

**URBAN JACKSONVILLE, INC. DBA
AGING TRUE**

**FINANCIAL STATEMENTS
AND SUPPLEMENTAL INFORMATION**

YEAR ENDED SEPTEMBER 30, 2014

CONTENTS

	<u>Page Number</u>
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Activities	4
Statement of Cash Flows	5
Statement of Functional Expenses	6
Notes to Financial Statements	7
SUPPLEMENTAL INFORMATION	
Independent Auditor's Report on Supplemental Information	15
Schedule of Revenue by Source	16
Statement of Functional Expenses Required by the Department of Elder Affairs	17
Schedule of State Earnings Required by the Department of Children and Families	22
Schedule of Related Party Transaction Adjustments Required by the Department of Children and Families	23
Schedule of Program/Cost Center Actual Expenses and Revenues Schedule Substance Abuse & Mental Health Services	24
Schedule of Expenditures of Federal Awards and State Financial Assistance	26
Schedule of Source and Expenditure of City Grant Funds per Ordinance Code Chapter 118.205 (E)	27
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	30
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON THE INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND CHAPTER 10.650 RULES OF THE AUDITOR GENERAL	32
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - FEDERAL PROGRAMS AND STATE PROJECTS	34



WATKINS, WARD AND STAFFORD

Professional Limited Liability Company
Certified Public Accountants

James L. Stafford, CPA
Harry W. Stevens, CPA
S. Keith Winfield, CPA
William B. Stagers, CPA
Aubrey R. Holder, CPA
Michael W. McCully, CPA
Mort Stroud, CPA
R. Steve Sinclair, CPA
Michael L. Pierce, CPA
Marsha L. McDonald, CPA
Wanda S. Holley, CPA
Robin Y. McCormick, CPA

J. Randy Scrivner, CPA
Kimberly S. Caskey, CPA
Susan M. Lummus, CPA
Thomas J. Browder, CPA
Stephen D. Flake, CPA
John N. Russell, CPA
Thomas A. Davis, CPA
Anita L. Goodrum, CPA
Ricky D. Allen, CPA
Jason D. Brooks, CPA
Robert E. Cordle, Jr., CPA
Perry C. Rackley, Jr., CPA

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Urban Jacksonville, Inc. DBA Aging True
Jacksonville, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of Urban Jacksonville, Inc. DBA Aging True (a nonprofit organization), which comprise the statement of financial position as of September 30, 2014, and the related statements of activities, functional expenses, and cash flows for the year 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.

Auditor's 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 Urban Jacksonville, Inc. DBA Aging True as of September 30, 2014, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information presented on pages 16 through 29 is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, 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 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 January 13, 2015, on our consideration of Urban Jacksonville, Inc. DBA Aging True'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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Urban Jacksonville, Inc. DBA Aging True's internal control over financial reporting and compliance.

Starkville, Mississippi
January 13, 2015

Watkins Ward and Stafford, P.C.

Florida Firm License #AD 65746

**URBAN JACKSONVILLE, INC. DBA AGING TRUE
STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2014**

ASSETS

CURRENT ASSETS	
Cash	\$ 56,428
Certificates of deposits	94,000
Board designated cash	787,035
Accounts receivable (net of allowance of approximately \$86,009)	1,414,393
Prepaid expenses	<u>25,618</u>
TOTAL CURRENT ASSETS	2,377,474
PROPERTY AND EQUIPMENT, net	107,890
PLEDGE RECEIVABLE	<u>1,400,000</u>
TOTAL ASSETS	<u>\$ 3,885,364</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES	
Accounts payable and accrued expenses	\$ 690,971
Due to affiliate	1,065,125
Deferred revenue	<u>599,685</u>
TOTAL CURRENT LIABILITIES	<u>2,355,781</u>
COMMITMENTS AND CONTINGENCIES	-
NET ASSETS	
Restricted	3,856
Unrestricted	<u>1,525,727</u>
TOTAL NET ASSETS	<u>1,529,583</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 3,885,364</u>

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

**URBAN JACKSONVILLE, INC. DBA AGING TRUE
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2014**

REVENUES	
Grant revenue	\$ 7,535,800
Client fee revenue	7,815
Contract matching revenue	368,860
Other revenue	<u>1,295,966</u>
TOTAL REVENUES	<u><u>9,208,441</u></u>
 PROGRAM COSTS	
Service coordination	1,486,355
In-Home services	4,574,620
Community services	<u>3,015,956</u>
TOTAL PROGRAM COSTS	<u>9,076,931</u>
MANAGEMENT AND GENERAL	<u>933,453</u>
TOTAL EXPENSES	<u><u>10,010,384</u></u>
CHANGE IN NET ASSETS	(801,943)
NET ASSETS - BEGINNING OF YEAR	<u>2,331,526</u>
NET ASSETS - END OF YEAR	<u><u>\$ 1,529,583</u></u>

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

URBAN JACKSONVILLE, INC. DBA AGING TRUE
STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2014

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ (801,943)
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation and amortization	29,837
Provision for doubtful accounts	9,850
Change in operating assets and liabilities:	
Accounts receivable	(381,795)
Prepaid expenses	7,148
Accounts payable and accrued expenses	(59,190)
Deferred revenue	87,388
	<u>87,388</u>
NET CASH USED BY OPERATING ACTIVITIES	<u>(1,108,705)</u>
 CASH FLOWS FROM INVESTING ACTIVITIES	
Increase in board designated cash	(43,505)
Increase in certificates of deposit	100,000
Purchase of property and equipment	-
	<u>-</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>56,495</u>
 CASH FLOWS FROM FINANCING ACTIVITIES	
Change in due from affiliate	<u>1,060,141</u>
 NET INCREASE IN CASH	7,931
 CASH - BEGINNING OF YEAR	<u>48,497</u>
 CASH - END OF YEAR	<u><u>\$ 56,428</u></u>

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

URBAN JACKSONVILLE, INC. DBA AGING TRUE
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	PROGRAM SERVICES			Total Program Costs	SUPPORTING SERVICES	TOTAL
	Service Coordination	In-Home Services	Community Services		Management and General	
Salaries	\$ 926,057	\$ 1,602,236	\$ 222,130	\$ 2,750,423	\$ 343,338	\$ 3,093,761
Payroll taxes and fringe benefits	196,931	248,934	39,925	485,790	70,837	556,627
TOTAL PERSONNEL COSTS	1,122,988	1,851,170	262,055	3,236,213	414,175	3,650,388
Inkind Personnel	141,171	131,633	-	272,804	-	272,804
Travel, conferences and seminars	51,145	105,610	4,695	161,450	8,227	169,677
Communications and postage	-	19,143	2,018	21,161	44,773	65,934
Utilities	-	-	-	-	-	-
Advertising	-	14,257	-	14,257	11,350	25,607
Insurance	-	29,014	-	29,014	12,312	41,326
Maintenance, repairs and vehicle expense	-	113,786	-	113,786	-	113,786
Printing and supplies	-	33,450	1,445	34,895	48,409	83,304
Building and occupancy cost	98,638	69,530	85,287	253,455	13,497	266,952
Equipment	3,005	1,262	411	4,678	-	4,678
Professional fees, legal, staff development and temporary staff	63,418	326,698	260,485	650,601	359,054	1,009,655
Service providers	5,990	1,252,844	2,302,412	3,561,246	-	3,561,246
Program Supplies/EHE/AEP	-	-	-	-	-	-
Depreciation	-	862	7,319	8,181	21,656	29,837
Food and food supplies	-	625,361	89,829	715,190	-	715,190
Development Costs	-	-	-	-	-	-
TOTAL OPERATING EXPENSES	363,367	2,723,450	2,753,901	5,840,718	519,278	6,359,996
TOTAL EXPENSES	\$ 1,486,355	\$ 4,574,620	\$ 3,015,956	\$ 9,076,931	\$ 933,453	\$ 10,010,384

URBAN JACKSONVILLE, INC. DBA AGING TRUE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2014

NOTE 1 – NATURE OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of the Organization

Urban Jacksonville, Inc. DBA Aging True (the "Organization") was organized as a not-for-profit corporation in the state of Florida. The Organization provides the following community services predominantly under grants through the Northeast Florida Area Agency on Aging, Inc. and other funding sources:

- A. Meals on Wheels – a federally, state and city subsidized project to provide home delivered meals for the aged and disabled.
- B. Protective Counseling Services for the Elderly – a federally funded project under Title III of the Older Americans Act to confirm the extent of and nature of problems of the elderly and to assist in solving those problems.
- C. Community Care for the Elderly – a state funded program under the Community Care for the Elderly Act of 1973 as amended to provide services that enable frail, elderly persons to stay in their homes as an alternative to institutionalization.

Funding for the Community Care for Disabled Adults portion of the programs is provided by the Department of Children and Families of the State of Florida.

The Organization is operated under a common board of directors with Cathedral Foundation of Jacksonville, Inc. DBA Aging True (the "Foundation").

Property and Equipment

It is the Organization's policy to capitalize property and equipment that has a useful life extending into future periods. Purchased property and equipment costing in excess of \$1,000 is capitalized. Property and equipment are depreciated using the straight-line method over the estimated useful lives of the various assets. Asset lives range from 3 years to 15 years.

Donated Property and Equipment

Donations of property and equipment are recorded as contributions at their estimated fair market value.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2014

NOTE 1 – NATURE OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Such donations are reported as unrestricted contributions unless the donor has restricted their use. Assets donated with explicit restrictions regarding their use are reported as restricted contributions. Absent donor stipulations, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service and the Organization reclassifies temporarily restricted net assets to unrestricted net assets in the period of expiration.

Revenue

Most of the Organization's revenue originates from state and federal grants. Costs incurred under each of the programs are subject to approval and subsequent audits by the respective state or federal agencies.

Revenue is reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law.

Governmental grants for the funding of programs operated by the Organization are awarded on a year-to-year basis and are subject to annual renewal. Funding under certain existing grants may be reduced or increased at the discretion of the grantors. Certain agreements provide for termination by either party upon 30 days written notice.

By Florida State Statute effective March 1, 2014, all Medicaid long term care programs and funding were turned over to HMO insurance companies to manage and control (referred to as "Medicaid Managed Care"). This eliminated two of the Organization's government contract programs called Nursing Home Diversion and Medicaid Waiver, both of which terminated March 1, 2014. The HMO companies have contracted with the Organization and other companies as vendors to provide some of the direct home services to the clients who were previously served by these programs. From October 1, 2013 through February 28, 2014, the Organization authorized services for elder consumers by eligible vendors under the Medicaid Waiver Program in Duval County and did not direct bill for the Medicaid Waiver Program's vendor services.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2014

NOTE 1 – NATURE OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on whether any donor restrictions exist.

Income Taxes

The Organization is a not-for-profit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and is classified by the Internal Revenue Service as other than a private foundation. Accordingly, these financial statements include no provision or liability for income taxes.

Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards ASC958-205, *Financial Statements of Not-for-Profit Organizations*. Under ASC958-205, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from these estimates.

Subsequent Events

Subsequent events have been evaluated through January 13, 2015, which is the date the financial statements were available for release.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2014

NOTE 2 – PROPERTY AND EQUIPMENT

Property and equipment consist of the following at September 30, 2014:

Leasehold improvements	\$ 120,202
Equipment	613,843
	<u>734,045</u>
Less Accumulated depreciation and amortization	<u>(626,155)</u>
Leasehold improvements and equipment, net	<u>\$ 107,890</u>

Depreciation and amortization expense for the year ended September 30, 2014, approximated \$30,000.

NOTE 3 - RELATED PARTY TRANSACTIONS

Accounting and Administrative Fees Expense

During the year, the Organization received administrative, accounting and M.I.S. services from the Foundation. For the year ended September 30, 2014 the amount paid for these services approximated \$501,000 and is included in management and general expenses on the statement of activities.

Office Premises Lease

During the year, the Organization leased office space from the Foundation. For the year ended September 30, 2014, the amount paid for the office premise lease approximated \$267,000 (see Note 6).

Pledge Receivable

During the year ended September 30, 2005, the Organization received a pledge for future contributions of funds from the Foundation. At September 30, 2014, the total amount of the pledge receivable is \$1,400,000. The pledge balance will be evaluated for payment terms annually based on the needs of the Organization for support from the Foundation.

Food Preparation and Purchases

During the year, the Organization purchased hot meals prepared by the Foundation and purchased frozen meals from the Foundation. For the year ended September 30, 2014, the amount paid for these dietary services approximated \$677,000.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2014

NOTE 3 - RELATED PARTY TRANSACTIONS (Continued)

Due to Affiliate

The Organization utilizes a centralized cash management system that includes the Foundation, and the Foundation pays certain combined vendor bills on behalf of the Organization. Due to the timing of cash receipts and disbursements and the cash needs of the Organization, the Organization either borrows funds from, or loans funds to, the Foundation during the year. These short term loans are non-interest bearing. At September 30, 2014, the amount due to the Foundation was approximately \$1,065,000.

NOTE 4 – DONATED SERVICES

Volunteers provide donated services to assist in client care, meal delivery, and other program assistance. Depending on the service performed, the volunteer time is valued at rates ranging from \$7.35 to \$10 per hour. The total amount of donated services recorded during the year ended September 30, 2014, was approximately \$273,000.

NOTE 5 – EMPLOYEE RETIREMENT PLAN

The Foundation provides a qualified defined contribution plan which covers eligible employees of the Organization with related costs included herein. Under the terms of the Retirement Plan Trust Agreement, the Organization contributes up to a maximum of 15% of the qualified salaries paid to eligible employees. The Organization elected to make no company contributions for the calendar year ending December 31, 2014, and approximately 5% of qualifying salaries was used for the calendar year ended December 31, 2013. For the fiscal year ended September 30, 2014, the Organization's contributions were approximately \$18,000.

NOTE 6 - COMMITMENTS AND CONTINGENCIES

Consumer Trust Funds

The Organization is required to provide a cash management service to its consumers. These funds remain the sole property of each respective consumer, to be disbursed only as requested and, accordingly, these funds are excluded from the accompanying financial statements. The Organization has a fiduciary duty of accountability for these funds. At September 30, 2014, the fund balances amounted to approximately \$340,000.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2014

NOTE 6 - COMMITMENTS AND CONTINGENCIES (Continued)

Risk Management

The Organization is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Organization carries commercial insurance for these risks. Settled claims resulting from insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Office Premises Lease

As described in Note 3, the Organization leases office suites from the Foundation. The lease payments are based on a minimum rent plus annual adjustments for increases not to exceed 5% annually.

Future minimum commitments under the noncancellable operating lease for the years subsequent to September 30, 2014, are as follows:

<u>YEAR ENDING</u> <u>SEPTEMBER 30,</u>	<u>AMOUNT</u>
2015	\$ 280,300
2016	294,315
2017	25,753
2018	-0-
2019	-0-
Thereafter	-0-
	<u>\$ 600,368</u>

Credit Risk

Financial instruments which potentially subject the Organization to concentration of credit risk consist principally of cash, accounts receivable and pledges receivable. The Organization maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Organization believes it is not exposed to any significant credit risk on cash.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2014

Certificates of Deposit

The Organization held certificates of deposit with a financial institution at an interest rate of .10% and maturity dates less than a year. As of September 30, 2014, certificates of deposit amounted to approximately \$94,000. All of these certificates of deposit are pledged to guarantee the payment of a portion of a 70-month term loan from a financial institution to Cathedral Gerontology Center, Inc.

Guarantee of Term Loan

On December 29, 2009, the Organization guaranteed the payment of a portion of a 70-month term loan from a bank to Cathedral Gerontology Center, Inc. ("CGC"). The amount of the term loan principal and interest guaranteed was initially \$344,000, and certificates of deposit ("CD's") totaling \$344,000 were initially pledged by the organization to the bank in support of the guarantee. The guarantee agreement calls for the pledged CD's to be released from the pledge ratably in increments over the life of the loan as payments are made on the term loan by CGC. The pledged CD's at September 30, 2014 included one CD in the amount of \$50,000 and one CD in the amount of \$44,000. At September 30, 2014, the amount of the guarantee had been reduced by CGC payments to \$71,664, and all payments to the bank have been made by CGC when due.

NOTE 7 – INCOME TAXES

The Organization is exempt from federal and state income taxes as organizations described under Section 501 (c)(3) of the Internal Revenue Code. The Organization's open audit periods are 2012 through 2014.

In June 2006, the Financial Accounting Standards Board issued ASC 740-10 (formerly known as FASB Interpretation No. 48, Accounting for Uncertainty in Income Taxes), which prescribed a comprehensive model for how an organization should measure, recognize, present, and disclose in its financial statements uncertain tax positions that an organization has taken or expects to take on a tax return. The Organization adopted ASC 740-10 as January 1, 2009. There was no impact to the Organizations' consolidated financial statements as a result of the implementation of ASC 740-10.

SUPPLEMENTAL INFORMATION



WATKINS, WARD AND STAFFORD
 Professional Limited Liability Company
 Certified Public Accountants

James L. Stafford, CPA
 Harry W. Stevens, CPA
 S. Keith Winfield, CPA
 William B. Stagers, CPA
 Aubrey R. Holder, CPA
 Michael W. McCully, CPA
 Mort Stroud, CPA
 R. Steve Sinclair, CPA
 Michael L. Pierce, CPA
 Marsha L. McDonald, CPA
 Wanda S. Holley, CPA
 Robin Y. McCormick, CPA

J. Randy Scrivner, CPA
 Kimberly S. Caskey, CPA
 Susan M. Lummus, CPA
 Thomas J. Browder, CPA
 Stephen D. Flake, CPA
 John N. Russell, CPA
 Thomas A. Davis, CPA
 Anita L. Goodrum, CPA
 Ricky D. Allen, CPA
 Jason D. Brooks, CPA
 Robert E. Cordle, Jr., CPA
 Perry C. Rackley, Jr., CPA

**INDEPENDENT AUDITOR'S REPORT
 ON SUPPLEMENTAL INFORMATION**

Board of Directors
 Urban Jacksonville, Inc. DBA Aging True
 Jacksonville, Florida

Our report on our audit of the basic financial statements of Urban Jacksonville, Inc. DBA Aging True (a not-for-profit corporation) for the year ended September 30, 2014 appears on page 1. Our audit was performed for the purpose of forming an opinion on the basic financial statements of Urban Jacksonville, Inc. taken as a whole. The supplemental information included herein on pages 16 to 29 is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Government, and Non-Profit Organizations", Chapter 691-5, Schedule of Expenditures of State Financial Assistance, Rules of the Department of Financial Services, Chapter 10.650, the Rules of the Auditor General, and the State of Florida Department of Elder Affairs and the City of Jacksonville, Florida Code Chapter 118.205 (E) and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Watkins Ward and Stafford, PLLC

Starkville, Mississippi
 January 13, 2015

Florida Firm License # AD 65746

**URBAN JACKSONVILLE, INC. DBA AGING TRUE
SCHEDULE OF REVENUE BY SOURCE
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

Program Name or Other Source of Funds	Program Description	Contract Number	Amount
NE Florida Area Agency on Aging, d/b/a ElderSource	III-B	A112UJ	\$ 114,407
	III-B	A113UJ	236,289
	III-C1	A112UJ	2,876
	III-C1	A113UJ	69,613
	III-C2	A112UJ	145,540
	III-C2	A113UJ	365,072
	III-E	A112UJ	78,698
	III-E	A113UJ	172,060
	CCE	C012UJ	1,957,375
	CCE	C013UJ	899,493
	HCE	H012UJ	67,398
	HCE	H013UJ	19,395
	ADI	Z112UJ	139,516
	ADI	Z013UJ	47,995
	Relief Program	R012UJ	131,388
	Relief Program	R013UJ	41,472
	United Way funds		30,253
U.S. Department of Agriculture	USDA/NSIP	U013UJ	139,679
Department of Children and Families	ADM/Guardianship	NE038	51,682
	ADM/Guardianship	NE038	11,234
	MAS	NE038	104,325
	MAS	NE038	22,826
Florida Agency for Health Care Administration	Medicaid Waiver		638,590
	Targeted Case Mgmt. Medicaid		25,164
	MW Vendor Revenue		915,804
	Nursing Home Diversion	XT112	978,703
	Nursing Home Diversion	XT212	-
City of Jacksonville Misc. Appropriations	Public Service Grant		124,591
Community Foundation	Safety Net Funds		4,363
Cathedral Foundation, Inc.	Contract Matching		163,739
	Contract In-Kind Match		205,121
CFI SDC Income			51,295
Project Income	III-C2		3,742
	III-B		3,446
	III-C1		627
Home Health Agency			874,662
Miscellaneous Income	Various sources		370,010
TOTAL REVENUE			\$ 9,208,443

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
STATEMENT OF FUNCTIONAL EXPENSES REQUIRED BY THE DEPARTMENT OF ELDER AFFAIRS
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	PROGRAM SERVICES						
	Adult Day Care	Case Management	Case Aide	Chore	Caregiver Training/ Support	Companionship	Congregate Meals
Salaries	\$ -	\$ 430,608	\$ 74,536	\$ 206,913	\$ 15,763	\$ 65,764	\$22,174
Payroll taxes and fringe benefits	-	124,843	6,056	38,146	4,114	15,228	7,679
TOTAL PERSONNEL COSTS	-	555,451	80,592	245,059	19,877	80,992	29,853
In-Kind Personnel	-	131,171	10,000	-	17,500	43,208	0
Travel, conferences and seminars	-	11,244	3,035	10,116	3,035	13,279	506
Communications and postage	-	-	-	-	-	-	-
Utilities	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-
Maintenance, repairs and vehicle expense	-	-	-	-	-	-	-
Printing and supplies	-	-	-	-	-	-	-
Building and occupancy cost	-	31,031	2,000	5,000	1,842	2,500	961
Equipment	-	3,005	-	-	-	-	0
Professional fees, legal, staff development and temporary staff	-	36,452	-	-	-	-	4,457
Service providers/Stipends	142,868	-	-	15,500	-	119,792	-
Program supplies and EHEAEP	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-
Food and food supplies	-	-	-	-	-	-	72,823
Development Costs	-	-	-	-	-	-	0
TOTAL OPERATING EXPENSES	142,868	768,354	95,627	275,675	42,254	259,771	108,600
MANAGEMENT AND GENERAL ALLOCATION	24,711	132,896	16,540	47,681	7,308	44,930	18,784
TOTAL EXPENSES AFTER ALLOCATION	<u>\$ 167,579</u>	<u>\$ 901,250</u>	<u>\$ 112,167</u>	<u>\$ 323,356</u>	<u>\$ 49,562</u>	<u>\$ 304,701</u>	<u>\$ 127,384</u>
TOTAL UNITS	<u>16,912</u>	<u>27,792</u>	<u>4,942</u>	<u>13,010</u>	<u>1,000</u>	<u>12,500</u>	<u>17,071</u>

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC. DBA AGING TRUE

STATEMENT OF FUNCTIONAL EXPENSES REQUIRED BY THE DEPARTMENT OF ELDER AFFAIRS (Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	PROGRAM SERVICES					
	Counseling Gerontological	Counseling Mental	Education/ Training	Emergency Alert Response	Escort	Home Delivered Meals
Salaries	113,227	\$ 58,468	\$ 17,218	\$ 2,318	\$ 4,370	\$ 357,717
Payroll taxes and fringe benefits	18,573	6,043	4,127	314	1,379	65,839
TOTAL PERSONNEL COSTS	131,800	64,511	21,344	2,632	5,749	423,555
In-Kind Personnel	-	-	-	-	-	70,000
Travel, conferences and seminars	8,396	2,529	759	506	506	4,318
Communications and postage	-	-	-	-	-	-
Utilities	-	-	-	-	-	-
Advertising	-	-	-	-	-	-
Insurance	-	-	-	-	-	20,000
Maintenance, repairs and vehicle expense	-	-	-	-	-	113,786
Printing and supplies	-	-	-	-	-	-
Building and occupancy cost	2,500	-	1,900	-	-	5,670
Equipment	-	-	-	-	-	-
Professional fees, legal, staff development and temporary staff	16,023	6,664	-	-	-	42,715
Service providers/Stipends	-	-	5,990	14,456	-	-
Program supplies and EI/EAEP	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Food and food supplies	-	-	-	-	-	625,361
Development Costs	-	-	-	-	-	-
TOTAL OPERATING EXPENSES	158,720	73,705	29,993	17,594	6,255	1,305,404
MANAGEMENT AND GENERAL ALLOCATION	27,453	12,748	5,188	3,043	1,082	225,785
TOTAL EXPENSE AFTER ALLOCATION	\$ 186,172	\$ 86,453	\$ 35,180	\$ 20,637	\$ 7,337	\$ 1,531,189
TOTAL UNITS	4,800	1,512	1,084	2,000	600	204,453

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
STATEMENT OF FUNCTIONAL EXPENSES REQUIRED BY THE DEPARTMENT OF ELDER AFFAIRS (Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	PROGRAM SERVICES					
	Homemaker	Nutrition Education	Outreach	Personal Care	Pest Control	Respite
Salaries	\$ 82,479	\$ 7,372	\$ 6,140	\$ 163,170	\$ -	\$ 83,026
Payroll taxes and fringe benefits	5,851	1,286	860	18,516	-	7,552
TOTAL PERSONNEL COSTS	88,330	8,658	7,000	181,686	-	90,579
In-Kind Personnel	-	-	-	-	-	-
Travel, conferences and seminars	25,291	303	303	5,291	-	10,116
Communications and postage	-	-	-	-	-	-
Utilities	-	-	-	-	-	-
Advertising	-	-	-	-	-	-
Insurance	-	-	-	-	-	-
Maintenance, repairs and vehicle expense	-	-	-	-	-	-
Printing and supplies	-	-	-	-	-	-
Building and occupancy cost	-	4,750	4,800	-	-	5,000
Equipments	-	-	-	-	-	-
Professional fees, legal, staff development and temporary staff	-	1,000	-	-	-	-
Service Providers/Stipends	266,535	-	-	240,000	4,020	371,387
Program supplies and EHEAEP	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Food and food supplies	-	-	-	-	-	-
Development Costs	-	-	-	-	-	-
TOTAL OPERATING EXPENSES	380,155	14,712	12,103	426,977	4,020	477,081
MANAGEMENT AND GENERAL ALLOCATION	65,752	2,545	2,093	73,851	695	82,517
TOTAL EXPENSES AFTER ALLOCATION	\$ 445,908	\$ 17,256	\$ 14,197	\$ 500,828	\$ 4,715	\$ 559,598
TOTAL UNITS	25,000	800	400	28,000	92	30,500

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
STATEMENT OF FUNCTIONAL EXPENSES REQUIRED BY THE DEPARTMENT OF ELDER AFFAIRS (Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	PROGRAM SERVICES							
	Respite - Facility	Nutritional Counseling	Respite/ RELIEF Program	Screening and Assessment	Shopping/ Assistance	Specialized Medical Equipment and Supplies	Transportation	Nursing Home Diversion
Salaries	\$ -	\$ 1,232	\$ 36,969	\$ 40,611	\$ 6,556	\$ -	\$ -	\$ 189,030
Payroll taxes and fringe benefits	-	427	6,702	8,315	2,068	-	-	28,799
TOTAL PERSONNEL COSTS	-	1,659	43,671	48,927	8,624	-	-	217,829
In-Kind Personnel	-	-	925	-	-	-	-	-
Travel, conferences and seminars	-	-	7,314	1,012	506	-	-	3,177
Communications and postage	-	-	-	-	-	-	-	2,018
Utilities	-	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-
Maintenance, repairs and vehicle expense	-	-	-	-	-	-	-	-
Printing and supplies	-	-	-	-	-	-	-	1,445
Building and occupancy cost	6,788	-	5,600	5,652	-	-	-	57,538
Equipment	-	-	-	-	-	-	-	411
Professional fees, legal, staff development and temporary staff	-	4,279	-	-	-	57,340	-	256,027
Service providers/Stipends	98,499	-	-	-	-	210,636	9,243	1,072,436
Program supplies and EHEAEP	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-	7,319
Food and food supplies	-	-	-	-	-	-	-	17,006
Development Costs	-	-	-	-	-	-	-	-
TOTAL OPERATING EXPENSES	105,287	5,938	57,510	55,590	9,130	267,976	9,243	1,635,207
MANAGEMENT AND GENERAL ALLOCATION	18,211	1,027	9,947	9,615	1,579	46,350	1,599	-
TOTAL EXPENSES AFTER ALLOCATION	\$ 123,497	\$ 6,965	\$ 67,457	\$ 65,205	\$ 10,709	\$ 314,325	\$ 10,842	\$ 1,635,207
TOTAL UNITS	12,000	150	27,500	1,918	430	1,000	314	N/A

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
STATEMENT OF FUNCTIONAL EXPENSES REQUIRED BY THE DEPARTMENT OF ELDER AFFAIRS (Continued)
FOR THE YEAR ENDED SEPTEMBER 30, 2014

	PROGRAM SERVICES				SUPPORTING SERVICES				TOTAL
	Non DOEA-related Services	Non DOEA-related Services	Home Health Services	Total Program Costs	Fund Raising	Unallowable Expenses	Management and General	Total Supporting Services	
Salaries	\$ 184,017	\$ -	\$ 580,746	2,750,424	\$ -	\$ -	\$ 343,338	\$ 343,338	\$ 3,093,762
Payroll taxes and fringe benefits	27,688	-	85,386	485,791	-	-	70,837	70,837	556,628
TOTAL PERSONNEL COSTS	211,705	-	666,132	3,236,214	-	-	414,175	414,175	3,650,390
In-Kind Personnel	-	-	-	272,804	-	-	-	-	272,804
Travel, conferences and seminars	23,866	-	26,042	161,449	-	-	8,227	8,227	169,676
Communications and postage	-	-	19,143	21,161	-	-	44,773	44,773	65,934
Utilities	-	-	-	-	-	-	-	-	-
Advertising	-	-	14,257	14,257	-	-	11,350	11,350	25,607
Insurance	-	-	9,014	29,014	-	-	12,312	12,312	41,326
Maintenance, repairs and vehicle expense	-	-	-	113,786	-	-	-	-	113,786
Printing and supplies	-	-	33,450	34,895	-	-	48,409	48,409	83,304
Building and occupancy cost	50,755	20,000	39,168	253,455	-	-	13,497	13,497	266,952
Equipment	-	-	1,262	4,679	-	-	-	-	4,679
Professional fees, legal, staff development and temporary staff	-	-	225,644	650,601	-	-	359,054	359,054	1,009,655
Service providers/Stipends	-	979,366	10,519	3,561,246	-	-	-	-	3,561,246
Program supplies and EII/AEP	-	-	-	-	-	-	-	-	-
Depreciation	-	-	862	8,181	-	-	21,656	21,656	29,837
Food and food supplies	-	-	-	715,190	-	-	-	-	715,190
Development Costs	-	-	-	-	-	-	-	-	-
TOTAL OPERATING EXPENSES	286,326	999,366	1,045,492	9,076,931	-	-	933,453	933,453	10,010,384
MANAGEMENT AND GENERAL ALLOCATION	49,524	-	-	933,453	-	-	-	-	-
TOTAL EXPENSES AFTER ALLOCATION	\$ 335,850	\$ 999,366	\$ 1,045,492	\$ 10,010,384	\$ -	\$ -	\$ 933,453	\$ 933,453	\$ 10,010,384
TOTAL UNITS	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

See Independent Auditor's Report on Supplemental Information.

**URBAN JACKSONVILLE, INC. DBA AGING TRUE
SCHEDULE OF STATE EARNINGS REQUIRED BY
THE DEPARTMENT OF CHILDREN AND FAMILIES
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

1	Total Expenditures	\$10,010,383
2	Less Other State and Federal Funds	\$5,382,118
3	Less Non-Match SAMH Funds	\$190,067
4	Less Unallowable Costs per 65E-14, F.A.C.	\$0
5	Total Allowable Expenditures (Sum of lines 1, 2, 3, and 4)	\$4,438,199
6	Maximum Available Earnings (Line 5 times 75%)	\$3,328,649
7	Amount of State Funds Requiring Match	\$0
8	Amount Due to Department (Subtract line 7 from line 6)	\$0

See Independent Auditor's Report on Supplemental Information.

**URBAN JACKSONVILLE, INC. DBA AGING TRUE
SCHEDULE OF RELATED PARTY TRANSACTION ADJUSTMENTS
REQUIRED BY THE DEPARTMENT OF CHILDREN AND FAMILIES
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

	Related Party	Allocation of Related Party Transactions Adjustment				
		State-Designated Cost Centers				Total
		1	2	3	
Revenues From Grantee						
Rent	\$ -					
Services	-					
Interest	-					
Other	-					
Total Revenue From Grantee	-					
Expenses Associated with Grantee Transactions						
Personnel Services	-					
Depreciation	-					
Interest	-					
Other	-					
Total Associated Expenses	-					
Related Party Transaction Adjustment	\$ -	-	-	-	-	-

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
SCHEDULE OF PROGRAM/COST CENTER ACTUAL EXPENSES AND REVENUES
SUBSTANCE ABUSE & MENTAL HEALTH SERVICES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

AGENCY: URBAN JACKSONVILLE, INC. DBA AGING TRUE

PART I: ACTUAL FUNDING SOURCES & REVENUES

FUNDING SOURCES & REVENUES	STATE FUNDING SOURCES										Total Funding (F+G)	
	Mobile Assessment for Elements		STATE FUNDING SOURCES		STATE FUNDING SOURCES		STATE FUNDING SOURCES		STATE FUNDING SOURCES			
	B ₁	B ₂	B ₃	B ₄	B ₅	B ₆	B ₇	B ₈	B ₉	B ₁₀		
M. TOTAL STATE FUNDING												
(1) Contract RNE038	\$ 104,325	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 104,325	\$ 104,325
(2) Contract RNE038	\$ 22,828	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,828	\$ 22,828
(3) Contract RNE038	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(4) Contract RNE038	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(5) From Other Districts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL STATE FUNDING	\$ 127,151	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 127,151	\$ 127,151
N. OTHER GOVT. FUNDING												
(1) Other State Agency Funding	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(2) Medicaid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(3) Local Government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(4) Federal Grants and Contracts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(5) In-kind from for-profit only	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL OTHER GOVT. FUNDING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
O. ALL OTHER REVENUES												
(1) Title & 2nd Party Payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(2) 3rd Party Payments (except Medicare)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(3) Medicare	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(4) Contributions and Donations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(5) Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(6) In-kind	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL ALL OTHER REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL ACTUAL FUNDING	\$ 127,151	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 127,151	\$ 127,151

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC. DBA AGING TRUE
SCHEDULE OF PROGRAM/COST CENTER ACTUAL EXPENSES AND REVENUES SCHEDULE (Continued)
SUBSTANCE ABUSE & MENTAL HEALTH SERVICES
FOR THE YEAR ENDED SEPTEMBER 30, 2014

AGENCY: URBAN JACKSONVILLE, INC. DBA AGING TRUE

PART B. ACTUAL EXPENSES

EXPENSE CATEGORIES A	STATE-DESIGNATED SAMH COST CENTERS											Total Expenses (F+G+H+I+J) J	
	STATE SAMH-FUNDED COST CENTERS												
	Mobile Assessment for Seniors			Guardianship		Total for Program 2 (B _{2a} +B _{2b}) C ₂	Total for State SAMH-Funded Cost Centers (C ₁ +C ₂) D	Total for Non-State- Funded SAMH Cost Centers E	Tot. for All State- Designated SAMH Cost Centers (D+E) F	Non-SAMH Cost Center G	Other Support Costs (optional) H		Administration I
	In-Home & On-Site B _{1a}	(CC name) B _{1b}	Total for Program 1 or Combined (B _{1a} +...+B _{1n}) C ₁	Guardianship B _{2a}	(CC name) B _{2b}								
BA. PERSONNEL EXPENSES													
(1) Salaries	\$ 89,928	\$ -	\$ 99,928	\$ 46,891	\$ -	\$ 46,891	\$ 148,819	\$ -	\$ 146,819	\$ 2,603,604	\$ -	\$ 343,338	\$ 3,093,781
(2) Fringe Benefits	\$ 20,268	\$ -	\$ 20,268	\$ 10,025	\$ -	\$ 10,025	\$ 30,293	\$ -	\$ 30,293	\$ 455,497	\$ -	\$ 70,837	\$ 556,627
TOTAL PERSONNEL EXPENSES =	\$ 120,196	\$ -	\$ 120,196	\$ 56,916	\$ -	\$ 56,916	\$ 177,112	\$ -	\$ 177,112	\$ 3,059,101	\$ -	\$ 414,175	\$ 3,650,383
BB. OTHER EXPENSES													
(1) Building Occupancy	\$ 2,400	\$ -	\$ 2,400	\$ 1,700	\$ -	\$ 1,700	\$ 4,100	\$ -	\$ 4,100	\$ 249,355	\$ -	\$ 13,497	\$ 266,852
(2) Professional Services	\$ 1,555	\$ -	\$ 1,555	\$ -	\$ -	\$ -	\$ 1,555	\$ -	\$ 1,555	\$ 649,048	\$ -	\$ 359,054	\$ 1,009,655
(3) Travel	\$ 1,500	\$ -	\$ 1,500	\$ 3,100	\$ -	\$ 3,100	\$ 4,600	\$ -	\$ 4,600	\$ 156,850	\$ -	\$ 8,227	\$ 169,877
(4) Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,678	\$ -	\$ -	\$ 4,678
(5) Fuel Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 715,160	\$ -	\$ -	\$ 715,160
(6) Medical and Pharmacy	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Subcontracted Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,561,246	\$ -	\$ -	\$ 3,561,246
(8) Insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 29,014	\$ -	\$ 12,312	\$ 41,326
(9) Internal Paid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(10) Operating Supplies & Expenses	\$ 1,500	\$ -	\$ 1,500	\$ 1,200	\$ -	\$ 1,200	\$ 2,700	\$ -	\$ 2,700	\$ 169,579	\$ -	\$ 126,168	\$ 318,467
(11) Other	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(12) Donated Items	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 272,804	\$ -	\$ -	\$ 272,804
TOTAL OTHER EXPENSES =	\$ 6,955	\$ -	\$ 6,955	\$ 6,000	\$ -	\$ 6,000	\$ 12,955	\$ -	\$ 12,955	\$ 5,827,782	\$ -	\$ 519,278	\$ 6,359,995
TOT. PERSONNEL & OTH. EXP. =	\$ 127,151	\$ -	\$ 127,151	\$ 62,916	\$ -	\$ 62,916	\$ 190,067	\$ -	\$ 190,067	\$ 6,886,884	\$ -	\$ 933,453	\$ 10,010,383
BB. DISTRIBUTED INDIRECT COSTS													
(a) Other Support Costs (Optional)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(b) Administration	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 933,453	\$ -	\$ -	\$ -
TOT. DISTRD INDIRECT COSTS =	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 933,453	\$ -	\$ -	\$ -
TOTAL ACTUAL OPER. EXPENSES =	\$ 127,151	\$ -	\$ 127,151	\$ 62,916	\$ -	\$ 62,916	\$ 190,067	\$ -	\$ 190,067	\$ 6,820,317	\$ -	\$ 933,453	\$ 10,010,383
BB. UNALLOWABLE COSTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOT. ALLOWABLE OPERATING EXP. =	\$ 127,151	\$ -	\$ 127,151	\$ 62,916	\$ -	\$ 62,916	\$ 190,067	\$ -	\$ 190,067	\$ 6,820,317	\$ -	\$ 933,453	\$ 10,010,383
BB. CAPITAL EXPENDITURES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See Independent Auditor's Report on Supplemental Information.

**URBAN JACKSONVILLE, INC. DBA AGING TRUE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

Federal / State Agency, Pass-through Entity <u>Federal Program / State Project</u>	CFDA / CSFA <u>Number</u>	Pass-through Entity Identifying / Contract <u>Grant Number</u>	<u>Expenditures</u>	<u>Transfers to Subrecipients</u>
U.S. Department of Health and Human Services				
Pass-through Florida Department of Elder Affairs				
Pass-through Northeast Florida Area Agency on Aging, Inc., d/b/a ElderSource				
Title III B Support Services	93.044	A112UJ	\$ 114,407	\$ -
	93.044	A113UJ	236,289	-
Title III C1 Congregate Meals	93.045	A112UJ	2,876	-
	93.045	A113UJ	69,613	-
Title III C - 2 Home Delivered Meals	93.045	A112UJ	145,540	-
	93.045	A113UJ	365,072	-
Title III E Services	93.052	A112UJ	78,698	-
	93.052	A113UJ	172,060	-
Nutrition Services Incentive Program	93.053	U013UJ	139,679	-
Total U S Department of Health and Human Services			<u>1,324,235</u>	-
Total Expenditures of Federal Awards			<u>\$ 1,324,235</u>	<u>\$ -</u>
Florida Department of Elder Affairs				
Pass-through Northeast Florida Area Agency on Aging, Inc., d/b/a ElderSource				
Community Care for the Elderly	65.010	C012UJ	\$ 1,957,375	\$ -
		C013UJ	899,493	-
Home Care for the Elderly	65.001	H012UJ	67,398	-
		H013UJ	19,395	-
Alzheimer's Disease Initiative	65.004	Z112UJ	139,516	-
		Z013UJ	47,995	-
R E L I E F Program	65.006	R012UJ	131,388	-
		R013UJ	41,472	-
Total Florida Department of Elder Affairs			<u>3,304,032</u>	-
Florida Department of Children and Families				
Alcohol, Drug Abuse, and Mental Health/Guardianship	60.053	NE038	51,682	-
	60.053	NE038	11,234	-
Alcohol, Drug Abuse, and Mental Health/MAS	60.053	NE038	104,325	-
	60.053	NE038	22,826	-
Total Florida Department of Children and Families			<u>190,067</u>	-
Total Expenditures of State Financial Assistance			<u>\$ 3,494,099</u>	<u>\$ -</u>

Note: The significant accounting policies for the accompanying schedule of expenditures of federal awards and state financial assistance are stated in Note 1 - Nature of the Organization and Summary of Significant Accounting Policies of the notes to the financial statements.

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC.
SCHEDULE OF SOURCE AND EXPENDITURE OF CITY GRANT FUNDS
PER ORDINANCE CODE CHAPTER 118.205(E)
YEAR ENDED SEPTEMBER 30, 2014

City of Jacksonville Public Service Grant
 Program Title: Community Care for the Elderly
 Contract Number: 6998-30
 Contract Period: 10/01/2013 - 09/30/2014
 Award Amount: \$ 86,000

Receipt of City Funds

	Year Ended 9/30/2014
Amount of Award (per City Budget Ordinance)	\$ 86,000
Amount received this period	(63,349)
Amount Remaining to be Distributed	22,651

Expenditures of City Funds

	Budgeted	Actual	Remaining Balance
Salaries	\$ 31,249	\$ 30,711	\$ 538
FICA & Med Tax	5,233	5,233	-
Worker's Compensation	2,187	2,187	-
Client Direct Expenses	47,331	25,218	22,113
Total	\$ 86,000	\$ 63,349	\$ 22,651

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC.
SCHEDULE OF SOURCE AND EXPENDITURE OF CITY GRANT FUNDS
PER ORDINANCE CODE CHAPTER 118.205(E)
YEAR ENDED SEPTEMBER 30, 2014

City of Jacksonville Public Service Grant
Program Title: Meals on Wheels
Contract Number: 6998-31
Contract Period: 10/01/2013 - 09/30/2014
Award Amount: \$ 18,631

Receipt of City Funds

	Year Ended 9/30/2014
Amount of Award (per City Budget Ordinance)	\$ 18,631
Amount received this period	(18,631)
Amount Remaining to be Distributed	-

Expenditures of City Funds

	Budgeted	Actual	Remaining Balance
Salaries	\$ 3,524	\$ 3,524	\$ -
FICA & Med Tax	270	270	-
Health Insurance	176	176	-
Vehicle Fuel & Maintenance	4,029	4,029	-
Vehicle Insurance	1,242	1,242	-
Client Direct Expenses (Meals)	9,390	9,390	-
Total	\$ 18,631	\$ 18,631	\$ -

See Independent Auditor's Report on Supplemental Information.

URBAN JACKSONVILLE, INC.
SCHEDULE OF SOURCE AND EXPENDITURE OF CITY GRANT FUNDS
PER ORDINANCE CODE CHAPTER 118.205(E)
YEAR ENDED SEPTEMBER 30, 2014

City of Jacksonville Public Service Grant
Program Title: Integrated Mental Health Services
Contract Number: 6998-32
Contract Period: 10/01/2013 - 09/30/2014
Award Amount: \$ 43,000

Receipt of City Funds

	Year Ended 9/30/2014
Amount of Award (per City Budget Ordinance)	\$ 43,000
Amount received this period	(42,980)
Amount Remaining to be Distributed	\$ 20

Expenditures of City Funds

	Budgeted	Actual	Remaining Balance
Salaries	\$ 36,348	\$ 36,348	\$ -
FICA & Med Tax	2,781	2,760	20
Health Insurance	2,054	2,054	-
Retirement	1,817	1,817	-
Total	\$ 43,000	\$ 42,980	\$ 20

See Independent Auditor's Report on Supplemental Information.



WATKINS, WARD AND STAFFORD

Professional Limited Liability Company
Certified Public Accountants

James L. Stafford, CPA
Harry W. Stevens, CPA
S. Keith Winfield, CPA
William B. Stagers, CPA
Aubrey R. Holder, CPA
Michael W. McCully, CPA
Mort Stroud, CPA
R. Steve Sinclair, CPA
Michael L. Pierce, CPA
Marsha L. McDonald, CPA
Wanda S. Holley, CPA
Robin Y. McCormick, CPA

J. Randy Scrivner, CPA
Kimberly S. Caskey, CPA
Susan M. Lummus, CPA
Thomas J. Browder, CPA
Stephen D. Flake, CPA
John N. Russell, CPA
Thomas A. Davis, CPA
Anita L. Goodrum, CPA
Ricky D. Allen, CPA
Jason D. Brooks, CPA
Robert E. Cordle, Jr., CPA
Perry C. Rackley, Jr., CPA

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

Board of Directors
Urban Jacksonville, Inc. DBA Aging True
Jacksonville, 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 Urban Jacksonville, Inc., DBA Aging True (the “Organization”), (a not for profit corporation), which comprise the statements of financial position as of September 30, 2014, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated January 13, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Urban Jacksonville, Inc., DBA Aging True’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Urban Jacksonville, Inc., DBA Aging True’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization’s internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 Urban Jacksonville, Inc., DBA Aging True'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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Watkins Ward and Stafford, P.C.

Starkville, Mississippi
January 13, 2015

Florida Firm License # AD 65746



WATKINS, WARD AND STAFFORD
 Professional Limited Liability Company
 Certified Public Accountants

James L. Stafford, CPA
 Harry W. Stevens, CPA
 S. Keith Winfield, CPA
 William B. Staggers, CPA
 Aubrey R. Holder, CPA
 Michael W. McCully, CPA
 Mort Stroud, CPA
 R. Steve Sinclair, CPA
 Michael L. Pierce, CPA
 Marsha L. McDonald, CPA
 Wanda S. Holley, CPA
 Robin Y. McCormick, CPA

J. Randy Scrivner, CPA
 Kimberly S. Caskey, CPA
 Susan M. Lummus, CPA
 Thomas J. Browder, CPA
 Stephen D. Flake, CPA
 John N. Russell, CPA
 Thomas A. Davis, CPA
 Anita L. Goodrum, CPA
 Ricky D. Allen, CPA
 Jason D. Brooks, CPA
 Robert E. Cordle, Jr., CPA
 Perry C. Rackley, Jr., CPA

INDEPENDENT AUDITOR’S REPORT
ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND STATE
PROJECT AND ON THE INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133 AND CHAPTER 10.650 RULES OF
THE AUDITOR GENERAL

Board of Directors
 Urban Jacksonville, Inc. DBA Aging True
 Jacksonville, Florida

Report on Compliance for Each Major Federal Program and State Project

We have audited Urban Jacksonville, Inc. DBA Aging True’s (“the Organization”) (a not for profit corporation), compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the requirements described in the Executive Office of the Governor’s State Projects Compliance Supplement that could have a direct and material effect on each of Urban Jacksonville, Inc. DBA Aging True’s major federal programs and state projects for the year ended September 30, 2014. Urban Jacksonville, Inc. DBA Aging True’s major federal programs and state projects are identified in the summary of auditor’s results section of the accompanying schedule of findings.

Management’s Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs and state projects.

Auditor’s Responsibility

Our responsibility is to express an opinion on compliance for each of Urban Jacksonville, Inc. DBA Aging True’s major federal programs and 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; OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*; Chapter 691-5, Schedule of Expenditures of State Financial Assistance, Rules of the Department of Financial Services, and Chapter 10.650 Rules of the Auditor General. Those standards, OMB Circular A-133, and Chapter 10.650 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 state project occurred. An audit includes examining, on a test basis, evidence about Urban Jacksonville, Inc. DBA Aging True’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 state project. However, our audit does not provide a legal determination of Urban Jacksonville, Inc. DBA Aging True's compliance.

Opinion on Each Major Federal Program

In our opinion, Urban Jacksonville, Inc. DBA Aging True complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended September 30, 2014.

Report on Internal Control Over Compliance

Management of Urban Jacksonville, Inc. DBA Aging True 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 Urban Jacksonville, Inc. DBA Aging True's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and 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 to test and report on internal control over compliance in accordance with OMB Circular A-133 and Chapter 10.650 Rules of the Auditor General, 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 Urban Jacksonville, Inc. DBA Aging True'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 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 OMB Circular A-133 and Chapter 10.650 Rules of the Auditor General. Accordingly, this report is not suitable for any other purpose.

Starkville, Mississippi
January 13, 2015
Florida Firm License # AD 65746

Watkins Ward and Stafford, PLLC

**URBAN JACKSONVILLE, INC. DBA AGING TRUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL PROGRAMS AND STATE PROJECTS**

SEPTEMBER 30, 2014

SECTION 1 - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Unqualified

Internal control over financial reporting:

Material weakness(es) identified? _____ yes X no

Reportable condition(s) identified not considered to be material weaknesses _____ yes X none reported

Noncompliance material to financial statements noted _____ yes X no

Federal Awards and State Financial Assistance:

Internal control over major federal programs and/or state projects:

Material weakness(es) identified? _____ yes X no

Reportable condition(s) identified not considered to be material weaknesses(es)? _____ yes X none reported

Type of auditor's report issued on compliance for major federal programs and/or state projects:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with

Circular A-133, Section.510(a) and/or 10.656? _____ yes X no

See Independent Auditor's Report on Supplemental Information.

**URBAN JACKSONVILLE, INC. DBA AGING TRUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL PROGRAMS AND STATE PROJECTS (Continued)**

SEPTEMBER 30, 2014

Federal Awards and State Financial Assistance Continued

Identification of major federal programs
and state projects:

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number</u>
US Department of Health and Human Services	
Pass-through Florida Department of Elder Affairs	
Pass-through Northeast Florida Area Agency on Aging, Inc.	
Special Programs For The Aging - Title III, Part B	93.044
Special Programs For The Aging - Title III, Part C	93.045
National Family Caregiver Support	93.052
<u>Name of State Project</u>	<u>CSFA Number</u>
Florida Department of Elder Affairs	
Pass-through Northeast Florida Area Agency on Aging, Inc.	
Community Care for the Elderly	65.010
Dollar threshold used to distinguish between Type A and Type B programs for federal awards:	\$300,000
Dollar threshold used to distinguish between Type A and Type B projects for major state financial assistance:	\$300,000
Auditee qualified as low-risk auditee pursuant to OMB Circular A-133	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO

SECTION II - FINANCIAL STATEMENT FINDINGS

No findings were reported.

**SECTION III: FEDERAL AWARD and
STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS**

No findings were reported.

See Independent Auditor's Report on Supplemental Information.

**URBAN JACKSONVILLE, INC. DBA AGING TRUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL PROGRAMS AND STATE PROJECTS *(Continued)***

SEPTEMBER 30, 2014

**SECTION IV - FEDERAL AWARDS and STATE FINANCIAL ASSISTANCE
SUMMARY OF PRIOR AUDIT FINDINGS**

No findings were reported.

SECTION V - FINANCIAL ASSISTANCE - MANAGEMENT LETTER

No letter was issued.

See Independent Auditor's Report on Supplemental Information.