

GOING FURTHER

SENIOR RESOURCE ASSOCIATION, INC. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL REPORT

YEAR ENDED JUNE 30, 2025

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Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Senior Resource Association, Inc. and Subsidiaries (a non-profit organization) (the "Organization"), which comprise the consolidated statement of financial position as of June 30, 2025, and the related consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated 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 consolidated 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 consolidated 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 June 30, 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 20, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 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 projects, 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 consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 and state awards is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2025, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Organization's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.



Bradenton, Florida
December 22, 2025

Senior Resource Association, Inc. and Subsidiaries

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

JUNE 30, 2025

(WITH SUMMARIZED FINANCIAL INFORMATION AS OF JUNE 30, 2024)

ASSETS	Without Donor Restrictions	With Donor Restrictions	Total	Total 2024
CURRENT ASSETS				
Cash	\$ 935,710	\$ 478,762	\$ 1,414,472	\$ 1,436,154
Accounts receivable, net of allowance for doubtful accounts of \$9,769	27,624	-	27,624	30,087
Grants receivable	1,444,752	-	1,444,752	1,496,815
Promises to give	3,833	-	3,833	215,848
Other	66,549	-	66,549	42,781
Prepaid expenses	327,090	-	327,090	271,534
	<u>2,805,558</u>	<u>478,762</u>	<u>3,284,320</u>	<u>3,493,219</u>
NONCURRENT ASSETS				
Cash restricted for capital projects	-	193,311	193,311	99,569
Cash restricted for endowment	-	-	-	381
Property and equipment, at cost, net	1,570,479	3,490,053	5,060,532	3,656,098
Right of use assets	177,041	-	177,041	39,704
Endowment	-	130,433	130,433	117,028
Deposits	7,095	-	7,095	7,095
	<u>1,754,615</u>	<u>3,813,797</u>	<u>5,568,412</u>	<u>3,919,875</u>
TOTAL ASSETS	<u>\$ 4,560,173</u>	<u>\$ 4,292,559</u>	<u>\$ 8,852,732</u>	<u>\$ 7,413,094</u>
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts payable	\$ 846,059	\$ -	\$ 846,059	\$ 582,646
Accrued expenses and other liabilities	533,881	-	533,881	367,299
Current portion of lease liabilities	55,490	-	55,490	43,448
	<u>1,435,430</u>	<u>-</u>	<u>1,435,430</u>	<u>993,393</u>
LONG TERM LIABILITIES				
Lease liabilities - operating leases, less current portion	121,551	-	121,551	-
	<u>121,551</u>	<u>-</u>	<u>121,551</u>	<u>-</u>
Without donor restrictions				
Undesignated	3,003,192	-	3,003,192	3,241,658
With donor restrictions				
Time or purpose	-	4,182,559	4,182,559	3,068,043
Perpetual	-	110,000	110,000	110,000
TOTAL NET ASSETS	<u>3,003,192</u>	<u>4,292,559</u>	<u>7,295,751</u>	<u>6,419,701</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 4,560,173</u>	<u>\$ 4,292,559</u>	<u>\$ 8,852,732</u>	<u>\$ 7,413,094</u>

See Notes to Financial Statements.

Senior Resource Association, Inc. and Subsidiaries

CONSOLIDATED STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2025

(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2024)

	Net Assets	Net Assets With Donor		Total	Total 2024
	Without Donor Restrictions	Time or Purpose	Perpetual		
Program revenue					
Federal grants	\$ 5,235,510	\$ 2,159,145	\$ -	\$ 7,394,655	\$ 5,438,068
State grants	5,562,816	-	-	5,562,816	5,634,188
Local grants	3,611,935	-	-	3,611,935	2,613,856
Program service fees	404,536	-	-	404,536	367,111
Contributions	739,111	447,263	-	1,186,374	877,471
Special events, net	626,613	-	-	626,613	538,569
Net assets released from restrictions	1,504,914	(1,504,914)	-	-	-
Total program revenue	17,685,435	1,101,494	-	18,786,929	15,469,263
Other revenue					
Investment income, net	46,888	13,022	-	59,910	37,050
Miscellaneous income	31,834	-	-	31,834	5,029
Total other revenue	78,722	13,022	-	91,744	42,079
Total revenue	17,764,157	1,114,516	-	18,878,673	15,511,342
Expenses					
Program services					
Transportation	10,165,958	-	-	10,165,958	9,481,115
Adult enrichment and respite	821,166	-	-	821,166	793,797
Senior support services	2,050,699	-	-	2,050,699	1,534,686
Meals on Wheels	1,772,993	-	-	1,772,993	1,532,643
Public guardian program	312,080	-	-	312,080	294,060
	15,122,896	-	-	15,122,896	13,636,301
Supporting services					
Management and general	2,138,948	-	-	2,138,948	1,937,068
Fundraising	740,779	-	-	740,779	585,306
	2,879,727	-	-	2,879,727	2,522,374
Total expenses	18,002,623	-	-	18,002,623	16,158,675
Change in net assets	(238,466)	1,114,516	-	876,050	(647,333)
Net assets, beginning of year as originally stated	3,241,658	3,068,043	110,000	6,419,701	7,280,946
Prior period adjustment	-	-	-	-	(213,912)
Net assets, beginning of year as restated	3,241,658	3,068,043	110,000	6,419,701	7,067,034
Net assets, end of year	\$ 3,003,192	\$ 4,182,559	\$ 110,000	\$ 7,295,751	\$ 6,419,701

See Notes to Financial Statements.

Senior Resource Association, Inc. and Subsidiaries

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2025

(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2024)

	Passenger Transportation	Direct Elderly Care	Social Services	Home Delivered Meals	Guardian Program
Salaries	\$ 2,950,396	\$ 411,252	\$ 278,021	\$ 450,571	\$ 168,414
Payroll taxes	250,273	34,139	22,907	37,939	13,899
Fringe benefits	371,643	59,411	36,486	38,367	28,935
Employment expenses	78,831	6,011	3,417	34,402	6,772
Retirement	79,086	12,706	9,257	12,425	6,101
Travel	518	283	83	4,136	2,517
Communications and postage	27,240	4,597	6,887	11,423	3,234
Utilities	20,523	21,546	3,891	10,865	788
Printing and supplies	63,228	24,768	5,134	21,140	2,958
Fuel	563,771	-	781	8,963	-
Meals	-	20,122	-	964,649	-
Maintenance and repairs	904,887	9,792	8,682	46,776	2,777
Professional fees	82,027	12,845	9,450	19,096	52,166
Dues and subscriptions	19,342	1,470	481	1,567	1,555
Community outreach	15,150	3,412	2,067	3,798	1,238
Licenses and fees	1,938	473	-	1,388	36
Equipment	3,497	593	451	1,859	55
Client expenses	644	-	1,624,047	-	-
Advertising	19,083	11,452	5,722	6,205	3,076
Insurance	220,738	26,952	8,601	21,276	10,038
Subcontract services	3,438,593	718	-	-	-
Occupancy	225,543	48,460	19,357	25,372	7,521
Depreciation	801,008	109,686	4,798	48,255	-
Fundraising expense	-	-	-	-	-
Other	27,999	478	179	2,521	-
Total expenses	\$ 10,165,958	\$ 821,166	\$ 2,050,699	\$ 1,772,993	\$ 312,080

See Notes to Financial Statements.

(Continued)

Senior Resource Association, Inc. and Subsidiaries

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED JUNE 30, 2025

(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2024)

	Total Program Expenses	Management and General	Fundraising	Total Expenses	Total 2024
Salaries	\$ 4,258,654	\$ 1,313,509	\$ 262,809	\$ 5,834,972	\$ 5,376,174
Payroll taxes	359,157	98,673	21,747	479,577	436,405
Fringe benefits	534,842	158,804	17,211	710,857	530,763
Employment expenses	129,433	50,589	13,407	193,429	239,416
Retirement	119,575	47,125	6,261	172,961	144,433
Travel	7,537	12,794	280	20,611	18,560
Communications and postage	53,381	32,360	5,175	90,916	57,630
Utilities	57,613	12,208	649	70,470	73,953
Printing and supplies	117,228	12,980	54,852	185,060	166,495
Fuel	573,515	93	-	573,608	627,814
Meals	984,771	-	-	984,771	825,725
Maintenance and repairs	972,914	56,247	31,376	1,060,537	933,335
Professional fees	175,584	174,911	83,561	434,056	499,595
Dues and subscriptions	24,415	3,902	560	28,877	23,561
Community outreach	25,665	-	10,624	36,289	36,425
Licenses and fees	3,835	1,145	431	5,411	4,513
Equipment	6,455	5,748	2,100	14,303	23,172
Client expenses	1,624,691	-	-	1,624,691	1,082,593
Advertising	45,538	6,940	4,021	56,499	54,803
Insurance	287,605	65,182	4,423	357,210	350,492
Subcontract services	3,439,311	-	-	3,439,311	3,146,801
Occupancy	326,253	85,167	19,735	431,155	417,698
Depreciation	963,747	-	338	964,085	832,058
Fundraising expense	-	-	193,672	193,672	223,915
Other	31,177	571	7,547	39,295	32,346
Total expenses	\$ 15,122,896	\$ 2,138,948	\$ 740,779	\$ 18,002,623	\$ 16,158,675

See Notes to Financial Statements.

Senior Resource Association, Inc. and Subsidiaries

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2025

(WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED JUNE 30, 2024)

CASH FLOWS FROM OPERATING ACTIVITIES	2025	2024
Change in net assets	\$ 876,050	\$ (647,333)
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	964,085	832,058
Donated lease expense	159,804	159,804
Realized and unrealized gains	(13,405)	(8,438)
Endowment contributions	-	(60,000)
Change in right of use assets and liabilities	(3,744)	-
Change in assets and liabilities		
(Increase) in grants and accounts receivable	(102,536)	(38,006)
Decrease in promises to give	52,211	35,756
(Increase) decrease in other assets	(23,768)	50,192
(Increase) in prepaid expenses	(55,556)	(18,743)
Increase (decrease) in accounts payable	420,475	(82,631)
Increase in accumulated paid time off	21,084	138,939
Increase (decrease) in accrued expenses	145,498	(54,001)
Net cash provided by operating activities	<u>2,440,198</u>	<u>307,597</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(2,368,519)	(566,157)
Purchase of investments	-	(61,338)
Net cash (used in) investing activities	<u>(2,368,519)</u>	<u>(627,495)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Endowment contributions	-	60,000
Net cash provided by investing activities	<u>-</u>	<u>60,000</u>
Net increase (decrease) in cash	71,679	(259,898)
Cash, beginning of year	<u>1,536,104</u>	<u>1,796,002</u>
Cash, end of year	<u>\$ 1,607,783</u>	<u>\$ 1,536,104</u>
Supplemental disclosure of cash flow information		
Current year additions of operating lease right of use assets	\$ 181,546	\$ -
Current year additions of operating lease right of use liabilities	181,546	-

See Notes to Financial Statements.

Notes To Consolidated Financial Statements

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Martin County Transit, LLC ("MCT") was organized for the purposes of operating a public transit system within Martin County. As of July 1, 2025 MCT was awarded a three year contract by Martin County Board of County Commissioners to operate Martin County's on-road transit bus system.

Senior Resource Association Foundation, Inc. ("SRAF") was organized for the purpose of supporting and advancing the programs of Senior Resource Association. The foundation is supported primarily through donor contributions, grants, special events, and investment income.

Significant accounting policies are as follows:

Principles of Consolidation

The consolidated financial statements include the accounts of the Association, MCT and SRAF. The Association, MCT and SRAF, collectively referred to as the Organization, are related through an economic interest and the Association's direct and indirect ability to determine the activities of management. All significant inter-company balances and transactions are eliminated from the accompanying consolidated financial statements.

Basis of Accounting

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

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

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

Basis of Accounting (Continued)

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

Revenue Recognition

Revenue from program service fees contracts with customers consists solely of program service fees and includes contracts with clients to provide adult enrichment, respite programs and nutrition services. Revenues for these services are recorded during the period, or at the point in time when obligations to provide services are satisfied. Performance obligations for adult enrichment and respite services are generally satisfied over time and revenues are recognized based on charges incurred in relation to total expected charges. Performance obligations for these services are generally satisfied by the Organization over the duration of the program, typically a period of less than one day. Performance obligations for nutrition services are satisfied at the point in time the service is rendered. Contractual relationships with clients, in most cases involve a third-party payor (Medicare, Medicaid, managed care health plans, and commercial insurance plans) and the transactions prices for the services provided are dependent upon the terms provided by or negotiated with those third-party payors. Revenue recognized over time and at the point in time totaled \$321,676 and \$82,860, respectively for the year ended June 30, 2025.

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

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

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

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

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

Management Estimates

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

Accounts Receivable and Allowance for Credit Losses

Accounts receivable are recorded at their net realizable value. Accounts receivable are based on services performed prior to year-end, but not collected as of the statement of financial position date. The allowance method is used to determine uncollectible receivables. The allowance for credit losses is based on prior year experience and management's analysis. At June 30, 2025, the allowance for credit losses was \$9,769.

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

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

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

Contributions

Unconditional promises to give, cash and other assets are reported at estimated fair value at the date the promise is received. Conditional promises to give are recognized when the conditions are substantially met, and indications of intentions to give are reported at fair value at the date the gift is received. The gifts are reported as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Contributions with donor-imposed restrictions that are met in the same reporting period are reported as support without donor restrictions.

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

Cash and Cash Equivalents

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

Investments

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

The Organization investments consist of endowment investments, consisting of pooled funds with the Indian River Community Foundation, as described in Note 9.

Fair Value of Financial Instruments

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

Property and Equipment

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

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

Maintenance and repairs of property and equipment are charged to operations and major improvements are capitalized. Depreciation expense for the year ended June 30, 2025 was \$964,085.

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

Contributed Use of Long-Lived Assets

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

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

Donated Material and Services

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

Income Taxes

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

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

Functional Allocation of Expenses

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

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

Advertising

The Organization expenses advertising costs in the period incurred. For the year ended June 30, 2025 advertising costs totaled \$56,499.

Summarized Financial Information for 2024

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 accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements as of and for the year ended June 30, 2024 from which the summarized information was derived.

NOTE 2. LIQUIDITY AND AVAILABILITY

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

The following table reflects the Organization's total financial assets as of June 30, 2025 and the amounts of those financial assets that could be made available within 12 months to meet operating expenditures:

Cash	\$	935,710
Accounts and grants receivable		1,472,376
Promises to give		3,833
Financial assets available to meet operating expenditures	\$	<u>2,411,919</u>

NOTE 3. PROMISES TO GIVE

Unconditional promises to give consist of the following at June 30, 2025:

Less than one year	\$	3,833
Remaining contributed use of facilities		-
	\$	<u>3,833</u>

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

NOTE 4. PROPERTY AND EQUIPMENT

Property and equipment consists of the following as of June 30, 2025:

Land	\$	217,101
Buildings and improvements		2,928,071
Buildings and improvements - FTA restricted		821,947
Vehicles		873,062
Vehicles - title restricted		6,245,795
Furniture, fixtures and equipment		814,340
Furniture, fixtures and equipment - FTA restricted		2,176,069
Furniture, fixtures and equipment - MCT		16,805
		<u>14,093,190</u>
Less accumulated depreciation		9,032,658
	\$	<u>5,060,532</u>

Depreciation expense amounted to \$964,085 during the year ended June 30, 2025.

NOTE 5. FAIR VALUE MEASUREMENTS

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

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

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

NOTE 5. FAIR VALUE MEASUREMENTS (CONTINUED)

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

The endowment assets are held in an investment pool with the Indian River Community Foundation (Community Foundation) and are considered to be Level 3 investments. The following is a reconciliation of the endowment assets in which significant unobservable inputs (Level 3) were used in determining their value at June 30, 2025:

Fair value, beginning of the year	\$	117,025
Contributions received		-
Investment income, net		13,408
	\$	<u>130,433</u>

NOTE 6. LINE OF CREDIT

The Organization maintains a \$300,000 line of credit. The line bears interest at prime (7.50% at June 30, 2025) and is due on demand. The line of credit agreement has no stated maturity date and requires an annual 30-day resting period with a zero balance prior to each anniversary date of the loan. As of June 30, 2025, there is no outstanding balance on the line of credit.

NOTE 7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions time or purpose at June 30, 2025 consist of the following:

Vehicle and equipment - title restricted	\$	3,490,053
Guardianship program		214,920
Meals on Wheels programs		241,775
Contributed use of facilities		-
Capital projects		193,311
Music therapy		10,730
Chorus program		11,339
Endowment		20,431
	\$	<u>4,182,559</u>

NOTE 8. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions during 2025 by incurring expenses or by otherwise satisfying the restricted purposes specified by donors as follows:

Vehicle and equipment - title restricted	\$	1,032,725
Guardianship program		10,656
Meals on wheels programs		38,985
Contributed use of facilities		159,804
Dayaway scholarships		-
Music therapy		10,880
Chorus program		54,506
Other		197,358
	\$	<u>1,504,914</u>

NOTE 9. ENDOWMENT

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

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

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

NOTE 9. ENDOWMENT (CONTINUED)

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

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

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

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

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or FUPMIFA requires the Organization to retain as a fund of perpetual duration. There were no such deficiencies as of June 30, 2025.

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

The Organization's endowment consisted of the following at June 30, 2025:

	With Donor Restrictions Time and Purpose	With Donor Restrictions Perpetual	Total
Endowment	\$ 20,433	\$ 110,000	\$ 130,433

NOTE 9. ENDOWMENT (CONTINUED)

Changes in endowment net assets for the year ended June 30, 2025 were as follows:

	With Donor Restrictions	With Donor Restrictions	
	Time and Purpose	Perpetual	Total
Balance June 30, 2024	\$ 7,411	\$ 110,000	\$ 117,411
Contributions	-	-	-
Investment income, net	13,022	-	13,022
Balance June 30, 2025	<u>\$ 20,433</u>	<u>\$ 110,000</u>	<u>\$ 130,433</u>

NOTE 10. CONTRIBUTED USE OF FACILITIES

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

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

The Organization has recorded an unconditional promise to give for the contributed use of facilities asset from the County for the difference between the fair value rental value of the land and buildings and the stated amount of the lease payments. The remaining unconditional promise to give at June 30, 2025 was \$-.

NOTE 11. RETIREMENT PLAN

The Organization has established a tax-sheltered annuity plan for the benefit of its employees in accordance with Section 403(b) of the Internal Revenue Code. Under the plan, a contribution is made to the account of each participating employee, based on their compensation. Employer contributions represent a 50% match of the employee contribution, up to a maximum of 4% of the employee's wages. Employees can request that an additional voluntary deduction from their wages be contributed to the plan. Employees hired on or after October 1, 2007 vest in employer contributions over a five year vesting schedule. For the year ended June 30, 2025 the Organization contributed \$172,961 on behalf of the employees.

NOTE 12. LEASES

The Organization enters into leases in the normal course of business primarily for office facilities and equipment. The Organization's lease has a remaining term of 35 months, with a renewal option to extend the lease and does not include lease termination options.

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

NOTE 12. LEASES (CONTINUED)

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

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

Right-of-use assets and lease liabilities and lease liabilities by lease type, and the associated statement of financial position classifications at June 30, 2025 are as follows:

Statement of Financial Position Classification

Right-of-use assets:

Operating leases	Right-of-use asset, net	\$	177,041
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Lease liabilities:

Operating leases	Lease liabilities	\$	177,041
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Lease Obligations

Future undiscounted lease payments for operating leases with initial terms of one year or more as of June 30, 2025 are as follows:

	Operating Leases
2026	\$ 61,505
2027	64,580
2028	61,901
Total undiscounted lease payments	187,986
Less: imputed interest	10,945
Net lease liabilities	\$ 177,041

NOTE 13. CONTINGENCIES

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

NOTE 14. SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through December 22, 2025 the date which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

Senior Resource Association, Inc. and Subsidiaries

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE PROJECTS
FOR THE YEAR ENDED JUNE 30, 2025**

Federal or State Grantor/Pass Through Grantor/Program or Cluster Title	Assistance Listing Number or State CSFA	Contract or Grant Number	Federal Or State Expenditures
U.S. Department of Health and Human Services			
Passed through the Florida Department of Elder Affairs, Area			
Agency on Aging:			
Aging Cluster:			
Older Americans Act - Nutrition Services Incentive Program (NSIP)	93.053	IA024-9300	\$ 5,202
	93.053	IA025-9300	18,654
Older Americans Act Title IIIB - Support Services (OAA IIIB)	93.044	IA024-9300	118,245
	93.044	IA025-9300	107,924
Older Americans Act Title III C1 - Congregate Meals (OAA C1)	93.045	IA024-9300	64,236
	93.045	IA025-9300	74,021
Older Americans Act Title III C2 - Home Delivered Meals (OAA C2)	93.045	IA024-9300	142,957
	93.045	IA025-9300	151,153
American Rescue Plan	93.044	IRP22-9300 (IIIB)	26,110
	93.045	IRP22-9300 (IIIC2)	18
Total - Aging Cluster			<u>708,520</u>
Older Americans Act Title III E - Caregiver Support (OAA IIIE)	93.052	IA024-9300	29,270
	93.052	IA025-9300	27,204
Energy Home Energy Assistance for the Elderly Program (EHEAP)	93.568	IP2425-9300	58,942
Total U.S. Department of Health and Human Services			<u>823,936</u>
U.S. Department of Transportation			
Passed through from Indian River Count, Florida:			
Federal Transit Cluster:			
Federal Transit Capital Assistance - 5307 and 5339	20.507	FL-2018-103-00	54,353
	20.507	FL-2019-061-00	150,259
	20.507	FL-2021-014-00	581,475
	20.507	FL-2022-013-00	641,935
	20.526	FL-2022-055-00	525,813
	20.507	FL-2024-006-00	30,073
	20.507	FL-2025-015-00	1,291,523
	20.507	FL-2025-015-00	254,097
	20.526	FL-2019-045-00	101,323
	20.507	FL-2025-015-00	1,545,117
	20.507	FL-2025-015-00	844,520
Total - Federal Transit Cluster			<u>6,020,488</u>
Transit Services Program Cluster:			
Public Transportation for Nonurbanized Areas - 5310	20.513	G2J91	16,575
	20.513	G2J92	39,795
	20.513	G3A28	4,100
	20.513	G3962	68,631
Total - Transit Services Program Cluster			<u>129,101</u>
Public Transportation for Nonurbanized Areas - 5311	20.509	G2X84	150,000
	20.509	G2F91	64,412
Total U.S. Dept of Transportation			<u>6,364,001</u>
Total Expenditures of Federal Awards			<u>\$ 7,187,937</u>
Florida Department of Elder Affairs			
Community Care for the Elderly (CCE)	65.010	IC024-9300	\$ 863,706
Home Care for the Elderly (HCE)	65.001	IH024-9300	117,109
Office of Public and Professional Guardians (OPPG)	65.003	X9K24	218,643
Alzheimer's Disease Initiative (ADI)	65.002 - 65.004	IZ024-9300	519,097
Total Florida Department of Elder Affairs			<u>1,718,555</u>
Florida Department of Transportation			
Florida Commission for the Transportation			
Disadvantaged Trip and Equipment Grant Program	55.001	G2Z21	370,491
	55.001	G2Z33	277,726
	55.045	G3082	1,221,650
	55.045	G3084	347,738
Block Grant	55.010	G2460	105,504
	55.010	G3743	380,062
	55.010	G2U98	580,450
Service Development	55.012	G2V45	402,000
Transit Corridor Development Program	55.013	G2N79	150,000
Total Florida Department of Transportation			<u>3,835,621</u>
Total Expenditures of State Projects			<u>5,554,176</u>
Total Expenditures of Federal Awards and State Projects			<u>\$ 12,742,113</u>

Senior Resource Association, Inc. and Subsidiaries

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE PROJECTS FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards and State Projects (the "Schedule") includes federal and state award activity of the Organization under programs of the federal government and the State of Florida for the year ended June 30, 2025. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.650, Rules of the Auditor General. Because the Schedule presents only a selected portion of the operations of the Organization, it is not intended to and does not present the financial position, changes in net assets or cash flows of the Organization.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- (1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and Chapter 10.650, Rules of the Auditor General, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
- (2) The Organization has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

OTHER AUDITOR'S REPORTS



Independent Auditor's Report on Compliance for Each Major Federal Program and State Project and on Internal Control Over Compliance Required by the Uniform Guidance and Chapter 10.650, Rules of The Auditor General

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

Report on Compliance for Each Major Federal Program and State Project

Opinion on each Major Federal Program and State Project

We have audited Senior Resource Association, Inc. and Subsidiaries (the "Organization") compliance with the types of compliance requirements described in the OMB *Compliance Supplement* and the requirements described in the *Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on the Organization's major federal program and state project for the year ended June 30, 2025. The Organization's major federal program and state project is identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program and state project for the year ended June 30, 2025.

Basis for Opinion on the Major Federal Program and State Project

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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



Bradenton, Florida
December 22, 2025



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*

Board of Directors
Senior Resource Association, Inc. and Subsidiaries
Bradenton, Florida

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Senior Resource Association, Inc. and Subsidiaries (the "Organization"), which comprise the statement of financial position as of June 30, 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 December 22, 2025.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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, noncompliance with which could have a direct and material effect on the determination of financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Bradenton, Florida
December 22, 2025

Senior Resource Association, Inc. and Subsidiaries

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS FOR THE YEAR ENDED JUNE 30, 2025

Section II – Financial Statement Findings

Finding 2024-001: Promises to Give

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

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

Current Status: The recommendation was adopted in fiscal year 2024. No similar findings were noted in the 2025 audit.

Section III – Federal Award Findings and Questioned Costs

No matters reported.

Senior Resource Association, Inc. and Subsidiaries

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2025

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued on whether the financial Statements audited were prepared in accordance with GAAP
Internal control over financial reporting:

Unmodified

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

Noncompliance material to financial statements noted? yes no

Federal Awards and State Projects

Internal control over major programs:

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

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

Unmodified

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

yes no

Identification of Major Federal Programs:

Assistance Listing Number:

20.507, 20.526

Federal Transit Cluster

Identification of Major State Projects:

CSFA Number:

55.045

CTD Innovative and Service Development Grant

CSFA Number:

55.010

Public Transit Block Grant

CSFA Number:

65.010

Community Care for the Elderly

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

\$750,000

Auditee qualified as low-risk auditee?

yes no

Senior Resource Association, Inc. and Subsidiaries

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE YEAR ENDED JUNE 30, 2025

Section II - Financial Statement Findings

No matters reported.

Section III - Federal Award Findings and Questioned Costs

No matters reported.