

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

FINANCIAL REPORT

For the Years Ended September 30, 2024 and 2023



**SMOAK, DAVIS & NIXON LLP**

Certified Public Accountants

*Providing Integrated Financial Solutions*

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To the Board of Directors  
Jacksonville Zoological Society, Inc.  
Jacksonville, Florida

## **Independent Auditor's Report**

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of Jacksonville Zoological Society, Inc. (the "Society") (a nonprofit corporation), which comprise the statements of financial position as of September 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial positions of the Society as of September 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Society and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Society's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

#### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.



### **Independent Auditor's Report**

(Continued)

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Society's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Society's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and the certain internal control related matters that we identified during the audit.

#### ***Report on Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of Expenditures of Financial Awards and related notes, as required by Chapter 10.650, *Rules of the Auditor General*, the Live Exhibits, and Insurance in Force schedules are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated January 27, 2025, on our consideration of the Society's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Society's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Society's internal control over financial reporting and compliance.

*Smoak, Davis & Nixon LLP*

Jacksonville, Florida  
January 27, 2025

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

STATEMENTS OF FINANCIAL POSITION

September 30, 2024 and 2023

ASSETS	2024	2023
Cash and cash equivalents	\$ 15,154,336	\$ 24,105,115
Accounts receivable	3,937,610	1,178,945
Concession and gift shop inventories	-	341,204
Prepaid expenses and other assets	1,345,772	838,347
Pledges receivable, net	3,642,315	3,423,312
Live exhibits	280,187	290,501
Land, building and equipment, net	79,427,574	59,459,676
Total assets	\$ 103,787,794	\$ 89,637,100
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable and accrued liabilities	\$ 7,873,275	\$ 3,579,629
Total liabilities	7,873,275	3,579,629
Net assets		
Net assets without donor restrictions		
Live exhibits, property, and equipment	79,165,110	59,214,987
Undesignated	14,378,638	16,399,610
Total net assets without donor restrictions	93,543,748	75,614,597
Net assets with donor restrictions	2,370,771	10,442,874
Total net assets	95,914,519	86,057,471
Total liabilities and net assets	\$ 103,787,794	\$ 89,637,100

The Notes to Financial Statements are an integral part of these statements.

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

STATEMENT OF ACTIVITIES

Year ended September 30, 2024

	Net assets without donor restrictions	Net assets with donor restrictions	Total
<b>REVENUES, GAINS AND OTHER SUPPORT</b>			
City of Jacksonville:			
Appropriation	\$ 1,950,114	\$ -	\$ 1,950,114
Capital campaign	-	8,690,458	8,690,458
Kid's Hope Alliance	273,760	-	273,760
State of Florida	234,869	1,675,267	1,910,136
Amusements and concessions	5,377,439	-	5,377,439
Admissions charges	10,232,820	-	10,232,820
Memberships	3,426,760	-	3,426,760
Contributions and donations	741,989	1,897,654	2,639,643
Special events	4,938,801	-	4,938,801
Group sales	550,813	-	550,813
Annual fund	735,875	-	735,875
Interest	753,530	263,146	1,016,676
Other	1,601,263	-	1,601,263
Net assets released from restrictions	20,598,628	(20,598,628)	-
Total revenues, gains and other support	<u>51,416,661</u>	<u>(8,072,103)</u>	<u>43,344,558</u>
<b>EXPENSES AND LOSSES</b>			
Program services	27,939,416	-	27,939,416
Supporting services	5,548,094	-	5,548,094
Total expenses and losses	<u>33,487,510</u>	<u>-</u>	<u>33,487,510</u>
Increase (decrease) in net assets	17,929,151	(8,072,103)	9,857,048
Net assets, beginning of year	<u>75,614,597</u>	<u>10,442,874</u>	<u>86,057,471</u>
Net assets, end of year	<u>\$ 93,543,748</u>	<u>\$ 2,370,771</u>	<u>\$95,914,519</u>

The Notes to Financial Statements are an integral part of this statement.

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

STATEMENT OF ACTIVITIES

Year ended September 30, 2023

	Net assets without donor restrictions	Net assets with donor restrictions	Total
<b>REVENUES, GAINS AND OTHER SUPPORT</b>			
City of Jacksonville:			
Appropriation	\$ 1,282,500	\$ -	\$ 1,282,500
Capital campaign	-	1,349,033	1,349,033
Kid's Hope Alliance	223,150	-	223,150
State of Florida	318,636	250,000	568,636
Amusements and concessions	9,267,451	-	9,267,451
Admissions charges	10,712,284	-	10,712,284
Memberships	3,530,356	-	3,530,356
Contributions and donations	965,341	7,312,916	8,278,257
Special events	2,707,281	-	2,707,281
Group sales	476,146	-	476,146
Annual fund	1,040,909	-	1,040,909
Interest	545,896	233,241	779,137
Other	853,739	-	853,739
Net assets released from restrictions	2,781,167	(2,781,167)	-
Total revenues, gains and other support	<u>34,704,856</u>	<u>6,364,023</u>	<u>41,068,879</u>
<b>EXPENSES AND LOSSES</b>			
Program services	27,561,638	-	27,561,638
Supporting services	5,572,943	-	5,572,943
Total expenses and losses	<u>33,134,581</u>	<u>-</u>	<u>33,134,581</u>
Increase (decrease) in net assets	1,570,275	6,364,023	7,934,298
Net assets, beginning of year	<u>74,044,322</u>	<u>4,078,851</u>	<u>78,123,173</u>
Net assets, end of year	<u>\$ 75,614,597</u>	<u>\$ 10,442,874</u>	<u>\$86,057,471</u>

The Notes to Financial Statements are an integral part of this statement.

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year ended September 30, 2024

	Program Services		Total Program	Supporting Services		Total Supporting	Total
	Animal collections and exhibits	Promoting zoological studies		Management and general	Fundraising		
Advertising	\$ 368,315	\$ 368,315	\$ 736,630	\$ -	\$ -	\$ -	\$ 736,630
Animal food	457,370	457,370	914,740	-	-	-	914,740
Animal health	1,549,996	1,549,996	3,099,992	-	-	-	3,099,992
Bad debt	-	-	-	10,152	-	10,152	10,152
Buildings and grounds repairs and maintenance	316,545	316,545	633,090	2,280	-	2,280	635,370
Catering expenses	143,552	143,552	287,104	275	-	275	287,379
Conservation and animal wellness	248,083	248,083	496,166	-	-	-	496,166
Depreciation	1,678,270	1,678,270	3,356,540	105,996	70,664	176,660	3,533,200
Dues	6,644	6,644	13,288	48,459	1,693	50,152	63,440
Employee health and retirement benefits	1,023,272	1,023,272	2,046,544	361,155	97,048	458,203	2,504,747
Employee uniforms	13,271	13,271	26,542	9,785	37	9,822	36,364
Equipment rental and maintenance	87,686	87,686	175,372	1,117	-	1,117	176,489
Fees and licenses	5,541	5,541	11,082	2,979	422	3,401	14,483
First aid	3,855	3,855	7,710	75	-	75	7,785
Insurance	469,867	469,867	939,734	176,200	58,733	234,933	1,174,667
Interest	-	-	-	8,813	-	8,813	8,813
Miscellaneous	136,160	136,160	272,320	560,627	22,693	583,320	855,640
Other supplies	349,907	349,907	699,814	-	-	-	699,814
Payroll taxes	398,922	398,922	797,844	140,796	39,075	179,871	977,715
Postage	10,727	10,727	21,454	5,680	2,820	8,500	29,954
Printing and publications	12,921	12,921	25,842	2,956	6,182	9,138	34,980
Professional services	674,127	674,127	1,348,254	766,074	17,641	783,715	2,131,969
Salaries	5,209,578	5,209,578	10,419,156	1,838,675	510,779	2,349,454	12,768,610
Special events	43,891	43,891	87,782	-	236,668	236,668	324,450
Staff development	57,320	57,320	114,640	57,303	9,964	67,267	181,907
Technological support services	137,825	137,825	275,650	51,684	17,228	68,912	344,562
Telephone	1,357	1,357	2,714	37,841	-	37,841	40,555
Tools and equipment	71,423	71,423	142,846	35,341	401	35,742	178,588
Utilities	461,641	461,641	923,282	173,115	57,705	230,820	1,154,102
Vehicle repair and maintenance	31,642	31,642	63,284	549	414	963	64,247
<b>Total expenses</b>	<b>\$ 13,969,708</b>	<b>\$ 13,969,708</b>	<b>\$ 27,939,416</b>	<b>\$ 4,397,927</b>	<b>\$ 1,150,167</b>	<b>\$ 5,548,094</b>	<b>\$ 33,487,510</b>

The Notes to Financial Statements are an integral part of this statement.

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

STATEMENT OF FUNCTIONAL EXPENSES

Year ended September 30, 2023

	Program Services		Total Program	Supporting Services		Total Supporting	Total
	Animal collections and exhibits	Promoting zoological studies		Management and general	Fundraising		
Advertising	\$ 150,967	\$ 150,967	\$ 301,934	\$ -	\$ -	\$ -	\$ 301,934
Animal food	529,687	529,687	1,059,374	-	-	-	1,059,374
Animal health	645,869	645,869	1,291,738	42	-	42	1,291,780
Bad debt	-	-	-	160	-	160	160
Buildings and grounds repairs and maintenance	333,791	333,791	667,582	818	-	818	668,400
Catering expenses	141,724	141,724	283,448	425	-	425	283,873
Conservation and animal wellness	220,843	220,843	441,686	-	-	-	441,686
Depreciation	1,568,548	1,568,548	3,137,096	99,067	66,044	165,111	3,302,207
Dues	5,952	5,952	11,904	43,883	965	44,848	56,752
Employee health and retirement benefits	902,262	902,262	1,804,524	318,445	91,027	409,472	2,213,996
Employee uniforms	10,655	10,655	21,310	19,586	104	19,690	41,000
Equipment rental and maintenance	161,347	161,347	322,694	1,119	-	1,119	323,813
Fees and licenses	4,388	4,388	8,776	14,576	880	15,456	24,232
First aid	4,335	4,335	8,670	-	-	-	8,670
Insurance	387,835	387,835	775,670	145,438	48,479	193,917	969,587
Interest	-	-	-	6,604	-	6,604	6,604
Miscellaneous	31,122	31,122	62,244	607,824	25,074	632,898	695,142
Other supplies	1,234,630	1,234,630	2,469,260	-	-	-	2,469,260
Payroll taxes	406,970	406,970	813,940	143,636	36,650	180,286	994,226
Postage	12,056	12,056	24,112	4,388	2,814	7,202	31,314
Printing and publications	18,577	18,577	37,154	2,852	6,785	9,637	46,791
Professional services	863,793	863,793	1,727,586	724,656	46,756	771,412	2,498,998
Salaries	5,303,246	5,303,246	10,606,492	1,871,734	479,087	2,350,821	12,957,313
Special events	42,336	42,336	84,672	-	317,491	317,491	402,163
Staff development	78,005	78,005	156,010	37,389	13,982	51,371	207,381
Technological support services	108,820	108,820	217,640	40,808	13,603	54,411	272,051
Telephone	1,488	1,488	2,976	38,337	-	38,337	41,313
Tools and equipment	76,903	76,903	153,806	56,812	(170)	56,642	210,448
Utilities	488,168	488,168	976,336	183,063	61,021	244,084	1,220,420
Vehicle repair and maintenance	46,502	46,502	93,004	580	109	689	93,693
<b>Total expenses</b>	<b>\$ 13,780,819</b>	<b>\$ 13,780,819</b>	<b>\$ 27,561,638</b>	<b>\$ 4,362,242</b>	<b>\$ 1,210,701</b>	<b>\$ 5,572,943</b>	<b>\$ 33,134,581</b>

The Notes to Financial Statements are an integral part of this statement.

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

STATEMENTS OF CASH FLOWS

Years Ended September 30, 2024 and 2023

	2024	2023
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Changes in net assets	\$ 9,857,048	\$ 7,934,298
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Depreciation	3,533,200	3,302,207
Contributions restricted for land, building and equipment	(1,897,655)	(7,312,915)
Loss on retirement of assets	230,641	6,778
Changes in assets and liabilities:		
Accounts receivable	(2,758,665)	(788,977)
Concession inventories	341,204	(55,872)
Prepaid expenses and other assets	(507,425)	(185,849)
Live exhibits	10,314	5,182
Accounts payables and accrued liabilities	4,293,646	684,794
Net cash flows provided by (used in) operating activities	<u>13,102,308</u>	<u>3,589,646</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Land, building and equipment acquisitions	<u>(23,731,739)</u>	<u>(5,551,511)</u>
Net cash provided by (used) in investing activities	<u>(23,731,739)</u>	<u>(5,551,511)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash received from contributions restricted for land, building and equipment and other purposes	<u>1,678,652</u>	<u>4,727,019</u>
Net cash provided by (used in) financing activities	<u>1,678,652</u>	<u>4,727,019</u>
Net increase (decrease) in cash and cash equivalents	(8,950,779)	2,765,154
Cash and cash equivalents, beginning of year	<u>24,105,115</u>	<u>21,339,961</u>
Cash and cash equivalents, end of year	<u>\$ 15,154,336</u>	<u>\$ 24,105,115</u>

The Notes to Financial Statements are an integral part of these statements.

## NOTES TO FINANCIAL STATEMENTS

### **Note 1. Nature of Activities**

Jacksonville Zoological Society, Inc. (the “Society”), is a not-for-profit Florida corporation, which operates the Jacksonville Zoo and Gardens, exhibiting wild animals, and promoting the study and understanding of zoology and natural history.

Background:

In July 1971, the City of Jacksonville (the “City”) assigned to the Society the exclusive custody of the land and all buildings and improvements of the Jacksonville Zoo and Gardens (the “Zoo”) along with the animals and all other personal property thereon. The Society agreed to manage, maintain and develop the Zoo as a public zoological park for associated public education, conservation, research and recreational purposes on behalf of the City. Accordingly, all such assets and operating activities carried on by the Zoo are recorded in these financial statements.

The agreement with the City was extended effective June 1, 2001, for a term of 15 years, automatically renewable for an additional 15-year term without any action by the Society or the City. This agreement was renewed in 2017. Under the agreement, the City retains legal title to all real and personal property comprising the Zoo at the date of the agreement, and title to all such property subsequently acquired by the Society on behalf of the Zoo immediately vests with the City. All real and personal property must be delivered to the City by the Society if the agreement is terminated.

### **Note 2. Summary of Significant Accounting Policies**

Financial Statement Presentation:

In accordance with generally accepted accounting principles, the Society is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. The Society has classified its net assets and its revenues, expenses, gains and losses based on the existence or absence of donor restrictions. A description of these categories follows:

- Net assets without donor restrictions are free of donor imposed restrictions; all revenues, expenses, gains, and losses that are not changes in net assets with donor restrictions. Net assets without donor restriction also includes net assets that vest with the City as discussed in Note 1.
- Net assets with donor restrictions include gifts for which donor imposed restrictions have not been met and pledges receivable for which the ultimate purpose of the proceeds is not permanently restricted. Net assets with donor restrictions are available only to fund master plan expenditures as discussed in Note 8.

Functional Expense Allocation:

The statement of functional expenses presents expenses by function and natural classification. Expenses directly attributable to a specific functional area of the Society are reported as expenses of those functional areas. A portion of supporting services costs that benefit multiple functional areas (indirect costs) have been allocated across program services based on management's estimate of the time allocated for that function.

Cash and Cash Equivalents:

For purposes of the statement of cash flows, the Society considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Accounts Receivable:

Accounts receivable consists primarily of various receivables related to operations. No allowance for credit losses has been established due to past history and the nature of these accounts. Management considers information regarding historical collections and specific knowledge regarding customer accounts, facts about the current financial conditions, and forecasts of future operating results based upon current trends and macroeconomic factors.

## NOTES TO FINANCIAL STATEMENTS

### **Note 2. (Continued)**

#### Concession and Gift Shop Inventories:

Inventories are valued at the lower of cost or market with cost determined on a specific identification method. During 2024, the Society outsourced administration of their concession and gift shop inventories to a third party organization.

#### Pledges Receivable:

Unconditional promises to give are recorded as pledges receivables and contribution revenue when received. 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 the 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. Conditional promises to give are not included as support until the conditions are substantially met.

#### Live Exhibits:

Animals currently in the Zoo's live exhibits which were in existence at July 1971 are carried at the estimated market value as of that date. Purchased acquisitions are recorded at cost. No cost is assigned to animals born at the Zoo. No loss is recognized on deaccessions unless it is a reduction of the original live exhibit base. Depreciation is not recorded on live exhibits.

#### Land, building and equipment:

Land, building and equipment existing at July 1971, which is currently held at the Zoo, is being carried at values assigned by the City at that date. Additions are recorded at cost, at the date of purchase or, in the case of gifts, at fair value on the date of donation or bequest. Land, building and equipment purchased in excess of \$1,000 is capitalized. Depreciation is recorded using the straight-line method over the assets' estimated useful life ranging from 5 to 40 years. Normal maintenance and repairs are charged to expense as incurred.

Periodically, management reviews property and equipment for impairment whenever events or changes in circumstances indicate that the carrying amount of assets may not be recoverable. Impairment is measured by comparing the carrying amount of the asset to the sum of expected future cash flows (undiscounted and without interest charges) resulting from use of the asset and its eventual disposition. Management believes that there are no impairment losses on long-lived assets as of September 30, 2024 and 2023.

#### Contributions:

The Society reports gifts of cash and other assets as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor 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 restrictions.

The Society reports gifts of land, building and equipment as support with donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Society reports expirations of donor restrictions when the donated assets are placed in service.

Donations of materials and services are recorded at their fair market value at the date of donation. The total amount of these donations was \$79,232 and \$201,653 during the years ended September 30, 2024 and 2023, respectively.

Donations of land, building, equipment and live exhibits are recorded at their fair market value at the date of donation.

## NOTES TO FINANCIAL STATEMENTS

### **Note 2. (Continued)**

#### Revenue and Support With and Without Donor Restrictions:

In accordance with generally accepted accounting principles, contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions, depending on the existence and/or nature of any donor restrictions. 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 support with donor restrictions is reported as an increase in net assets with donor restrictions. 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 restrictions.

#### Sales to Public:

The Society recognizes revenue when control of the promised goods or services is transferred to customers in an amount that reflects consideration the Society is expected to be entitled to in exchange for those goods or services. The Society receives revenue from the sale of gate, exhibit, and special event admission tickets. The Society also engages in retail sales related to food and merchandise. In all cases revenue related to such transactions is recognized at the time of purchase.

The Society offers memberships to the public, which are valid for 12 months following the purchase. Membership revenue is recognized over the membership period. Because memberships are paid in advance, the Society has established a liability to account for the deferred membership revenue related to the cash received but not earned, as of each year-end.

#### Government Support:

Support from grants and contracts with governmental entities are considered contribution transactions, and income from these programs is either recognized when expenses are incurred for cost reimbursement contracts or upon receipt for grant agreements.

#### Income Taxes:

The Society has received a tax determination letter dated May 31, 1971, updated on June 21, 2002, from the Internal Revenue Service specifying that the Society is generally exempt from federal income tax under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3). As such, the Society is not taxed on income related to its exempt purposes.

The Society applies generally accepted accounting principles related to income tax uncertainties. The Society has determined that there were no unrecognized tax benefits for the years ended September 30, 2024 and 2023. The Society files tax returns in the U.S. federal jurisdiction. Tax years that remain subject to examination by major tax jurisdictions are 2021 and forward.

#### Concentration of Credit Risk:

The Society's financial instruments that are exposed to concentration of credit risk consist primarily of cash and cash equivalents. The Society places its cash and cash equivalents with high credit quality institutions. At times, such balances may be in excess of the FDIC insurance limits.

#### Financial Statement Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

#### Fair Value Measurements:

The carrying amounts reflected in the statements of financial position for cash and cash equivalents, other assets, and accounts payable and accrued liabilities are considered to be representative of their respective fair values. In addition, pledge receivables to be realized after one year are recorded at the present value of the estimated cash flows discounted at an interest rate that reflects the risks inherent in those cash flows.

## NOTES TO FINANCIAL STATEMENTS

### **Note 2. (Continued)**

Subsequent events:

In preparing these financial statements, the Society has evaluated events and transactions for potential recognition or disclosure through January 27, 2025, the date the financial statements were available to be issued.

### **Accounting Pronouncements Adopted:**

#### *Financial Instruments - Credit Losses: Measurement of Credit Losses on Financial Instruments*

In June 2016, the FASB issued ASU 2016-13, *Financial Instruments - Credit Losses: Measurement of Credit Losses on Financial Instruments*, which changes the impairment model for most financial assets. The new standard modifies the measurement of expected credit losses on certain financial instruments. *Financial Instruments - Credit Losses (Topic 326)* requires measurement and recognition of expected versus incurred losses for financial assets held. Financial assets held by the Society that are subject to ASU 2016 - 13 include accounts receivable. The Society adopted this ASU and related amendments as of October 1, 2023 under the modified retrospective approach such that comparative information has not been restated.

As of October 1, 2023, the adoption of this ASU and related amendments did not have a material impact on the Society's financial statements but did change how the allowance for credit losses is determined.

#### *Leases*

In February 2016, the FASB issued ASU 2016-02, *Leases (ASC Topic 842)*, which requires lease assets and liabilities to be recorded on the balance sheet. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the income statement. Under the new standard, disclosures are required to enable users of financial statements to assess the amount, timing and uncertainty of cash flows arising from leases. The Society adopted this ASU and related amendments as of October 1, 2022, under the modified retrospective approach. The Society elected the package of practical expedients permitted under the transition guidance within the new standard, including carrying forward the historical lease classification as well as relief from reviewing expired or existing contracts to determine if they contain leases. The Society elected to exempt leases with an initial term of twelve months or less from balance sheet recognition. The Society elected to combine non-lease components with lease components. Adoption of the new guidance did not have a significant impact to the financial statements for the year ended September 30, 2023.

### **Note 3. Pledges Receivable**

Pledges receivable are comprised of unconditional promises to give with collection periods through September 30, 2028. Pledges are recorded after discounting to the present value of future cash flows, using risk free interest rates ranging from 0.98% and 4.60%. The risk free interest rates are established in the year the donor makes the unconditional promise to give. At September 30, 2024 and 2023, pledges receivable are as follows:

	2024	2023
Receivable in less than one year	\$ 1,167,216	\$ 1,056,221
Receivable in one to five years	2,676,489	2,606,201
	<u>3,843,705</u>	<u>3,662,422</u>
Less discounts to net present value	(186,400)	(234,110)
Less allowance for uncollectible pledges	(14,990)	(5,000)
Net pledges receivable	<u>\$ 3,642,315</u>	<u>\$ 3,423,312</u>

## NOTES TO FINANCIAL STATEMENTS

### **Note 4. Live Exhibits**

At September 30, 2024 and 2023, live exhibits are summarized as follows:

	2024	2023
Mammals	\$ 159,466	\$ 163,835
Birds	109,513	113,001
Reptiles	9,643	12,129
Other	1,565	1,536
	<u>\$ 280,187</u>	<u>\$ 290,501</u>

At September 30, 2024 and 2023, the fair values of live exhibits are not readily determinable. Several factors should be considered when determining the fair value of a live exhibit, such as gender, age, rarity, and class of a specific exhibit. Because of the inherent uncertainty of valuation of a live exhibit, the recorded cost may differ significantly from the values that may be obtained upon sale, trade, or other disposal of an exhibit.

### **Note 5. Land, Building and Equipment**

Major classes of land, building and equipment and accumulated depreciation are as follows:

	2024	2023
Land and landscaping	\$ 5,210,206	\$ 5,212,544
Buildings and improvements	92,185,462	91,271,817
Equipment	9,561,476	8,593,938
Library	14,585	15,023
Construction in progress	24,256,171	3,684,806
	<u>131,227,900</u>	<u>108,778,128</u>
Accumulated depreciation	(51,800,326)	(49,318,452)
	<u>\$ 79,427,574</u>	<u>\$ 59,459,676</u>

Construction in progress for 2024 and 2023, consists of the Main Entry/Manatee Gateway project, which has an estimated completion date in the late Fall or Winter of 2025.

Depreciation expense for the years ended September 30, 2024 and 2023 was \$3,533,200 and \$3,302,207, respectively.

### **Note 6. Net Assets with Donor Restrictions**

Net assets with donor restrictions are available for the acquisition of land, building and equipment and other expenditures related to the master plan as discussed in Note 8. Net assets with donor restrictions are comprised of the following:

	2024	2023
Cash	\$ 734,988	\$ 7,746,817
Accounts receivable	3,368,003	716,345
Pledges receivable	3,642,315	3,423,312
Debt and other liabilities	(5,374,535)	(1,443,600)
	<u>\$ 2,370,771</u>	<u>\$ 10,442,874</u>

**NOTES TO FINANCIAL STATEMENTS**

**Note 7. Net Assets Released from Restrictions**

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes as follows:

	2024	2023
Land, building and equipment acquisitions	\$ 20,579,826	\$ 2,774,562
Other	18,802	6,605
	\$ 20,598,628	\$ 2,781,167

**Note 8. Master Plan and City Funds**

Master Plan:

The Society’s Board of Directors has developed a Master Plan for the renovation and expansion of the Zoo. The Society revises the Master Plan periodically to reflect the needs of the Zoo and the direction for which future exhibits will take. The Society’s current Master Plan projects approximately \$103 million will be expended through 2024 to further enhance the Zoo experience.

Administrative salaries for administration and management of the Master Plan are included in Master Plan expenses based on estimates of actual time incurred. Master Plan expenses include the following for the years ended September 30, 2024 and 2023:

	2024	2023
Administrative salaries	\$ -	\$ -
Fundraising	-	-
Other	18,803	6,605
	\$ 18,803	\$ 6,605

City of Jacksonville Appropriations:

Appropriations of \$1,950,114 and \$1,282,500 were received from the City in support of the Society's operations in 2024 and 2023. Disbursements related to City appropriations are detailed as follows:

2024 Contract 668239-24				
	Budget	10/01/23 - 9/30/24	Received In Prior Audit Periods	Remaining Balance
<u>Receipts</u>				
Appropriations	\$ 1,950,114	\$ 1,950,114	\$ -	\$ -
<u>Expenditures</u>			Spent in Prior Audit Periods	Remaining Balance
Salaries and benefits	\$ 1,624,850	\$ 1,624,850	\$ -	\$ -
Utilities	325,264	325,264	-	-
	\$ 1,950,114	\$ 1,950,114	\$ -	\$ -

**NOTES TO FINANCIAL STATEMENTS**

**Note 8. (Continued)**

2023 Contract 650089-23				
Receipts	Budget	10/01/22 - 9/30/23	Received In Prior Audit Periods	Remaining Balance
Appropriations	\$ 1,282,500	\$ 1,282,500	\$ -	\$ -
Expenditures	Budget	10/01/22 - 9/30/23	Spent in Prior Audit Periods	Remaining Balance
Salaries and benefits	\$ 1,065,725	\$ 1,065,725	\$ -	\$ -
Utilities	216,775	216,775	-	-
	\$ 1,282,500	\$ 1,282,500	\$ -	\$ -

City appropriation funds and interest earned are used for the operation and maintenance of the Zoo. The appropriated funds are accounted for in a separate chart of accounts and are used in conjunction with revenues earned from admission charges and sundry sales.

**Note 9. Retirement Plans**

Under provisions of the Jacksonville Zoological Society Retirement Plan (the "Plan"), all full-time personnel of the Society who have attained age 21 are eligible to enter into a compensation reduction agreement, whereby the maximum percentage allowable under the limits of Internal Revenue Code Section 403(b) may be withheld and contributed to the Plan. After one year of full-time employment, the Society provides for a 35% matching contribution on participant contributions not to exceed 5% of employee's compensation per pay period, both part time and full time employees working more than 1,000 hours per year are automatically enrolled in the 403(b) plan at a 6% salary deferral rate with a 1% step increase each year in October until the participant's deferral rate reaches 10%. The Society may also elect to make a discretionary contribution based upon the Society's annual results. The participant's compensation reduction and the Society's matching contribution are 100% vested immediately. The Society's contributions to the Plan were \$267,688 and \$250,058 for the years ended September 30, 2024 and 2023, respectively.

In 2003, the Society created the Jacksonville Zoological Society 457(b) Plan. Full-time employees categorized as Class 1 are eligible to participate in this plan. The Society's contribution to the Plan was \$10,000 for the years ended September 30, 2024 and 2023.

**Note 10. Liquidity and Availability of Resources**

The Society's financial assets available within one year of the statements of financial position date for general expenditures as of September 30, 2024 and 2023 are as follows:

	2024	2023
Cash and cash equivalents	\$ 15,154,336	\$ 24,105,115
Accounts receivable	3,937,610	1,178,945
Pledges receivable	1,167,216	1,056,221
Total financial assets available within one year	20,259,162	26,340,281
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose restrictions	(2,370,771)	(10,442,874)
Total financial assets available to management for general expenditures within one year	\$ 17,888,391	\$ 15,897,407

## NOTES TO FINANCIAL STATEMENTS

### **Note 10. (Continued)**

#### *Liquidity Management*

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

The Society has a line of credit with a bank for up to \$4,000,000 collateralized by pledges receivable. Interest is payable at 1-month SOFR plus 1.75% (effective rate of 6.91% at September 30, 2024) and is due on demand. The line of credit is set to mature on April 30, 2025. The outstanding balance was \$0 for the years ended September 30, 2024 and 2023, respectively.

SUPPLEMENTARY INFORMATION

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

SCHEDULE OF EXPENDITURES OF FINANCIAL AWARDS

Year ended September 30, 2024

State Grantor/Pass-Through Grantor/State Project	CSFA Number	Contract Number	Project Amount	Disbursements/ Expenses
<b><u>STATE PROJECTS:</u></b>				
Florida Fish and Wildlife Conservation Commission Manatee Management & Care	77.059	23166	\$ 2,397,185	\$ 1,675,267
Florida Fish and Wildlife Conservation Commission Manatee Rehabilitation Reimbursement Program	77.013	21071	900,000	<u>159,396</u>
<b>Total Expenditures of State Projects</b>				<u><u>\$ 1,834,663</u></u>
<b><u>GENERAL STATE FUNDING</u></b>				
Florida Department of State General Program Support	45.061	24.c.ps.170.074	100,631	<u>\$ 75,473</u>
<b>Total Expenditures of State Financial Assistance</b>				<u><u>\$ 1,910,136</u></u>

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

NOTES TO SCHEDULE OF EXPENDITURES OF FINANCIAL AWARDS

Year ended September 30, 2024

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1. BASIS OF ACCOUNTING

The accompanying schedule of expenditures of financial awards includes the state grant activity of Jacksonville Zoological Society, Inc. and is prepared on the accrual basis of accounting.

The information in this schedule is presented in accordance with the requirements of Chapter 10.650, *Rules of the Auditor General*. Because the Schedule presents only a selected portion of the operations of Jacksonville Zoological Society, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Jacksonville Zoological Society, Inc.

Type A projects are those state projects with expenditures greater than or equal to \$750,000. All other projects are considered Type B.

2. CONTINGENCIES

Grant monies received by the Society are for specific purposes and are subject to review by the grantor agencies. Such reviews may result in requests for reimbursements due to disallowed expenditures. Based upon prior experience, the Society does not believe that such disallowances, if any, would have a material effect on the financial position of the Society. Management is not aware of any material or questioned or disallowed costs as a result of grant reviews in process or completed.

3. INDIRECT COST RATE

The Society has not elected to use the 10-percent de minimis indirect cost rate allowed under the Chapter 10.650, *Rules of the Auditor General*.

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.  
LIVE EXHIBITS (UNAUDITED)  
September 30, 2024

Class	Order	Families	Species/ Subspecies	Specimens	Financial Statement Basis
Mammalia (mammals)	Afrosoricida	1	1	1	\$ 425
	Artiodactyla	3	9	44	69,310
	Carnivora	4	7	23	609
	Chiroptera	2	4	73	547
	Cingulata	1	1	1	-
	Perissodactyla	2	2	5	5,672
	Pilosa	2	2	5	556
	Primates	8	14	60	10,247
	Proboscidea	1	2	3	72,100
	Rodentia	5	5	10	-
	Tubulidentata	1	1	2	-
			<u>30</u>	<u>48</u>	<u>227</u>
Aves (birds)	Accipitriformes	1	3	5	456
	Anseriformes	2	6	20	440
	Bucerotiformes	1	2	2	-
	Caprimulgiformes	1	1	4	-
	Charadriiformes	4	6	19	806
	Ciconiiformes	4	11	16	2,792
	Coraciiformes	3	4	9	308
	Cuculiformes	2	2	3	498
	Gruiformes	4	5	7	2,794
	Passeriformes	2	2	2	154
	Pelecaniformes	2	2	84	1,355
	Phoenicopteriformes	1	2	70	73,500
	Psittaciformes	4	8	33	1,883
	Sphenisciformes	1	1	30	22,894
	Strigiformes	1	3	5	1,402
	Struthioniformes	1	2	3	231
		<u>34</u>	<u>60</u>	<u>312</u>	<u>109,513</u>
Reptilia (reptiles)	Crocodylia	1	1	5	178
	Squamata Iguania	5	6	21	696
	Squamata Sauria	10	15	33	315
	Squamata Serpentes	9	35	100	3,252
	Testudines	8	16	41	5,202
		<u>33</u>	<u>73</u>	<u>200</u>	<u>9,643</u>
Amhibia (amphibians)	Anura	5	15	99	260
	Caudata	4	4	374	61
	Gymnophiona	1	1	1	-
		<u>10</u>	<u>20</u>	<u>474</u>	<u>321</u>
Arthropoda (invertebrates)	Araneae	1	1	2	-
	Blattodea	1	1	20	-
	Spirobolida	1	1	150	-
		<u>3</u>	<u>3</u>	<u>172</u>	<u>-</u>
Pisces (fish)	Characiformes	1	1	5	-
	Cypriniformes	1	2	164	-
	Cyprinodontiformes	1	1	1,002	-
	Myliobatiformes	3	4	41	1,244
	Perciformes	1	1	4	-
		<u>7</u>	<u>9</u>	<u>1,216</u>	<u>1,244</u>
Totals		<u>117</u>	<u>213</u>	<u>2,601</u>	<u>\$ 280,187</u>

See accompanying independent auditor's report.

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
<u>Great American Insurance Company</u>	
General Liability	
Claims Made or Occurrence	Occurrence
Bodily Injury and Property Damage Combined Single	
Limit - Each Occurrence	\$1,000,000
General Aggregate	\$3,000,000
Products/Completed Operations Aggregate	\$3,000,000
Advertising & Personal Injury	\$1,000,000
Fire Legal Liability	\$100,000
Damage to Premises Rented to You	\$100,000
Medical Payments	\$5,000
Medical Payments - Volunteers	Included in Med pay limit above
Additional Insureds	Manager of Lessor of Premises, Funding Sources, By Contract
Cancellation Clause	90 days except 10 days for non-payment of premium
Defense Inside or Outside	Outside
Primary and Non-Contributory	Included
Waiver of Subrogation	Blanket
Terrorism	Included
Employee Benefits Liability	
Claims Made or Occurrence	Claims Made
Each Claim Limit	\$1,000,000
Aggregate Limit	\$3,000,000
Abuse or Molestation	
Claims Made or Occurrence	Occurrence
Per Person Limit	\$1,000,000
Aggregate Limit	\$3,000,000
Liquor Liability	
Claims Made or Occurrence	Occurrence
Each Common Cause	\$1,000,000
Aggregate Limit	\$3,000,000
Veterinarian Professional Liability	
Claims Made or Occurrence	Occurrence
Each Common Cause	\$1,000,000
Aggregate Limit	\$3,000,000

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
<u>Great American Insurance Company</u>	
Excess Liability Policy	
General Annual Aggregate	\$10,000,000
Per Occurrence Limit	\$10,000,000
Products Completed Operations Aggregate	\$10,000,000
Underlying Limits	
General Liability - Each Occurrence	\$1,000,000
Employee Benefits Liability - Each Claim	\$1,000,000
Abuse & Molestation - Each Claim	\$1,000,000
Liquor Liability - Each Common Cause	\$1,000,000
Automobile Liability - Limit	\$1,000,000
 <u>Great American Insurance Company</u>	
Commercial Auto Coverage	
Bodily Injury & Property Damage	
Combined Single Limit Each Accident	\$1,000,000
Personal Injury Protection	Covered
Uninsured Motorists Bodily Injury - Nonstacked	\$1,000,000
Medical Payments	\$2,000
Comprehensive	Actual Cash Value
Collision	Actual Cash Value
Non-Owned Auto Liability	\$1,000,000
Hired Auto Liability	\$1,000,000
Uninsured Motorist	Covered
Comprehensive	Covered
Collision	Covered
Out-of-State Coverage Extensions	Included
Additional Insured	Blanket
Waiver of Subrogation	Blanket
<u>StarStone Specialty Insurance Company</u>	<u>\$2.5M (50% of \$5M)</u>
<u>Lexington Insurance Company</u>	<u>\$2.5M (50% of \$5M)</u>
<u>Endurance American Specialty Ins Co</u>	<u>\$5M p/o \$7.5M xs \$5M</u>
<u>Navigators Specialty Insurance Company</u>	<u>\$5M p/o \$15M xs \$5M</u>
<u>Evanston Insurance Company</u>	<u>\$5M p/o \$15M xs \$5M</u>
<u>Mt. Hawley Insurance Company</u>	<u>\$5M x \$20M</u>
<u>Obsidian Specialty Insurance Company</u>	<u>\$15M x \$25M</u>
<u>Underwriters at Lloyd's London/Various</u>	<u>\$25M xs \$40M</u>
<u>James River Insurance Company</u>	<u>\$6.5M xs \$65M</u>
	<u>Total - \$71,561,966</u>

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
Commercial Property	
Building	\$66,955,346
Personal Property	\$1,629,280
Equipment	\$2,229,340
EDP	\$648,000
Business Interruption/Extra Expense	\$100,000
Total Insured Value	\$71,561,966
Special Form Perils	Applies
Valuation	Replacement Cost
Coinsurance	Nil
Flood Limit	\$5,000,000 except Special Flood Hazard Area (FEMA), which are \$2,500,000
Earth Movement	\$5,000,000
Accounts Receivable	\$100,000
Debris Removal	25% of direct physical loss or damage payable for all insured property, subject to a maximum sublimit of \$1,000,000
Electronic Data and Media	\$500,000
Errors or Omissions	\$1,000,000, except as Respects Earth Movement, Flood, and Named Storm, where the submit is \$1,000,000
Expediting Expenses	\$100,000
Fine Arts	\$500,000
Fire Brigade Charges and Extinguishing Expenses	\$50,000
Leasehold Interest (including Leasehold Improvements & Betterments)	\$100,000
Limited Pollution Coverage - Annual Aggregate	\$25,000
Miscellaneous Unnamed Locations	\$1,000,000, except as Respects Earth Movement, Flood, and Named Storm, where the submit is \$1,000,000
New Constructions and Additions	\$1,000,000, except as Respects Earth Movement, Flood, and Named Storm, where the submit is \$1,000,000
Newly Acquired Property	\$1,000,000, except as Respects Earth Movement, Flood, and Named Storm, where the submit is \$1,000,000
Outdoor Property	\$500,000
Pairs or Sets	\$10,000
Professional Fees	\$50,000
Property Removed frm Insured Locations	\$100,000
Service Interruption	\$1,000,000
Spoilage	\$25,000
Transit	\$50,000 Per Conveyance
Valuable Papers and Records	\$100,000

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
Inland Marine	
Scheduled Equipment	\$2,229,340
Equipment Rented, Leased, or Borrowed from Others - Any One Occurrence	\$275,000
Electronic Data Processing Equipment	
Computer Systems Total	\$648,000
Valuation	Replacement Cost
Coinsurance	Nil
<u>National Fire Insurance Co of Hartford</u>	
Boiler & Machinery	
Equipment Breakdown	
Limit per Breakdown	\$71,561,966
Property Damage	\$71,461,966
Expediting Expenses	\$1,000,000
Business Income and Extra Expense	\$100,000
Spoilage Damage	\$1,000,000
Utility Interruption	\$1,000,000
Newly Acquired Premises	Included/90 Days
Ordinance or Law	\$1,000,000
Errors and Omissions	\$250,000
Brands and Labels	Included
Civil Authority	30 days
Ingress - Egress	\$25,000
Loss Adjustment Expenses	\$25,000
Off Premies Equipment Coverage	Included
Limited Coverage for Fungus, Wet Rot and Dry Rot	\$15,000
Increased Costs of Loss and Related Expenses for "Green" Upgrades	\$100,000
Refrigerant Contamination	\$1,000,000
Undamaged Stock	\$1,000,000
Data and Media	\$1,000,000
Hazardous Substances	\$1,000,000
Water Damage	\$100,000
Extended Period of Restoration	30 Days
Ordinary Payroll	Included
Business Income and/or Extra Expense	\$1,000,000
Data of Media	\$100,000
Utility Interruption	\$100,000
Valuation	Replacement Cost

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
Equipment Schedule:	
Train	\$374,920
Train Car	\$35,000
Train Car	\$35,000
Train Car	\$35,000
30 single strollers @ \$230 each	\$6,900
30 double strollers @ \$260 each	\$7,800
8 Wheelchairs @ \$329 each	\$2,632
3 20" Wheelchairs @ \$399 each	\$1,197
17 Electric Scooters @ \$2,500 each	\$42,500
XJ 875 Electric Cart L15373	\$5,800
Mayco Concrete Pump	\$7,000
Ditch Witch Model 1020	\$7,350
Electric Welder-Onan	\$2,800
Trash Pump-Electric	\$1,750
Lincoln Shop Welder	\$1,500
Mortar Mixer	\$2,100
Giant Vac Push Blower	\$600
Craftsman Chipper/Shredder	\$800
TC1909 Burle Monitor Camera	\$6,000
JC30 Jetter/Pressure Washer	\$3,700
Rigid Portable Pipe Threader	\$770
Dayton Steam Cleaner	\$2,576
Bosch Bull Dog Hammer Drill	\$700
Backhoe Attachment	\$3,000
Kubota L2850 Tractor	\$12,000
Generac 10000EXL Portable Generator	\$4,800
Delta Jointer	\$600
3 EZ GO Cart	\$6,200
1 EZ GO Cart	\$6,700
1 EZ GO Cart	\$4,400
1 EZ GO Cart- Executive	\$5,300
5 EZ GO Cart Workhouse @ \$4,940 each	\$24,700
Kubota B7800HSO Tractor	\$15,680
8 E Z Go Golf Carts	\$16,000
8 E Z Go Golf Carts (Green)	\$2,200
Shuttle 6 Flat Bed	\$6,900
Vermeer RT60 Trencher 5.5HP 3" Shark (1VRX051J041000597)	\$2,677
The Carriage Works, themed Cold Cart	\$8,945

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
5.5HP OHV 26" Mid Tine Tiller FAMJ-1001658	\$1,222
John Deere 3 ft Frontier RotorTiller MCRT1250X-400219	\$2,630
Earth Auger with adapter & 3 augers 162019077	\$1,295
Elephant Barn Generator	\$3,228
Gas Sterilizer Unit	\$4,479
EZ-Go Cart	\$6,853
VS2 Chemistry System	\$11,927
Drain Cleaning Machine	\$860
3 Gas Portable Generators	\$4,857
Fireproof Media Safe	\$1,939
EZ-Go Cart	\$2,400
Limo Cart	\$5,500
Animal Medical Center Generator - 70KW, 3 phase generator with 200 amps per phase output	\$50,000
Caterpillar XQ30, Sound Attenuated Trailer Mounted Package Generator Set - JRRT00116	\$14,263
76 X 24 Modular Unit CPD-16162	\$40,000
1984 40 X 80 Container Office with Storage CTI03135	\$4,023
Synthetic Ice Rink	\$33,000
Caterpillar Backhoe Loader - HWD02534	\$58,300
2 Gateway Ticketing Kiosks	\$28,000
Food Service Flatbed Cart	\$3,985
Titanaboa Sculpture	\$35,000
Anesthesia Table/Wall Unit with Vaporizer	\$2,969
Ultrasound Unit with Probes	\$48,895
Cleveland Range - Electric Tilt Skillet	\$11,145
Digital Radio System with 2 EVX-R70 Vertex Standard Digital Analog Repeaters, 2 Mobile Duplexers, 160 Vertex Standard EVX-530 Series Radios and 2 EVX-5400-G7-45 Radio Base Stations	\$60,123
Power Breezer Mobile Cooling Unit	\$4,172
2 Regular Carts & 2 Flatbed Carts	\$14,974
Stroller Barn Addition	\$10,845
Generac Manual Transfer Generator	\$3,245
Baker Sound Attenuated Pump	\$45,000
International TRAM Set, 2002 Trailer & 2005 Trailer	\$42,000
Gravely Pro Turn 252 52" 27hp ZT Mower	\$8,462
2017 Cushman Electric Shuttle Cart	\$10,525
2014 Yamaha Electric Drive Cart	\$4,669
Cleveland Range SteamCraft 21CGA5 Ultra 5 Convection Steamer	\$8,743

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
Doyon Food Warmer Display Case	\$1,575
Bleachers - 2 sets	\$36,926
Kubota Tractor with Front Loader	\$18,375
LAN Workstations - Steel Sentry (2)	\$8,502
2017 Cushman Electric Shuttle Cart with Extended Cargo Deck	\$10,966
2013 Yamaha Drive Electric Cart with Aluminum Bed	\$4,656
Park Services Flatbed Cart	\$6,187
Bush Hog Mower	\$2,754
Mindray GLE5S Endorectal Reproductivity Probe	\$3,750
Mitsubishi Forklift - AF13G01493	\$31,880
Mitsubishi Forklift - AF13G01491	\$31,880
Leased Trailer CPX-74998	\$38,395
Leased Trailer CPX-76424	\$38,395
Leased Trailer CPX-74997	\$38,395
Leased Trailer CPX-76426	\$38,395
Leased Trailer CPX-72070	\$38,395
Cisco Phone System	\$57,398
Yamaha 6 Passenger Cart	\$3,500
Speedrooter 92 Drain/Sewer Cleaning Machine	\$2,548
Miller Multiprocess Welder - 120V	\$3,256
Gator Utility Vehicle	\$8,100
Gator Utility Vehicle	\$8,100
Inflatables - Animals - 10	\$42,589
Trash Pump	\$1,953
Reach-In Freezers (2)	\$8,029
Flatbed Trailer	\$1,045
Carport With Side Panels	\$8,796
Anesthesia Machine - Small Animal	\$4,720
Cart - Administration	\$14,844
Utility Cart - Education	\$15,669
Limo Cart - Hospital	\$18,340
Utility Cart	\$15,669
Utility Cart	\$15,669
Utility Cart	\$15,669
Trash Compactor - Electric	\$5,788
Server - Smart Ups - 2	\$11,236
Verifone - Pos Cc Devices -30	\$26,250
Portable Generator - X-Ray Machine	\$11,422
X-Ray Unit	\$61,100

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
Compact Track Loader Caterpillar	\$83,553
Backhoe Loader 2023 Caterpillar	\$140,646
<u>Zenith Insurance Company</u>	
Workers Compensation Insurance	Florida
Employer's Liability Insurance	
Each Accident	\$1,000,000
Disease - Each Employee	\$1,000,000
Disease - Policy Limit	\$1,000,000
<u>Travelers Casualty &amp; Surety Company</u>	
Employee Theft Limit	\$1,000,000
Jacksonville Zoological Society 403(b)	
Retirement Plan (ERISA) Fidelity	\$1,000,000
Welfare and Pension Plan ERISA Compliance	Included
Volunteers Included as Employees	Included
Forgery or Alteration	\$1,000,000
Money & Securities Inside or Outside	\$1,000,000
Money Order/Counterfeit Currency	\$1,000,000
Computer Fraud	\$1,000,000
Computer Program and Electronic Data Restoration Expense	\$100,000
Funds Transfer Fraud	\$1,000,000
Claim Expense	\$5,000
Social Engineering	\$500,000
Fiduciary Liability	
Limit of Liability	\$1,000,000
Settlement Program Limit of Liability	\$250,000
HIPAA Limit of Liability	\$1,000,000
Terms and Conditions	Discovery Form
<u>Western Surety Company</u>	
Snake Handler Bond	\$10,000
<u>Philadelphia Indemnity Insurance</u>	
Director's & Officers Insurance Liability, including	
Employment Practices Liability	\$5,000,000
Claims Made or Occurrence	Claims Made
Limit of Liability Aggregate	\$5,000,000
Side A Separate Limit	\$500,000
Workplace Violence	\$1,000,000

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
Limit of Liability Each Claim	\$5,000,000
Crisis Event Expenses - Sublimit	\$1,000,000
Excess Benefit Transaction Taxes - Sublimit	\$5,000,000
Employment Practices and Third Party Liability	\$5,000,000
Wage & Hour - Defense Sublimit	\$5,000,000
Workplace Violence Act Expenses - Sublimit	\$2,000,000
Immigration Claim Defense Costs - Sublimit	\$100,000
Cyber Breach Invasion of Privacy Defense Costs - Submit	\$25,000
Employed Lawyers - Submit	\$5,000
Insuring Agreements	
Entity Coverage	Included
Individual Director's & Officers	Included
Employment Practices Liability	Included
Employment Practices Liability - 3rd Party	Included
Prior Acts	Included
Business Travel	\$50,000
Conference Cancellation	\$25,000
Donation Assurance	\$50,000
Emergency Real Estate Consulting Fee	\$50,000
Fundraising Event Blackout	\$25,000
Image Restoration and Counseling	\$50,000
Identity Theft Expense	\$50,000
Key Individual Replacement Expense	\$50,000
Kidnap Expense	\$50,000
Political Unrest	\$5,000 per employee; \$25,000 policy limit
Temporary Meeting Space Reimbursement	\$25,000
Terrorism Travel Reimbursement	\$50,000
Travel Delay Reimbursement	\$1,500
Workplace Violence Counseling	\$50,000
Terrorism	Included
<u>Travelers Casualty &amp; Surety Company</u>	
Cyber Liability	
Claims Made or Occurrence	Claims Made
Retroactive Date	Full Prior Acts
Pending & Prior Date	10/24/2016
Policy Aggregate Limit of Liability	\$1,000,000
Privacy and Security	\$1,000,000
Payment Card Costs	\$1,000,000

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
Media Liability	\$1,000,000
Regulatory Proceedings	\$1,000,000
Breach Response	
Privacy Breach Notifications	1,000,000 impacted parties
Computer and Legal Experts	\$1,000,000 - Separate Form from CyberRisk Aggregate Limit
Betterment	\$100,000
Cyber Extortion	\$1,000,000
Data Restoration	\$1,000,000
Public Relations	\$1,000,000
Cyber Crime	
Social Engineering Fraud	\$100,000
Telecom Fraud	\$100,000
Business Loss	
Business Interruption	\$1,000,000
Dependent Business Interruption	\$500,000
Dependent Business Interruption - System Failure	\$500,000
Dependent Business Interruption - Outsource Provider	\$500,000
Dependent Business Interruption - Outsource Provider - System Failure	\$500,000
Reputation Harm	\$250,000
System Failure	\$1,000,000
Accounting Costs Limit	\$25,000
 <u>Commerce and Industry Insurance Company</u>	
Pollution Liability	
Each Incident	\$1,000,000
Aggregate Limit	\$2,000,000
 <u>Ascot Insurance Company</u>	
Marine General Liability, including Marina Operators Legal Liability	
Per Occurrence Limit	\$1,000,000
General Aggregate	\$2,000,000
Products and Completed Operations Aggregate	\$1,000,000
Personal & Advertising Injury per Occurrence	\$1,000,000
Fire Damage to Premises Rented to the Insured	\$50,000
Medical Payments	\$5,000
All Limits inclusive of all costs of defense, legal fees and investigation	
 <u>The Insurance Company of the State Of Pennsylvania</u>	
Foreign Commercial General Liability	

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
Master Control Program Aggregate Limit	\$4,000,000
General Aggregate Limit	\$2,000,000
Products Completed Operations Aggregate Limit	\$2,000,000
Each Occurrence Limit	\$1,000,000
Damage to Premises Rented to You Limit	\$1,000,000
Personal and Advertising Injury Limit - any one person or organization	\$1,000,000
Medical Expense Limit - any one person	\$50,000
Dismemberment and Fatality Expense Aggregate Limit	\$100,000
Dismemberment and Fatality Expense Limit - any one person	\$25,000
Bereavement and Trauma Counseling Expenses and Repatriation of Mortal Remains Aggregate Limit	\$25,000
Bereavement Counseling Expense Limit - any one immediate family member	\$5,000
Trauma Counseling Expense Limit - any one person or immediate family member	\$5,000
Repatriation of Mortal Remains Limit - any one decedent	\$5,000
Employee Benefits Annual Aggregate	\$1,000,000
Each Wrongful Act or Series of Related Wrongful Acts Limit	\$1,000,000
Crisis Response Aggregate Limit	\$300,000
Crisis Response Costs Limit - any one crisis event	\$250,000
Crisis Management Loss Limit - any one crisis event	\$50,000
Employee Criminal Defense Annual Aggregate	\$25,000
Employee Criminal Defense Limit - any one employee	\$10,000
Archaeological Liability Aggregate Limit	\$100,000
Archaeological Liability Limit - any one discovery	\$25,000
Wildfire Suppression Costs Aggregate Limit	\$250,000
Wildfire Suppression Costs Limit - any one occurrence	\$100,000
Reputational Defense Aggregate Limit	\$100,000
Reputational Defense Limit - any one reputation attack	\$25,000
Tax Liability Aggregate Limit	\$50,000
Tax Liability Payment Limit - any one occurrence, offense, wrongful act or discovery	\$50,000

Foreign Business Auto Liability And Physical Damage

(Continued)

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

INSURANCE IN FORCE (UNAUDITED)

September 30, 2024

Coverage	Amount
Liability Coverage Limit - Any One Accident	\$1,000,000
Medical Expense Coverage - Each Accident Limit	\$50,000
Hired Autos	\$50,000
Foreign Voluntary Compensation and Employers Liability	
Employee Injury Benefits Insurance	
Supplemental Repatriation Expense	\$1,000,000 Per Person
Employers Liability Coverage	
Injury by Accident - Each Accident	\$1,000,000
Injury by Disease - Coverage Part Limit	\$1,000,000
Injury by Disease - Each Employee	\$1,000,000
Emergency Security and Political Evacuation - Per Occurrence/No Aggregate	\$25,000
Foreign Commercial Travel Accident and Sickness	
Accidental Death and Dismemberment	
Principal Sum Insured	\$100,000
Aggregate Limit - Any One Accident	\$1,000,000
Accidental and Sickness Medical Expense	
Covered Medical Expense - Each Insured Person, Each Injury or Sickness	\$50,000
Emergency Medical Evacuation	
Covered Expenses - Each Insured Person	\$100,000
Emergency Family Travel	
Covered Expenses - Each Insured Person	\$10,000
Maximum - All Insured Persons, Any One Accident or Sickness	\$25,000
Repatriation of Remains	
Covered Expenses - Each Insured Person	\$25,000
Maximum - All Insured Persons, Any One Accident or Sickness	\$100,000
Corporate Kidnap and Ransom	
Ransom	\$1,000,000 - each Insured Event
In-Transit/Delivery	\$1,000,000 - each Insured Event
Expenses	\$1,000,000 - each Insured Event
Consultant Expense	\$1,000,000 - each Insured Event
Judgments, Settlements and Defense	\$1,000,000 - each Insured Event
Death or Dismemberment	\$100,000 - each Insured Person
Disappearance	\$1,000,000 - each Insured Event
Hostage Crisis	\$10,000 - each Insured Person
Threat	\$20,000 - each Insured Event
Express Kidnapping	\$10,000 - each Insured Person
Coverage Part Aggregate Limit	\$25,000 - each Insured Event
	\$10,000 / \$25,000 - each Insured Event/Annual Aggregate
	\$10,000,000

See accompanying independent auditor's report



To the Board of Directors  
Jacksonville Zoological Society, Inc.  
Jacksonville, Florida

**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***

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Jacksonville Zoological Society, Inc. (the "Society") (a nonprofit organization), which comprise the statements of financial position as of September 30, 2024 and 2023, 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 27, 2025.

**Report on Internal Control Over Financial Reporting**

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



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**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***

**Report on Compliance and Other Matters**

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

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Society'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 Society's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Smoak, Davis & Nixon LLP*

Jacksonville, Florida  
January 27, 2025



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To the Board of Directors  
Jacksonville Zoological Society, Inc.  
Jacksonville, Florida

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

**Report on Compliance for Each Major State Project**

***Opinion on Each Major State Project***

We have audited Jacksonville Zoological Society, Inc.'s (the "Society") compliance with the types of compliance requirements identified as subject to audit in the Department of Financial Services' *State Projects Compliance Supplement*, that could have a direct and material effect on each of the Society's major state projects for the year ended September 30, 2024. The Society's major state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Society 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 state projects for the year ended September 30, 2024.

***Basis for Opinion on Each Major State Project***

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 Chapter 10.650, *Rules of the Auditor General*. Our responsibilities under those standards and Chapter 10.650, *Rules of the Auditor General* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Society and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major state project. Our audit does not provide a legal determination of the Society's compliance with the compliance requirements referred to above.



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

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Society's state projects.

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Society's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and Chapter 10.650, *Rules of the Auditor General* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Society's compliance with the requirements of each major state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and Chapter 10.650, *Rules of the Auditor General*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Society's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Society's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with Chapter 10.650, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of Society's internal control over compliance. Accordingly, no such opinion is expressed.



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

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

**Report on 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 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 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 state project or 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 Chapter 10.650, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

*Smoak, Davis & Nixon LLP*

Jacksonville, Florida  
January 27, 2025

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS -  
STATE PROJECTS

For the Year Ended September 30, 2024

**SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements**

Type of auditor's report issued:	<u>Unmodified</u>		
Internal control over financial reporting:			
Material weakness(es) identified?	<u>      </u> Yes	<u>      </u> X	<u>      </u> No
Significant deficiency(ies) identified?	<u>      </u> Yes	<u>      </u> X	<u>      </u> None reported
Noncompliance material to financial statement noted?	<u>      </u> Yes	<u>      </u> X	<u>      </u> No

**STATE PROJECTS**

Internal control over major projects:			
Material weakness(es) identified?	<u>      </u> Yes	<u>      </u> X	<u>      </u> No
Significant deficiency(ies) identified?	<u>      </u> Yes	<u>      </u> X	<u>      </u> None reported
Type of auditor's report issued on compliance for major projects:	<u>Unmodified</u>		
Any audit findings disclosed that are required to be reported in accordance with Chapter 10.650?	<u>      </u> Yes	<u>      </u> X	<u>      </u> No

Identification of major projects:

State Projects	CSFA No.
Florida Fish and Wildlife Conservation Commission Manatee Management & Care	77.059

JACKSONVILLE ZOOLOGICAL SOCIETY, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS -  
STATE PROJECTS

For the Year Ended September 30, 2024

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**SUMMARY OF AUDITOR'S RESULTS**

Dollar threshold used to distinguish between  
Type A and Type B projects - State Projects: \$750,000

**FINDINGS - FINANCIAL STATEMENTS**

None

**FINDINGS and QUESTIONED COSTS - MAJOR STATE PROJECTS**

None

**No management letter is required because there were no findings required to be reported in the management letter.**

**No Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to State projects.**