

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**

**FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2021**

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors,  
Suwannee River Economic Council, Inc.:

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Suwannee River Economic Council, Inc., which comprise the statement of financial position as of September 30, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

### ***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 Suwannee River Economic Council, Inc. as of September 30, 2021, 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.

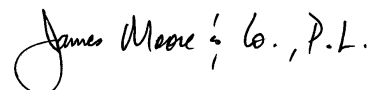
## ***Other Matters***

### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and Chapter 10.650, Rules of the State of Florida, Office of the Auditor General, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and State Financial Assistance is fairly stated in all material respects in relation to the financial statements as a whole.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 24, 2022, on our consideration of Suwannee River Economic Council, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is 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 Suwannee River Economic Council, Inc.'s internal control over financial reporting and compliance.



Gainesville, Florida  
January 24, 2022

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**SEPTEMBER 30, 2021**

**ASSETS**

**Current assets**

Cash and cash equivalents	\$ 6,961,448
Grants and contracts receivable	1,774,295
Prepaid expenses	31,813
Inventory	<u>127,223</u>
Total current assets	8,894,779

**Property and equipment**, net of accumulated depreciation 2,146,136

**Total Assets** \$ 11,040,915

**LIABILITIES AND NET ASSETS**

**Current liabilities**

Accounts payable	\$ 853,875
Accrued expenses	344,339

**Total Liabilities** 1,198,214

**Net assets**

Without donor restrictions	
Undesignated	7,696,565
Property and equipment	<u>2,146,136</u>
Total net assets	9,842,701

**Total Liabilities and Net Assets** \$ 11,040,915

The accompanying notes to financial statements  
are an integral part of this statement.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Without donor restrictions**

**Support and revenues**

Support:

Grants and contracts	\$ 9,776,039
Contributions and other cash match	348,866
In-kind contributions	74,351
Total support	10,199,256

Revenues:

Interest earned	20,632
Other income	4,800
Total revenues	25,432

**Total support and revenues**

10,224,688

**Expenses**

Program services:

Special Programs for the Aging	1,355,873
Low-Income Home Energy Assistance	2,423,027
Transportation Disadvantaged	1,630,976
State Housing Initiatives Partnership	88,950
Community Care for the Elderly	907,305
Community Services Block Grant	207,653
Farmer's Market	9,000
Weatherization	129,513
Emergency Home Energy Assistance	396,162
Home Care for the Elderly	93,564
Alzheimer's Disease Initiative	264,190
Total program services	7,506,213

Administrative services

1,253,287

**Total expenses**

8,759,500

**Increase in net assets**

1,465,188

**Net assets, beginning of year**

8,377,513

**Net assets, end of year**

\$ 9,842,701

The accompanying notes to financial statements  
are an integral part of this statement.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

	<b>Special Programs for the Aging</b>	<b>Low-Income Home Energy Assistance</b>	<b>Transportation Disadvantaged</b>	<b>State Housing Initiatives Partnership</b>	<b>Community Care for the Elderly</b>	<b>Community Services Block Grant</b>	<b>Farmers' Market</b>
<b>Program services</b>							
Personnel	\$ 370,999	\$ 161,064	\$ 560,483	\$ 48,280	\$ 261,011	\$ 82,605	\$ -
Fringe	178,229	113,857	311,173	24,936	131,054	56,601	-
Travel	43,756	15,631	2,775	6,503	14,582	3,336	-
Education and training	270.00	21	966	10	107	419	-
Communication and postage	17,318	10,694	23,495	3,401	11,224	4,178	-
Utilities	17,649	4,901	15,916	1,283	10,459	1,986	-
Printing and supplies	10,765	8,960	12,217	2,149	7,618	5,050	-
Advertising	-	-	28	246	-	-	-
Insurance	-	-	115,182	-	-	-	-
Maintenance and repairs	2,025	1,125	418	202	840	2,212	-
Space costs	25,301	20,273	25,710	1,035	17,969	3,259	-
Equipment	-	-	6,634	-	-	-	-
Professional, legal and audit	-	-	2,819	-	-	-	-
Subcontract	614,170	-	-	-	294,590	-	-
Program supplies	86	-	-	-	15	-	-
Program services and other	1,121	2,086,501	268,119	905	882	48,007	9,000
Material aid	-	-	-	-	57,202	-	-
Medical consumables	19,954	-	-	-	52,568	-	-
In-kind	27,167	-	-	-	47,184	-	-
Total program services before depreciation	<u>1,328,810</u>	<u>2,423,027</u>	<u>1,345,935</u>	<u>88,950</u>	<u>907,305</u>	<u>207,653</u>	<u>9,000</u>
Depreciation	27,063	-	285,041	-	-	-	-
<b>Total program services</b>	<u>1,355,873</u>	<u>2,423,027</u>	<u>1,630,976</u>	<u>88,950</u>	<u>907,305</u>	<u>207,653</u>	<u>9,000</u>
<b>Allocation of administrative expenses</b>	202,638	127,237	319,768	19,250	150,767	66,822	-
<b>Total expenses</b>	<u>\$ 1,558,511</u>	<u>\$ 2,550,264</u>	<u>\$ 1,950,744</u>	<u>\$ 108,200</u>	<u>\$ 1,058,072</u>	<u>\$ 274,475</u>	<u>\$ 9,000</u>

The accompanying notes to financial statements  
are an integral part of this statement.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**  
(Continued)

	<u>Weatherization</u>	<u>Emergency Home Energy Assistance</u>	<u>Home Care for the Elderly</u>	<u>Alzheimer's Disease Initiative</u>	<u>Administrative</u>	<u>Total</u>
<b>Program services</b>						
Personnel	\$ 23,407	\$ 26,513	\$ 25,801	\$ 60,602	\$ 485,345	\$ 2,106,110
Fringe	15,862	13,282	16,361	36,714	258,787	1,156,856
Travel	3	44	1,503	539	1,447	90,119
Education and training	9	2	1	5	453	2,263
Communication and postage	354	951	1,314	2,721	13,685	89,335
Utilities	239	969	1,160	2,724	11,299	68,585
Printing and supplies	739	2,679	859	1,916	26,459	79,411
Advertising	-	-	-	-	1,125	1,399
Insurance	-	-	-	-	48,627	163,809
Maintenance and repairs	-	23	26	61	64,355	71,287
Space costs	449	1,907	2,344	2,893	29,301	130,441
Equipment	-	-	-	-	-	6,634
Professional, legal and audit	-	-	-	-	53,370	56,189
Subcontract	88,151	-	-	129,909	-	1,126,820
Program supplies	-	-	-	-	-	101
Program services and other	300	349,792	14	185	218,958	2,983,784
Material aid	-	-	11,372	11,028	-	79,602
Medical consumables	-	-	32,809	14,893	-	120,224
In-kind	-	-	-	-	-	74,351
Total program services before depreciation	<u>129,513</u>	<u>396,162</u>	<u>93,564</u>	<u>264,190</u>	<u>1,213,211</u>	<u>8,407,320</u>
Depreciation	-	-	-	-	40,076	352,180
<b>Total program services</b>	<u>129,513</u>	<u>396,162</u>	<u>93,564</u>	<u>264,190</u>	<u>1,253,287</u>	<u>8,759,500</u>
<b>Allocation of administrative expenses</b>	18,461	15,135	16,197	37,407	(973,682)	-
<b>Total expenses</b>	<u>\$ 147,974</u>	<u>\$ 411,297</u>	<u>\$ 109,761</u>	<u>\$ 301,597</u>	<u>\$ 279,605</u>	<u>\$ 8,759,500</u>

The accompanying notes to financial statements  
are an integral part of this statement.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

<b>Cash flows from operating activities</b>	
Cash received from grantors, contractors and programs	\$ 9,890,182
Cash paid to employees and vendors	(8,222,098)
Interest received	20,632
Other income	3,676
Local cash contributions	348,866
Net cash provided by operating activities	<u>2,041,258</u>
<b>Cash flows from investing activities</b>	
Purchases of property and equipment	(462,581)
Proceeds from the sale of property and equipment	1,124
Net cash used in investing activities	<u>(461,457)</u>
<b>Net increase in cash and cash equivalents</b>	<u>1,579,801</u>
<b>Cash and cash equivalents, beginning of year</b>	5,381,647
<b>Cash and cash equivalents, end of year</b>	<u><u>\$ 6,961,448</u></u>
<b>Reconciliation of increase in net assets</b>	
<b>to net cash provided by operating activities</b>	
Increase in net assets	<u>\$ 1,465,188</u>
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	352,180
Gain on sale of fixed asset	(1,124)
Changes in assets and liabilities:	
Grants and contracts receivable	114,143
Prepaid expenses	(7,322)
Inventory	(14,078)
Accounts payable and accrued expenses	132,271
Total adjustments	<u>576,070</u>
<b>Net cash provided by operating activities</b>	<u><u>\$ 2,041,258</u></u>

The accompanying notes to financial statements  
are an integral part of this statement.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

(1) **Summary of Significant Accounting Policies:**

The following is a summary of the more significant accounting policies and practices of Suwannee River Economic Council, Inc. (the "Organization"), which affect significant elements of the accompanying financial statements:

(a) **Organization and purpose**—The Organization is a not-for-profit corporation formed to cooperate with and assist governmental and private agencies in accomplishing the purposes described in the Community Services Act of 1974 and amendments thereto. Its principal activities consist of carrying out community action programs in north Florida under federal, state and private agency grants requiring compliance with specific grant conditions and other special requirements.

(b) **Basis of presentation**—The financial statements have been prepared on the accrual basis of accounting, and accordingly, reflect significant receivables, payables, and other liabilities.

The Organization is required to report information regarding its financial position and activities according to two classes of net assets: without donor restriction and with donor restrictions.

Net assets without donor restrictions—Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. The Organization's board may designate assets without restrictions for specific purposes.

Net assets with donor restrictions—Net assets subject to stipulations imposed by donors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

There are no net assets with donor restrictions at September 30, 2021.

(c) **Revenue recognition**—The Organization receives substantially all of its grant and contract revenue from Federal, State and local agencies. The Organization recognizes contract revenue (up to the contract ceiling) from its contracts over a period which represents the service period for certain contracts, or to the extent of expenses. Revenue recognition varies by the contract.

(d) **Property and equipment**—Property and equipment acquired by the Organization are considered to be owned by the Organization. However, funding sources may maintain an equitable interest in the property purchased with grant monies as well as the right to determine the use of any proceeds from the sale of these assets. The State of Florida has a reversionary interest in those assets purchased with its funds which have a cost of \$1,000 or more and an estimated useful life of at least one year. The federal government has a reversionary interest in those assets purchased with its funds which have a cost of \$5,000 or more and an estimated useful life of at least one year.

Property and equipment with a value greater than \$5,000 and an estimated useful life of at least one year are recorded at cost when purchased or at estimated fair value when contributed. Depreciation is computed using the straight-line method over the estimated useful life of the assets, ranging from 3 to 39 years.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

(1) **Summary of Significant Accounting Policies:** (Continued)

(e) **Contributed facilities, services and other support**—The Organization receives contributed materials and supplies which are reported as in-kind contributions and in-kind expense at their estimated fair value in the period in which they are donated.

Contributed property and equipment is recorded at fair value at the date of donation. In the absence of donor-imposed stipulations regarding how long the contributed assets must be used, the Organization has adopted a policy of not implying a time restriction on contributions of such assets; consequently, all contributions of property and equipment, and of the assets contributed to acquire property and equipment, are recorded as net assets without donor restrictions.

The value of donated professional services is included as in-kind contributions and in-kind expense in the financial statements. In addition, donated services with an estimated value of approximately \$14,000 were not recognized in the financial statements because they did not meet the criteria for revenue recognition.

(f) **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 Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Costs are allocated between programs and supporting services based on salary expense.

(g) **Income taxes**—The Organization is generally exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Therefore, no provision for income taxes has been made in the accompanying financial statements.

The Organization files income tax returns in the U.S. Federal jurisdiction. The Organization's income tax returns for the past three years are subject to examination by tax authorities and may change upon examination.

The Organization has reviewed and evaluated the relevant technical merits of each of its tax positions in accordance with accounting principles generally accepted in the United States of America for accounting for uncertainty in income taxes, and determined that there are no uncertain tax positions that would have a material impact on the financial statements.

(h) **Cash and cash equivalents**—For the purpose of reporting cash flows, cash and cash equivalents includes cash on hand, amounts in demand deposits and short-term investments with an original maturity date of ninety days or less.

(i) **Use of estimates**—The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

(1) **Summary of Significant Accounting Policies:** (Continued)

(j) **Contributions**—All contributions are reported as increases in net assets without donor restrictions unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donors for specific purposes are reported as increases in net assets with donor restrictions. However, if a restriction is fulfilled in the same time period in which the contribution is received, the entity reports the support as increase in net assets without donor restrictions.

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received.

Amortization of the discounts is included in contribution revenue. It is the Organization's policy to use the direct write-off method for unconditional promises to give deemed to be uncollectible. This method yields substantially the same results as the allowance method. Conditional promises to give are not included as support until the conditions are substantially met.

(k) **Grants and contracts receivable**—Grants and contracts receivable are stated at the amount management expects to collect from balances outstanding at year-end. Based on management's assessment of the credit history with grantors and contractors having outstanding balances and current relationships with them, it has concluded that realization losses on balances outstanding at year-end will be immaterial.

(l) **Inventory**—Inventory consists of frozen meals for distribution to program participants. Inventory is recorded at the lower of cost or market.

(m) **Accrued leave**—The Organization compensates its employees for unused vacation and sick leave upon termination of employment. The amount of change in accrued vacation and sick leave for all employees from one year to the next is recorded in personnel expense during the current year.

(n) **Deferred revenue**—The Organization records certain contract receipts as deferred revenue until it is expended for the purpose of the contract, at which time it is recognized as revenue.

(o) **Subsequent events**—The Organization has evaluated events and transactions for potential recognition or disclosure in the financial statements through January 24, 2022, the date which the financial statements were available to be issued. No subsequent events have been recognized or disclosed.

(p) **Recently issued accounting pronouncements**—The Financial Accounting Standards Board (FASB) issued new or modifications to, or interpretations of, existing accounting guidance during the year ended September 30, 2021. The Organization has considered the new pronouncements that altered accounting principles generally accepted in the United States of America, and other than as disclosed in the notes to the financial statements below, does not believe that any other new or modified principles will have a material impact on the Organization's reported financial position or operations in the near term.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

(1) **Summary of Significant Accounting Policies:** (Continued)

*Pending changes*

In February 2016, the FASB issued Accounting Standards Update 2016-02: Leases (Topic 842), to increase transparency and comparability among organizations by recognizing lease assets and lease liabilities on the balance sheet and disclosing key information about leasing arrangements. The new standard is effective for fiscal years beginning after December 15, 2022 and may be adopted early. The Organization is currently evaluating the effect that implementation of the new standard will have on its financial position, results of operations, and cash flows.

In September 2020, the FASB issued Accounting Standards Update 2020-07: Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets (Topic 858), to increase transparency and comparability among organizations in reporting nonprofit gifts-in-kind. The new standard is effective for fiscal years beginning after June 15, 2021 and may be adopted early. The Organization is currently evaluating the effect that implementation of the new standard will have on its financial position, results of operations, and cash flows.

(2) **Matching Requirements:**

The Organization receives a portion of its support through grants and contracts. Certain grants and contracts require the Organization to provide specified amounts of matching revenue. For each grant/contract, where applicable, the Organization has met all matching requirements. Also, for each grant/contract that ended on or before September 30, 2021, no obligation remains outstanding to the funding source.

(3) **Pension Plan:**

The Organization sponsors a 401(k) plan. The plan covers all eligible employees of the Organization. Employees are considered to be eligible when they are 21 years of age and have one year of service as defined by the plan document. Employees are fully vested following three years of service. The Organization normally makes a contribution of 10% of each eligible employee's gross salary. The level of future funding could affect the Organization's ability to continue the normal contribution. The amount of plan expense for the year ended September 30, 2021, was approximately \$214,000.

(4) **Property and Equipment:**

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

Land	\$ 154,107
Equipment	2,614,974
Buildings	<u>2,790,327</u>
	5,559,408
Less: accumulated depreciation	<u>(3,413,272)</u>
Total	<u><u>\$ 2,146,136</u></u>

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2021**

**(5) Concentrations of Credit Risk:**

The more significant concentrations of credit risk are as follows:

(a) **Demand deposits**—The Organization maintains demand deposits with one financial institution. The Organization has a policy requiring collateral or other security to support its deposits in excess of FDIC coverage. All demand deposits with banks are insured for amounts in excess of FDIC limits.

(b) **Grants and contracts receivable**—The Organization’s receivables are for amounts due under contracts with the Federal, State, and local agencies under cost-reimbursement and service contracts related to health and welfare activities. The Organization has no policy requiring collateral or other security to support its receivables.

(c) **Significant funding sources**—The Organization receives a substantial amount of its funding from the following sources:

U.S. Department of Health and Human Services	51%
U.S. Department of Transportation	13%
State of Florida Department of Elder Affairs	15%

A significant reduction in the level of this funding, if this were to occur, could have an adverse effect on the Organization’s programs and activities.

**(6) Contingent Liabilities:**

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally Federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by grantors cannot be determined at this time although the Organization expects such amounts, if any, to be immaterial.

**(7) Liquidity and Availability:**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

Financial assets available within one year, at year end:	
Cash and cash equivalents	\$ 6,961,448
Grants and contracts receivable	1,774,295
Financial assets available to meet cash needs for general expenditures within one year	\$ 8,735,743

As shown in the table above, the Organization has adequate financial assets available to meet liquidity needs. The Organization receives significant grant funds each year, which are entirely available to meet annual cash needs for general and program expenditures. The Organization is reliant on this grant funding to meet liquidity needs, as discussed in Note 5.

SUWANNEE RIVER ECONOMIC COUNCIL, INC.  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Federal Grantor/Pass-Through Grantor/ State Grantor/Program Title	Federal CFDA Number	State CSFA Number	Pass-Through Entity Identifying Number	Expenditures
<b>FEDERAL AWARDS</b>				
<b>U.S. Department of Transportation</b>				
Passed through Florida Department of Transportation				
COVID-19 Formula Grants for Rural Areas - Bradford	20.509	--	G1M27	\$ 297,515
Formula Grants for Rural Areas - Bradford	20.509	--	G1M04	91,558
COVID-19 Formula Grants for Rural Areas - Dixie	20.509	--	G1M26	166,251
Formula Grants for Rural Areas - Dixie	20.509	--	G1M05	88,840
COVID-19 Formula Grants for Rural Areas - Gilchrist	20.509	--	G1M40	206,296
Formula Grants for Rural Areas - Gilchrist	20.509	--	G1M06	48,596
COVID-19 Formula Grants for Rural Areas - Lafayette	20.509	--	G1M44	87,193
Formula Grants for Rural Areas - Lafayette	20.509	--	G1M07	72,301
COVID-19 Formula Grants for Rural Areas - Union	20.509	--	G1M39	152,872
Formula Grants for Rural Areas - Union	20.509	--	G1M08	85,545
				<u>1,296,967</u>
Buses and Bus Facilities Formula, Competitive, and Low or No Emmissions Programs - Bradford	20.526	--	1001-2019-14	75,738
Buses and Bus Facilities Formula, Competitive, and Low or No Emmissions Programs - Dixie	20.526	--	1001-2019-14	148,283
Buses and Bus Facilities Formula, Competitive, and Low or No Emmissions Programs - Gilchrist	20.526	--	1001-2019-14	75,738
Buses and Bus Facilities Formula, Competitive, and Low or No Emmissions Programs - Lafayette	20.526	--	1001-2019-14	75,738
Buses and Bus Facilities Formula, Competitive, and Low or No Emmissions Programs - Union	20.526	--	1001-2019-14	72,546
				<u>448,043</u>
<b>U. S. Department of Energy</b>				
Passed through Florida Department of Economic Opportunity				
Weatherization Assistance for Low-Income Persons	81.042	--	17WX-0G-12-00-17-032	148,010
<b>U.S. Department of Agriculture</b>				
Passed through Mid-Florida Area Agency on Aging, Inc.				
Senior Farmers Market Nutrition Program	10.576	--	M1901-13	9,000

See Accompanying Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**  
(Continued)

Federal Grantor/Pass-Through Grantor/ State Grantor/Program Title	Federal CFDA Number	State CSFA Number	Pass-Through Entity Identifying Number	Expenditures
<b>FEDERAL AWARDS (Continued)</b>				
<b>U.S. Department of Health and Human Services</b>				
Passed through Florida Department of Elder Affairs				
Passed through Mid-Florida Area Agency on Aging, Inc.				
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	--	OAA-20-SREC	\$ 142,105
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	--	OAA-21-SREC	399,520
				<u>541,625</u>
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	--	OAA-20-SREC	312,801
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	--	OAA-21-SREC	817,070
COVID-19 Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	--	CV-21-SREC	167,382
				<u>1,297,253</u>
Nutrition Services Incentive Program	93.053	--	OAA-21-SREC	81,396
			<b>Total OAA Cluster</b>	<u>1,920,274</u>
National Family Caregiver Support, Title III, Part E	93.052	--	OAA-20-SREC	22,354
National Family Caregiver Support, Title III, Part E	93.052	--	OAA-21-SREC	30,610
				<u>52,964</u>
Passed through Florida Department of Economic Opportunity				
Low-Income Home Energy Assistance	93.568	--	17EA-0F-12-00-04-029	2,557,848
Low-Income Home Energy Assistance	93.568	--	ECA-20-SREC	163,367
Low-Income Home Energy Assistance	93.568	--	EA-20-SREC	239,963
				<u>2,961,178</u>
Passed through Florida Department of Economic Opportunity				
Community Services Block Grant	93.569	--	17SB-0D-12-00-04-126	283,624
				<u>283,624</u>
<b>Total Federal Awards</b>				<u>\$ 7,120,060</u>

See Accompanying Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance.

SUWANNEE RIVER ECONOMIC COUNCIL, INC.  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

(Continued)

Federal Grantor/Pass-Through Grantor/ State Grantor/Program Title	Federal CFDA Number	State CSFA Number	Pass-Through Entity Identifying Number	Expenditures
<b>STATE FINANCIAL ASSISTANCE</b>				
<b>Florida Department of Transportation</b>				
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Bradford	--	55.001	G1N04	\$ 128,180
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Bradford	--	55.001	G1X49	39,530
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Dixie	--	55.001	G1N36	100,505
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Dixie	--	55.001	G1X63	34,442
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Gilchrist	--	55.001	G1N62	73,795
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Gilchrist	--	55.001	G1X71	20,370
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Lafayette	--	55.001	G1O04	65,296
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Lafayette	--	55.001	G1X82	35,244
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Union	--	55.001	G1O49	68,258
Florida Commission for the Transportation Disadvantaged (CTD) Trip and Equipment Grant Program - Union	--	55.001	G1Y35	25,719
				<u>591,339</u>
Florida Commission for the Transportation Disadvantaged (CTD) Innovation and Service Development Program - Lafayette	--	55.045	G1G83	14,831
				<u>606,170</u>
<b>Florida Department of Elder Affairs</b>				
Passed through Mid-Florida Area Agency on Aging, Inc.				
Home Care for the Elderly	--	65.001	HCE-20-SREC	72,861
Home Care for the Elderly	--	65.001	HCE-21-SREC	14,188
				<u>87,049</u>
Passed through Mid-Florida Area Agency on Aging, Inc.				
Alzheimer's Respite Services	--	65.004	ADI-20-SREC	297,549
Alzheimer's Respite Services	--	65.004	ADI-21-SREC	71,015
				<u>368,564</u>
Passed through Mid-Florida Area Agency on Aging, Inc.				
Community Care for the Elderly	--	65.010	CCE-20-SREC	795,144
Community Care for the Elderly	--	65.010	CCE-21-SREC	230,456
				<u>1,025,600</u>
<b>Total State Financial Assistance</b>				<u>2,087,383</u>
<b>Total Federal Awards and State Financial Assistance</b>				<u>\$ 9,207,443</u>

See Accompanying Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance.

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**AND STATE FINANCIAL ASSISTANCE**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**Note 1. Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the Schedule) includes the Federal Awards and State Financial Assistance activity of Suwannee River Economic Council, Inc. under programs of the federal and state government for the year ended September 30, 2021, in accordance with the 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 State of Florida, Office of the Auditor General. Because the Schedule presents only a selected portion of the operations of Suwannee River Economic Council, Inc. it is not intended to and does not present the financial position, changes in net assets, or cash flows of Suwannee River Economic Council, Inc.

**Note 2. 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 the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

No amounts were passed through to subrecipients during the year ended September 30, 2021.

**Note 3. De Minimis Indirect Cost Rate Election**

Suwannee River Economic Council, Inc. has elected not to use the 10 percent de minimis indirect cost rate as allowed under Uniform Guidance.

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

To the Board of Directors,  
Suwannee River Economic Council, Inc.:

We have audited 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, the financial statements of Suwannee River Economic Council, Inc., which comprise the statement of financial position as of September 30, 2021, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated January 24, 2022.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Suwannee River Economic Council, Inc.'s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Suwannee River Economic Council, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Suwannee River Economic Council, Inc.'s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

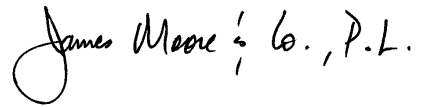
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not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

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Suwannee River Economic Council, Inc.'s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "James Moore & Co., P.L." The signature is written in a cursive style with a large loop at the beginning of the word "James".

Gainesville, Florida  
January 24, 2022

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

To the Board of Directors,  
Suwannee River Economic Council, Inc.:

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

We have audited Suwannee River Economic Council, Inc.'s compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* and the *Department of Financial Services State Projects Compliance Supplement* that could have a direct and material effect on each of Suwannee River Economic Council, Inc.'s major federal programs and major state projects for the year ended September 30, 2021. Suwannee River Economic Council, Inc.'s major federal programs and major state projects are identified in the summary of auditors' 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 Suwannee River Economic Council, Inc.'s major federal programs and major state projects based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and; the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) 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 major state project occurred. An audit includes examining, on a test basis, evidence about Suwannee River Economic Council, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

### ***Opinion on Each Major Federal Program and Major State Project***

In our opinion, Suwannee River Economic Council, Inc. 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 major state projects for the year ended September 30, 2021.

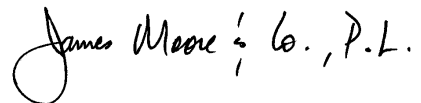
### **Report on Internal Control over Compliance**

Management of Suwannee River Economic Council, Inc. 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 Suwannee River Economic Council, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and major state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and major state project and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.650, Rules of the Auditor General, 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 Suwannee River Economic Council, Inc.'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.

James Moore & Co., P.L.

Gainesville, Florida  
January 24, 2022

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2021**

**I. Summary of Auditors' Results:**

*Financial Statements*

Type of audit report issued on the financial statements: *Unmodified*

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_\_\_ yes      X   no
- Significant deficiency(ies) identified? \_\_\_\_\_ yes      X   none reported

Noncompliance material to financial statements noted? \_\_\_\_\_ yes      X   no

*Federal Awards*

Internal control over major Federal programs:

- Material weakness(es) identified? \_\_\_\_\_ yes      X   no
- Significant deficiency(ies) identified? \_\_\_\_\_ yes      X   none reported

Type of auditor's report issued on compliance for major

Federal programs: *Unmodified*

Any audit findings that are required to be reported in accordance with 2 CFR 200.516(a)? \_\_\_\_\_ yes      X   no

Identification of major Federal programs:

<b>Federal Program</b>	<b>Federal CFDA Number</b>
Low-Income Home Energy Assistance	93.568
Dollar threshold used to distinguish between type A and type B Federal programs:	\$750,000
Auditee qualified as low-risk auditee?	<u>  X  </u> yes    _____ no

*State Projects*

Internal control over major state projects:

- Material weakness(es) identified? \_\_\_\_\_ yes      X   no
- Significant deficiency(ies) identified? \_\_\_\_\_ yes      X   none reported

**SUWANNEE RIVER ECONOMIC COUNCIL, INC.**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2021**  
(Continued)

**I. Summary of Auditors' Results:** (Continued)

Types of auditor's report issued on compliance for major State projects: *Unmodified*

Any audit findings that are required to be reported in accordance with Chapter 10.650, Rules of the State of Florida, Office of the Auditor General? \_\_\_\_\_ yes     X  no

Identification of major state projects:

State Project	State CSFA Number
Florida Commission for the Transportation Disadvantaged	55.001
Community Care for the Elderly (CCE)	65.010
Dollar threshold used to distinguish between type A and type B State projects:	\$626,215

**II. Financial Statement Findings:**

None.

**III. Federal Award Findings and Questioned Costs:**

None.

**IV. State Financial Assistance Findings and Questioned Costs:**

None.

**V. Independent Auditors' Management letter required by Chapter 10.650, Rules of the State of Florida, Office of the Auditor General:**

Nothing to report.

**VI. Federal Award Summary Schedule of Prior Year Findings:**

There were no audit findings for the year ended September 30, 2020.

**VII. State Financial Assistance Summary Schedule of Prior Year Findings:**

There were no audit findings for the year ended September 30, 2020.