

**SUWANNEE RIVER AREA
HEALTH EDUCATION
CENTER, INC.**

**Financial Statements
and Supplemental
Information**

June 30, 2024

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INDEPENDENT AUDITOR'S REPORT

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To the Board of Directors
Suwannee River Area Health Education Center, Inc.
Alachua, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Suwannee River Area Health Education Center, Inc. (the "Organization") (a nonprofit 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 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 opinions.

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 Organization'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.

Auditor's Responsibilities for the Audit of the Financial Statements (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 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.

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 and state financial assistance, 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 State of Florida Chapter 10.650, *Rules of the Auditor General*, 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 state financial assistance is fairly stated, in all material respects, in relation to the financial statements as a whole.

The combining schedule of net position by restricted funds and the combining schedule of activities by restricted funds are also presented for purposes of additional analysis and are not a required part of the basic financial statements. Those schedules have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 14, 2025, 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.

Prior Period Financial Statements and Report on Summarized Comparative Information

The financial statements of the Organization as of June 30, 2023 were audited by other auditors whose report dated December 28, 2023 expressed an unmodified opinion on those statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Moss, Krusick & Associates, LLC

Winter Park, Florida
January 14, 2025

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

STATEMENTS OF FINANCIAL POSITION

June 30, 2024

(with summarized information for June 30, 2023)

	Operating Fund	Restricted Funds	Totals	
			2024	2023
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 73,583	\$ 123,741	\$ 197,324	\$ 170,701
Investments	-	-	-	84,547
Grants receivable	311,340	-	311,340	84,626
Accounts receivable	52,546	311,664	364,210	318,454
Total current assets	437,469	435,405	872,874	658,328
Property and equipment, net	37,208	-	37,208	64,902
Deposits	575	-	575	575
Operating lease ROU asset	257,204	-	257,204	-
Total assets	<u>\$ 732,456</u>	<u>\$ 435,405</u>	<u>\$ 1,167,861</u>	<u>\$ 723,805</u>
LIABILITIES AND NET ASSETS				
Liabilities				
Current liabilities:				
Accounts payable	\$ 30,099	\$ 24,384	\$ 54,483	\$ 126,636
Accrued liabilities	37,431	-	37,431	144,928
Accrued compensated absences	54,104	-	54,104	45,034
Short-term lease liability	81,182	-	81,182	-
Deferred revenue	-	265,652	265,652	127,453
Total current liabilities	202,816	290,036	492,852	444,051
Operating lease liability, long-term	177,368	-	177,368	-
Total liabilities	380,184	290,036	670,220	444,051
Net assets	352,272	145,369	497,641	279,754
Total liabilities and net assets	<u>\$ 732,456</u>	<u>\$ 435,405</u>	<u>\$ 1,167,861</u>	<u>\$ 723,805</u>

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

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

STATEMENTS OF ACTIVITIES

For the Year Ended June 30, 2024

(with summarized comparative information for the year ended June 30, 2023)

	Operating Fund	Restricted Funds	Totals	
			2024	2023
SUPPORT AND REVENUE				
Support				
Area Health Education Center grant funds				
Federal	\$ 886,131	\$ -	\$ 886,131	\$ 948,553
State	878,251	-	878,251	748,907
Total support	1,764,382	-	1,764,382	1,697,460
Revenue				
Conferences	359,038	1,499,048	1,858,086	1,519,064
Program services	146,242	-	146,242	247,408
Contractual Income	104,805	159,676	264,481	247,577
Investment Income and Interest	-	-	-	9,935
Other	208,076	-	208,076	80
Total revenue	818,161	1,658,724	2,476,885	2,024,064
Total support and revenue	2,582,543	1,658,724	4,241,267	3,721,524
EXPENSES				
Program services:				
Healthcare education				
Personnel services	1,088,941	-	1,088,941	1,079,390
Operating expenses	1,336,766	1,516,138	2,852,904	2,987,327
Total program services	2,425,707	1,516,138	3,941,845	4,066,717
Supporting services, management and general:				
Personnel services	8,515	-	8,515	8,651
Operating expenses	73,020	-	73,020	81,615
Total supporting services	81,535	-	81,535	90,266
Total expenses	2,507,242	1,516,138	4,023,380	4,156,983
Change in net assets	75,301	142,586	217,887	(435,459)
Net assets, beginning of year	276,971	2,783	279,754	715,213
Net assets, end of year	\$ 352,272	\$ 145,369	\$ 497,641	\$ 279,754

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

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2024 and 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 217,887	\$ (435,459)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	29,473	18,290
Non-cash rent expense	1,346	-
(Increase) decrease in assets:		
Grants receivable	(226,714)	-
Accounts receivable	(45,756)	(232,796)
Increase (decrease) in liabilities:		
Accounts payable and other	(72,153)	135,605
Deferred revenue	138,199	(68,351)
Payroll Liabilities	9,070	
Accrued compensation	(107,497)	9,225
Net cash used in operating activities	(56,145)	(573,486)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	84,547	64,707
Purchase of fixed assets	(1,779)	(22,371)
Net cash provided by investing activities	82,768	42,336
Net increase (decrease) in cash and cash equivalents	26,623	(531,150)
Cash and cash equivalents, beginning of year	170,701	701,851
Cash and cash equivalents, end of year	\$ 197,324	\$ 170,701
DIRECT METHOD OF CASH PROVIDED BY OPERATIONS		
Cash received from government grants	\$ 1,537,668	\$ 1,697,460
Cash received from conferences, contracts, and others	2,361,252	1,722,917
Cash paid for employee services	(1,088,386)	(1,008,535)
Cash paid for contractors and services	(3,074,755)	(2,985,328)
Net cash provided by operations	\$ (264,221)	\$ (573,486)
SIGNIFICANT NON-CASH TRANSACTIONS - OPERATING LEASE		
Operating lease right-of-use asset	\$ 321,654	\$ -
Operating lease liability	(321,654)	-

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

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended June 30, 2024
(with summarized comparative information for the year ended June 30, 2023)

	Program Services						Supporting	Total 2024	Total 2023	
	Tobacco	Federal Model	Health and Education	Opioid Project	Navigators	Other Agencies	Management & General			
PERSONNEL SERVICES										
Salaries	\$ 313,042	\$ 76,293	\$ 260,869	\$ 7,413	\$ 80,269	\$ -	\$ 737,886	\$ 7,453	\$ 745,339	\$ 763,330
Payroll taxes	26,286	6,406	21,905	622	6,740	-	61,959	627	62,586	61,377
Employee benefits	110,780	29,636	103,797	13,703	31,180	-	289,096	435	289,531	263,334
	<u>450,108</u>	<u>112,335</u>	<u>386,571</u>	<u>21,738</u>	<u>118,189</u>	<u>-</u>	<u>1,088,941</u>	<u>8,515</u>	<u>1,097,456</u>	<u>1,088,041</u>
OPERATING EXPENSES										
Program service agreements	132,016	20,030	156,560	2,734	-	-	311,340	-	311,340	318,399
Conferences	-	-	-	-	-	1,383,845	1,383,845	-	1,383,845	1,539,684
Contractual services	49,737	-	28,531	-	-	7,000	85,268	-	85,268	46,858
Professional services	299	70	292	-	427,635	125,293	553,589	5,108	558,697	569,690
Occupancy	43,926	-	23,154	-	12,760	-	79,840	1,342	81,182	66,796
Equipment maintenance and leases	14,637	1,725	19,749	-	-	-	36,111	4,183	40,294	50,009
Supplies and equipment	2,068	30	1,298	-	95,500	-	98,896	3,930	102,826	90,644
Insurance	13,591	4,802	57,529	-	-	-	75,922	7,243	83,165	73,797
Utilities	10,242	583	5,845	-	-	-	16,670	2,621	19,291	17,996
Postage	6,143	-	2	-	-	-	6,145	3,905	10,050	11,352
Printing and publications	6,226	34	796	-	3,106	-	10,162	3,034	13,196	25,113
Travel and meetings	10,025	132	4,727	79	21,002	-	35,965	4,970	40,935	64,406
Outreach	49,793	-	450	-	68,198	-	118,441	-	118,441	158,000
Training and recruitment	546	-	31,962	-	-	-	32,508	1,735	34,243	7,766
Dues and subscriptions	-	-	275	-	-	-	275	-	275	-
Depreciation	-	-	-	-	-	-	-	29,473	29,473	18,290
Investment expense	-	-	-	-	-	-	-	-	-	1,353
Miscellaneous	4,577	-	3,350	-	-	-	7,927	5,476	13,403	8,789
	<u>343,826</u>	<u>27,406</u>	<u>334,520</u>	<u>2,813</u>	<u>628,201</u>	<u>1,516,138</u>	<u>2,852,904</u>	<u>73,020</u>	<u>2,925,924</u>	<u>3,068,942</u>
Total expenses	<u>\$ 793,934</u>	<u>\$ 139,741</u>	<u>\$ 721,091</u>	<u>\$ 24,551</u>	<u>\$ 746,390</u>	<u>\$ 1,516,138</u>	<u>\$ 3,941,845</u>	<u>\$ 81,535</u>	<u>\$ 4,023,380</u>	<u>\$ 4,156,983</u>

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

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization and Purpose

The Suwannee River Area Health Education Center, Inc. (the "Organization") is a nonprofit corporation organized on January 1, 1992, for the purpose of providing education and training programs for health professionals in the North Central Florida catchment area, consisting of twelve contiguous counties. The Organization is primarily funded by "purchase of services" contracts with the University of Florida, which are prime recipients of U.S. Public Health Service and Florida Department of Health Area Health Education Centers program funds. Through contractual arrangements, the Organization also provides administrative and advisory services to health education related organizations. The Organization is governed by a voluntary board of directors selected from the twelve county area.

B. Basis of Accounting

The Organization follows standards of accounting and financial reporting prescribed for voluntary health and welfare agencies. It uses the accrual basis of accounting, which recognizes revenues when earned and expenses as incurred. Federal, state and local government, and other public grants are recorded as support when performance occurs under the terms of the grant agreement.

The financial statements are presented in accordance with Financial Accounting Standards Boards (FASB) Accounting Standards Codification (ASC) 958 dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for Profit Organizations" (the "Guide").

Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified as follows:

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

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity. The Organization does not have any donor restricted net assets.

The costs of providing the various programs and other activities have been detailed in the Statement of Functional Expenses and 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. Salaries and other expenses which benefit more than one program are allocated to the various programs based on the relative benefit provided.

C. Fund Accounting

To ensure observance of limitations and restrictions placed on the use of resources available to the Organization, the accounts of the Organization are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The assets, liabilities and net assets of the Organization consist of the following self-balancing fund groups:

Operating Fund - Accounts for all resources over which the governing board has discretionary control in carrying on the operations of the Organization in accordance with the limitation of its charter, bylaws, and contractual agreements. This fund is utilized to report the activities of the Organization's primary operating programs.

Restricted Funds - These funds are utilized to segregate financial resources and activities related to the following programs administered by the Organization:

Florida AHEC Network - By contract with this organization, the SRAHEC serves as fiscal intermediary to conduct the business affairs of the Florida AHEC Network, a consortium of four Florida medical schools and their regional area health education centers.

Other Agencies – By contract with a number of organizations, the SRAHEC serves as fiscal intermediary to provide services related to the management of hosting educational conferences and related revenues and expenditures.

D. Fixed Assets and Depreciation

The Organization follows the practice of capitalizing all expenditures in excess of \$500 at cost, or, if donated, at fair market value at date of acquisition. Proceeds from the sale of fixed assets, if unrestricted, are transferred to operating net asset balances, or if restricted, to amounts restricted for property acquisitions. The Organization utilizes straight line depreciation with useful lives ranging from 5 to 7 years.

E. Revenue Recognition

The Organization follows ASU 2014-09, *Revenue from Contracts with Customers* (ASC 606), which outlines a five-step model whereby revenue is recognized as performance obligations within a contract are satisfied, and ASU 2018-08, *Not-for-Profit Entities: Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made* (ASC 958-605), which clarifies how transactions should be accounted for as contributions (nonreciprocal transactions) or exchange transactions and whether a contribution is conditional.

The Organization receives its revenue primarily from government grants, and from purchase of service contracts with the University of Florida.

Government grants consist primarily of cost reimbursement contracts. Revenues for cost reimbursement contracts are recognized when the Organization incurs allowable costs. Amounts received before allowable costs are incurred are reported as deferred revenue. Revenues from purchase of service contracts are recognized when they become measurable and available as current assets which is typically when the service is performed.

F. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Cash and Cash Equivalents

Cash and cash equivalents includes cash and all highly liquid investments which are readily convertible into cash within ninety (90) days of purchase. Balances at year-end included demand deposits and short-term money market funds.

H. Accounts Receivable

Accounts receivable consist primarily of grant revenues earned but not received and are stated at unpaid balances, less an allowance for doubtful accounts. The Organization provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of grantors to meet their obligations.

Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. Management considers all receivables to be fully collectible; therefore no allowance has been made.

I. Deferred Revenue

Deferred revenue arises when resources are received by the Organization before it has fully earned them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when the Organization has fully earned the revenues, the liability for deferred revenue is removed from the statement of financial position and revenue is recognized.

J. Fair Value of Financial Instruments

The following methods and assumptions were used to estimate fair value of each class of financial instruments for which it is feasible to estimate that value:

- Cash, Accounts Receivable and Accounts Payable - Carrying amount approximates fair value due to the short maturity of these financial instruments.

At June 30, 2024, the Organization had no assets or liabilities subject to disclosure of fair value measurements as to valuation levels hierarchy per Financial Accounting Standards Board Statement No. 157.

K. Advertising (Outreach) Costs

The Organization's general policy is to expense advertising costs as incurred. The advertising costs for the current year and prior year were \$118,441 and \$158,000, respectively, which are recorded under outreach expenses.

L. Accrued Compensated Absences

The Organization has recorded a liability for annual leave benefits up to 250 hours per employee. Two employees are also eligible to be paid up to 25% of their accumulated sick leave upon separation.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. Expenses by Function

Expenses by function have been allocated among program and supporting services classifications on the basis of time records and on estimates made by the Organization's management.

<u>Expense</u>	<u>Method of Allocation</u>
Salaries and benefits	Time and efforts
Staff training, dues, subscription, insurance, travel, communications postage, printing and supplies	Charged directly to the benefitting program or allocated by relative total program expense
Professional services (consultants, accounting, advertising, legal)	Charged directly to the benefitting program or allocated by relative total program expense
Facilities costs and rent	Allocation based upon relative total usable square footage

N. Comparative Data

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2023, from which the summarized information was derived.

O. Recent Accounting Pronouncements

In February 2016, the FASB issued ASU 2016-02, *Leases*, (ASC 842) that requires lessees to put most leases on their balance sheets and recognize expenses on their income statements in a manner similar to today's capital lease accounting. For lessors, the guidance modifies the classification criteria for accounting for sales-type and direct financing leases. The Organization adopted the lease standard in fiscal 2022 however it had no impact on the financial statements. As disclosed in Note 8, the Organization's new facility lease was capitalized under ASC 842 in fiscal year 2024.

Effective January 1, 2023, the Organization adopted FASB ASU 2016-13, *Financial Instruments - Credit Losses* (Topic 326): Measurement of Credit Losses on Financial Instruments, as amended, which modifies the measurement of expected credit losses on certain financial instruments. The Organization adopted this new guidance utilizing the modified retrospective transition method. The adoption of this Standard did not have a material impact on the Organization's financial statements but did change how the allowance for credit losses (i.e., doubtful accounts) is determined.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 2 – FIXED ASSETS AND DEPRECIATION

A summary of the Organization's fixed assets at June 30, follows:

	2024	2023	Life
Furniture and fixtures	\$ 64,192	\$ 64,192	7
Machinery and equipment	118,345	160,211	5
	182,537	224,403	
Less: accumulated depreciation	(145,329)	(159,501)	
	\$ 37,208	\$ 64,902	

Depreciation for years ended June 30, 2024 and 2023, was \$29,473 and \$18,290, respectively.

NOTE 3 – INVESTMENTS

The Organization follows FASB Accounting Standards Codification (ASC) 958-320 *Investments, Debt and Equity Securities*. Under FASB ASC 958-320, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair value in the statement of financial position. Unrealized gains and losses are included in the change in net assets. During 2024, the Organization liquidated the investment. A summary of investments are as follows:

	Fair Market Value
June 30, 2023	
Raymond James Bank Investment Portfolio, Sweep Deposit Program	\$ 84,547

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

- *Level 1*—Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in an active market. This level includes common stocks, corporate bonds or mutual funds based on the closing price reported in the active market where the securities are traded.
- *Level 2*—Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for the asset or liability, inputs that are derived principally from or corroborated by observable market data by correlation, or other means.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 3 – INVESTMENTS (continued)

- *Level 3*—Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The fair values of all the trading securities listed above as of June 30, 2023 are based on unadjusted, quoted prices in active markets as of the measurement date (often referred to as level 1 inputs).

NOTE 4 – PENSION PLAN

The Organization has adopted a Simplified Employee Pension plan under Section 408(k) of the Internal Revenue Code. This plan is not subject to the requirements of ERISA or Internal Revenue Service regulations relating to qualified pension plans. Under this defined contribution type of plan, the Organization makes contributions to annuity contracts purchased on behalf of eligible employees. Contribution levels have been currently established at 5% of employee's compensation for all full-time employees. Under this plan employees become participants upon beginning employment and full vesting occurs when contributions are made. Total employer payments to the plan for the year ended June 30, 2024 and 2023, were \$56,714 and \$28,756, respectively.

NOTE 5 – INCOME TAXES

The Organization has been granted an exemption from income taxes under Internal Revenue Code, Section 501(c)(3), as a nonprofit corporation. As required by Internal Revenue Services regulations, the Organization annually files a Form 990, "Return of Organization Exempt from Income Tax" with the Internal Revenue Service. Those returns for 2024, 2023, and 2022 are currently subject to review and adjustment by the Internal Revenue Service.

Management has analyzed the Organization's various federal and state filing positions and believes that its income tax filing positions and deductions are well documented and supported, and that no accruals for tax liabilities are necessary. Therefore, no reserves for uncertain income tax positions have been recorded.

NOTE 6 – CONTINGENCIES

There is a contingent liability due to the fact that all possible applicable regulatory audits of the Organization and its prime funding contractor have not been completed for the fiscal year ended June 30, 2024. Under provisions of the funding agreements, any eventual expenditures determined to be not in compliance with grant regulations would be subject to repayment by the Organization. The Organization's administration believes that all expenditures were significantly in compliance with appropriate grant regulations.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 7 – LEASE COMMITMENTS

The Organization leases its office space under an operating lease. The lease agreement began in 2017 and was recently renewed as of January 1, 2023, for five consecutive years, with the final year ending December 31, 2027. For the first three years, monthly base rent is \$6,653 which then increases to \$6,933 monthly for the final two years of the agreement.

As disclosed in Note 1, the Organization applied ASC 842, Leases, in fiscal 2024, and recorded an operating lease right-of-use asset and corresponding operating lease liability for the net present value of the future minimum lease payments totaling \$321,654 to account for its facilities lease. The Organization leases space for its administrative office under non-cancelable operating lease agreement which is the only lease required to be included on the statement of financial position under ASC 842.

As of June 30, 2024, the right-of-use (ROU) asset had a balance of \$257,204, as shown in the statement of financial position; the lease liability is included in current liabilities (\$66,803) and long-term liabilities (\$191,747). The lease asset and liability were calculated utilizing the risk-free discount rate (5.710%), according to the Organization elected policy.

Additional information about the Organization lease is as follows:

Lease costs (included in building occupancy):

Operating lease cost	<u>\$ 81,182</u>
Total lease cost	<u>\$ 81,182</u>

Other information:

Cash paid for amounts included in measuring operating lease liability:

Operating cash flows from operating lease	<u>\$ 79,836</u>
Total cash paid for amounts included in measuring operating lease liability	<u>\$ 79,836</u>

Maturities of the operating lease liability as of June 30 are as follows:

2025	\$ 79,836
2026	81,518
2027	83,200
2028	<u>41,600</u>
Total lease payments	286,154
Less: interest	<u>(27,604)</u>
Present value of lease liability	<u>\$ 258,550</u>

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 8 – CONCENTRATION OF CREDIT RISK

Financial instruments which subject the Organization to concentrations of credit risk consist primarily of cash and cash equivalents in local banks which may at times exceed the FDIC limits. At June 30, 2024 and 2023, the total bank balances were \$197,324 and \$170,701, respectively, of which were covered by federal depository insurance.

Receivables at year end consisted of grant and contract revenues from governmental and non- profit agencies that were considered to be substantially collectible.

NOTE 9 – CONCENTRATION OF REVENUE SOURCES

For the years ended June 30, 2024 and 2023, approximately 65% and 69%, respectively, of the Organization's grant revenues is derived from two grant contracts which must be periodically renewed. Another major source of revenue is derived from the Organization's Meeting and Association Services Department, accounting for 26% and 31% for years ended June 30, 2024 and 2023, respectively.

NOTE 10 – DONATED SERVICES

Donated services and facilities that are measurable and recorded as a contribution at their fair market values at the date of the receipt by the Organization. The contributions of services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

The Organization received a significant amount of donated services from unpaid volunteers who serve as officers and board members and assist in special programs. No amounts have been recognized in the statement of activities because the criteria for recognition have not been satisfied.

NOTE 11 – RISK MANAGEMENT

The Organization is exposed to various risk of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the Organization carries insurance. Insurance against losses are provided through various commercial insurers for the following types of risk:

- Workers' Compensation and Employer's Liability
- General and Professional Liability
- Personal Property Damage
- Automobile Physical Damage and Liability
- Directors' and Officers' Liability

The Organization's coverage for workers' compensation is under a retrospectively rated policy. Premiums are accrued based on the ultimate cost-to-date of the Organization's experience for this type of risk.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

NOTES TO FINANCIAL STATEMENTS

June 30, 2024

NOTE 12 – LIQUIDITY AND AVAILABILITY

Assets are presented in the accompanying Statement of Financial Position according to their nearness of conversion to cash, and liabilities according to the nearness of their maturity and resulting use of cash. Financial assets available within one year of the statement of financial position date of June 30 for general expenditures are as follows:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 197,324	\$ 170,701
Investments	-	84,547
Grants receivable	311,340	84,626
Accounts receivable	<u>364,210</u>	<u>318,454</u>
Total financial assets available within one year	<u>872,874</u>	<u>658,328</u>
Accounts payable	(54,484)	(126,637)
Accrued liabilities	(37,431)	(144,928)
Accrued compensated absences	(54,104)	(45,034)
Unearned revenue	(265,652)	(65,116)
Lease liability	(79,836)	-
Restricted funds	<u>(145,369)</u>	<u>(2,783)</u>
Total amounts unavailable within one year	<u>(636,876)</u>	<u>(384,498)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 235,998</u>	<u>\$ 273,830</u>

The Organization manages its liquid assets in accordance with regular budgeting processes developed through the coordinated efforts of management and the Board of Directors. Regular reporting by management to those charged with governance ensures the results from operating activities are monitored closely.

NOTE 13 – SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through January 14, 2025, the date the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

**RESTRICTED FUNDS
COMBINING SCHEDULE OF FINANCIAL POSITION**

June 30, 2024

(with summarized comparative information for the year ended June 30, 2023)

ASSETS				
	Florida AHEC Network	Other Agencies	Totals	
			2024	2023
Current assets:				
Cash	\$ 63,076	\$ 60,665	\$ 123,741	\$ 134,692
Accounts receivable	21,635	290,029	311,664	6,565
Total current assets	<u>\$ 84,711</u>	<u>\$ 350,694</u>	<u>\$ 435,405</u>	<u>\$ 141,257</u>
LIABILITIES AND NET ASSETS				
Liabilities				
Current liabilities:				
Accounts payable	\$ 6,294	\$ 18,090	\$ 24,384	\$ 11,021
Deferred revenue	(17,818)	283,470	265,652	127,453
Total current liabilities	<u>(11,524)</u>	<u>301,560</u>	<u>290,036</u>	<u>138,474</u>
Net assets with donor restrictions	<u>96,235</u>	<u>49,134</u>	<u>145,369</u>	<u>2,783</u>
Total liabilities and net assets	<u>\$ 84,711</u>	<u>\$ 350,694</u>	<u>\$ 435,405</u>	<u>\$ 141,257</u>

See independent auditor's report.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

**RESTRICTED FUNDS
COMBINING SCHEDULE OF ACTIVITIES**

For the Year Ended June 30, 2024

(with summarized comparative information for the year ended June 30, 2023)

	Florida AHEC Network	Other Agencies	Totals	
			2024	2023
SUPPORT AND REVENUE				
Support				
Revenue				
Conference income	\$ -	\$ 1,499,048	\$ 1,499,048	\$ 1,105,972
Contributions	159,676		159,676	142,240
Interest	-	-	-	85
Total support and revenue	<u>159,676</u>	<u>1,499,048</u>	<u>1,658,724</u>	<u>1,248,297</u>
EXPENSES				
Operating services:				
Contractual expenses	7,000	-	7,000	7,000
Professional services	125,293	-	125,293	127,650
Conferences	-	1,383,845	1,383,845	1,539,684
Total operating expenses	<u>132,293</u>	<u>1,383,845</u>	<u>1,516,138</u>	<u>1,674,334</u>
Change in net assets	27,383	115,203	142,586	(426,037)
Net assets, beginning of year	<u>68,852</u>	<u>(66,069)</u>	<u>2,783</u>	<u>428,820</u>
Net assets, end of year	<u>\$ 96,235</u>	<u>\$ 49,134</u>	<u>\$ 145,369</u>	<u>\$ 2,783</u>

See independent auditor's report.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

For the Year Ended June 30, 2024

Federal Grantor/State Grantor/ Pass-Through Grantor Program Title	ALN/CSFA Number	Grant number	Program Award Amount	Received Prior Year	Current Year Revenues	Current Year Expenditures
FEDERAL AWARDS						
Department of Health and Human Passed through University of Florida Area Health Education Centers Point of Service Maintenance and Enhancement Awards	93.107	U77HP03051 U77HP03051-23-00	\$ 108,187 123,494	\$ 23,331	\$ 44,338 95,403	\$ 44,338 95,403
US Department of Health and Human Services Centers for Medicare and Medicaid Services Passed through University of South Florida Cooperative Agreement to Support Navigators in Federally-facilitated and State Partnerships Exchanges	93.332	NAVCA210430-01-0 NAVCA210430-03-0	757,000 757,000	643,074 -	113,926 632,464	113,926 632,464
Total federal awards			<u>1,745,681</u>	<u>666,405</u>	<u>886,131</u>	<u>886,131</u>
STATE FINANCIAL ASSISTANCE						
State of Florida Department of Health - Area Health Education Centers Passed through University of Florida Cessation Interventions - AHEC	64.097	SUB00004060	460,482	-	460,482	460,482
State and Community Interventions - AHEC	64.112	SUB00004060	333,452	-	333,452	333,452
State of Florida Department of Children and Families Passed through Florida Alliance for Healthy Communities, Inc. FAHC Opioid Project	N/A	LH860	92,447	-	84,317	24,551
Total state financial assistance			<u>886,381</u>	<u>-</u>	<u>878,251</u>	<u>818,485</u>
Total federal awards and state financial assistance			<u>\$ 2,632,062</u>	<u>\$ 666,405</u>	<u>\$ 1,764,382</u>	<u>\$ 1,704,616</u>

See Independent Auditor's Report and Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance.

SUWANNEE RIVER AREA HEALTH EDUCATION CENTER, INC.

**SCHEDULE OF EXPEDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE**

For the Year Ended June 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying policies and presentation of the Schedule of Expenditures of Federal Awards and State Financial Assistance of Suwannee River Area Health Education Center, Inc. (the "Organization") have been designed to conform to generally accepted accounting principles as applicable to voluntary health and welfare agencies, including the reporting and compliance requirements of the Audits of States, Local Governments, and Non-Profit Organizations and State of Florida Chapter 10.650, *Rules of the Auditor General of Florida*.

NOTE 2 – REPORTING ENTITY

The reporting entity consists of the Organization. The Organization includes a Schedule of Expenditures of Federal Awards and State Financial Assistance in the Single Audit and Compliance Section.

NOTE 3 – BASIS OF ACCOUNTING

The accrual basis of accounting is followed in the Schedule of Expenditures of Federal Awards and State Financial Assistance. Under the accrual basis, revenues are recognized when they become earned. Expenses generally are recorded when a liability is incurred.

NOTE 4 – SUBRECIPIENTS

The Organization had no subrecipients during the fiscal year.

NOTE 5 – INDIRECT COST RATES

The Organization has elected to not use the 10% de minimis indirect cost rate for its federal programs and state projects for the year ended June 30, 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

Partners

W. Ed Moss, Jr.
Joe M. Krusick
Ric Perez
Cori G. Novinich
Renee C. Varga

To the Board of Directors of

Suwannee River Area Health Education Center, Inc.
Alachua, 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 Suwannee River Area Health Education Center, Inc. (the "Organization") (a nonprofit 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 January 14, 2025.

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 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. 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 or significant deficiencies may exist that were not identified.

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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 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 Organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Moss, Krusick & Associates, LLC

Winter Park, Florida

January 14, 2025



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 STATE OF FLORIDA CHAPTER 10.650, RULES OF THE AUDITOR GENERAL

Partners

W. Ed Moss, Jr.
Joe M. Krusick
Ric Perez
Cori G. Novinich
Renee C. Varga

To the Board of Directors of
Suwannee River Area Health Education Center, Inc.
Alachua, Florida

Report on Compliance for Each Major State Financial Assistance Project

Opinion on Each Major State Financial Assistance Project

We have audited Suwannee River Area Health Education Center, Inc.’s (the “Organization”) 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 Organization’s major financial assistance projects for the year ended June 30, 2024. The Organization’s major financial assistance projects are 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 each of its major state financial assistance projects for the year ended June 30, 2024.

Basis for Opinion on Each Major State Financial Assistance 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 Chapter 10.650, *Rules of the Auditor General* (Chapter 10.650). Our responsibilities under those standards and Chapter 10.650 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 state financial assistance project. Our audit does not provide a legal determination of the Organization’s compliance with the compliance requirements referred to above.

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 financial assistance projects.

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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, 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 state financial assistance 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, 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, 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.

Report on Internal Control over Compliance

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. Accordingly, this report is not suitable for any other purpose.

Moss, Krusick & Associates, LLC

Winter Park, Florida
January 14, 2025

Suwannee River Area Health Education Center, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

June 30, 2024

Section I – Summary of Auditor’s Results

Financial Statements

- | | |
|---|---------------|
| 1. Type of auditor’s report issued: | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | None Reported |
| 3. Noncompliance material to financial statements noted? | No |

Federal Awards

- | | |
|---|---------------|
| 1. Type of auditor’s report issued on compliance for major programs: | Unmodified |
| 2. Internal control over major programs: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | None Reported |
| 3. Audit findings disclosed that are required to be reported in accordance with Uniform Guidance? | No |
| 4. Dollar threshold used to distinguish between Type A and Type B projects | \$750,000 |
| 5. Auditee qualified as low-risk auditee? | No |

Identification of major programs:

<u>Name of Federal Program</u>	<u>ALN</u>
Navigators Partnership	93.332

Suwannee River Area Health Education Center, Inc.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

June 30, 2024

State Financial Assistance

- | | |
|--|---------------|
| 1. Type of auditor's report issued on compliance for major projects: | Unmodified |
| 2. Internal control over major projects: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | None Reported |
| 3. Audit findings disclosed that are required to be reported in accordance with the Florida Single Audit Act and Chapter 10.650, <i>Rules of the Auditor General</i> | No |
| 4. Dollar threshold used to distinguish between Type A and Type B projects | \$300,000 |

Identification of major projects:

<u>Name of State Project</u>	<u>CSFA Number</u>
Cessation Interventions – AHEC	64.097
State and Community Interventions – AHEC	64.112

Section II – Financial Statement Findings

No current year findings (no corrective action plan or management letter required)

Section III – State Financial Assistance Findings and Questioned Costs

None (there are no items related to Federal Awards and State financial assistance required to be reported in the management letter, therefore no management letter issued)

Section IV – Status of Prior Year Audit Finding

There were no prior year audit finding