Income Home Energy Assistance Program
Florida Department of Economic Opportunity		
	93.568	Low Income Home Energy Assistance Program
	93.568	COVID-19 Low Income Home Energy Assistance Program
Subtotal for 93.568		
Florida Department of Economic Opportunity		
	93.569	Community Services Block Grant
	93.569	COVID-19 Community Services Block Grant
Subtotal for 93.569		
Total U.S. Department of Health and Human Services		

See the independent auditors' report and accompanying notes to the schedule of expenditures of federal awards and state financial assistance.

Award Identification No.	Subrecipient	Total Expenditures
OAA-20-MFCS	-	10,563
OAA-20-MFCS	-	24,644
OAA-20-MFCS	-	6,188
OAA-21-MFCS	-	31,801
OAA-21-MFCS	-	48,877
OAA-21-MFCS	-	10,715
OAA-20-MFCS	-	24,025
COVID-19 OAA-20-MFCS	-	36,595
OAA-21-MFCS	-	54,628
	-	248,036
EA-19-MFCS	-	8,304
EA-21-MFCS	-	30,622
COVID-19 ECA-20-MFCS	-	40,579
E2011		1,664,844
COVID-19 E2011	-	1,390,982
	-	3,135,331
E2011	-	515,970
COVID-19 E2011	-	863,241
	-	1,379,211
	-	25,908,498

Mid Florida Community Services, Inc.
Schedule of Expenditures of Federal Awards
And State Financial Assistance
For the Year Ended September 30, 2021

Federal or State Agency/ Pass-Through Entity	ALN/ CSFA No.	Name of Program
U.S. Department of Energy		
Florida Department of Economic Opportunity		
	81.042	Weatherization Assistance for Low-Income Persons
Federal Transit Administration		
Florida Department of Transportation		
	Transit Services	Program Cluster
	20.513	Enhanced Mobility of Seniors and Individuals with Disabilities***
	20.513	Enhanced Mobility of Seniors and Individuals with Disabilities***
Subtotal for 20.513/ Subtotal Transit Services Program Cluster		
U.S. Department of Agriculture		
Florida Department of Health	10.558	Child and Adult Care Food Program
U.S. Department of Justice		
Florida Office of Attorney General	16.575	Crime Victim Assistance
Total Expenditures of Federal Awards		
Department of Elder Affairs		
Mid-Florida Area Agency on Aging D/B/A Elder Options	65.001	Home Care for the Elderly
	65.001	Home Care for the Elderly
	65.001	Home Care for the Elderly
	65.001	Home Care for the Elderly
	65.001	Home Care for the Elderly
	65.001	Home Care for the Elderly
Subtotal for 65.001		
	65.004	Alzheimer's Respite Services
	65.004	Alzheimer's Respite Services
	65.004	Alzheimer's Respite Services
	65.004	Alzheimer's Respite Services
	65.004	Alzheimer's Respite Services
	65.004	Alzheimer's Respite Services
Subtotal for 65.004		
	65.009	Local Services Programs
	65.009	Local Services Programs
Subtotal for 65.009		

See the independent auditors' report and accompanying notes to the schedule of expenditures of federal awards and state financial assistance.

Award Identification No.	Subrecipient	Total Expenditures
E2011	-	535,430
G1T57	-	47,761
G1461	-	212,020
	-	259,781
S-803	-	722,252
VOCA 2020-2021 MFCS	-	515,994
	$ -	$ 27,941,955
HCE-20-MFCS	$ -	$ 28,109
HCE-20-MFCS	-	22,797
HCE-20-MFCS	-	7,758
HCE-21-MFCS	-	10,812
HCE-21-MFCS	-	8,620
HCE-21-MFCS	-	1,436
	-	79,532
ADI-20-MFCS	-	165,352
ADI-20-MFCS	-	166,733
ADI-20-MFCS	-	102,132
ADI-21-MFCS	-	48,098
ADI-21-MFCS	-	52,227
ADI-21-MFCS	-	19,450
	-	553,992
LSP-20-MFCS	-	13,073
LSP-21-MFCS	-	3,033
	-	16,106

Mid Florida Community Services, Inc.
Schedule of Expenditures of Federal Awards
And State Financial Assistance
For the Year Ended September 30, 2021

Federal or State Agency/ Pass-Through Entity	ALN/ CSFA No.	Name of Program
	65.010	Community Care for the Elderly
	65.010	Community Care for the Elderly
	65.010	Community Care for the Elderly
	65.010	Community Care for the Elderly
	65.010	Community Care for the Elderly
	65.010	Community Care for the Elderly
Subtotal for 65.010		
Total Department of Elder Affairs		
Commission for the Transportation Disadvantaged		
	55.001	Florida Commission for the Transportation Disadvantaged (CTD) Trip Equipment Grant Program
	55.001	Florida Commission for the Transportation Disadvantaged (CTD) Trip Equipment Grant Program
	55.001	Florida Commission for the Transportation Disadvantaged (CTD) Trip Equipment Grant Program
Subtotal for 55.001		
Early Learning Coalition		
	75.007	Voluntary Prekindergarten Education
Office of the State Court Administrator		
Florida Network of Child Advocacy	22.016	FL Network of Children Advocacy Centers
	22.016	FL Network of Children Advocacy Centers
Subtotal for 22.016		
Total State Financial Assistance		

See the independent auditors' report and accompanying notes to the schedule of expenditures of federal awards and state financial assistance.

Award Identification No.	Subrecipient	Total Expenditures
CCE-20-MFCS	-	443,254
CCE-20-MFCS	-	592,671
CCE-20-MFCS	-	140,593
CCE-19-MFCS	-	126,700
CCE-19-MFCS	-	213,345
CCE-19-MFCS	-	31,242
	-	1,547,805
	-	2,197,435
G1A31	-	377,884
G1O36	-	89,734
G1P78	-	61,397
		529,015
N/A	-	381,187
20/21-GR-CAC13	-	50,963
21/22-GR-CAC13	-	14,203
	-	65,166
	$ -	$ 3,172,803

Note 1: BASIS OF ACCOUNTING

This Schedule of Expenditures of Federal Awards and State Financial Assistance (the Schedule) was prepared on the modified accrual basis of accounting. The modified accrual basis differs from the full accrual basis of accounting in that expenditures for property, and equipment are expensed when incurred, rather than being capitalized and depreciated over their useful lives, and expenditures for the principal portion of debt service are expensed when incurred rather than being applied to reduce the outstanding principal portion of debt which conforms to the basis of reporting to grantors for reimbursement under the terms of the Agency's federal and state grants.

Note 2: INDIRECT COST

The Agency has not elected to use the 10% de Minimis indirect cost rate for the fiscal year ended September 30, 2021.

Note 3: BASIS OF PRESENTATION

The amounts reported in the accompanying Schedule were obtained from the Agency's general ledger. Because the Schedule presents only a selected portion of the operations, it is not intended to and does not present the financial positions and changes in net assets of the Agency.

For purposes of the Schedule, federal awards and state financial assistance include all grants, contracts, and similar agreements entered into directly with the federal or state government and other pass-through entities. Payments received for goods or services provided as a vendor do not constitute federal or state awards for purposes of the Schedule. The Agency has obtained Assistance Listing Numbers (ALN) and Catalog of State Financial Assistance (CSFA) numbers to ensure that all programs have been identified in the Schedule. ALN and CSFA numbers have been appropriately listed by applicable programs. Federal programs with different Federal Assistance Listing Numbers that are closely related because they share common compliance requirements are defined as a cluster by the Uniform Guidance.

Aging Cluster

This cluster includes awards that assist agencies on aging in facilitating the development and implementation of a comprehensive, coordinated system for providing long-term care in home and community based settings, in a manner responsive to the needs and preferences of older individuals and their family caregivers.

Head Start Cluster

This cluster provides awards to promote school readiness of low-income children (including American Indians, Alaska Natives, and migrant and seasonal farm workers) by enhancing children's cognitive, social and emotional development.

Note 3: BASIS OF PRESENTATION (Continued)

Transit Services Program Cluster

This cluster provides awards to assist agencies in providing transportation services and improve mobility for elderly individuals, individuals with disabilities, welfare recipients and eligible low-income individuals in all areas – urbanized, small urban, and rural.

Note 4: RELATIONSHIP OF THE SCHEDULE TO PROGRAM FINANCIAL REPORTS

The amounts reflected in the financial reports submitted to the awarding federal, state and/or pass-through agencies and the Schedule may differ. Some of the factors that may account for any difference include the following:

- The Agency's fiscal year end may differ from the program's year end.
- Accruals recognized in the Schedule, because of year end procedures, may not be reported in the program financial reports until the next program reporting period.
- Fixed asset purchases and the resultant depreciation charges may be recognized as fixed assets in the Agency's financial statements and as expenditures in the program financial reports and the Schedule.

Note 5: FEDERAL AND STATE PASS-THROUGH FUNDS

The Agency is also the sub-recipient of federal and state funds that have been subjected to testing and are reported as expenditures and listed as federal or state pass-through funds. Federal awards and state financial assistance other than those indicated as "pass-through" are considered direct.

Note 6: CONTINGENCIES

Grant monies received and disbursed are for specific purposes and are subject to review by the grantor agencies. Such audits may result in requests for reimbursement due to disallowed expenditures. The Agency does not believe that such disallowance, if any, would have a material effect on its financial position. As of September 30, 2021, there were no material questioned or disallowed costs as a result of grant audits in process or completed.

Note 7: NONCASH ASSISTANCE

The Agency did not receive any federal or state noncash assistance for the fiscal year ended September 30, 2021.

Note 8: SUBRECIPIENTS

The Agency did not provide federal or state funds to subrecipients for the fiscal year ended September 30, 2021.

Note 9: LOANS AND LOAN GUARANTEES

The Agency did not have any loans or loan guarantee programs required to be reported on the Schedule for the fiscal year ending September 30, 2021.

Note 10: FEDERALLY FUNDED INSURANCE

The Agency did not have any federally funded insurance required to be reported on the Schedule for the fiscal year ending September 30, 2021.

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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*

Board of Directors
Mid Florida Community Services, Inc.
Brooksville, Florida

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 Mid Florida Community Services, Inc.,. (a nonprofit organization), (the "Agency"), which comprise the statements of financial position as of September 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated February 15, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Agency'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 Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency'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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Agency's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, L.L.C.

Enterprise, Alabama
February 15, 2022

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE AND CHAPTER 10.650, RULES OF THE AUDITOR GENERAL OF THE STATE OF FLORIDA

Board of Directors
Mid Florida Community Services, Inc.
Brooksville, Florida

Report on Compliance for Each Major Federal Program and Each Major State Project

We have audited Mid Florida Community Services, Inc.'s (the "Agency's") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the requirements described in the Department of Financial Services State Projects Compliance Supplement that could have a direct and material effect on each of the Agency's major federal programs and major state projects for the year ended September 30, 2021. The Agency's major federal programs and major state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal programs and state projects.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the Agency's major federal programs and major state projects based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.650, Rules of the Auditor General. Those standards, the Uniform Guidance and Chapter 10.650 of the Rules of the Auditor General require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or major state project occurred. An audit includes examining, on a test basis, evidence about the Agency's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program and major state project. However, our audit does not provide a legal determination of the Agency's compliance.

Opinion on Each Major Federal Program and State Project

In our opinion, the Agency complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal program and major state project for the year ended September 30, 2021.

Report on Internal Control over Compliance

Management of the Agency is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Agency's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and major state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and major state project and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.650, Rules of the Auditor General of the State of Florida, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project 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 or state project 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 or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.650, Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, L.L.C.

Enterprise, Alabama
February 15, 2022

Section I - Summary of Auditors' Results

Financial Statements

1. Type of auditors' report issued	Unmodified
2. Internal control over financial reporting:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	None noted
c. Noncompliance material to the financial statements noted?	No

Federal Awards

1. Type of auditors' report issued on compliance for major programs	Unmodified
2. Internal control over major programs:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	None noted
3. Any audit findings disclosed that are required to be reported in accordance with 2CFR section 200.516(a)?	None noted
4. Identification of major programs	

Assistance Listing Number	Federal Program
93.600	Head Start Cluster

5. Dollar threshold used to distinguish between type A and type B programs	$838,259
6. Auditee qualified as low-risk under 2CFR 200.520	Yes

State Projects

1. Type of auditors' report issued on compliance for major programs	Unmodified
2. Internal control over major programs:	
a. Material weaknesses identified?	No
b. Significant deficiencies identified not considered to be material weaknesses?	No
3. Any audit findings disclosed that are required to be reported in accordance with Florida Single Audit Act?	No

4. Identification of major programs

CFSA Number	State Program
65.010	Community Care for the Elderly
65.004	Alzheimer's Respite Services

5. Dollar threshold used to distinguish between type A and type B programs $750,000

Section II – Financial Statement Findings

No such findings noted.

Section III – Federal Award Findings and Questioned Costs

No such findings or questioned costs in the current year.

Section IV – Major State Projects Findings and Questioned Costs

No such findings or questioned costs in the current year.

Mid Florida Community Services, Inc.
Schedule of Functional Expenses – Required by
Mid Florida Area Agency on Aging, dba Elder Options
For the Year Ended September 30, 2021

Descriptions	Homemaker	Transportation	Screening
Salaries	$ 24,896	$ 2,465	$ 4,929
Payroll taxes and benefits	8,747	1,047	1,522
Travel	-	-	-
Building costs	-	-	-
Telephone and utilities	-	-	-
Supplies	-	-	53
Food costs	-	-	-
Sub-contractors	733,950	2,630	-
Depreciation	-	-	-
Other	-	-	-
Total expenses	767,593	6,142	6,504
Allocation of management and general	21,165	2,096	4,190
Total expenses after allocation	$ 788,758	$ 8,238	$ 10,694
TOTAL UNITS	44,255	252	820

See independent auditors' report.

Congregate Screening	Telephone Reassurance	Education	Recreation	Outreach
$ 2,698	$ 8,471	$ -	$ 5,566	$ 90,522
437	2,885	-	2,491	11,718
-	-	-	-	1,597
-	-	-	-	-
776	3,093	-	-	-
-	-	-	364	5,865
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-				
3,911	14,449	-	8,421	109,702
2,294	7,202	-	4,732	76,957
$ 6,205	$ 21,651	$ -	$ 13,153	$ 186,659
166	10,224	-	3	1,435

(Continued)

Mid Florida Community Services, Inc.
Schedule of Functional Expenses – Required by
Mid Florida Area Agency on Aging, dba Elder Options (Continued)
For the Year Ended September 30, 2021

Descriptions	Nutrition Education	Home Delivered Meals	Congregate Meals
Salaries	$ 16,516	$ 190,249	$ 75,860
Payroll taxes and benefits	4,154	82,672	26,924
Travel	-	7,683	785
Building costs	-	-	2,350
Telephone and utilities	-	14,136	8,102
Supplies	-	-	-
Food costs	-	1,068,129	58,205
Sub-contractors	-	-	-
Depreciation	-	-	-
Other	3,791	36,832	1,119
Total expenses	24,461	1,399,701	173,345
Allocation of management and general	14,041	161,740	64,492
Total expenses after allocation	$ 38,502	$ 1,561,441	$ 237,837
TOTAL UNITS	14,671	193,373	2,394

See independent auditors' report.

Respite	Personal Care	Emergency Alert Response	Case Management	Adult Day Health Care
$ 14,004	$ 10,097	$ 4,126	$ 118,690	$ 1,938
4,208	3,447	1,635	33,406	678
-	-	-	1,765	-
-	-	-	7,812	-
-	-	-	5,669	-
-	-	-	3,391	-
-	-	-	-	-
972,366	269,022	8,430	-	42,695
-	-	-	-	-
-	-	-	32,997	-
990,578	282,566	14,191	203,730	45,311
11,906	8,584	3,508	100,904	1,648
$ 1,002,484	$ 291,150	$ 17,699	$ 304,634	$ 46,959
56,045	15,729	13,524	5,100	4,523

(Continued)

Mid Florida Community Services, Inc.
Schedule of Functional Expenses – Required by
Mid Florida Area Agency on Aging, dba Elder Options (Continued)
For the Year Ended September 30, 2021

Descriptions	Supplemental	Material Aide	Services For Non-DOEA Programs	Total Program Cost
Salaries	$ -	$ -	$ 954	$ 571,981
Payroll taxes and benefits	-	-	138	186,109
Travel	-	-	265	12,095
Building costs	-	-	866	11,028
Telephone and utilities	-	-	80	31,856
Supplies	-	-	3,212	12,885
Food costs	-	-	10,380	1,136,714
Sub-contractors	85,404	88,367	8,362	2,211,226
Depreciation	-	-	241	241
Other	-	-	5,881	80,620
Total expenses	85,404	88,367	30,379	4,254,755
Allocation of management and genera	-	-	811	486,270
Total expenses after allocation	$ 85,404	$ 88,367	$ 31,190	$ 4,741,025
TOTAL UNITS	339	175	N/A	N/A

See independent auditors' report.

Management and General	Total
$ 179,694	$ 751,675
72,610	258,719
1,657	13,752
38,959	49,987
21,110	52,966
9,152	22,037
-	1,136,714
-	2,211,226
-	241
163,088	243,708
486,270	4,741,025
(486,270)	-
$ -	$ 4,741,025
N/A	363,028

Mid Florida Community Services, Inc.
Schedule of Functional Expenses – Required by
Senior Connections Center, Inc.
For the Year Ended September 30, 2021

Descriptions	Homemaker	Transportation	Screening
Salaries	$ 2,589	$ 7,767	$ 2,427
Payroll taxes and benefits	545	1,635	454
Travel	-	-	-
Building costs	-	-	166
Telephone and utilities	-	-	462
Supplies	-	-	282
Food costs	-	-	-
Sub-contractors	162,274	4,000	-
Depreciation	-	-	-
Other	-	-	-
Total expenses	165,408	13,402	3,791
Allocation of management and general	1,285	3,853	1,204
Total expenses after allocation	$ 166,693	$ 17,255	$ 4,995
TOTAL UNITS	10,161	519	628

See independent auditors' report.

Telephone Reassurance	Education	Outreach	Nutrition Education	Home Delivered Meals
$ 3,236	$ 2,596	$ 27,845	$ 9,873	$ 100,740
818	572	6,263	2,221	23,219
-	-	298	149	1,578
166	166	-	380	2,049
400	1,847	2,916	2,499	2,557
294	397	749	283	1,338
-	-	-	-	1,381,158
-	-	-	-	-
-	-	-	-	-
-	-	-	356	2,992
4,914	5,578	38,071	15,761	1,515,631
1,605	1,288	13,812	4,897	49,971
$ 6,519	$ 6,866	$ 51,883	$ 20,658	$ 1,565,602
12,116	9	93	7,988	418,095

(Continued)

Mid Florida Community Services, Inc.
Schedule of Functional Expenses – Required by Senior Connections Center, Inc. (Continued)
For the Year Ended September 30, 2021

Descriptions	Congregate Meals	Respite In Home	Services For Other Non-DOEA Programs
Salaries	$ 173,653	$ 647	$ 765
Payroll taxes and benefits	37,766	86	33
Travel	9,591	26	17
Building costs	3,361	24	-
Telephone and utilities	2,054	2,988	-
Supplies	3,989	1,029	1,062
Food costs	961,173	-	5,283
Sub-contractors	-	71,920	-
Depreciation	-	-	-
Other	1,320	3,900	3,942
Total expenses	1,192,907	80,620	11,102
Allocation of management and general	86,139	321	379
Total expenses after allocation	$ 1,279,046	$ 80,941	$ 11,481
TOTAL UNITS	11,043	4,914	N/A

See independent auditors' report.

Total Program Cost	Management and General	Total
$ 332,138	$ 67,094	$ 399,232
73,612	22,509	96,121
11,659	2,657	14,316
6,312	-	6,312
15,723	-	15,723
9,423	-	9,423
2,347,614	-	2,347,614
238,194	-	238,194
-	-	-
12,510	72,494	85,004
3,047,185	164,754	3,211,939
164,754	(164,754)	-
$ 3,211,939	-	$ 3,211,939
N/A	N/A	465,566