2025

Marion Senior Services, Inc.

Financial Statements and Independent Auditor's Report

December 31, 2025

PURVIS GRAY

CERTIFIED PUBLIC ACCOUNTANTS

MARION SENIOR SERVICES, INC.

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

DECEMBER 31, 2025

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PURVIS GRAY

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Marion Senior Services, Inc.
Ocala, Florida

Opinion
We have audited the accompanying financial statements of Marion Senior Services, Inc. (a non-profit organization), which comprise the statements 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 of the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Marion Senior Services, Inc. as of December 31, 2025, and the changes in 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 of America. 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 Marion Senior Services, Inc. and to meet our ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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 misstatements, 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 Marion Senior Services, Inc.'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 Board of Directors of
Marion Senior Services, Inc.
Ocala, Florida

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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Marion Senior Services, Inc.'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 Marion Senior Services, Inc.'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* 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

To the Board of Directors of
Marion Senior Services, Inc.
Ocala, Florida

INDEPENDENT AUDITOR'S REPORT

and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and state financial assistance is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 28, 2026, on our consideration of Marion Senior Services Inc.'s internal control over financial reporting and our tests of 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 Marion Senior Services, Inc.'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 Marion Senior Services, Inc.'s internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited Marion Senior Services, Inc.'s 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 31, 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.

Purvis Gray

July 28, 2026
Ocala, Florida

MARION SENIOR SERVICES, 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	$ 3,458,685	$ 3,701,589
Grants and Contracts Receivable	2,041,149	1,818,749
Accounts Receivable - Local Grants and Miscellaneous	217,680	55,466
Beneficial Interest in Community Foundation Agency Pool	216,838	164,598
Investments	490,161	433,645
Prepaid Expenses	321,915	194,375
Total Current Assets	6,746,428	6,368,422
Property and Equipment, Net of Accumulated Depreciation	3,007,559	2,827,664
Other Assets		
Beneficial Interest in Community Foundation Endowment Fund	136,758	122,186
Total Other Assets	136,758	122,186
Total Assets	$ 9,890,745	$ 9,318,272

LIABILITIES AND NET ASSETS

Current Liabilities		
Accounts Payable	$ 287,148	$ 1,029,578
Accrued Expenses	369,171	275,796
Deferred Revenues	20,521	9,694
Current Portion of Obligations Under Finance Lease	6,772	6,253
Total Current Liabilities	683,612	1,321,321
Long-Term Liabilities		
Obligations Under Finance Leases, Net of Current Portion	21,292	28,064
Total Long-Term Liabilities	21,292	28,064
Total Liabilities	704,904	1,349,385
Net Assets		
Without Donor Restrictions	7,104,232	6,021,035
With Donor Restrictions	2,081,609	1,947,852
Total Net Assets	9,185,841	7,968,887
Total Liabilities and Net Assets	$ 9,890,745	$ 9,318,272

See accompanying notes.

MARION SENIOR SERVICES, 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	2024
Support and Revenue				
Federal and State Grant Funds	$ 7,484,097	$ 742,530	$ 8,226,627	$ 7,848,878
Client Contributions and Fees	114,512	-	114,512	102,526
Client Co-Pay	35,016	-	35,016	30,433
Other Contributions	216,273	-	216,273	168,165
In-Kind Contributions	490,619	-	490,619	350,503
MSS Transportation Contracts	696,589	-	696,589	446,982
Marion County Commission Funds	1,488,202	-	1,488,202	1,282,952
United Way	56,522	-	56,522	68,101
Preferred and Long-Term Care Fees	57,220	-	57,220	34,283
Interest and Dividends	8,478	-	8,478	19,120
Other Income	110,242	-	110,242	20,627
Gain/(Loss) on Disposition of Assets	19,701	-	19,701	3,583
Gain on Investment Earnings	82,515	-	82,515	90,915
Released from Restriction - Transportation	516,177	(516,177)	-	-
Released from Restriction - Building	92,596	(92,596)	-	-
Total Support and Revenue	11,468,759	133,757	11,602,516	10,467,068
Expenses				
Program Services:				
Transportation Services	4,024,890	-	4,024,890	3,177,266
Support Services Title IIIB	387,570	-	387,570	593,783
Congregate Meals Title IIIC-1	359,008	-	359,008	326,625
Home Delivered Meals Title IIIC-2	465,555	-	465,555	593,009
Family Caregiver Support Title IIIE	132,424	-	132,424	186,551
Emergency Energy Assistance Title XXVI	131,259	-	131,259	142,984
Community Care for the Elderly	1,093,557	-	1,093,557	1,047,209
Alzheimer's Disease Initiative	521,254	-	521,254	547,107
Home Care for the Elderly	37,225	-	37,225	18,138
Local Services Program	10,411	-	10,411	18,759
CDBG Service Facility	54,965	-	54,965	54,965
Volunteer Program	6,012	-	6,012	4,719
Special Funding	5,648	-	5,648	63
Meals on Wheels	102,927	-	102,927	127,358
Wheels 4 Meals	-	-	-	2,946
Preferred Care	59,573	-	59,573	72,632
Managed Long-Term Care	48,166	-	48,166	51,844
Lutheran Services Florida Mental Health	661,381	-	661,381	280,962
Enhanced Home Care for the Elderly	-	-	-	8,322
Other Program Services	8,602	-	8,602	21,111
Total Program Services	8,110,427	-	8,110,427	7,276,353
Management and General	2,275,135	-	2,275,135	2,202,418
Total Expenses	10,385,562	-	10,385,562	9,478,771
Changes in Net Assets	1,083,197	133,757	1,216,954	988,297
Net Assets, Beginning of Year	6,021,035	1,947,852	7,968,887	6,980,590
Net Assets, End of Year	$ 7,104,232	$ 2,081,609	$ 9,185,841	$ 7,968,887

See accompanying notes.

MARION SENIOR SERVICES, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025
(WITH SUMMARIZED COMPARATIVE TOTALS FOR DECEMBER 31, 2024)

	Program Services				
	Transportation Services	Support Services Title IIIB	Congregate Meals Title IIIC-1	Home Delivered Meals Title IIIC-2	Family Caregiver Support Title IIIE
Expenses					
Salaries and Benefits	$ 1,627,445	$ 107,887	$ 120,887	$ 185,710	$ 19,450
In-Kind Salaries	-	29,352	7,151	81,627	16,438
Travel	269	4,404	9,869	47,826	145
Building Space	189	6,128	20,299	10,651	1,150
In-Kind Building Space	-	-	31,650	-	-
Communications and Utilities	13,117	3,112	7,387	3,528	1,151
Printing and Supplies	10,409	8	4,746	2,241	914
Meals	-	-	147,321	126,632	-
Emergency Energy Assistance	-	-	-	-	-
Insurance	1,008,035	-	-	-	-
Fuel	401,583	-	-	-	-
Vehicle Repair Expenditures	278,921	-	-	-	-
Service Subcontracts	-	234,909	-	-	59,982
Other Indirect Costs	168,747	1,770	9,404	6,972	33,194
Community With a Heart	-	-	-	-	-
Depreciation	516,175	-	294	368	-
Total Expenses	$ 4,024,890	$ 387,570	$ 359,008	$ 465,555	$ 132,424

See accompanying notes.

	Program Services						
	Emergency Energy Assistance Title XXVI	**Community Care for the Elderly**	**Alzheimer's Disease Initiative**	**Home Care for the Elderly**	**Local Services Program**	**CDBG Service Facility**	**Volunteer Program**
	$ 31,025	$ 200,760	$ 71,769	$ 1,826	$ 7,207	$ -	$ -
	-	40,216	-	-	-	-	-
	93	13,058	1,544	8	32	-	-
	-	10,980	3,186	1,471	294	-	2,406
	-	-	-	-	-	-	-
	521	7,049	2,055	642	211	-	751
	4	25,237	2,371	10,171	3	-	208
	-	54,709	8,487	3,730	-	-	-
	99,346	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	712,557	425,205	-	2,513	-	-
	270	26,891	6,534	19,377	122	-	2,647
	-	1,980	-	-	-	-	-
	-	120	103	-	29	54,965	-
	$ 131,259	$ 1,093,557	$ 521,254	$ 37,225	$ 10,411	$ 54,965	$ 6,012

See accompanying notes.

MARION SENIOR SERVICES, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2025
(WITH SUMMARIZED COMPARATIVE TOTALS FOR DECEMBER 31, 2024)

	Program Services				
	Special Funding	Meals on Wheels	Wheels 4 Meals	Preferred Care	Managed Long-Term Care
Expenses					
Salaries and Benefits	$ -	$ 62,080	$ -	$ 25,603	$ 17,001
In-Kind Salaries	-	-	-	-	-
Travel	-	12,330	-	6,803	4,802
Building Space	-	3,273	-	2,085	1,169
In-Kind Building Space	-	-	-	-	-
Communications and Utilities	-	1,213	-	788	365
Printing and Supplies	400	1,123	-	3	1
Meals	4,799	19,489	-	23,534	24,610
Emergency Energy Assistance	-	-	-	-	-
Insurance	-	-	-	-	-
Fuel	-	-	-	-	-
Vehicle Repair Expenditures	-	-	-	-	-
Service Subcontracts	-	-	-	190	-
Other Indirect Costs	449	3,281	-	567	218
Community With a Heart	-	-	-	-	-
Depreciation	-	138	-	-	-
Total Expenses	$ 5,648	$ 102,927	$ -	$ 59,573	$ 48,166

See accompanying notes.

Program Services						
Lutheran Services Florida Mental Health	**Enhanced Home Care for the Elderly**	**Other Program Services**	**Total Program Services**	**Management and General**	**2025 Totals**	**2024 Totals**
$ 317,092	$ -	$ -	$ 2,795,742	$ 1,615,389	$ 4,411,131	$ 4,331,025
247,985	-	-	422,769	-	422,769	212,619
3,971	-	-	105,154	2,793	107,947	122,960
2,036	-	-	65,317	98,239	163,556	80,940
-	-	-	31,650	-	31,650	137,884
1,193	-	-	43,083	35,139	78,222	112,418
449	-	1,377	59,665	27,402	87,067	115,314
-	-	-	413,311	-	413,311	555,216
-	-	-	99,346	-	99,346	118,463
7,838	-	-	1,015,873	194,665	1,210,538	473,909
-	-	-	401,583	118	401,701	432,964
-	-	-	278,921	-	278,921	246,260
10,720	-	-	1,446,076	-	1,446,076	1,443,896
66,427	-	7,225	354,095	265,232	619,327	610,070
-	-	-	1,980	-	1,980	2,407
3,670	-	-	575,862	36,158	612,020	482,426
$ 661,381	$ -	$ 8,602	$ 8,110,427	$ 2,275,135	$ 10,385,562	$ 9,478,771

See accompanying notes.

MARION SENIOR SERVICES, 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		
Receipts from Contributions and Other Miscellaneous Revenues	$ 783,034	$ 908,355
Receipts from Contracts, Grants, and Service Fees	10,243,790	9,211,457
Receipts from Investment Income	17,165	11,403
Payments for Salaries and Related Expenses	(4,148,844)	(4,204,527)
Payments for Vendors and Suppliers	(6,304,203)	(4,133,376)
Net Cash Provided by (Used in) Operating Activities	590,942	1,793,312
Cash Flows from Investing Activities		
Purchase of Equipment, Land, and Building Improvements	(797,593)	(742,530)
Transfer to Community Foundation Agency Pool and Endowment Fund	(30,000)	
Net Cash Provided by (Used in) Investing Activities	(827,593)	(742,530)
Cash Flows from Financing Activities		
Payments on Finance Leases	(6,253)	(4,224)
Net Cash Provided by (Used in) Financing Activities	(6,253)	(4,224)
Net Increase (Decrease) in Cash and Cash Equivalents	(242,904)	1,046,558
Cash and Cash Equivalents, Beginning of Year	3,701,589	2,655,031
Cash and Cash Equivalents, End of Year	$ 3,458,685	$ 3,701,589
Supplemental Disclosure of Cash Flow Information		
Cash Paid During the Year for Interest	$ 25,190	$ 2,336
Supplemental Disclosure of Non-Cash Investing and Financial Activities		
Non-Cash Activities Include In-Kind Donations of Volunteer Hours and Building Space.	$ 454,419	$ 350,503

See accompanying notes.

MARION SENIOR SERVICES, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2025

Note 1 - Summary of Significant Accounting Policies

Organization

Marion Senior Services, Inc. (Senior Services) is a non-profit organization organized under the laws of the State of Florida on September 5, 1973. Senior Services was established to provide a variety of services to elderly, disabled, and disadvantaged persons in Marion County, Florida. Senior Services receives a substantial portion of its revenue as a sub-recipient from state and federal grants passed through Elder Options also serving as Mid-Florida Area Agency on Aging. Senior Services is governed by a Board of Directors (the Board) made up of individuals who are nominated by a nominating committee and elected by the Board.

Basis of Accounting

Senior Services uses the accrual basis of accounting. Federal, state, and local government and public grants are recorded as support when performance occurs under the terms of the grant agreement.

Revenues and contributions received are recorded as with or without donor restrictions support depending on the existence and/or nature of any donor restrictions. Restricted revenues and contributions are reported as an increase in unrestricted net assets if the restriction is met in the reporting period in which the revenues and contributions are received.

Financial Statement Presentation

Financial statement presentation follows *Accounting Standards Codification* (ASC) 958-205, *Financial Statements of Not-For-Profit Organizations*. Under ASC 958-205, Senior Services is required to report information regarding its financial position and activities as follows:

- Without Donor Restrictions
- With Donor Restrictions

Without Donor Restrictions

Net assets that are not subject to donor-imposed stipulations.

With Donor Restrictions

Net assets subject to donor-imposed stipulations that may or will be met either by actions of Senior Services and/or passage of time. When a restriction expires, with donor restriction, assets are reclassified to without donor restrictions, and reports in the statement of activities as net assets released from restrictions.

Allocation of Expenditures

The costs of providing the various programs and other activities have been detailed in the statement of functional expenses. 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 square footage associated with that program. Management and general expenses are allocated to the programs based on various allocation methods which meet federal and state guidelines for management and general expense allocation.

Property, Equipment, and Depreciation
Senior Services follows the practice of capitalizing at cost all expenditures for property and equipment in excess of $1,000. All property and equipment is stated at cost at date of acquisition. Depreciation expense is computed using the straight-line method over the estimated useful life of the asset ranging from 5 to 40 years (see Note 6).

Donated Space and Services
In accordance with ASC 958-605-25-16, *Contribution of Services*, shall be recognized if the services received: (a) create or enhance non-financial assets; or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed services that do not meet the above criteria are not recognized.

All in-kind contributions are considered to be available for unrestricted use, unless specifically restricted by the donor, and have been treated as in-kind contributions for purposes of meeting federal or state matching requirements.

Income Taxes
Senior Services is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and is not a private foundation. Accordingly, the financial statements do not reflect a provision for income taxes. Senior Services is no longer subject to federal and state examinations by tax authorities for years before 2022. Interest and penalties assessed to Senior Services as a result of federal and state income tax positions are recorded as an operating expense. For the year ended December 31, 2025, there were no interest or penalties recorded in the accompanying financial statements.

Cash and Cash Equivalents
For the purposes of the statement of cash flows, cash equivalents include all highly liquid investments purchased with a maturity of three months or less. Cash and cash equivalents consist primarily of money market and checking accounts.

The checking and money market accounts are covered by the Federal Deposit Insurance Corporation up to $250,000. The uninsured balance in the checking accounts at December 31, 2025, is $2,526,626.

Investments
Investments, primarily consisting of equity securities and mutual funds, are stated at fair value. Investments in equity securities with readily determinable values are valued based on quoted market prices in active markets in which the securities are traded. Gains and losses, both realized and unrealized, resulting from increases or decreases in the fair value of investments are reflected in the consolidated statements of activities and changes in net assets as increases or decreases in net assets without donor restrictions unless the use was restricted by explicit donor stipulations or by law.

Revenue Recognition
Senior Services receives substantially all of its grant and contract revenue from federal and state agencies. Senior Services recognizes revenues over the service period of those contracts, or to the extent that the grant expenses have been incurred. Revenue recognition depends on the contract. No amounts were received in advance under federal or state grants during 2025. Granting agencies may, at their discretion, request reimbursement for expenses, return of funds, or both as a result of non-compliance with the terms of the grant agreement.

Senior Services recognizes contributions when cash is received or when assets are donated. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor or granting agency. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as with donor restrictions. However, if a restriction is fulfilled in the same time period in which the contribution is received, Senior Services reports the support as without donor restrictions.

Copays for Community Care for the Elderly and the Alzheimer's Disease Initiative programs are charged to clients based on income level. These programs provide services to clients, including respite, companion care, home health, and in-home support. Fees are collected at the time of service or are billed and recognized as revenue once the services have been rendered.

Preferred care fees are for meals for clients. The fees are flat fees which are charged to clients who do not qualify for any other programs, the fees are on a sliding scale based on individual monthly income. Fees are collected at the time of service or are billed and recognized as revenue once the services have been rendered.

Transportation fees are determined based on the trip rate schedule. Fees are collected at the time of service or are billed and recognized as revenue once the services have been rendered.

Receivables
Receivables are recorded by Senior Services for funds to be received from various sources, including federal and state grants. Management believes all accounts receivable are collectible, and therefore, there is no allowance for credit losses.

Beneficial Interest in Community Foundation Agency Pool and Endowment Fund
Beneficial Interest in Endowment Fund and Agency Pool consists of amounts held and invested by the Community Foundation of Ocala Marion County under an agency account agreement. The beneficial interest is reported at the fair market value of the fund as determined by the Community Foundation of Ocala Marion County. Investment income of the fund, net of expenses, and any net realized and unrealized gains and losses, are included in investment income, net in the statement of activities and changes in net assets.

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

Prior Period Information
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. Certain prior-year amounts may have been reclassified to conform to current year financial reporting and to facilitate comparison of financial data. Accordingly, such information should be read in conjunction with Senior Services' financial statements for the year ended December 31, 2024, for which the summarized information was derived.

Reclassifications
Certain amounts presented in the prior year financial statements have been reclassified to conform to the current year presentation. These reclassifications had no effect on the change in net assets previously reported.

Note 2 - Cash and Cash Equivalents

Cash and cash equivalents are comprised of the following at December 31, 2025:

Petty Cash	$ 220
Checking and High Yield Savings Accounts	189,112
Money Market Accounts	3,269,353
Total	$ 3,458,685

Note 3 - Fair Value Measurements and Investments

Investments are recorded at fair value which is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The inputs used for valuing the Senior Services' investments are summarized into the three broad levels listed below:

- **Level 1**—quoted prices in active markets for identical assets.
- **Level 2**—other significant observable inputs either directly or indirectly (including quoted prices for similar securities, interest rates, yield curves, credit risk, etc.).
- **Level 3**—significant unobservable inputs.

The following table sets forth by level, within the fair value hierarchy, the Marion Services' assets at fair values as of December 31, 2025:

		Fair Value Measurements as of December 31, 2025, Using		
	Fair Value	Quoted Prices In Active Markets for Observable Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash	$ 12,879	N/A	N/A	N/A
Stock Equities	356,162	$ 356,162	$ -	$ -
ETFs and Closed-End Funds	114,145	114,145	-	-
Preferred Securities	6,975	6,975	-	-
Beneficial Interests in Agency Fund	216,838	-	-	216,838
Beneficial Interests in Endowment Fund	136,758	-	-	136,758
Total Investments	$ 843,757	$ 477,282	$ -	$ 353,596

Note 4 - Beneficial Interest in Community Foundation Agency Pool and Endowment

Amounts reported in the statement of financial position as Beneficial Interest in Community Foundation Agency and Endowment Pool Fund represent the net cumulative transfers by Senior Services to the Community Foundation of Ocala Marion County. This amount totaled $353,596 on December 31, 2025. The Community Foundation of Ocala Marion County holds and invests the funds on behalf of Senior Services in an endowment and agency fund for the benefits of the Corporation. Funds are invested in equities, fixed income, alternative investments, and cash equivalents.

Changes in endowment and agency fund for the year ended December 31:

	Agency	Endowment
Beginning Balance	$ 164,598	$ 122,186
Contributions	30,000	-
Investment Income	5,087	3,366
Administrative Expenses	(2,332)	(1,564)
Net Realized and Unrealized Gains	19,485	12,770
Ending Balance	$ 216,838	$ 136,758

Note 5 - Retirement Plan

Senior Services participates in a voluntary retirement annuity 403(b) Plan (the Plan) for eligible employees through Principal Financial Group. All employees are eligible for participation in the Plan after a period of twelve months and a minimum of 1,000 hours of service during the twelve-month period. Five percent (5%) of each eligible employee's salary is contributed by Senior Services to the Plan. During the year ended December 31, 2025, Senior Services contributed $113,446 to the Plan for covered employees.

Note 6 - Property, Equipment, and Accumulated Depreciation

The following is a schedule of changes in property and equipment by program owned by Senior Services:

	Balance January 1, 2025	Additions	Deletions	Balance December 31, 2025
Preferred Care	$ 2,235	$ -	$ -	$ 2,235
Meals on Wheels	7,193	-	-	7,193
Service Facility	115,361	-	-	115,361
General Use	146,878	-	-	146,878
Human Services Department	-	55,063	-	55,063
CCE General Administration	42,177	-	-	42,177
Alzheimer's Disease Initiative	2,842	-	-	2,842
Community Care for Disabled Adults	152	-	-	152
Title IIIB	23,456	-	-	23,456
Title IIIC-1	41,702	-	-	41,702
Title IIIC-2	21,695	-	-	21,695
Title IIIE	2,829	-	-	2,829
Title IIIEF	1,520	-	-	1,520
Local Services Program	756	-	-	756
CDBG Service Facility	2,402,577	-	-	2,402,577
Transportation Services	5,185,295	742,530	(692,131)	5,235,694
Volunteer Program	1,735	-	-	1,735
Special Funding	(899)	-	-	(899)
(Accumulated Depreciation)	(5,169,840)	(617,698)	692,131	(5,095,407)
Total	$ 2,827,664	$ 179,895	$ -	$ 3,007,559

Property and equipment consists of:

	2025
Land	$ 231,990
Buildings, Vehicles, and Equipment	7,870,976
	8,102,966
Less Accumulated Depreciation and Amortization	(5,095,407)
Property and Equipment, Net of Accumulated Depreciation	$ 3,007,559

Senior Services also retains property and equipment whose acquisition has been funded by various federal and state programs. The title for the equipment remains with the federal and state grantor. The use, removal, or replacement of the equipment is controlled by the granting agency. Titles for vehicles purchased with funds from the Florida Department of Transportation and the State of Florida Commission for the Transportation Disadvantaged are transferred to Senior Services after 5 years and/or 200,000 miles. Any funds received from the disposition of these older vehicles must be used in the Transportation program. Senior Services, as custodian of the equipment, maintains a physical record of the equipment as a net asset with donor restrictions.

Senior Services' service facility in Ocala, Florida was funded with a Community Development Block Grant (CDBG) through Marion County for $1,777,900 and with unrestricted funds. This property is subject to a lien for 30 years or until CDBG funds are repaid. The land was donated to Senior Services by the City of Ocala. The portion of the building purchased with CDBG funds is included as a net asset with donor restrictions. An additional CDBG was received in 2020 for $200,000 from Marion County to fund the expansion of the lobby, board room, and congregate meal dining area to serve low to moderate-income at-risk seniors. This property is subject to a lien until September 30, 2026, or until the CDBG funds are repaid.

Note 7 - Non-Cash Donations and Donated Services

During the year ended December 31, 2025, volunteer home delivered meals drivers are used for the Title IIIC-2, CCE, and Meals on Wheels programs. Volunteer senior companions are used for the CCE and Title IIIE programs. Volunteer services of $422,769 are recorded at values consistent with those amounts that would be paid to salaried personnel for similar services. Senior Services also has volunteers serving as assistant site managers, site aides, and program aides. These donated services have not been recognized in the accompanying financial statements because they did not meet the criteria for recognition under generally accepted accounting principles, Financial Accounting Standards Board ASC 958-605-15-4, *Revenue Recognition*.

Senior Services also received donated building space rental for their congregate meal program. Donated building space is used for the Title IIIC-1 program. Donated building space of $31,650 is recorded based on the appraised value provided by a real estate agent.

The types of services provided by the volunteers contributed to community collaborations, daily operations and to the clients.

Note 8 - Leases

Senior Services entered into a finance lease for one color copier which expires in 2029. Each asset and liability under the finance lease is recorded at the lower of the present value of the minimum lease payments.

Leases	Classifications	December 31, 2025
Liabilities		
Current:		
Finance	Current Portion of Long-Term Debt	$ 6,772
Non-Current:		
Finance	Long-Term Debt	21,292
Total Lease Liability		$ 28,064

Finance lease assets are recorded net of accumulated amortization of $28,064 as of December 31, 2025.

Lease Term and Discount Rate

	December 31, 2025
Weighted Average Remaining Term (Years)	41 months
Weighted Average Discount Rate	8%

Maturities of Lease Liabilities

Minimum future lease payments under the finance lease as of December 31, 2025, for the following year and in the aggregate are:

Year	Finance Leases
2026	$ 8,772
2027	8,772
2028	8,772
2029	5,848
Total Future Minimum Lease Payments	32,164
Less: Amount Representing Interest	(4,100)
Present Value of Net Minimum Lease Payments	$ 28,064

Rental Agreement

Senior Services entered into a rental agreement with the City of Ocala in December 2006 for the use of additional land adjacent to land owned by Senior Services for overflow parking of vehicles used for transportation. The agreement began January 2007 and expired December 2011, with an automatic renewal until terminated by one of the parties. Rent of $5 was paid for the initial five-year term. Annual rent is $1 beginning in 2012. The fair value of the rent has not been determined.

Note 9 - Commitments and Contingencies

Senior Services receives a substantial amount of its support from federal and state governments. A significant reduction in the level of this support, if this were to occur, may have an effect on Senior Services' programs and activities. Grants require the fulfillment of certain conditions set forth in the instrument of the grant. Failure to fulfill the conditions could result in the return of the funds to grantors. Although this is a possibility, the Board deems the contingency remote, since by accepting the grants and their terms it has accommodated the objectives of Senior Services to the provisions of the grants.

Note 10 - Net Assets

The detail of Senior Services net assets categories at December 31, 2025, is as follows:

Without Donor Restrictions	
Investment in Property and Equipment	$ 925,950
Undesignated	6,178,282
Total Without Donor Restrictions	$ 7,104,232
With Donor Restrictions	
Investment in Property and Equipment	$ 2,081,609
Total With Donor Restrictions	$ 2,081,609

Note 11 - Liquidity and Availability of Resources

Financial assets consist of cash on deposit, beneficial interest in investments, grants, and accounts receivable, other. There are no other unavailable financial assets. There are no further Board designated assets or available lines of credit to meet general expenditures within one year.

Financial Assets, as of December 31, 2025	$ 6,561,271
Less Those Unavailable for General Expenditures Within One Year:	
Restricted for Endowments at Community Foundation	(136,758)
Financial Assets Available to Meet Cash Needs for General Expenditures Within One Year	$ 6,424,513

Senior Services' main expenses are for operations of programs. All programs receive grant funding which is paid either on a reimbursement basis or by units of service.

Note 12 - Subsequent Events

Subsequent events were evaluated through July 28, 2026, the date the financial statements were available to be issued.

Subsequent to year-end, Senior Services announced that it had initiated discussions with the City of Ocala and Marion County regarding the long-term sustainability of the organization's paratransit transportation services. The discussions are exploratory in nature and are intended to evaluate future service delivery models and long-term operational sustainability. As of the date the financial statements were available to be issued, no agreements had been executed, no decisions had been made, and no changes to transportation operations or services had been approved. Management will continue to monitor these discussions and evaluate any future financial statement implications as additional information becomes available.

ADDITIONAL INFORMATION REQUIRED BY THE UNIFORM GUIDANCE,
GOVERNMENT AUDITING STANDARDS,* AND *RULES OF THE AUDITOR GENERAL

MARION SENIOR SERVICES, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2025

Grantor/Pass-Through Agency	Assistance Listing/ CSFA Number	Contract Grant Number	Expenditures
Federal Transit Administration			
Passed Through Florida Department of Transportation:			
Formula Grants for Rural Areas and Tribal Transit Program	20.509	G3873	$ 915,858
Formula Grants for Rural Areas and Tribal Transit Program	20.509	G2508	132,835
Formula Grants for Rural Areas and Tribal Transit Program	20.509	G2V24	14,500
Total Formula Grants for Rural Areas			1,063,193
Section 5310: Enhanced Mobility of Seniors & Individuals with Disabilities:			
FTA Section 5310 - Capital Purchase	20.513	G3927	257,028
FTA Section 5310 - Capital Purchase	20.513	G2Y53	668,277
Total Formula Grants for Rural Areas and Tribal Transit Program			925,305
Total Federal Transit Administration			1,988,498
U.S. Department of Health and Human Services			
Passed Through State of Florida, Department of Elder Affairs Through Elder Options:			
Aging Cluster:			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	OAA-25-MSS	587,490
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	OAA-24-MSS	2,382
Total Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers			589,872
Special Programs for the Aging - Title III, Part C - Nutrition Services			
Title III, Part C-1 - Nutrition Services	93.045	OAA-25-MSS	532,705
			532,705
Special Programs for the Aging - Title III, Part C - Nutrition Services			
Title III, Part C-2 Nutrition Services	93.045	OAA-25-MSS	477,760
			477,760
Nutrition Services Incentive Program	93.053	OAA-25-MSS	37,441
Total Aging Cluster			1,637,778
National Family Caregiver Support, Title III, Part E	93.052	OAA-25-MSS	163,591
National Family Caregiver Support, Title III, Part E	93.052	OAA-24-MSS	8,187
Total National Family Caregiver Support Program			171,778
Low-Income Home Energy Assistance	93.568	EA-25-MSS	116,167
Total U.S. Department of Health and Human Services			1,925,723
Total Expenditures of Federal Awards			$ 3,914,221
Florida Department of Transportation			
Florida Commission for the Transportation Disadvantaged Trip and Equipment Grant Program	55.001	G2Z32	$ 409,176
Florida Commission for the Transportation Disadvantaged Trip and Equipment Grant Program	55.001	G3E06	403,446
Total Florida Commission for the Transportation Disadvantaged Trip and Equipment Grant Program			812,622
Total Florida Department of Transportation			812,622

MARION SENIOR SERVICES, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2025

Grantor/Pass-Through Agency	Assistance Listing/ CSFA Number	Contract Grant Number	Expenditures
State of Florida Department of Children and Families			
Passed through Lutheran Services Florida:			
Substance Abuse and Mental Health Community Services	60.153	FL078	$ 557,662
Florida Department of Elder Affairs			
Community Care for the Elderly	65.010	CCE-24-MSS	846,572
Community Care for the Elderly	65.010	CCE-25-MSS	918,593
Total Community Care for the Elderly			1,765,165
Alzheimer Interventions, Memory Disorder Clinics, Brain Banks and Alzheimer Special Projects	65.002	ADI-24-MSS	527,460
Alzheimer Interventions, Memory Disorder Clinics, Brain Banks and Alzheimer Special Projects	65.002	ADI-25-MSS	532,955
Total Alzheimer Interventions, Memory Disorder Clinics, Brain Banks and Alzheimer Special Projects			1,060,415
Local Services Program	65.009	LSP-25-MSS	20,024
Total Local Services Program			20,024
Home Care for the Elderly	65.001	HCE-24-MSS	39,488
Home Care for the Elderly	65.001	HCE-25-MSS	55,082
Total Home Care for the Elderly			94,570
Total Florida Department of Elderly Affairs			2,940,174
Total Expenditures of State Financial Assistance			4,310,458
Total Expenditures of Federal Awards and State Financial Assistance			$ 8,224,679

Other Information

Basis of Presentation

The accompanying schedule of expenditures of federal awards and state financial assistance includes the federal and state grant activity of Marion Senior Services, Inc., and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.650, *Rules of the Auditor General*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the financial statements.

Marion Senior Services, Inc. did not elect to use the 15% de minimis indirect cost rate of 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 of
Marion Senior Services, Inc.
Ocala, Florida

We have audited, in accordance with auditing standards generally accepted in the United States of America and standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Marion Senior Services, Inc. (a non-profit organization), which are comprised of the statement of financial position as of December 31, 2025, 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 July 28, 2026.

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

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

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

To the Board of Directors of
Marion Senior Services, Inc.
Ocala, Florida

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Marion Senior Services, Inc.'s financial statements are free of 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 effect on the determination of financial statement amounts. 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 on the results of that testing, and not to provide an opinion on the effectiveness of Marion Senior Services, Inc.'s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Marion Senior Services, Inc.'s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Purvis Gray

July 28, 2026
Ocala, Florida

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

To the Board of Directors of
Marion Senior Services, Inc.
Ocala, Florida

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project
We have audited Marion Senior Services, Inc.'s compliance with the types of compliance requirements identified as subject to audit in the 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 Marion Senior Services, Inc.'s major federal programs for the year ended December 31, 2025. Marion Senior Services Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Marion Senior Services, Inc. complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program and State Project
We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and the requirements described in the Chapter 10.650, *Rules of the Auditor General*. Our responsibilities under those standards, the Uniform Guidance, and Chapter 10.650, *Rules of the Auditor General* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

To the Board of Directors of
Marion Senior Services, Inc.
Ocala, Florida

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

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 Marion Senior Services, Inc.'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 Marion Senior Services, Inc.'s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, it is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.650, *Rules of the Auditor General*, 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, and 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 Marion Senior Services, Inc.'s compliance with the requirements of each major federal programs and state projects as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material 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 Marion Senior Services, Inc.'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 Marion Senior Services, Inc.'s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of Marion Senior Services, Inc.'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 were identified during the audit.

To the Board of Directors of
Marion Senior Services, Inc.
Ocala, Florida

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

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 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 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 that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

Purvis Gray

July 28, 2026
Ocala, Florida

MARION SENIOR SERVICES, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL AWARDS PROGRAMS AND
STATE FINANCIAL ASSISTANCE PROJECTS
IN ACCORDANCE WITH THE UNIFORM GUIDANCE AND
THE *RULES OF THE AUDITOR GENERAL*
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?	No
Non-Compliance Material to Financial Statements Noted?	No

Federal Awards and State Projects

Internal Control over Major Programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
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 CFR 200.516(A), or Chapter 10.557 for Local Government Entities, or 10.565 for Non-Profit and For-Profit Organizations?	No

Identification of Major Programs:

Federal Program	
U.S. Department of Health and Human Services:	
Program for Aging Cluster:	
Special Programs for the Aging – Title III, Part B – Grants for Supportive Services and Senior Centers	AL No.93.044
Special Programs for the Aging – Title III, Part C – Nutrition Services	AL No. 93.045
Nutrition Services Incentive Program	AL No. 93.053

MARION SENIOR SERVICES, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL AWARDS PROGRAMS AND
STATE FINANCIAL ASSISTANCE PROJECTS
IN ACCORDANCE WITH THE UNIFORM GUIDANCE AND
THE *RULES OF THE AUDITOR GENERAL*
FOR THE YEAR ENDED DECEMBER 31, 2025

State Projects

State of Florida Department of Elder Affairs:	
Alzheimer Interventions, Memory Disorder Clinics, Brain Banks and Alzheimer Special Projects	CSFA No. 65.002
Community Care for the Elderly	CSFA No. 65.010
Dollar Threshold Used to Distinguish Between Type A and Type B Programs – Federal Programs	$ 1,000,000
Dollar Threshold Used to Distinguish Between Type A and Type B Programs – State Projects	$ 750,000
Auditee Qualified as Low-Risk Auditee Pursuant to the Uniform Guidance?	No

Current Year Findings

No current year findings.

Other Issues

No summary schedule of prior audit findings is required because there were no prior audit findings related to federal programs or state projects.

MANAGEMENT LETTER

To the Board of Directors of
Marion Senior Services, Inc.
Ocala, Florida

Report on the Financial Statements
We have audited the financial statements of Marion Senior Services, Inc. as of and for the fiscal year ended December 31, 2025, and have issued our report thereon dated July 28, 2026.

Auditor's Responsibility
We conducted our audit 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; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and Chapter 10.650, *Rules of the Auditor General*.

Other Reporting Requirements
We have issued our Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*, Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and on Internal Control over Compliance, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which are dated July 28, 2026, should be considered in conjunction with this management letter.

Additional Matters
Section 10.654(1)(e), *Rules of the Auditor General*, requires us to communicate non-compliance with provisions of contracts or grant agreements, or abuse, that have occurred, or are likely to have occurred, that have an effect on the financial statements or state project amounts that is less than material but warrants the attention of those charged with governance. In connection with our audit, we did not note any such findings.

Purpose of this Letter
Our management letter is intended solely for the information and use of the Legislative Auditing Committee, members of the Florida Senate and the Florida House of Representatives, the Florida Auditor General, federal and other granting agencies, the Board of Directors, and applicable management, and is not intended to be, and should not be, used by anyone other than those specified parties.

Purvis Gray

July 28, 2026
Ocala, Florida

PURVIS GRAY

CERTIFIED PUBLIC ACCOUNTANTS

Gainesville | Ocala | Tallahassee | Sarasota | Orlando | Tampa

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