

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER**

**CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2021 AND 2020**

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D/B/A THE VOLEN CENTER
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
of The Mae Volen Senior Center, Inc.
d/b/a The Volen Center

Report on the Financial Statements

We have audited the accompanying consolidated statements of The Mae Volen Senior Center, Inc. d/b/a The Volen Center (a non-profit corporation) (the "Center") and affiliates, which comprises the consolidated statement of financial position as of June 30, 2021 and 2020, and the related consolidated statements of activities, cash flows and statement of functional expenses for the fiscal 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 consolidated 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 consolidated 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 consolidated financial statements based on our audits. We conducted our audits 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 audits to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Center as of June 30, 2021 and 2020, and the changes in their net assets, and their cash flows for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Center's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 18, 2021. In our opinion, the summarized functional expenses comparative information presented herein as of and for the fiscal year ended June 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Other Information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements of the Center taken as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance projects, 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 Florida Auditor General*, is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2021, on our consideration of the Center's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and in considering the Center's internal control over financial reporting and compliance.



December 16, 2021

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
JUNE 30, 2021**

	Without Donor Restrictions	With Donor Restrictions		Total
		Temporarily Restricted	Permanently Restricted	
ASSETS				
Cash and cash equivalents	\$ 1,789,466	\$ 87,544	\$ -	\$ 1,877,010
Investments	849,202	-	-	849,202
Grants receivable	1,521,162	-	-	1,521,162
Other receivables	107,916	-	-	107,916
Prepaid expenses and other assets	400,996	-	-	400,996
Property and equipment, less accumulated depreciation of \$7,062,464 in 2021	2,163,093	-	500,000	2,663,093
Beneficial interest in perpetual trust- Notes B and H	-	-	9,945,775	9,945,775
Total Assets	\$ 6,831,835	\$ 87,544	\$ 10,445,775	\$ 17,365,154
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	\$ 129,168	\$ -	\$ -	\$ 129,168
Accrued and other liabilities	1,550,941	-	-	1,550,941
Refundable advances	160,581	-	-	160,581
Total Liabilities	1,840,690	-	-	1,840,690
NET ASSETS				
With donor restrictions:				
Temporarily restricted	-	87,544	-	87,544
Permanently restricted	-	-	10,445,775	10,445,775
Without donor restrictions:				
Board designated:				
Emergency fund	300,728	-	-	300,728
Undesignated	4,690,417	-	-	4,690,417
Total net assets	4,991,145	87,544	10,445,775	15,524,464
Total Liabilities and Net Assets	\$ 6,831,835	\$ 87,544	\$ 10,445,775	\$ 17,365,154

See accompanying notes to consolidated financial statements

THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
JUNE 30, 2020

	Without Donor Restrictions	With Donor Restrictions		Total
		Temporarily Restricted	Permanently Restricted	
ASSETS				
Cash and cash equivalents	\$ 1,794,429	\$ 115,025	\$ -	\$ 1,909,454
Investments	712,360	-	-	712,360
Grants receivable	992,983	-	-	992,983
Other receivables	60,918	-	-	60,918
Prepaid expenses and other assets	336,604	-	-	336,604
Property and equipment, less accumulated depreciation of \$6,693,584 in 2020	1,845,413	-	500,000	2,345,413
Beneficial interest in perpetual trust- Notes B and H	-	-	9,291,775	9,291,775
Total Assets	\$ 5,742,707	\$ 115,025	\$ 9,791,775	\$ 15,649,507
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	\$ 53,253	\$ -	\$ -	\$ 53,253
Loans payable	607,200	-	-	607,200
Accrued and other liabilities	979,947	-	-	979,947
Refundable advances	198,934	-	-	198,934
Total Liabilities	1,839,334	-	-	1,839,334
NET ASSETS				
With donor restrictions:				
Temporarily restricted	-	115,025	-	115,025
Permanently restricted	-	-	9,791,775	9,791,775
Without donor restrictions:				
Board designated:				
Emergency fund	300,691	-	-	300,691
Undesignated	3,602,682	-	-	3,602,682
Total net assets	3,903,373	115,025	9,791,775	13,810,173
Total Liabilities and Net Assets	\$ 5,742,707	\$ 115,025	\$ 9,791,775	\$ 15,649,507

See accompanying notes to consolidated financial statements

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
CONSOLIDATED STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2021**

	With Donor Restrictions			Total
	Without Donor Restrictions	Temporarily Restricted	Permanently Restricted	
Revenues, gains and other support:				
Public support:				
Bequest	\$ 887	\$ -	\$ -	\$ 887
Contributions	68,426	21,498	-	89,924
United Way	100,767	-	-	100,767
Grants	7,608,770	-	-	7,608,770
Medicaid	131,558	-	-	131,558
In-kind rental	191,761	-	-	191,761
Revenue:				
Project income - Title IIIB, Community Care, etc.	465,083	-	-	465,083
Membership dues	8,167	-	-	8,167
Program service fees, senior programs, education classes, etc.	8,492	-	-	8,492
Interest and dividend income on investments held by trustee, net of trustee fees of \$90,967	795,662	-	-	795,662
Interest income	396	-	-	396
Net investment return on other investments	118,503	-	-	118,503
Gain (loss) on beneficial interest in perpetual trust	-	-	654,000	654,000
Gain upon debt extinguishment	607,200	-	-	607,200
Net assets released from donor restrictions:	48,979	(48,979)	-	-
Total revenues, gains and other support	10,154,651	(27,481)	654,000	10,781,170
Expenses and losses:				
Program services	8,599,026	-	-	8,599,026
Supporting services:				
Management and general	466,914	-	-	466,914
Loss on the sale of property and equipment	939	-	-	939
Total expenses and other losses	9,066,879	-	-	9,066,879
Change in net assets	1,087,772	(27,481)	654,000	1,714,291
Net assets - beginning	3,903,373	115,025	9,791,775	13,810,173
Net assets - ending	\$ 4,991,145	\$ 87,544	\$ 10,445,775	\$ 15,524,464

See accompanying notes to consolidated financial statements.

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
CONSOLIDATED STATEMENT OF ACTIVITIES
FISCAL YEAR ENDED JUNE 30, 2020**

	With Donor Restrictions			Total
	Without Donor Restrictions	Temporarily Restricted	Permanently Restricted	
Revenues, gains and other support:				
Public support:				
Bequest	\$ 135	\$ -	\$ -	\$ 135
Contributions	81,304	36,831	-	118,135
United Way	100,865	-	-	100,865
Grants	5,863,445	-	-	5,863,445
Medicaid	127,723	-	-	127,723
In-kind rental	191,760	-	-	191,760
Revenue:				
Project income - Title IIIB, Community Care, etc.	611,011	-	-	611,011
Membership dues	8,599	-	-	8,599
Program service fees, senior programs, education classes, etc.	33,888	-	-	33,888
Interest and dividend income on investments held by trustee, net of trustee fees of \$79,998	710,092	-	-	710,092
Interest income and other	9,664	-	-	9,664
Gain (loss) on beneficial interest in perpetual trust	-	-	(55,963)	(55,963)
Net assets released from donor restrictions	17,530	(17,530)	-	-
Total revenues, gains and other support	7,756,016	19,301	(55,963)	7,719,354
Expenses and losses:				
Program services	7,631,117	-	-	7,631,117
Supporting services:				
Management and general	471,515	-	-	471,515
Total expenses and other losses	8,102,632	-	-	8,102,632
Change in net assets	(346,616)	19,301	(55,963)	(383,278)
Net assets - beginning	4,249,989	95,724	9,847,738	14,193,451
Net assets - ending	\$ 3,903,373	\$ 115,025	\$ 9,791,775	\$ 13,810,173

See accompanying notes to consolidated financial statements.

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
CONSOLIDATED STATEMENT OF CASH FLOWS
FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
Cash flows from operating activities:		
Change in net assets	\$ 1,714,291	\$ (383,278)
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Depreciation	444,495	543,681
(Gain) upon debt extinguishment	(607,200)	-
Loss on sale of capital assets	939	-
(Increase) Decrease in:		
Grants receivable	(528,179)	(121,275)
Other receivables	(46,998)	82,743
Prepaid expenses and other assets	(64,392)	21,682
Beneficial interest in trust	(654,000)	55,963
Increase (Decrease) in:		
Accounts payable and accrued expenses	646,909	176,837
Refundable advances	(38,353)	118,464
Net cash provided by (used in) operating activities	867,512	494,817
Cash flows from investing activities:		
Purchase of investments	(136,860)	75,966
Purchase of fixed assets	(765,097)	(38,297)
Proceeds from the sale of property and equipment	2,001	-
Net cash provided by (used in) investing activities	(899,956)	37,669
Cash flows from financing activities:		
Proceeds from loans	-	607,200
Net cash provided by (used in) financing activities	-	607,200
Net increase (decrease) in cash and cash equivalents	(32,444)	1,139,686
Cash and cash equivalents at beginning of fiscal year	1,909,454	769,768
Cash and cash equivalents at end of fiscal year	\$ 1,877,010	\$ 1,909,454
NON-CASH INVESTING ACTIVITIES:		
Gain (loss) on beneficial interest in trust included in change in net assets	\$ 654,000	\$ (55,963)

See accompanying notes to consolidated financial statements.

THE MAE VOLLEN SENIOR CENTER, INC
D/B/A THE VOLLEN CENTER
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2021

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020)

Expenses	Life Enrichment Programs	Adult Day Health Care	PROGRAM SERVICES						Homemaker Programs	IIIE
			IIIB Trans portation	IIIC-1 Cong Meals	IIIC-2 Home Del Meals	IIIB	IIIB	IIIB		
Salaries	\$ 194,906	\$ 956,362	\$ 784,302	\$ 133,967	\$ 95,178	\$ 26,233	\$	\$	\$ 12,268	
Payroll taxes and benefits	52,227	283,645	275,141	36,307	21,573	6,352			2,685	
Travel	473	1,467	534	1,311	-	-			-	
Communication/postage	2,858	15,969	3,379	1,042	1,519	1,904			534	
Utilities	24,615	22,345	12,678	2,484	3,327	418			175	
Advertising	195	5,801	195	-	-	-			-	
Insurance	34,438	20,173	235,435	1,978	321	407			129	
Maintenance and repair	53,941	239,293	3,493	7,185	6,174	954			2,378	
Printing/supplies	13,273	51,763	17,959	3,515	5,585	6,693			1,788	
Professional fees	-	56,716	20,650	15,318	20,424	8,170			4,085	
Sub-contractors	7,948	9,313	-	-	-	57,931			54,404	
Program supplies	11,417	36,263	3,601	5,998	2,070	-			-	
Depreciation	99,173	53,654	246,418	11,778	4,602	5,174			826	
Food and food supplies	-	-	-	345,421	1,148,482	-			-	
Other Veh Operations	-	-	400,438	-	-	-			-	
Other	-	-	-	-	-	-			-	
Total expenses	495,464	1,752,764	2,004,223	566,304	1,309,255	114,236			79,272	
Allocation of management and general	26,903	95,171	108,830	30,749	71,090	6,203			4,304	
Total expenses after allocation	\$ 522,367	\$ 1,847,935	\$ 2,113,053	\$ 597,053	\$ 1,380,345	\$ 120,439			\$ 83,576	

See accompanying notes to consolidated financial statements.

THE MAE VOLLEN SENIOR CENTER, INC
D/B/A THE VOLLEN CENTER
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2021
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2020)
(CONTINUED)

Expenses	PROGRAM SERVICES				SUPPORT SERVICES		TOTAL ALL EXPENSES	
	CCE/HCE EHEAP Program	ADI	Private Care Mgmt/ Grdn. Bridge	Total Program Costs	Mgmt and General	2021	2020	
Salaries	\$ 449,721	\$ 6,505	\$ 11,750	\$ 2,671,192	\$ 227,701	\$ 2,898,893	\$ 2,691,385	
Payroll taxes and benefits	87,689	17	9,121	774,757	72,441	847,198	731,161	
Travel	589	-	-	4,374	4,251	8,625	18,253	
Communication/postage	2,605	71	-	29,881	3,432	33,313	26,371	
Utilities	1,778	175	-	67,995	2,960	70,955	74,844	
Advertising	-	-	-	6,191	14,810	21,001	51,686	
Insurance	95	(129)	841	293,688	33	293,721	306,430	
Maintenance and repair	3,908	387	-	317,713	54,141	371,854	338,389	
Printing/supplies	10,646	284	-	111,506	34,878	146,384	148,164	
Professional fees	16,339	5,106	-	146,808	31,896	178,704	117,771	
Sub-contractors	1,276,426	384,546	-	1,790,568	-	1,790,568	1,742,476	
Program supplies	-	-	-	59,349	842	60,191	85,545	
Depreciation	7,520	904	614	430,663	13,831	444,494	543,681	
Food and food supplies	-	-	-	1,493,903	-	1,493,903	853,764	
Other Veh Operations	-	-	-	400,438	-	400,438	364,583	
Other	-	-	-	-	5,698	5,698	8,129	
Total expenses	1,857,316	397,866	22,326	8,599,026	466,914	9,065,940	8,102,632	
Allocation of management and general	100,849	21,603	1,212	466,914	(466,914)	-	-	
Total expenses after allocation	\$ 1,958,165	\$ 419,469	\$ 23,538	\$ 9,065,940	\$ -	\$ 9,065,940	\$ 8,102,632	

See accompanying notes to consolidated financial statements.

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Mae Volen Senior Center, Inc. (d/b/a The Volen Center) (the “Center”) is a not-for-profit corporation organized under the laws of the state of Florida for the general purpose of providing services to the elderly people of south Palm Beach County.

During the fiscal year ended June 30, 2012, the Center became the sole member manager of the Volen Community Coach, LLC; Volen Community Care, LLC; and Volen Center, LLC (the “Entities”). These Entities operate exclusively for the benefit of the Center and have been consolidated with the financial statements of the Center.

The Center provides many services to individuals 60 years of age and older. In addition, the Center also provides limited child care services. Some of the main services provided are:

- Transportation
- Shopping assistance
- Information and referral
- Medicare and Social Security counseling
- Social, educational and recreational programs
- Personal care
- Case management
- Chore services
- Respite services
- Congregate and home delivered meals
- Homemaker service
- Health promotion
- Medical emergency response systems
- Adult day care
- Exercise classes
- Special programs for the hearing and visually impaired
- Companionship service

Support and revenue are obtained primarily from federal, state, county and local city grants, contributions from the United Way, the Benjamin Volen Charitable Trust, Quantum Foundation, private contributions, memberships, volunteer time, and fund raising efforts of the Board of Directors.

Significant Accounting Policies

Principles of Consolidation: The consolidated financial statements include the accounts of The Volen Center and the Volen Community Coach, LLC; Volen Community Care, LLC; and Volen Center, LLC (the “Entities”) (wholly-owned subsidiaries). All material inter-company accounts and transactions have been eliminated.

Cash and Cash Equivalents: For purposes of reporting cash flows, the Center considers all money market funds with an original maturity of three months or less to be cash equivalents.

The Center occasionally maintains deposits in excess of federally insured limits. ASC 825 (formerly SFAS No. 107 *Disclosures about Fair Value of Financial Instruments*) identifies these items as a concentration of credit risk requiring disclosure, regardless of the degree of risk. The risk is managed by maintaining all deposits in high quality financial institutions.

NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments: Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized. In addition, the Center has a beneficial interest in a perpetual trust. The Trust has been recorded on the financial statements based on its estimated fair value. The fair value has been estimated based on the present value of the distributions using a discount rate of 8.00%, which approximates the observed rate of return for comparable assets that are traded in the open market.

Promises to Give: Contributions are recognized when the donor makes a promise to give, that is, in substance, unconditional. Contributions that are received subject to certain donor stipulations are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets with donor restrictions are reclassified to net assets without donor restrictions. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Grants Receivable: All grants receivable are expected to be collected within one year. The Center reviews all accounts to determine if collectible and if required an allowance for uncollectible accounts is provided.

Fixed Assets: Property and equipment are recorded at cost, if purchased by the Center or at fair value at the date of the gift, if received as a donation. Donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Center reports expirations of donor restricted assets when the donated or acquired assets are placed in service as instructed by the donor. The Center reclassifies temporarily restricted net assets to net assets without donor restrictions at that time. Depreciation is provided over the estimated useful lives of the respective assets by the straight-line method. The Center generally capitalizes those assets with a cost in excess of \$500.

Donated Use of Assets and Donated Services: The estimated fair value of the free use of assets owned by others, and the estimated fair value of contributed services of individuals with special skills over which the Center exercises control, and which constitute a part of the normal program or services that would otherwise be performed by paid personnel, the amount of which is clearly measurable, are also recorded and reflected in the accompanying financial statements.

With Donor Restrictions and Without Donor Restrictions Revenue and Support: Contributions received are recorded as either without donor restrictions or with donor restrictions. With donor restrictions support is further classified as either temporarily restricted or permanently restricted support, depending on the existence and/or nature of any donor restrictions. In addition, the Center recognizes only those contributed services, which are provided by individuals possessing “specialized skills.”

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from donor restrictions. Federal grant advances are classified as refundable advances until expended for the purposes of the grants since they are conditional promises to give.

NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

Income Taxes: The Center is exempt from federal income taxes under the provisions of the Internal Revenue Code Section 501(c)(3).

The Center's Forms 990, Return of Organization Exempt from Income Tax, for the years ended 2018, 2019, and 2020 are subject to examination by the IRS, generally for three years after they were filed.

Use of Estimates in the Preparation of Financial Statements: The preparation of the consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, support and expenses during the period.

NOTE B – FAIR VALUE MEASUREMENTS

The carrying value of the Center's accounts receivable and accounts payable approximate the fair value of these financial instruments at June 30, 2021 and 2020 due to the short maturities of these instruments.

The fair value measurements and levels within the fair value hierarchy of those measurements for the assets reported at fair value on a recurring basis at June 30, 2021 are as follows:

Level 1: Financial instruments with unadjusted, quoted prices listed on active market exchanges. The Center has the following Level 1 financial instruments at June 30, 2021:

Equity Mutual Funds	\$ 460,147
Fixed Income Mutual Funds	308,833
Real Estate Mutual Funds	44,153
Commodities Mutual Funds	<u>36,069</u>
Total	<u>\$ 849,202</u>

Level 2: Financial instruments determined using prices for recently traded financial instruments with similar underlying terms as well as directly or indirectly observable inputs, such as interest rates and yield curves that are observable at commonly quoted intervals. The Center does not have any Level 2 financial instruments at June 30, 2021 and 2020.

Level 3: Financial instruments that are not actively traded on a market exchange. This category includes situations where there is little, if any, market activity for the financial instrument. The prices are determined using significant unobservable inputs or valuation techniques. The Center has a beneficial interest in trust that is maintained by the Trustee and is part of the Center's total investment fund. The fair value of the Center's beneficial interest in trust held by the Trustee is \$9,945,775 as of June 30, 2021.

The changes in Level 3 investments are comprised of the following at June 30, 2021:

	Beneficial Interest in Trust
Balance, June 30, 2020	\$ 9,291,775
Change in value of beneficial interest in trust	<u>654,000</u>
Balance, June 30, 2021	<u>\$ 9,945,775</u>

The increase in value of the beneficial interest in the trust was due to an increase in the distributions from the investments in comparison with the prior fiscal year. Distributions were \$914,615 and \$710,092 for the fiscal years ended June 30, 2021 and 2020, respectively.

NOTE C – GRANTS RECEIVABLE

At June 30, 2021 and 2020, grants receivable consist of the following:

	2021	2020
Title III-B Homemaker	\$ 526,234	\$ 396,930
NSIP	-	28,207
Palm Beach County	202,206	202,169
Community Care for the Elderly	414,305	248,734
Alzheimer's Disease Initiative	305,363	70,983
Emergency Home Energy Assistance Program	12,552	10,491
Home Care for the Elderly	60,502	21,810
South Florida Regional Transport Authority	-	13,659
Total	<u>\$ 1,521,162</u>	<u>\$ 992,983</u>

NOTE D – OTHER RECEIVABLES

At June 30, 2021 and 2020, other receivables consist of the following:

	2021	2020
Veteran Administration	\$ 30,660	\$ 31,283
Private Pay	19,396	21,285
Medicaid	57,860	8,350
Other	-	-
Total	<u>\$ 107,916</u>	<u>\$ 60,918</u>

NOTE E – PROPERTY AND EQUIPMENT

Property and equipment at June 30, 2021 and 2020 consists of the following:

	2021	2020	Useful Lives (In Years)
Land	\$ 500,000	\$ 500,000	
Building	3,121,273	3,121,273	45
Building improvements	2,359,521	2,024,796	5-15
Furniture and equipment	842,481	804,357	5-15
Transportation equipment	2,885,532	2,571,821	5
Donated equipment	16,750	16,750	10
	<u>9,725,557</u>	<u>9,038,997</u>	
Less: accumulated depreciation	7,062,464	6,693,584	
	<u>\$ 2,663,093</u>	<u>\$ 2,345,413</u>	

The ten-acre site upon which the Center's facility is constructed is leased from the City of Boca Raton under an agreement, which requires annual rentals of \$1. This rental has been prepaid for the entire initial term of the lease. The lease restricts the use of the premises to social activities, adult day care, and educational programs for the benefit of elderly citizens of the area. The initial 50-year term of this agreement expires May 26, 2033; however, the agreement is automatically extended thereafter for an indefinite number of 5-year periods. Although the City can cancel this agreement by giving written notice one year in advance of the expiration of the initial lease term or any extension thereof, the likelihood of any such cancellation is deemed remote. Accordingly, the Center has recorded the in-kind contribution of this land at its estimated fair market value of \$500,000 at the date of the contribution, May 1983.

NOTE E – PROPERTY AND EQUIPMENT (Continued)

Of the \$2,885,532 in transportation equipment that the Center owns, twenty four vehicles are subject to lien by the FDOT as a result of the FDOT providing funding for the vehicles. The carrying amount of vehicles subject to lien at June 30, 2021 is \$531,399. The title to the vehicles subject to lien by the FDOT remains in the name of the FDOT for five years and/or 200,000 miles, after which the Center intends to request title to the vehicles, but receipt of title from the FDOT is not guaranteed. Per FDOT guidelines, the only permissible uses for the vehicles are transportation of the elderly and disabled to employment, medical care, shopping, socialization activities, etc. When, and if, the FDOT does transfer title of the vehicles to the Center, there are no further restrictions on use of the vehicles or use of the proceeds from sale of the vehicles.

NOTE F – GRANTS

Grants are subject to annual renewal and periodic amendments and require the fulfillment of certain conditions as set forth in the instrument of the grant. Failure to fulfill the conditions could result in the return of the funds to grantors. Although that is a possibility, the Center deems the contingency remote, since by accepting the contracts and their terms it has accommodated the objectives of the grantors to the provisions of these contracts.

These grants accounted for approximately 75% of unrestricted revenues and support for the fiscal year ended June 30, 2021. Without these grants, the Center's ability to fund its programs would be greatly reduced.

NOTE F – GRANTS (Continued)

For the fiscal years ended June 30, 2021 and 2020, funding from grants was comprised of the following:

	<u>2021</u>	<u>2020</u>
Title III-B, a federally funded program administered through the Department of Elder Affairs of the State of Florida, provides funds for transportation, homemaking, and screening and assessment for residents over 60 years of age who reside within the boundaries of the Broward County line in south Boca Raton to Hypoluxo Road and points east and west. Funds are contracted for directly with the Area Agency on Aging of Palm Beach/Treasure Coast, Inc. Part of these program funds for the 2020 and 2021 fiscal years also pertain to the federal CARES act.	\$ 561,228	\$ 622,306
Title III-C-1 and 2, a federally funded program administered through the Department of Elder Affairs of the State of Florida, provides funds for congregate and home delivered meals and nutrition education for residents over 60 years of age who reside within the boundaries of the Broward County line in south Boca Raton to Hypoluxo Road and points east and west. Funds are contracted for directly with the Area Agency on Aging of Palm Beach/Treasure Coast, Inc. Part of these program funds for the 2020 and 2021 fiscal years also pertain to the federal CARES act.	2,285,997	1,238,570
Title III-E a federally funded program administered through the Department of Elder Affairs of the State of Florida, provides funds for adult day health care, respite and supplemental services for residents over 60 years of age who reside within the boundaries of the Broward County line in south Boca Raton to Hypoluxo Road and points east and west. Funds are contracted directly with the Area Agency on Aging of Palm Beach/Treasure Coast, Inc. Part of these program funds for the 2020 and 2021 fiscal years also pertain to the federal CARES act.	171,469	157,215
NSIP, a federally funded program administered through the Department of Elder Affairs of the State of Florida, provides a reduction in the cost of providing meals to residents over 60 years of age who reside within the boundaries of the Broward County line in south Boca Raton to Hypoluxo Road and points east and west. Funds are contracted directly with the Area Agency on Aging of Palm Beach/Treasure Coast, Inc.	135,566	129,926
Unrestricted grants the Center received from the City of Boca Raton to be used for the general operation of the Center.	20,000	20,000
Palm Beach County has awarded financial assistance to help fund the Center's cost of providing human service needs through its Community Care, Transportation and Meals for the elderly programs.	1,196,968	1,124,419
Subtotal	<u>\$ 4,371,228</u>	<u>\$ 3,292,436</u>

NOTE F – GRANTS (Continued)

	2021	2020
Balance forward	\$ 4,371,228	\$ 3,292,436
UMTA Section 16(b)2, a federally funded program administered by the Florida Department of Transportation to provide 80% and/or 90% of the funds necessary for the procurement or refurbishment of transportation vehicles.	353,023	-
EHEAP, a federally funded program currently Administered through the Department of Elder Affairs of the State of Florida, provides funds to assist low income households who experience a home energy emergency. Funds are contracted for directly with the Area Agency on Aging of Palm Beach/Treasure Coast Inc.	80,851	37,939
Alzheimer’s Disease Initiative, a state funded program currently administered through the Department of Elder Affairs of the State of Florida, focused on caring for persons with memory disorders. Funds are contracted for directly with the Area Agency on Aging of Palm Beach/Treasure Coast Inc.	772,772	664,583
Home Care for the Elderly, a state funded program currently administered through the Department of Elder Affairs of the State of Florida, provides monthly payments to caregivers of individuals who require constant supervision and are at risk of nursing home placement. Funds are contracted for directly with the Area Agency on Aging of Palm Beach/Treasure Coast, Inc.	151,946	145,859
Community Care for the Elderly, a state funded program currently administered through the Department of Elder Affairs of the State of Florida, provides funds for assisting the functionally impaired elderly. Staff from the Center and subcontract personnel provides such services as personal care, day care, respite, homemaker, and case management. Funds are contracted for directly with the Area Agency on Aging of Palm/Beach/Treasure Coast, Inc.	1,842,526	1,674,416
Mobility grant, federally funded and administered through the Federal Transit Administration, to provide funds to reduce barriers to transportation services and expand transportation mobility options to people with disabilities beyond the requirements of the Americans with Disabilities Act. Funds are contracted directly with the South Florida Regional Transportation Authority.	36,424	48,212
	<u>\$ 7,608,770</u>	<u>\$ 5,863,445</u>

NOTE G – NET ASSETS WITH DONOR RESTRICTIONS

Permanently restricted net assets consist of \$500,000 restricted land as explained in Note D - Property and Equipment and \$9,945,775 in 2021 and \$9,291,775 in 2020 which represent the fair value of the beneficial interest in the trust as explained in Note H - Benjamin Volen Charitable Trust.

Temporarily restricted net assets are for the following purposes:

	2021	2020
Dr. Sanford and Thelma E. Glanz Estate - Meals for Seniors	\$ 50,000	\$ 50,000
June Bleiwise Memorial Fund	-	22,647
Hands on Tzedakah	11,189	21,648
Others	26,355	20,730
Total Temporarily Restricted Net Assets	<u>\$ 87,544</u>	<u>\$ 115,025</u>

NOTE H – BENJAMIN VOLEN CHARITABLE TRUST

The Center is one of the beneficiaries of a trust created from the estate of Benjamin Volen who passed away on July 28, 1988. The trust instrument stipulates that the Trustee shall pay the Center "the net income therefrom and such part of the principal thereof from time to time as the Trustee, *in its sole discretion*, shall determine until the full amount thereof has been paid. If at the time of any distribution from the trust any of the organization's (i.e., the Center) is not an exempt organization described in Sections 501(c)(3), 2055(a) and 2522(a) of the Internal Revenue Code of 1954, as amended, then the Trustee shall distribute that part of the principal and income, which would otherwise be distributed to such organization if it were an exempt organization described in said sections, to one or more other organizations so described, in such proportions and amounts as the Distribution Committee shall determine in its sole discretion." The distribution to be made to the Center "is conditioned upon said Center agreeing to use the funds to construct, equip and operate in Boca Raton, Florida, The Mae Volen Center for Senior Citizens." In accordance with stipulations in the trust instrument, the Center agreed in writing within six months of the benefactor's death to accept the gift and comply with the conditions mentioned above.

At June 30, 2021, assets held by the trust had a market value of \$16,403,736 and consisted primarily of common stock, corporate bonds, and U.S. Government obligations.

NOTE I – EMPLOYEE BENEFIT PLAN

Employees of the Center are eligible to establish their own Tax-Sheltered Annuity (TSA), a tax deferred retirement program, created under Section 403(b) of the Internal Revenue Code.

Effective July 1, 1990, the Board of Directors established a profit sharing plan for eligible employees. In order to be eligible the employee must have obtained the age of 21 and have completed one year of service with the Center. During the fiscal years ended June 30, 2021 and 2020, the Center contributed \$357,260 and \$251,944, respectively. The plan is non-contributory and is administered by Ascensus.

The plan vests as follows:

Years of Service	Percent Vested
0-1	0%
1-2	0%
2-3	40%
3-4	60%
4-5	80%
5+	100%

NOTE J – MATCHING REQUIREMENTS

In accordance with the grant agreements for Title III-B, Title III-C-1 and C-2, Title III-E, CCE, and ADI the Center is required to match a certain amount of the funds provided by the grants. For the fiscal year ended June 30, 2021, the matches were met as follows:

	Title III				
	Title III B	C-1 and 2	Title III E	CCE	ADI
Total grant	\$ 623,587	\$ 2,539,997	\$ 190,521	\$ 2,047,251	\$ 858,636
Local match	62,359	254,000	19,052	204,725	85,864
	<u>\$ 561,228</u>	<u>\$ 2,285,997</u>	<u>\$ 171,469</u>	<u>\$ 1,842,526</u>	<u>\$ 772,772</u>

NOTE K – FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of support, revenue and expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

The expenses that are allocated include the following:

<u>Expense</u>	<u>Method of Allocation</u>
Salaries	Service volume
Payroll taxes and benefits	Service volume
Travel	Service volume
Communication/postage	Service volume
Utilities	Service volume
Advertising	Service volume
Insurance	Square footage
Maintenance and repair	Square footage
Printing/supplies	Service volume
Professional fees	Service volume
Sub-contractors	Service volume
Program supplies	Service volume
Depreciation	Square footage
Food and food supplies	Service volume
Other	Direct transportation

NOTE L – IN-KIND CONTRIBUTIONS

The amount of non-professional in-kind contributions was \$120,555 in 2021 and \$287,678 in 2020.

NOTE M – LEASE COMMITMENTS

Equipment Leases

The Center has entered into various non-cancelable lease agreements for office equipment. Total lease expense for the fiscal year ended June 30, 2021 was \$24,468. Minimum future lease payments under operating leases are as follows:

June 30,	Amount
2022	\$ 24,072
2023	24,072
2024	24,072
2025	7,964

NOTE N – AVAILABILITY AND LIQUIDITY

The following represents the Center's financial assets at June 30, 2021, reduced by amounts not available for general use within one year of June 30, 2021:

Financial assets at year end:	
Cash and cash equivalents	\$ 1,877,010
Investments	849,202
Grants receivable	1,521,162
Other receivables	107,916
Total financial assets	<u>4,355,290</u>
Less those unavailable for general expenditure within one year:	
Board designated emergency reserve	(300,728)
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 4,054,562</u>

The Center is supported by restricted contributions. Because a donor's restrictions require resources to be used in a particular manner or in a future period, the Center must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the Center's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Board has designated an emergency reserve fund which the Center is to hold funds in for future emergency uses. As of June 30, 2021 and 2020, this fund was reported at \$300,728 and \$300,691, respectively.

NOTE O – PAYCHECK PROTECTION PROGRAM LOAN

During the prior fiscal year, the Center received a loan from the federal Small Business Administration's Paycheck Protection program (PPP) of \$607,200. The Center received the loan in order to ensure its ability to cover payroll and other allowable operating costs in the period of uncertainty due to the COVID-19 pandemic.

In accordance with the program guidelines which allow for forgiveness of loans for qualifying costs while meeting other requirements, the Center applied for and was granted forgiveness of the full loan amount during the current fiscal year end so that the Center will not have to repay the loan.

NOTE P – SUBSEQUENT EVENTS

Subsequent events have been evaluated through December 16, 2021, which is the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether a change in the financial statements would be required.

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE PROJECTS
FISCAL YEAR ENDED JUNE 30, 2021**

Federal Grantor/ Pass-through Program or Cluster Title	Federal CFDA Number	Agency or Pass-through Number	Federal Expenditures
FEDERAL AWARDS			
U.S. Department of Health and Human Services:			
Pass through from Area Agency on Aging of Palm Beach/Treasure Coast, Inc.			
<i>Aging Cluster</i>			
Title III B Support services	93.044	IA016-9501	\$ 246,361
COVID-19 Title III B Support services - CARES	93.044	IA016-9501	313,367
Title III C-1 Congregate meals	93.045	IA016-9501	421,127
COVID-19 Title III C-1 Congregate meals - CARES	93.045	IA016-9501	207,463
COVID-19 Title III C-1 Congregate meals - FFCRA	93.045	IA016-9501	4
Title III C-2 Home delivered meals	93.045	IA016-9501	837,996
COVID-19 Title III C-2 Congregate meals - CARES	93.045	IA016-9501	398,277
COVID-19 Title III C-2 Congregate meals - FFCRA	93.045	IA016-9501	47,656
COVID-19 Title III C-2 Congregate meals - CARES CCAA	93.045	IA016-9501	359,599
COVID-19 Title III C-2 Congregate meals - SPITGUARD	93.045	IA016-9501	13,873
Nutrition services incentive program (NSIP)	93.053	IU016-9501	135,566
Subtotal Aging Cluster			<u>2,981,289</u>
<i>Special Programs for the Aging -</i>			
Title III E Services	93.052	IA016-9501	67,421
COVID-19 Title III E Services - CARES	93.052	IA016-9501	104,048
Emergency home energy assistance (EHEAP)	93.568	IP015-9501	80,851
Subtotal U.S. Department of Health and Human Services pass-through programs			<u>3,233,609</u>
U.S. Department of Transportation			
Federal Transit Administration:			
Pass through from Florida Department of Transportation			
<i>Transit Services Programs Cluster</i>			
PTGA	20.513		36,424
FTA	20.513		353,023
Subtotal U.S Department of Transportation Federal Transit Administration pass-through programs			<u>389,447</u>
Total Expenditures of Federal Awards			<u>\$ 3,623,056</u>
STATE FINANCIAL ASSISTANCE			
Department of Elder Affairs: Pass through from the Area Agency on Aging of Palm Beach/ Treasure Coast, Inc.			
<i>Community Care for the Elderly Contract</i>	65.010	IC015-9501	\$ 1,842,526
<i>Home Care for the Elderly Contract</i>	65.001	IH015-9501	151,946
<i>Alzheimer's Disease Initiative</i>	65.004	IZ015-9501	772,772
Total Expenditures of State Financial Assistance			<u>\$ 2,767,244</u>

See notes to schedule of expenditures of federal awards and state financial assistance projects.

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE PROJECTS**

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance projects includes the federal and state grant activity of The Mae Volen Senior Center, Inc. d/b/a The Volen Center (the “Center”) under programs and projects of the federal and state government for the fiscal year ended June 30, 2021. The information in this schedule is presented in accordance with the requirements of 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. Because the schedule presents only a selected portion of the operations of the Center, it is not intended to and does not present the financial position, changes in nets assets, cash flows or functional expenses of the Center.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* wherein certain types of expenditures are not allowable or are limited as to reimbursement. Additionally, it should be noted the Center did not elect to use the 10 percent *de minimis* indirect cost rate.

Pass-through entity identifying numbers are presented where available.



**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**

To the Board of Directors of
The Mae Volen Senior Center, Inc.
d/b/a The Volen Center

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 consolidated financial statements of The Mae Volen Senior Center, Inc. (d/b/a The Volen Center) (a non-profit organization) (the "Center") and affiliates, which comprise the statement of financial position as of June 30, 2021 and 2020, and the related consolidated statements of activities, cash flows and statement of functional expenses for the fiscal year then ended and the related notes to the financial statements, and have issued our report thereon dated December 16, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Center'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 consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Center's internal control. Accordingly, we do not express an opinion on the effectiveness of the Center'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 Center's consolidated 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 Center'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.

This report is intended for the information of the management, Board of Directors, and grantor agencies and is not intended to be and should not be used by anyone other than these specified parties.

B *Law & Associates*

December 16, 2021



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE AND CHAPTER 10.650, RULES OF THE AUDITOR GENERAL**

To the Board of Directors
The Mae Volen Senior Center, Inc.
d/b/a The Volen Center

Report on Compliance for Each Major Federal Program and State Project

We have audited The Mae Volen Senior Center, Inc.'s (d/b/a The Volen Center) (a non-profit organization) (the "Center") and affiliates 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 Center's major federal programs and state projects for the fiscal year ended June 30, 2021. The Center's major federal programs and 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 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 the Center'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; 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 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 the Center'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 the Center's compliance.

Opinion on Each Major Federal Program and State Project

In our opinion, the Center 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 fiscal year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of the Center 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 Center'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 state project and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.650, 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 Center'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 the Uniform Guidance and Chapter 10.650. Accordingly, this report is not suitable for any other purpose.

B *Law & Associates*

December 16, 2021

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS AND STATE PROJECTS
FISCAL YEAR ENDED JUNE 30, 2021**

A. SUMMARY OF AUDIT RESULTS

1. The auditor’s report expresses an unmodified opinion on the consolidated financial statements of The Mae Volen Senior Center, Inc. (d/b/a The Volen Center) (the “Center”).
2. No significant deficiencies or material weaknesses relating to the audit of the consolidated financial statements are reported in the independent auditor’s report on internal control over financial reporting and on compliance and other matters based on an audit of consolidated financial statements performed in accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the consolidated financial statements of the Center were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to the audit of the major federal programs and state projects are reported in the independent auditor’s report on compliance for each major program and state project and on internal control over compliance required by the Uniform Guidance and Chapter 10.650, Rules of the Auditor General.
5. The independent auditor’s report on compliance for each major federal program and state project for the Center expresses an unmodified opinion.
6. There were no audit findings relative to the major federal programs and state projects tested for the Center.
7. The programs/projects tested as major programs include:

<u>Federal Program or Cluster</u>	<u>CFDA #</u>
<i>Aging Cluster</i>	
Title III B Support services	93.044
Title III C Nutrition Services	93.045
Nutrition services incentive program (NSIP)	93.053
<u>State Project</u>	<u>CFDA #</u>
Community Care For the Elderly Contract	65.010

8. The dollar threshold used to distinguish between Type A or Type B for major federal programs was \$750,000 and major state projects was \$750,000.
9. The Center was determined to be a low-risk auditee pursuant to the Uniform Guidance.

**THE MAE VOLEN SENIOR CENTER, INC.
D/B/A THE VOLEN CENTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS -
FEDERAL AWARDS AND STATE PROJECTS
FISCAL YEAR ENDED JUNE 30, 2021
(Continued)**

B. FINDINGS – CONSOLIDATED FINANCIAL STATEMENTS AUDIT

Current Year: None

Prior Year: None

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARDS AND STATE PROJECTS

None

D. OTHER ISSUES

1. No corrective action plan is required because there were no findings required to be reported under the Federal or Florida Single Audit Act.
2. No summary schedule of prior audit findings is required because there were no prior audit findings.