2025

Area Agency on Aging for
North Florida, Inc.

Financial Statements and Independent Auditor's Report

December 31, 2025

PURVIS GRAY
CERTIFIED PUBLIC ACCOUNTANTS

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT

DECEMBER 31, 2025

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PURVIS GRAY

INDEPENDENT AUDITOR'S REPORT

To the Boad of Directors
Area Agency on Aging for North Florida, Inc.

Report on the Audit of the Financial Statements

Opinion
We have audited the accompanying financial statements of Area Agency on Aging for North Florida, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2025, 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 December 31, 2025, 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 (GAAS) 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.

To the Boad of Directors
Area Agency on Aging for North Florida, Inc.

INDEPENDENT AUDITOR'S REPORT

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 GAAS 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 GAAS 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.

Report on Summarized Comparative Information

We have previously audited the Organization's 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 23, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

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* (Uniform Guidance); Chapter 10.650, *Rules of the Auditor*

To the Boad of Directors
Area Agency on Aging for North Florida, Inc.

INDEPENDENT AUDITOR'S REPORT

General; and the *Florida Single Audit Act*, 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, as required by the Uniform Guidance; Chapter 10.650, *Rules of the Auditor General*; and the *Florida Single Audit Act*, 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 August 27, 2026, 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.

Purvis Gray

August 27, 2026
Tallahassee, Florida

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2025
WITH SUMMARIZED COMPARATIVE TOTALS FOR DECEMBER 31, 2024

ASSETS

	2025	2024
Current Assets		
Cash and Cash Equivalents	$ 604,047	$ 840,098
Certificate of Deposit	100,633	102,023
Grant and Contract Receivables	1,892,718	993,490
Total Current Assets	2,597,398	1,935,611
Property and Equipment, Net of Accumulated Depreciation	455,058	469,154
Other Assets		
Prepaid Expenses	28,230	3,776
Total Assets	$ 3,080,686	$ 2,408,541

LIABILITIES AND NET ASSETS

Current Liabilities		
Accounts Payable and Accrued Expenses	$ 1,614,710	$ 949,863
Total Current Liabilities	1,614,710	949,863
Total Liabilities	1,614,710	949,863
Net Assets		
Without Donor Restrictions:		
Undesignated:		
Operations	1,009,103	989,524
Property and Equipment	455,058	469,154
Total Without Donor Restrictions	1,464,161	1,458,678
With Donor Restrictions:		
Restricted for Outreach	1,815	-
Total With Donor Restrictions	1,815	-
Total Net Assets	1,465,976	1,458,678
Total Liabilities and Net Assets	$ 3,080,686	$ 2,408,541

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

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025
WITH SUMMARIZED COMPARATIVE TOTALS FOR DECEMBER 31, 2024

	Without Donor Restrictions	With Donor Restrictions	2025 Total	2024 Total
Support and Revenues				
Grants and Contracts	$ 12,183,846	$ -	$ 12,183,846	$ 11,512,998
Interest	6,425	-	6,425	3,382
Local Revenue	51,581	-	51,581	51,581
Contributions and Other	30,685	1,815	32,500	2,219
Total Support and Revenues	12,272,537	1,815	12,274,352	11,570,180
Expenses				
Program Services:				
Aging Resource Center	328,452	-	328,452	332,975
Alzheimer's Disease Initiative	1,875,189	-	1,875,189	1,395,457
American Rescue Plan	-	-	-	1,611,898
Community Care for the Elderly	3,167,428	-	3,167,428	2,566,142
Elder Abuse	21,166	-	21,166	21,122
Elderly Home Energy Assistance	259,207	-	259,207	219,122
Franklin County Assistance	51,581	-	51,581	51,581
Home Care for the Elderly	763,671	-	763,671	667,133
Local Service Programs	125,535	-	125,535	104,666
Medicaid Waiver	129,256	-	129,256	133,627
Older Americans Act	4,829,861	-	4,829,861	3,701,483
Serving Health Insurance Needs of Elders	113,553	-	113,553	122,640
Veterans Directed Care	549,337	-	549,337	462,250
Other Programs	1,360	-	1,360	214,948
Total Program Services	12,215,596	-	12,215,596	11,605,044
Administrative Services	51,458	-	51,458	97,886
Total Expenses	12,267,054	-	12,267,054	11,702,930
Increase in Net Assets	5,483	1,815	7,298	(132,750)
Net Assets, Beginning of Year	1,458,678	-	1,458,678	1,591,428
Net Assets, End of Year	$ 1,464,161	$ 1,815	$ 1,465,976	$ 1,458,678

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

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025
WITH SUMMARIZED COMPARATIVE TOTALS FOR DECEMBER 31, 2024

	Aging Resource Center	Alzheimer's Disease Initiative	Community Care for the Elderly	Elder Abuse	Elderly Home Energy Assistance
Program Services					
Personnel and Benefits	$ 283,862	$ 13,326	$ 88,952	$ 16,214	$ -
Travel	3	37	37	293	-
Communication and Utilities	12,679	-	-	305	-
Printing and Supplies	4,823	88	265	375	-
Materials and Subcontracts	-	1,766,309	2,994,417	-	225,961
Meetings and Conferences	412	31	31	88	-
Repairs and Maintenance	922	-	-	-	-
Licenses and Insurance	6,042	-	-	-	-
Non-Capitalized Software and Equipment	52	28	115	-	-
Professional Fees	13,458	-	-	2,702	-
Other	6,199	14	14	1,189	-
Depreciation	-	-	-	-	-
Total Program Services	328,452	1,779,833	3,083,831	21,166	225,961
Allocation of Administration Expenses	-	95,356	83,597	-	33,246
Total Expenses	$ 328,452	$ 1,875,189	$ 3,167,428	$ 21,166	$ 259,207

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

Franklin County Assistance	Home Care for the Elderly	Local Service Programs	Medicaid Waiver	Older Americans Act	Serving Health Insurance Needs of Elders
$ -	$ 11,163	$ -	$ 119,485	$ 108,344	$ 80,830
-	37	-	11	1,152	4,643
-	1,527	-	397	6,974	15,587
-	84	-	756	6,198	1,685
51,581	676,995	122,653	-	3,967,267	-
-	31	-	-	634	195
-	-	-	-	815	1,282
-	-	-	3,570	14,582	1,494
-	26	-	208	56	-
-	-	-	4,829	32,513	5,767
-	14	-	-	4,934	2,070
-	-	-	-	-	-
51,581	689,877	122,653	129,256	4,143,469	113,553
-	73,794	2,882	-	686,392	-
$ 51,581	$ 763,671	$ 125,535	$ 129,256	$ 4,829,861	$ 113,553

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

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025
WITH SUMMARIZED COMPARATIVE TOTALS FOR DECEMBER 31, 2024

	Veterans Directed Care	Other Programs	Administrative Services	2025 Total	2024 Total
Program Services					
Personnel and Benefits	$ 50,132	$ -	$ 761,479	$ 1,533,787	$ 1,625,493
Travel	1,997	-	24,922	33,132	35,417
Communication and Utilities	-	-	43,482	80,951	75,878
Printing and Supplies	494	-	7,511	22,279	23,460
Materials and Subcontracts	488,921	-	163	10,294,267	9,546,859
Meetings and Conferences	147	-	6,078	7,647	15,057
Repairs and Maintenance	-	-	1,083	4,102	4,870
Licenses and Insurance	7,584	-	27,529	60,801	68,067
Non-Capitalized Software and Equipment	29	-	876	1,390	4,338
Professional Fees	-	-	78,793	138,062	191,148
Other	33	-	50,561	65,028	86,334
Depreciation	-	-	25,608	25,608	26,009
Total Program Services	549,337	-	1,028,085	12,267,054	11,702,930
Allocation of Administration Expenses	-	1,360	(976,627)	-	-
Total Expenses	$ 549,337	$ 1,360	$ 51,458	$ 12,267,054	$ 11,702,930

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

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2025
WITH SUMMARIZED COMPARATIVE TOTALS FOR DECEMBER 31, 2024

	2025	2024
Cash Flows from Operating Activities		
Cash Received from Grantors and Contractors	$ 11,368,699	$ 11,886,045
Cash Paid to Employees, Vendors, and Subrecipients	(11,601,053)	(12,142,298)
Interest Received	7,815	3,382
Net Cash Used in Operating Activities	(224,539)	(252,871)
Cash Flows from Investing Activities		
Maturity of Certificates of Deposit	100,000	30,780
Purchases of Certificates of Deposit	(100,000)	(102,023)
Purchases of Property and Equipment	(11,512)	(54,726)
Net Cash Used in Investing Activities	(11,512)	(125,969)
Net Decrease in Cash and Cash Equivalents	(236,051)	(378,840)
Cash and Cash Equivalents, Beginning of Year	840,098	1,218,938
Cash and Cash Equivalents, End of Year	$ 604,047	$ 840,098
Reconciliation of Increase in Net Assets to Net Cash Used in Operating Activities		
Increase (Decrease) in Net Assets	$ 7,298	$ (132,750)
Adjustments to Reconcile Decrease in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation	25,608	26,009
Decrease in Certificates of Deposit/Accrued Interest Received	1,390	-
Increase in Prepaid Expenses	(28,230)	-
Decrease in Deposits	3,776	-
(Increase) Decrease in Grant and Contract Receivables	(899,228)	383,762
Increase (Decrease) in Accounts Payable and Accrued Expenses	664,847	(465,377)
Decrease in Refundable Advances	-	(64,515)
Total Adjustments	(231,837)	(120,121)
Net Cash Used in Operating Activities	$ (224,539)	$ (252,871)

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

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025

Note 1 - Summary of Significant Accounting Policies

The following is a summary of the more significant accounting policies and practices of Area Agency on Aging for North Florida, Inc. (the Organization) which affect significant elements of the accompanying financial statements:

Organization and Purpose
The Organization is a not-for-profit corporation formed to plan, coordinate, and advocate for programs and services which promote the independence, dignity, health, and wellbeing of seniors and caregivers in North Florida. The Organization's primary roles and responsibilities include: serving as a focal point for information and coordination of services to assist elders, their families, and caregivers; allocating Federal and State funds to lead agencies for the delivery of home and community-based services; and advocating on behalf of seniors.

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

Property and equipment with a value greater than $500 and an estimated useful life of at least one year are recorded at cost when purchased or at estimated fair value when contributed. Depreciation is computed using the straight-line method over the estimated useful life of the assets, ranging from three to thirty-nine years.

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

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

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

Cash and Cash Equivalents
For the purpose of reporting cash flows, cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of 90 days or less.

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

Basis of Accounting
The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America and, accordingly, reflect significant receivables, payables, and other liabilities.

Refundable Advances
The Organization records grant/contract receipts as refundable advances until they are expended for the purpose of the grant/contract, at which time they are recognized as revenue. The balance in refundable advances represents amounts received under cost reimbursable and unit rate contracts that will be expended in the next fiscal year in accordance with the grant/contract period. There were no such refundable advances as of December 31, 2025 and 2024.

Basis of Presentation
The Organization reports information regarding its financial position and activities according to two classes of net assets in accordance with the Financial Accounting Standards Board (FASB) *Accounting Standards Codification* (ASC) 958-205: net assets without donor restrictions and net assets with donor restrictions.

Net Assets Without Donor Restrictions—Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

Net Assets With Donor Restrictions—Net assets subject to donor-imposed stipulations. Some donor imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Functional Allocation of Expenses
The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses incurred in the administration of programs are allocated to programs as allowed by individual programs. Of the total administrative expenses of $1,028,085 and $1,157,915 reported in 2025 and 2024, respectively, $976,627 and $1,060,029 were allocated to programs.

Contributions
All contributions are considered to be available for undesignated use unless specifically designated by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions which increases these net asset classes. However, if a restriction is fulfilled in the same time period in which the contribution is received, the entity reports the support as without donor restrictions.

Donations of property and equipment are recorded as contributions at their estimated fair value at the date of donation. Such donations are reported as increases in net assets without donor restriction unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as net assets with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Grant and Contract Receivables
Grant and contract receivables are stated at the amount management expects to collect from balances outstanding at year-end. Based on management's assessment of the credit history with grantors and contractors having outstanding balances and current relationships with them, it has concluded that realization losses on balances outstanding at year-end will be immaterial.

Advertising
Advertising costs are charged to operations as incurred. Advertising costs for the years ended December 31, 2025 and 2024, were $16,485 and $11,218, respectively.

Revenue Recognition
The Organization receives substantially all of its grants and contract revenue from Federal and State agencies. The Organization recognizes contract revenue (up to the contract ceiling) from its contracts over a period which represents the service period for certain contracts, or to the extent of expenses. Revenue recognition depends on the contract. Any funding source may, at their discretion, request reimbursement for expenses or return of funds, or both, as a result of non-compliance with the terms of the grants/contracts.

Accrued Leave
The Organization compensates its eligible employees for unused vacation leave upon termination of employment. Vacation leave is accrued as earned by eligible employees and recorded as an expense in the period earned.

In-Kind Contributions
Donated facilities, goods, and services are recorded at estimated fair value at the date of donation. Donated services are recognized in the financial statements at estimated fair market value if services require specialized skills and would typically need to be purchased if not donated. For the years ended December 31, 2025 and 2024, the Organization did not receive any in-kind contributions.

Comparative Data
The amounts shown for the fiscal year ended December 31, 2024, in the accompanying statement of activities and statement of functional expenses present summarized comparative totals only. Accordingly, the 2024 totals are not intended to present all information necessary for a presentation in conformity with accounting principles generally accepted in the United States of America. Such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2024, from which the summarized comparative information was derived. Certain program services and administrative expense amounts in the prior period statement of activities have been reclassified to conform to the current year presentation. These reclassifications had no effect on the previously reported change in net assets.

Note 2 - Significant Funding Sources

The Organization receives a substantial amount (approximately 91%) of its funding from the State of Florida, Department of Elder Affairs and the United States Department of Health and Human Services passed through the State of Florida, Department of Elder Affairs. A significant reduction in the level of this funding, if this were to occur, could have an adverse effect on the Organization's programs and activities.

Note 3 - Matching Requirements

Certain grants and contracts require the Organization to provide specified amounts of matching revenue. Each contract, where applicable, has met all matching requirements. Also, for each contract that ended on or before December 31, 2025, no obligation remains outstanding to the funding source.

Note 4 - Pension Plan

The Organization sponsors a defined contribution pension plan. Eligible employees are those that are at least 21 years old and have been employed with the Organization for at least six months. The Organization contributes 8% of gross wages. The amount of pension plan expense for the years ended December 31, 2025 and 2024, were $85,372 and $91,887, respectively.

Note 5 - Concentration of Credit Risk

The more significant concentrations of credit risk are as follows:

Demand and Time Deposits
The Organization maintains demand and time deposits with several financial institutions. The Organization has no policy requiring collateral or other security to support its deposits. At the bank, amounts are insured up to limits established by the Federal Depository Insurance Corporation (FDIC). At December 31, 2025, amounts on deposit at financial institutions in excess of FDIC coverage limits totaled $432,286.

Grant and Contract Receivables
The Organization's receivables are for amounts due under contracts with the State of Florida, Federal government agencies, and subcontractors. The Organization has no policy requiring collateral or other security to support its receivables.

Note 6 - Liquidity and Availability

The Organization strives to maintain liquid financial assets sufficient to cover general expenditures. Financial assets in excess of daily cash requirements are used for the Organization to plan, coordinate, and advocate for programs and services which promote the independence, dignity, health, and well-being of seniors and caregivers in North Florida. Financial assets available for general expenditure, that is, without donor restrictions or internal board designations limiting their use, within one year of the statement of financial position date, comprise the following for the years ending December 31, 2025 and 2024:

	2025	2024
Cash and Cash Equivalents	$ 604,047	$ 840,098
Certificate of Deposit	100,633	102,023
Grant and Contract Receivables	1,892,718	993,490
Financial Assets Available to Meet Cash Needs for General Expenditures	$ 2,597,398	$ 1,935,611

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds.

Note 7 - Contingent Liabilities

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

Note 8 - Property and Equipment

Property and equipment consisted of the following at December 31, 2025 and 2024:

	2025	2024
Land	$ 242,447	$ 242,447
Building	434,471	434,471
Computing Equipment	130,941	119,428
Furniture and Equipment	90,897	90,897
	898,756	887,243
Less: Accumulated Depreciation	(443,698)	(418,089)
Total	$ 455,058	$ 469,154

Note 9 - Subsequent Events

The Organization has evaluated events and transactions for potential recognition or disclosure in the financial statements through August 27, 2026, the date which the financial statements were available to be issued. No subsequent events have been recognized or disclosed.

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2025

Federal Grantor/Pass-Through Grantor/ State Grantor/Program or Cluster	Assistance Listing Number	State CSFA Number	Pass-Through Entity Award Number	Pass-Through to Subrecipients	Expenditures
FEDERAL AWARDS					
U.S. Department of Health and Human Services					
Passed Through State of Florida, Department of Elder Affairs:					
Aging Cluster:					
Special Programs for the Aging_Title III, Part B_Grants for Supportive Services and Senior Centers	93.044	-	BA025	$ 921,265	$ 1,235,278
Special Programs for the Aging_Title II, Part C_Nutrition Services	93.045	-	BAO25	2,263,384	2,651,259
Nutrition Services Incentive Program	93.053	-	BA024	180,959	181,416
Total Aging Cluster				3,365,608	4,067,953
National Family Caregiver Support, Title III, Part E	93.052	-	BA025	421,280	562,079
Special Program for the Aging_Title III, Part D_Disease Prevention and Health Promotion Services	93.043	-	BA025	142,641	142,641
State Health Insurance Assistance Program	93.324	-	BN024	-	66,004
State Health Insurance Assistance Program	93.324	-	BN025	-	46,299
Total State Health Insurance Assistance Program				-	112,303
Special Programs for the Aging_Title VII, Chapter 3_Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	-	B7025	-	21,267
Low-Income Home Energy Assistance	93.568	-	BP021	7,940	259,367
Medical Cluster:					
Medical Assistance Program	93.778	-	BX023	-	458,616
Total Medicaid Cluster				-	458,616
Medicare Enrollment Assistance Program	93.071	-	BB025	-	69,329
Medicare Enrollment Assistance Program	93.071	-	BB026	-	5,416
Total Medicare Enrollment Assistance Program				-	74,745
Special Programs for the Aging_Title IV_and Title II_Discretionary Projects	93.048	-	BG024	-	44,844
Special Programs for the Aging_Title IV_and Title II_Discretionary Projects	93.048	-	BG025	-	37,782
Total Special Programs for the Aging				-	82,626
Total U.S. Department of Health and Human Services				3,937,469	5,781,597
U.S. Department of Veterans Affairs					
VHA Home Care	64.044	-	N/A	-	585,076
Total Federal Awards				$ 3,937,469	$ 6,366,673

See accompanying notes to Schedule of Expenditures of Federal Awards and State Financial Assistance

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2025

Federal Grantor/Pass-Through Grantor/ State Grantor/Program or Cluster	Assistance Listing Number	State CSFA Number	Pass-Through Entity Award Number	Pass-Through to Subrecipients	Expenditures
STATE FINANCIAL ASSISTANCE					
State of Florida, Department of Elder Affairs					
Home Care for the Elderly	-	65.001	BH024	$ 213,707	$ 391,195
Home Care for the Elderly	-	65.001	BH025	181,452	299,869
Total Home Care for the Elderly				395,159	691,064
Alzheimer's Respite Services	-	65.004	BZ024	921,784	983,840
Alzheimer's Respite Services	-	65.004	BZ025	844,526	877,748
Total Alzheimer's Respite Services				1,766,310	1,861,588
Local Services Programs	-	65.009	BL024	56,410	57,525
Local Services Programs	-	65.009	BL025	66,243	68,010
Total Local Services Programs				122,653	125,535
Community Care for the Elderly	-	65.010	BC024	1,555,738	1,635,356
Community Care for the Elderly	-	65.010	BC025	1,438,679	1,503,630
Total Community Care for the Elderly				2,994,417	3,138,986
Total State Financial Assistance				$ 5,278,539	$ 5,817,173
Total Federal Awards and State Financial Assistance				$ 9,216,008	$ 12,183,846

See accompanying notes to Schedule of Expenditures of Federal Awards and State Financial Assistance

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
NOTES TO SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2025

Note 1 - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the Schedule) includes the Federal awards and State financial assistance activity of Area Agency on Aging for North Florida, Inc. (the Organization) under programs of the Federal and State government for the year ended December 31, 2025, 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); Chapter 10.650, *Rules of the Auditor General*; and the *Florida Single Audit Act*. 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

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

Note 3 - De Minimis Indirect Cost Rate Election

The Organization has elected not to use the 15 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

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

To the Board of Directors
Area Agency on Aging for North Florida, Inc.

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 Area Agency on Aging for North Florida, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2025, 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 August 27, 2026.

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.

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, non-compliance with which could have a direct and material

To the Board of Directors
Area Agency on Aging for North Florida, Inc.

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*

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 non-compliance 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.

Purvis Gray

August 27, 2026
Tallahassee, Florida

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

To the Board of Directors
Area Agency on Aging for North Florida, Inc.

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and Major State Project
We have audited Area Agency on Aging for North Florida, Inc.'s (the Organization) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* and the requirements described in the Florida Department of Financial Services' State Projects *Compliance Supplement*, that could have a direct and material effect on each of the Organization's major federal programs and major state projects for the year ended December 31, 2025. The Organization's major federal programs and major state projects are identified in 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 federal programs and major state projects for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program and Major State Project
We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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); Chapter 10.650, *Rules of the Auditor General*; and the *Florida Single Audit Act*. Our responsibilities under those standards, the Uniform Guidance, Chapter 10.650, *Rules of the Auditor General*, and the *Florida Single Audit Act*, 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 major state project. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

To the Board of Directors
Area Agency on Aging for North Florida, Inc.

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

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 law, statues, regulations, rules, and provisions of contracts or grant agreements applicable to the Organization's federal programs and state projects.

Auditor's Responsibilities for the Audit of Compliance
Our objectives are to obtain reasonable assurance about whether material non-compliance 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 GAAS; *Government Auditing Standards*; the Uniform Guidance; Chapter 10.650, *Rules of the Auditor General;* and the *Florida Single Audit Act*, will always detect material non-compliance when it exists. The risk of not detecting material non-compliance 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. Non-compliance 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 major state project as a whole.

In performing an audit in accordance with GAAS; *Government Auditing Standards*; the Uniform Guidance; Chapter 10.650, *Rules of the Auditor General*; and the *Florida Single Audit Act*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material non-compliance, 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; Chapter 10.650, *Rules of the Auditor General*; and the *Florida Single Audit Act*, 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.

To the Board of Directors
Area Agency on Aging for North Florida, Inc.

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

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, non-compliance with a type of compliance requirement of a federal program or state project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material non-compliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the 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; Chapter 10.650, *Rules of Auditor General*; and the *Florida Single Audit Act*. Accordingly, this report is not suitable for any other purpose.

Purvis Gray

August 27, 2026
Tallahassee, Florida

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report Issued:	Unmodified
Internal Control Over Financial Reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None Reported
Non-compliance material to financial statements noted?	No

Federal Awards

Internal Control Over Major Federal Programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	No
Type of Auditor's Report Issued on Compliance for Major Programs:	Unmodified
Any Audit Findings Disclosed that are Required to be Reported in Accordance with 2 CFR 200.516(a)?	No
Identification of Major Federal Programs:	
Federal Program or Cluster	**Assistance Listing No.**
Aging Cluster	93.044, 93.045, 93.053
Dollar Threshold Used to Distinguish Between Type A and Type B Programs – Federal Programs	$1,000,000
Auditee qualified as low-risk auditee pursuant to the Uniform Guidance?	No

State Projects

Internal Control Over Major State Projects:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	No
Type of Auditor's Report Issued on Compliance for State Projects:	Unmodified
Any Audit Findings Disclosed that are Required to be Reported to State Financial Projects?	No
Identification of Major State Projects:	
State Project	**State CSFA No.**
Community Care for the Elderly (CCE)	65.010
Alzheimer's Respite Services	65.004
Dollar Threshold Used to Distinguish Between Type A and Type B Programs – State Projects	$750,000

AREA AGENCY ON AGING FOR NORTH FLORIDA, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2025

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None.

STATE PROJECT FINDINGS AND QUESTIONED COSTS

None.

INDEPENDENT AUDITOR'S MANAGEMENT LETTER REQUIRED BY 10.650, *RULES OF THE AUDITOR GENERAL*

Nothing to report.

FEDERAL AWARD SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

There were no audit findings for the year ended December 31, 2024.

STATE PROJECT SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

There were no audit findings for the year ended December 31, 2024.

PURVIS GRAY

CERTIFIED PUBLIC ACCOUNTANTS

Gainesville | Ocala | Tallahassee | Sarasota | Orlando | Tampa

purvisgray.com