

**SENIOR RESOURCE ASSOCIATION, INC.**

**FINANCIAL REPORT**

**YEAR ENDED JUNE 30, 2024**



**MAULDIN & JENKINS**

**CPAs & ADVISORS**

SENIOR RESOURCE ASSOCIATION, INC.

FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2024

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## INDEPENDENT AUDITOR'S REPORT

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**Board of Directors**  
**Senior Resource Association, Inc.**  
**Bradenton, Florida**

### ***Opinion***

We have audited the accompanying financial statements of Senior Resource Association, Inc. (a non-profit organization) (the "Organization"), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses and cash flows for the year 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 position of the Organization as of June 30, 2024, 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.

### ***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 Organization and to meet our other ethical responsibilities in accordance with the 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 audit opinion.

### ***Correction of Error***

As discussed in Note 2 to the financial statements, The Organization's net assets as of the beginning of the year have been adjusted to decrease net assets with donor restrictions in the amount of \$213,912 to properly account for promises to give. Our opinion is not modified with respect to that matter.

### ***Responsibilities of Management 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, 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 Organization's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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### ***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.

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 Organization'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 Organization'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 certain internal control-related matters that we identified during the audit.

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**Supplementary 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, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.650 Rules of the Auditor General the schedule of functional expenses as required by the department of elder affairs is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and the schedule of functional expenses as required by the department of elder affairs 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 December 20, 2024, on our consideration of the Organization'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 Organization'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 Organization's internal control over financial reporting and compliance.



Bradenton, Florida  
December 20, 2024

**SENIOR RESOURCE ASSOCIATION, INC.**

**STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2024**

<b>ASSETS</b>	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
<b>CURRENT ASSETS</b>			
Cash	\$ 998,526	\$ 437,628	\$ 1,436,154
Accounts receivable, net of allowance for doubtful accounts of \$11,403	30,087	-	30,087
Grants receivable	1,496,815	-	1,496,815
Promises to give	56,044	159,804	215,848
Other	42,781	-	42,781
Prepaid expenses	271,534	-	271,534
	<u>2,895,787</u>	<u>597,432</u>	<u>3,493,219</u>
<b>NONCURRENT ASSETS</b>			
Cash restricted for capital projects	-	99,569	99,569
Cash restricted for endowment	-	381	381
Property and equipment, at cost, net	1,292,465	2,363,633	3,656,098
Right of use assets	39,704	-	39,704
Endowment	-	117,028	117,028
Deposits	7,095	-	7,095
	<u>1,339,264</u>	<u>2,580,611</u>	<u>3,919,875</u>
<b>TOTAL ASSETS</b>	<u>\$ 4,235,051</u>	<u>\$ 3,178,043</u>	<u>\$ 7,413,094</u>
<b>LIABILITIES AND NET ASSETS</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable	\$ 582,646	\$ -	\$ 582,646
Accrued expenses and other liabilities	367,299	-	367,299
Current portion of lease liabilities	43,448	-	43,448
	<u>993,393</u>	<u>-</u>	<u>993,393</u>
Without donor restrictions			
Undesignated	3,241,658	-	3,241,658
With donor restrictions			
Time or purpose	-	3,068,043	3,068,043
Perpetual	-	110,000	110,000
<b>TOTAL NET ASSETS</b>	<u>3,241,658</u>	<u>3,178,043</u>	<u>6,419,701</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 4,235,051</u>	<u>\$ 3,178,043</u>	<u>\$ 7,413,094</u>

See Notes to Financial Statements.

**SENIOR RESOURCE ASSOCIATION, INC.**

**STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2024**

	<b>Net Assets Without Donor Restrictions</b>	<b>Net Assets With Donor Restrictions</b>		<b>Total</b>
		<b>Time or Purpose</b>	<b>Perpetual</b>	
<b>Program revenue</b>				
Federal grants	\$ 4,941,482	\$ 496,586	\$ -	\$ 5,438,068
State grants	5,634,188	-	-	5,634,188
Local grants	2,613,856	-	-	2,613,856
Program service fees	367,111	-	-	367,111
Contributions	287,224	530,247	60,000	877,471
In-kind contributions	-	-	-	-
Special events, net	538,569	-	-	538,569
Net assets released from restrictions	1,442,990	(1,442,990)	-	-
Total program revenue	<u>15,825,420</u>	<u>(416,157)</u>	<u>60,000</u>	<u>15,469,263</u>
<b>Other revenue</b>				
Investment income, net	27,274	9,776	-	37,050
Miscellaneous income	5,029	-	-	5,029
Total other revenue	<u>32,303</u>	<u>9,776</u>	<u>-</u>	<u>42,079</u>
Total revenue	<u>15,857,723</u>	<u>(406,381)</u>	<u>60,000</u>	<u>15,511,342</u>
<b>Expenses</b>				
<b>Program services</b>				
Transportation	9,481,115	-	-	9,481,115
Adult enrichment and respite	793,797	-	-	793,797
Senior support services	1,534,686	-	-	1,534,686
Meals on Wheels	1,532,643	-	-	1,532,643
Public guardian program	294,060	-	-	294,060
	<u>13,636,301</u>	<u>-</u>	<u>-</u>	<u>13,636,301</u>
<b>Supporting services</b>				
Management and general	1,937,068	-	-	1,937,068
Fundraising	585,306	-	-	585,306
	<u>2,522,374</u>	<u>-</u>	<u>-</u>	<u>2,522,374</u>
Total expenses	<u>16,158,675</u>	<u>-</u>	<u>-</u>	<u>16,158,675</u>
Change in net assets	(300,952)	(406,381)	60,000	(647,333)
Net assets, beginning of year as originally stated	3,542,610	3,688,336	50,000	7,280,946
Prior period adjustment	-	(213,912)	-	(213,912)
Net assets, beginning of year as restated	<u>3,542,610</u>	<u>3,474,424</u>	<u>50,000</u>	<u>7,067,034</u>
Net assets, end of year	<u>\$ 3,241,658</u>	<u>\$ 3,068,043</u>	<u>\$ 110,000</u>	<u>\$ 6,419,701</u>

**See Notes to Financial Statements.**

**SENIOR RESOURCE ASSOCIATION, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Passenger Transportation</u>	<u>Direct Elderly Care</u>	<u>Social Services</u>	<u>Home Delivered Meals</u>	<u>Guardian Program</u>
Salaries	\$ 2,762,063	\$ 411,965	\$ 278,105	\$ 393,598	\$ 159,159
Payroll taxes	230,497	33,173	22,198	34,650	12,614
Fringe benefits	246,704	46,820	38,095	36,791	19,427
Employment expenses	98,726	9,018	6,062	63,284	9,758
Retirement	62,831	11,988	9,584	9,240	4,883
Travel	4,858	467	468	2,440	2,311
Communications and postage	19,979	2,300	5,463	8,483	1,725
Utilities	21,790	22,523	3,974	11,550	1,543
Printing and supplies	55,018	29,908	31,730	19,962	1,889
Fuel	619,655	-	282	7,877	-
Meals	-	19,333	-	806,392	-
Maintenance and repairs	805,731	9,505	8,155	26,993	3,245
Professional fees	161,591	13,352	9,653	18,704	49,517
Dues and subscriptions	15,377	1,433	601	1,357	1,540
Community outreach	22,972	4,338	2,333	2,674	693
Licenses and fees	850	1,646	122	1,331	65
Equipment	12,962	169	3,825	990	614
Client expenses	790	-	1,081,803	-	-
Advertising	24,756	10,733	4,827	3,392	2,566
Insurance	224,858	27,950	4,209	18,794	10,865
Subcontract services	3,137,644	199	-	-	-
Occupancy	220,779	52,393	19,406	27,027	11,646
Depreciation	709,135	84,146	3,681	34,837	-
Fundraising expense	-	-	-	-	-
Other	21,549	438	110	2,277	-
<b>Total expenses</b>	<u>\$ 9,481,115</u>	<u>\$ 793,797</u>	<u>\$ 1,534,686</u>	<u>\$ 1,532,643</u>	<u>\$ 294,060</u>

See Notes to Financial Statements.

(Continued)

**SENIOR RESOURCE ASSOCIATION, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Total Program Expenses</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total Expenses</u>
Salaries	\$ 4,004,890	\$ 1,222,657	\$ 148,627	\$ 5,376,174
Payroll taxes	333,132	91,946	11,327	436,405
Fringe benefits	387,837	130,402	12,524	530,763
Employment expenses	186,848	44,418	8,150	239,416
Retirement	98,526	38,176	7,731	144,433
Travel	10,544	7,669	347	18,560
Communications and postage	37,950	17,409	2,271	57,630
Utilities	61,380	11,836	737	73,953
Printing and supplies	138,507	19,736	8,252	166,495
Fuel	627,814	-	-	627,814
Meals	825,725	-	-	825,725
Maintenance and repairs	853,629	55,906	23,800	933,335
Professional fees	252,817	151,094	95,684	499,595
Dues and subscriptions	20,308	2,803	450	23,561
Community outreach	33,010	-	3,415	36,425
Licenses and fees	4,014	63	436	4,513
Equipment	18,560	3,304	1,308	23,172
Client expenses	1,082,593	-	-	1,082,593
Advertising	46,274	6,903	1,626	54,803
Insurance	286,676	60,684	3,132	350,492
Subcontract services	3,137,843	8,958	-	3,146,801
Occupancy	331,251	63,104	23,343	417,698
Depreciation	831,799	-	259	832,058
Fundraising expense	-	-	223,915	223,915
Other	24,374	-	7,972	32,346
<b>Total expenses</b>	<u>\$ 13,636,301</u>	<u>\$ 1,937,068</u>	<u>\$ 585,306</u>	<u>\$ 16,158,675</u>

See Notes to Financial Statements.

SENIOR RESOURCE ASSOCIATION, INC.

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2024

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**CASH FLOWS FROM OPERATING ACTIVITIES**

Decrease in net assets	\$ (647,333)
Adjustments to reconcile decrease in net assets to net cash provided by operating activities	
Depreciation	832,058
Donated lease expense	159,804
Realized and unrealized gains	(8,438)
Endowment contributions	(60,000)
Change in assets and liabilities	
(Increase) in grants and accounts receivable	(38,006)
Decrease in promises to give	35,756
Decrease in other assets	50,192
(Increase) in prepaid expenses	(18,743)
(Decrease) in accounts payable	(82,631)
Increase in accumulated paid time off	138,939
(Decrease) in accrued expenses	(54,001)
Net cash provided by operating activities	<u>307,597</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of property and equipment	(566,157)
Purchase of investments	<u>(61,338)</u>
Net cash (used in) investing activities	<u>(627,495)</u>

**CASH FLOWS FROM FINANCING ACTIVITIES**

Endowment contributions	<u>60,000</u>
Net cash provided by financing activities	<u>60,000</u>

Net (decrease) in cash (259,898)

Cash, beginning of year 1,796,002

Cash, end of year \$ 1,536,104

**See Notes to Financial Statements.**

**SENIOR RESOURCE ASSOCIATION, INC.**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2024**

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**NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Senior Resource Association, Inc. (the “Organization”) is a not-for-profit organization that was formed to promote independence and dignity within the community by providing services to older adults and transportation to all. The Organization was incorporated under Internal Revenue Code Section 501(c)(3) in January 1974 to provide programs and services designed to support an active, healthy, independent life for older adults. The Organization assists seniors and their families in finding the resources they seek that meet a senior’s individual needs and provide programs and volunteer opportunities for active older adults. Key programs include transportation, adult enrichment and respite, senior support services, meals on wheels and public guardian. The Organization is recognized as the lead agency in Indian River County for home and community-based services for older adults. In addition, the Organization is contracted by Indian River County as the community transportation coordinator operating GoLine, a public transit system and Community Coach, a door-to-door transportation program. The Organization is also contracted by Martin County as the community transportation coordinator operating the Martin County Community Coach.

Significant accounting policies are as follows:

**Basis of Accounting**

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables, and other liabilities.

The accompanying financial statements have been prepared in conformity with the disclosure and display requirements of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Accordingly, net assets are reported in each of the following two classes: (1) net assets without donor restrictions, and (2) net assets with donor restrictions.

Net assets with donor restrictions are created only by donor-imposed restrictions on their use. All other net assets, including Board designated or appropriated amounts, are legally unrestricted and are reported as part of net assets without donor restrictions.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Revenue Recognition

Revenue from program service fees contracts with customers consists solely of program service fees and includes contracts with clients to provide adult enrichment, respite programs and nutrition services. Revenues for these services are recorded during the period, or at the point in time when obligations to provide services are satisfied. Performance obligations for adult enrichment and respite services are generally satisfied over time and revenues are recognized based on charges incurred in relation to total expected charges. Performance obligations for these services are generally satisfied by the Organization over the duration of the program, typically a period of less than one day. Performance obligations for nutrition services are satisfied at the point in time the service is rendered. Contractual relationships with clients, in most cases involve a third-party payor (Medicare, Medicaid, managed care health plans, and commercial insurance plans) and the transactions prices for the services provided are dependent upon the terms provided by or negotiated with those third-party payors. Revenue recognized over time and at the point in time totaled \$258,274 and \$108,837, respectively, for the year ended June 30, 2024.

Revenues are based upon the estimated amounts expected to be received from customers and third-party payors. Estimates of contractual adjustments are based upon the payment terms specified in the related contractual agreements.

The Organization has contracted to provide non-emergency transportation services and in-home services such as homemaking, respite, and case management, to all eligible Medicaid clients. Reimbursement from Medicaid is based on units of service provided.

Laws and regulations concerning government programs, including Medicare and Medicaid, are complex and subject to varying interpretation. Compliance with such laws and regulations may also be subject to future government review and interpretation and could result in significant regulatory action, including fines, penalties and potential exclusion from the related programs. There can be no assurance that regulatory authorities will not challenge the Organization's compliance with these laws and regulations, and it is not possible to determine the impact, if any, such claims would have upon the Organization. In addition, other third-party payors also provide for retroactive audit and review of claims. Settlements with third-party payors for retroactive revenue adjustments are considered variable consideration and have not been historically significant.

Grant awards are either recorded as contributions or exchange transactions based on criteria contained in the grant award.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Management 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.

#### Accounts Receivable and Allowance for Credit Losses

Accounts receivable are recorded at their net realizable value. Accounts receivable are based on services performed prior to year-end, but not collected as of the statement of financial position date. The allowance method is used to determine uncollectible receivables. The allowance for credit losses is based on prior year experience and management's analysis. At June 30, 2024 the allowance for credit losses was \$11,403.

Under the current expected credit loss model, the allowance for credit losses ("ACL") on account receivables is a valuation allowance estimated at each balance sheet date in accordance with GAAP that is deducted from the amortized cost basis of contract receivables to present the net amount expected to be collected.

The Organization estimates the ACL on account receivables based on the amount billed to customers for services and measures expected credit losses of contract receivables on an individual basis where all or a portion of the balance exceeds 90 days from the invoice date. Based on the assessment of the customer's current creditworthiness, the Organization estimates the portion, if any, of the balance that will not be collected. Receivables are written off as a charge to the allowance for credit losses when, in management's estimation, it is probable that the receivable is worthless.

The Organization's methodologies for estimating the ACL consider available relevant information about the collectability of cash flows, including information about past events, current conditions, and reasonable and supportable forecasts. The methodologies apply historical loss information, adjusted for asset-specific characteristics, economic conditions at the measurement date, and forecasts about future economic conditions over a period that has been determined to be reasonable and supportable.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### **Contributions**

Unconditional promises to give, cash and other assets are reported at estimated fair value at the date the promise is received. Conditional promises to give are recognized when the conditions are substantially met, and indications of intentions to give are reported at fair value at the date the gift is received. The gifts are reported 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 as net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Contributions with donor-imposed restrictions that are met in the same reporting period are reported as support without donor restrictions.

#### **Cash and Cash Equivalents**

For purposes of the statements of cash flows, cash equivalents, and restricted cash include cash on hand, time deposits, certificates of deposit and all highly liquid debt instruments with original maturities of three months or less. Temporary cash held in the Organization's endowment investment fund is classified as investments and not considered to be cash for purposes of the statement of cash flows.

#### **Investments**

Investments in equity securities with readily determinable fair values and all investments in debt securities are measured at fair value based on quoted market prices. Increases and decreases in fair value are recognized in the period in which they occur and the carrying values of the investments are adjusted to reflect these fluctuations. Cash and cash equivalents designated for long-term purposes are classified as investments. Net investment income is reported in the combined statements of activities and consists of interest and dividend income, realized and unrealized capital gains and losses, less external and direct internal investment expenses.

The Organization investments consist of endowment investments, consisting of pooled funds with the Indian River Community Foundation, as described in Note 10.

#### **Fair Value of Financial Instruments**

The Organization has adopted FASB's fair value measurement and disclosure guidance, which provides a framework for measuring fair value under generally accepted accounting principles. This guidance applies to all financial instruments that are being measured and reported on a fair value basis.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Property and Equipment

Property and equipment acquisitions in excess of \$1,000 are recorded at cost, estimated cost, or if donated, at fair value on the date of donation. Depreciation is provided over the estimated useful life of each class of depreciable assets and is computed using the straight-line method.

	<u>Years</u>
Buildings and improvements	7-30
Furniture and fixtures	3-10
Vehicles	5

Maintenance and repairs of property and equipment are charged to operations and major improvements are capitalized. Depreciation expense for the year ended June 30, 2024 was \$832,058.

#### Contributed Use of Long-Lived Assets

Indian River County (the "County") has received on behalf of the Organization, Department of Transportation (the "DOT") Section 5307, Federal Transit Capital and Operation Assistance Formula Grants. Under the grants, the County is the grantee, and the Organization is a sub-recipient. The DOT requires certain capital acquisitions purchased under the grants to be titled to the grantee (the "County"). The County has given the use of these long-lived assets to the Organization, for as long as the Organization remains the County's Community Transportation Coordinator.

The Organization has recorded these assets as capital additions and recognized expenses in the period the long-lived assets are used. Additionally, the contribution is reported as restricted support that increases net assets with donor restrictions. Expense for depreciation is recognized over the asset's useful life, and net assets are periodically reclassified from net assets with donor restrictions to net assets without donor restrictions as these expenses are recognized.

#### Donated Material and Services

The Organization's policy is to record donated materials and equipment at their estimated fair market values at the date of the receipt. No amounts have been reflected in the statements for donated services, since no objective basis is available to measure the value of such services. A substantial number of volunteers donated significant amounts of their time to provide the Organization's services and in its fundraising efforts.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### Income Taxes

The Organization qualifies as a charitable organization as defined by Internal Revenue Code Section 501(c)(3) and, accordingly is exempt from federal income taxes under Internal Revenue Code Section 501(a).

It is the Organization's policy to account for any uncertainties in income tax law in accordance with FASB ASC 740-10, *Accounting for Uncertainty in Income Taxes*. ASC 740-10 clarifies the accounting for uncertain income tax positions and requires that the Organization recognize the impact of such a tax position in its financial statements if, upon ultimate settlement, that position is more-likely-than-not to be sustained. Management has evaluated the Organization's tax positions and concluded that the Organization has maintained its tax-exempt status and has taken no uncertain tax positions that require adjustment to the financial statements. As a result, no provision or liability for income taxes has been included in the financial statements.

#### Functional Allocation of Expenses

The costs of providing various programs and other activities and the administration of the Organization have been summarized on a functional basis in the statement of activities. Salaries and other expenses which are associated with a specific program are charged directly to that program. Administrative and general expenses and other expenses which benefit more than one program are allocated to the various programs based on the relative benefit provided.

#### Advertising

The Organization expenses advertising costs in the period incurred. For the year ended June 30, 2024 advertising costs totaled \$54,803.

#### Recently Adopted Accounting Pronouncements

On July 1, 2023, the Organization adopted ASU 2016-13, *Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*, as amended, which replaces the incurred loss methodology with an expected loss that is referred to as the current credit loss ("CECL") methodology. The measurement of expected credit losses under the CECL methodology is applicable to financial assets measured at amortized cost, including contract receivables.

The Organization adopted ASC 326 using the modified retrospective method for all financial assets measured at amortized cost. Results for reporting periods beginning after July 1, 2023 are presented under ASC 326 while prior period amounts continue to be reported in accordance with previously applicable GAAP. The adoption of the new methodology did not have a financial impact on the Organization.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 2. PRIOR PERIOD ADJUSTMENT

The Organization's net assets as of the beginning of the year have been adjusted to decrease net assets with donor restrictions in the amount of \$213,912 to properly account for unconditional promises to give.

### NOTE 3. LIQUIDITY AND AVAILABILITY

The Organization's working capital and cash flows have seasonal variations during the year attributable to the cash receipts for grants, special events and contributions. The Organization manages liquidity during the year by utilizing the following strategies: operating with a balanced budget which assumes collection of sufficient revenue via contributions, grants, and other sources to cover operating expenditures not covered by donor-restricted resources, regular analysis of actual operating results versus budget, the use of the line of credit, and utilizing available cash from investments, when necessary.

The following table reflects the Organization's total financial assets as of June 30, 2024 and the amounts of those financial assets that could be made available within 12 months to meet operating expenditures:

Financial assets available to meet operating expenditures over the next 12 months

Cash	\$	998,526
Accounts and grants receivable		1,526,902
Promises to give		56,044
Financial assets available to meet operating expenditures	\$	<u>2,581,472</u>

### NOTE 4. PROMISES TO GIVE

Unconditional promises to give consist of the following at June 30, 2024:

Less than one year	\$	56,044
Remaining contributed use of facilities		159,804
	\$	<u>215,848</u>

The Organization evaluates the collectability of its promises to give annually. Management believes that all promises to give are collectible and therefore there no allowance is recorded.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 5. PROPERTY AND EQUIPMENT

Property and equipment consists of the following as of June 30, 2024 and 2023:

Land	\$	217,101
Buildings and improvements		2,828,710
Buildings and improvements - FTA restricted		727,443
Vehicles		873,062
Vehicles - title restricted		4,418,293
Furniture, fixtures and equipment		798,461
Furniture, fixtures and equipment - FTA restricted		2,089,770
		<u>11,952,840</u>
Less accumulated depreciation		8,296,742
	\$	<u>3,656,098</u>

Depreciation expense amounted to \$832,058 during the year ended June 30, 2024.

### NOTE 6. FAIR VALUE MEASUREMENTS

The Organization adopted the *Fair Value Measurements and Disclosures Topic* of the FASB Accounting Standards Codification which provides enhanced guidance for using fair value to measure assets and liabilities and clarifies the principle that fair value should be based on the assumptions market participants would use when pricing the assets or liabilities and establishes a hierarchy that prioritizes the information used to develop those assumptions.

Financial assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

- Level 1 Valuations for assets and liabilities traded in active exchange markets, such as the New York Stock Exchange. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.
- Level 2 Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third-party pricing services for identical or similar assets or liabilities.
- Level 3 Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models and similar techniques, and not based on market exchange, dealer or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 6. FAIR VALUE MEASUREMENTS (CONTINUED)

The level within the fair value hierarchy within which a fair measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

The endowment assets are held in an investment pool with the Indian River Community Foundation (Community Foundation) and are considered to be Level 3 investments. The following is a reconciliation of the endowment assets in which significant unobservable inputs (Level 3) were used in determining their value at June 30, 2024:

Fair value, beginning of the year	\$	47,252
Contributions received		60,000
Investment income, net		9,776
	\$	<u>117,028</u>

### NOTE 7. LINE OF CREDIT

The Organization maintains a \$300,000 line of credit. The line bears interest at prime (8.50% at June 30, 2024) and is due on demand. The line of credit agreement has no stated maturity date and requires an annual 30-day resting period with a zero balance prior to each anniversary date of the loan. As of June 30, 2024, there is no outstanding balance on the line of credit.

### NOTE 8. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions time or purpose at June 30, 2024 consist of the following:

Vehicle and equipment - title restricted	\$	2,363,633
Guardianship program		225,576
Meals on Wheels programs		179,460
Contributed use of facilities		159,804
Capital projects		99,569
Music therapy		11,610
Chorus program		20,982
Endowment		7,409
	\$	<u>3,068,043</u>

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 9. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions during 2024 by incurring expenses or by otherwise satisfying the restricted purposes specified by donors as follows:

Vehicle and equipment - title restricted	\$	692,262
Guardianship program		26,167
Meals on wheels programs		413,082
Contributed use of facilities		159,804
Dayaway scholarships		61,000
Music therapy		11,840
Other		78,835
	\$	<u>1,442,990</u>

### NOTE 10. ENDOWMENT

The Organization has engaged the Indian River Community Foundation (the “Community Foundation”) to accept charitable contributions on their behalf and invest those funds for a nominal administration fee. The Community Foundation maintains the investments as agent for the Organization and, accordingly, the endowment investments have been presented in the accompanying financial statements.

The Organization has adopted Florida's Uniform Prudent Management of Institutional Funds Act (UPMIF A). Accordingly, the Organization classifies amounts in its donor-restricted endowment as net assets with donor restrictions because those net assets are time restricted until the Board of Directors appropriates such amounts for expenditure. The net assets are also subjected to purpose restrictions that must be met before reclassifying those net assets to net assets without donor restrictions.

The Organization has interpreted FUPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to the endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Organization considers a fund to be underwater if the fair value of the fund is less than the sum of: (a) the original value of the initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The Organization has interpreted UPMIF A to permit spending from underwater funds in accordance with prudent measures required under the law.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

### NOTE 10. ENDOWMENT INVESTMENTS (CONTINUED)

The Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund;
2. The terms of the endowment agreement, which document contributor wishes;
3. The purposes of the Organization and the donor-restricted endowment fund;
4. General economic conditions;
5. The possible effect of inflation and deflation;
6. The expected total return from income and the appreciation of investments;
7. Other resources of the Organization;
8. The investment policies of the Organization.

The endowment investment objective of the Organization is to provide for the Organization's long-term principal value of the investments and to support Organization programming as budgeted and directed by the Board of Directors on an annual basis. The investment goals for the funds of the endowment are: meet the payout requirements of the endowment, provide sufficient liquidity to meet distribution requirements, and earn a reasonable return on investment. Investment goals and performance are to be computed net of investment management fees.

The Organization's policy is to withhold distributions from the endowment investments until such time as the fund has accumulated sufficient funding for program investments.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or FUPMIFA requires the Organization to retain as a fund of perpetual duration. There were no such deficiencies as of June 30, 2024.

The endowment fund is held by the Community Foundation. The Community Foundation invests the assets pursuant to its investment policy guidelines. Income is distributed to the Organization from time to time to be used as determined by the Organization's Board of Directors or reinvested into the endowment fund.

The Organization's endowment consisted of the following at June 30, 2024:

	With Donor Restrictions Time and Purpose	With Donor Restrictions Perpetual	Total
Endowment	<u>\$ 7,409</u>	<u>\$ 110,000</u>	<u>\$ 117,409</u>

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

### NOTE 10. ENDOWMENT INVESTMENTS (CONTINUED)

Changes in endowment net assets for the year ended June 30, 2024 were as follows:

	With Donor Restrictions Time and Purpose	With Donor Restrictions Perpetual	Total
Balance June 30, 2023	\$ (2,367)	\$ 50,000	\$ 47,633
Contributions	-	60,000	60,000
Investment income, net	9,776	-	9,776
Balance June 30, 2024	<u>\$ 7,409</u>	<u>\$ 110,000</u>	<u>\$ 117,409</u>

### NOTE 11. CONTRIBUTED USE OF FACILITIES

The Organization leases land and buildings from the County under an agreement that terminates on June 30, 2025 and provides for a total rental of \$9 due in advance. The lease is cancelable in the event the Organization ceases acting as the County's Transit Service Provider under its transportation operations.

The Organization subleases additional land and buildings from the County under a lease agreement that terminates on June 30, 2025 and provides for a total rental of \$8 due in advance. The lease is cancelable in the event the Organization ceases acting as the County's Transit Service Provider under its transportation operations.

The Organization has recorded an unconditional promise to give for the contributed use of facilities asset from the County for the difference between the fair value rental value of the land and buildings and the stated amount of the lease payments. The remaining unconditional promise to give at June 30, 2024 was \$159,804.

### NOTE 12. RETIREMENT PLAN

The Organization has established a tax-sheltered annuity plan for the benefit of its employees in accordance with Section 403(6) of the Internal Revenue Code. Under the plan, a contribution is made to the account of each participating employee, based on their compensation. Employer contributions represent a 50% match of the employee contribution, up to a maximum of 4% of the employee's wages. Employees can request that an additional voluntary deduction from their wages be contributed to the plan. Employees hired on or after October 1, 2007 vest in employer contributions over a five year vesting schedule. For the year ended June 30, 2024 the Organization contributed \$144,433 on behalf of the employees.

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### NOTE 13. LEASES

The Organization enters into leases in the normal course of business primarily for office facilities and equipment. The Organization's leases have remaining terms ranging from three to 11 months, some of which include renewal options to extend the lease and none include lease termination options.

The Organization includes lease extension and termination options in the lease term if, after considering relevant economic factors, it is reasonably certain the Organization will exercise the option. The Organization has also elected not to recognize leases with original lease terms of 12 months or less (short-term leases) on the statement of financial position.

Leases are classified as operating or finance leases at the lease commencement date. Lease expense for operating leases and short-term leases is recognized on a straight-line basis over the lease term. Right-of-use assets represent the Organization's right to use an underlying asset for the lease term and lease liabilities represent the Organization's obligation to make lease payments arising from the lease. Right-of-use assets and lease liabilities are recognized at the lease commencement date based on the estimated present value of lease payments over the lease term.

As permitted under U.S. GAAP for non-public business entities, when the rate implicit in a lease is not known, the Organization uses a risk-free rate for a period comparable to the lease term to calculate the present value of lease payments. The risk-free rate is the zero-coupon U.S. Treasury rate for an instrument for the same period as the lease term.

Right-of-use assets and lease liabilities are considered operating leases. Operating lease cost was \$50,870 for the year ended June 30, 2024.

Future undiscounted lease payments for operating leases with initial terms of one year or more as of June 30, 2024 are as follows:

2025	\$	43,758
Less imputed interest		310
	\$	<u>43,448</u>

# SENIOR RESOURCE ASSOCIATION, INC.

## NOTES TO FINANCIAL STATEMENTS JUNE 30, 2024

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### **NOTE 14. CONTINGENCIES**

The Organization has received federal and state grants for specific purposes that are subject to audit by the grantor agencies. Entitlements to these resources are generally conditional upon compliance with the terms and conditions of grant agreements and applicable federal and state regulations, including the expenditure of resources for allowable purposes. Any disallowance resulting from a grantor audit may become a liability of the Organization. No provision for any liability that may result has been recognized in the Organization's financial statements, as management has determined that any such liability significant.

### **NOTE 15. SUBSEQUENT EVENTS**

The Organization has evaluated subsequent events through December 20, 2024 the date which the financial statements were available to be issued.

On October 1, 2024, the Organization was granted the assets of the Senior Collaborative of Indian River County, Inc. (the "Collaborative") in order for the Organization to administer the Senior Expo and Navigation/Information Referral programs formally administered by the Collaborative. The Organization recognized cash of \$8,323, other assets of \$3,615, and assumed liabilities of \$21,121 in conjunction with this grant.

## **SUPPLEMENTARY INFORMATION**

**SENIOR RESOURCE ASSOCIATION, INC.**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2024**

<b>Federal Grantor/Pass Through Grantor/Program or Cluster Title</b>	<b>Assistance Listing Number</b>	<b>Contract or Grant Number</b>	<b>Federal Expenditures</b>
<b>U.S. Department of Health and Human Services</b>			
Passed through the Florida Department of Elder Affairs, Area			
Agency on Aging:			
Aging Cluster:			
Older Americans Act - Nutrition Services Incentive Program (NSIP)	93.053	IA023-9300	\$ 59,618
Older Americans Act Title IIIB - Support Services (OAA IIIB)	93.044	IA023-9300	111,463
	93.044	IA024-9300	138,696
Older Americans Act Title III C1 - Congregate Meals (OAA C1)	93.045	IA023-9300	43,572
	93.045	IA024-9300	45,213
Older Americans Act Title III C2 - Home Delivered Meals (OAA C2)	93.045	IA023-9300	141,507
	93.045	IA024-9300	182,302
American Rescue Plan	93.044	IRP22-9300 (IIIB)	41,926
	93.045	IRP22-9300 (IIIC1)	33,420
	93.045	IRP22-9300 (IIIC2)	34,756
Total - Aging Cluster			<u>832,473</u>
Older Americans Act Title III E - Caregiver Support (OAA IIIE)	93.052	IA023-9300	30,899
	93.052	IA024-9300	33,440
Energy Home Energy Assistance for the Elderly Program (EHEAP)	93.568	IP021-9300	46,005
Total U.S. Department of Health and Human Services			<u>942,817</u>
<b>U.S. Department of Transportation</b>			
Passed through from Indian River Court, Florida:			
Federal Transit Cluster:			
Federal Transit Capital Assistance - 5307 and 5339	20.507	FL-2018-103-00	13,450
	20.507	FL-2021-014-00	40,010
	20.507	FL-2022-013-00	59,386
	20.526	FL-2022-055-00	15,986
	20.507	FL-2024-006-00	1,993,708
	20.507	FL-2024	1,418,796
	20.507	FL-2022-013-01-00	9,738
	20.526	FL-2019-045-00	149,253
Total - Federal Transit Cluster			<u>3,700,327</u>
Transit Services Program Cluster:			
Public Transportation for Nonurbanized Areas - 5310	20.513	G2737	19,920
	20.513	G2J91	6,442
	20.513	G2J92	33,000
Total - Transit Services Program Cluster			<u>59,362</u>
Public Transportation for Nonurbanized Areas - 5311	20.509	G1V00	34,305
	20.509	G2F91	300,000
Total U.S. Dept of Transportation			<u>4,093,994</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$ 5,036,811</u>
<b>Florida Department of Elder Affairs</b>			
Community Care for the Elderly (CCE)	65.010	IC022-9300	\$ 678,669
Home Care for the Elderly (HCE)	65.001	IH022-9300	44,761
	65.001	IE022-9300	532
Office of Public & Professional Guardians (OPPG)	65.003	X9271	177,965
Alzheimer's Disease Initiative (ADI)	65.002 - 65.004	IZ023-9300	385,467
Total Florida Department of Elder Affairs			<u>1,287,394</u>
<b>Florida Department of Transportation</b>			
Florida Commission for the Transportation			
Disasvantaged Trip and Equipment Grant Program	55.001	G2K51	367,387
	55.001	G2K68	351,585
	55.045	G2L84	1,349,991
	55.045	G2L87	674,998
Block Grant	55.010	G1U60	86,514
	55.010	G2460	555,375
	55.010	G2F87	610,368
	55.010	G2U98	149,455
Service Development	55.012	G2V45	33,500
Transit Corridor Development Program	55.013	G1650	35,999
	55.013	G2N79	112,500
Total Florida Department of Transportation			<u>4,327,672</u>
<b>Total expenditures of State Projects</b>			<u>5,615,066</u>
<b>Total expenditures of Federal Awards and State Projects</b>			<u>\$ 10,651,877</u>

**SENIOR RESOURCE ASSOCIATION, INC.**

**NOTES TO SCHEDULE OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE PROJECTS  
FOR THE YEAR ENDED JUNE 30, 2024**

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**NOTE 1. BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards and State Projects (the "Schedule") includes federal and state award activity of the Organization under programs of the federal government and the State of Florida for the year ended June 30, 2024. The information in the Schedule is presented 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 Auditor General. Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets or cash flows of the Organization.

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

- (1) 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 and Chapter 10.650, Rules of the Auditor General, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) The Organization has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

## **OTHER AUDITOR'S REPORTS**



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

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**Board of Directors  
Senior Resource Association, Inc.  
Bradenton, Florida**

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

***Opinion on each Major Federal Program and State Project***

We have audited Senior Resource Association, Inc.'s (the "Organization") compliance with the types of compliance requirements described in the OMB *Compliance Supplement* and the requirements described in the *Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on the Organization's major federal program and state project for the year ended June 30, 2024. The Organization's major federal program and state project is identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program and state project for the year ended June 30, 2024.

***Basis for Opinion on the Major Federal Program and 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 Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.650, Rules of the Auditor General. Our responsibilities under those standards and the Uniform Guidance 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 Organization 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 federal program and state project. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

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***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 Organization's federal programs and state project.

***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 the Organization'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 the Uniform Guidance 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 Organization's compliance with the requirements of each major federal program and state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance 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 the Organization'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 the Organization'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 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 the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

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.

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

*Mauldin & Jenkins, LLC*

Bradenton, Florida  
December 20, 2024

**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**

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**Board of Directors  
Senior Resource Association, Inc.  
Bradenton, Florida**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Senior Resource Association, Inc. (the "Organization"), which comprise the statement of financial position as of June 30, 2024, 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 December 20, 2024.

***Report on Internal Control over Financial Reporting***

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2024-001 that we consider to be a material weakness.

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**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial 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*.

**The Organization's Response to the Finding**

*Government Auditing Standards* requires the auditor to perform limited procedures on the Organization's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The Organization's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

**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 organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Mauldin & Jenkins, LLC*

Bradenton, Florida  
December 20, 2024

**SENIOR RESOURCE ASSOCIATION, INC.**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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There were no findings requiring disclosure in the June 30, 2023 financial statements.

SENIOR RESOURCE ASSOCIATION, INC.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2024

Section I – Summary of Auditor’s Results

**Financial Statements**

Type of auditor’s report issued on

Internal control over financial reporting:

Unmodified

- Material weakness(es) identified?  yes  no
- Significant deficiency(ies) identified that are not considered to be material weaknesses?  yes  none reported

Noncompliance material to financial statements noted?

yes  no

**Federal Awards and State Projects**

Internal control over major programs:

- Material weakness(es) identified?  yes  no
- Significant deficiency(ies) identified that are not considered to be material weaknesses?  yes  none reported

Type of auditor’s report issued on compliance for major programs and state projects:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a) and Chapter 10.650, Rules of the Auditor General?

yes  no

**Identification of Major Federal Programs:**

Assistance Listing Number: 93.044, 93.045, 93.053  
OAA Title III (Cluster)  
Assistance Listing Number: 20.507, 20.526  
Federal Transit Cluster

**Identification of Major State Projects:**

CSFA Number: 55.045  
CTD Innovative and Service Development Grant  
CSFA Number: 55.010  
Public Transit Block Grant

Dollar threshold used to distinguish between Type A and Type B programs for federal and State of Florida:

\$750,000

Auditee qualified as low-risk auditee?

yes  no

**SENIOR RESOURCE ASSOCIATION, INC.**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2024**

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**Section II – Financial Statement Findings**

**Finding 2024-001: Promises to Give**

**Condition:** During our testing of promises to give, we noted that promises to give were overstated in the prior year in the amount of \$213,912 which represents a non-cash promise to give.

**Criteria:** Internal controls should be in place to accurately track promises to give.

**Cause:** In this case, the internal controls implemented by the Organization were not fully effective, and as a result, promises to give were overstated by \$213,912.

**Effect:** Promises to give and net assets with donor restrictions were overstated by \$213,912.

**Recommendation:** Management should strengthen their current processes to ensure that promises to give are appropriately tracked and recorded.

**Views of Responsible Officials and Planned Corrective Action:** Management agrees with the finding and has modified their existing internal controls to include an enhanced review of promises to give to ensure accurate reporting.

**Section III – Federal Award Findings and Questioned Costs**

No matters reported.