

SENIOR CITIZENS COUNCIL
INDEPENDENT AUDITORS' REPORT
FINANCIAL STATEMENTS
FOR YEARS ENDED
SEPTEMBER 30, 2025 and 2024

TABLE OF CONTENTS

INDEPENDENT AUDITORS' REPORT.....	1 - 2
FINANCIAL STATEMENTS	
Statement of Financial Position.....	3
Statements of Activities.....	4 - 5
Statement of Functional Expenses.....	6 - 7
Statements of Cash Flows.....	8
Notes to Financial Statements.....	9 - 18
SUPPLEMENTARY INFORMATION	
Schedule of Expenditures of Federal Awards	19 - 21
Independent Auditors' 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.....	22 - 23
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	24 - 25
Schedule of Findings and Questioned Costs	26
Schedule Of Prior Year Audit Findings and Responses	27



To the Members of
Senior Citizens Council
Sheridan

Opinion

I have audited the accompanying financial statements of Senior Citizens Council, which comprise the Statement of Financial Position for year ended September 30, 2025, and the related statements of activities, functional expenses and cash flows for the years then ended and the related notes to the financial statements.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Senior Citizens Council, as at September 30, 2025, and the results of its operations 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

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of Senior Citizens Council and to meet my other ethical responsibilities in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Senior Citizens Council's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

My 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 my 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

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

made by a reasonable user based on the financial statements. In performing an audit in accordance with generally accepted auditing standards, I:

- 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 Senior Citizens Council 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 my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Senior Citizens Council ability to continue as a going concern for a reasonable period of time.

Other Matter

The financial statements of Senior Citizens Council as at September 30, 2024, were audited by other auditors whose report dated March 04, 2025 expressed an unmodified opinion on those statements.

I am 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 I identified during the audit.



LSM CPA FIRM, P.A., North Miami Beach, FL 33179
License Number **AD70503**
July 13, 2026

SENIOR CITIZENS COUNCIL
STATEMENTS OF FINANCIAL POSITION
SEPTEMBER 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
ASSETS		
Cash and cash equivalents	\$ 240,502	\$ 508,433
Accounts receivable, net of allowance	19,547	12,078
Grants receivable	230,711	194,922
Inventory	4,928	6,144
Pledges receivable, net of allowance and discount	23,871	119,076
Prepaid expenses	53,038	58,232
Investment in partnership	464,377	463,949
Property and equipment, net	6,353,115	6,206,418
Construction in Progress	328,900	196,821
Restricted cash and cash equivalents	222,501	206,977
Restricted investments	2,722,376	2,681,516
Total assets	\$ 10,663,866	\$ 10,654,566
LIABILITIES AND NET ASSETS		
Accounts payable	\$ 128,465	\$ 118,685
Accrued expenses payable	191,469	160,028
Total liabilities	319,934	278,713
Net assets		
Without donor restrictions		
Undesignated	3,633,311	3,498,693
Designated by Board to function as an endowment	141,088	130,575
Designated by Board for program	108,451	108,451
	3,882,850	3,737,719
With donor restrictions		
Perpetual in nature	2,074,863	2,064,215
Purpose restrictions	4,386,219	4,573,919
	6,461,082	6,638,134
Total net assets	10,343,932	10,375,853
Total liabilities and net assets	\$ 10,663,866	\$ 10,654,566

SENIOR CITIZENS COUNCIL
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED SEPTEMBER 30, 2025

	Without Donor	2025 With Donor	
	<u>Restrictions</u>	<u>Restrictions</u>	<u>Total</u>
REVENUES, GAINS AND OTHER SUPPORT			
Contributions	\$ 772,164	\$ 244,654	\$ 1,016,818
Grants and contracts from governmental agencies	3,207,923	-	3,207,923
Program service fees	601,079	-	601,079
Special events	45,084	-	45,084
Interest and dividend income, net of fees \$21,510 and \$20,642, respectively	6,778	49,525	56,303
Net realized and unrealized gain on investments	8,133	173,547	181,680
In-kind rental income	591,495	-	591,495
In-kind donation	15,967	-	15,967
Other income	68,630	-	68,630
Total revenues and gains	<u>5,317,253</u>	<u>467,726</u>	<u>5,784,979</u>
Net assets released from restrictions			
Satisfaction of donor restrictions	644,778	(644,778)	-
Total revenues, gains and other support	<u>5,962,031</u>	<u>(177,052)</u>	<u>5,784,979</u>
EXPENSES AND LOSSES			
Program expenses	4,580,289	-	4,580,289
Management and general	853,355	-	853,355
Fundraising	383,256	-	383,256
Total expenses	<u>5,816,900</u>	<u>-</u>	<u>5,816,900</u>
INCREASE (DECREASE) IN NET ASSETS	145,131	(177,052)	(31,921)
NET ASSETS, BEGINNING	<u>3,737,719</u>	<u>6,638,134</u>	<u>10,375,853</u>
NET ASSETS, ENDING	<u>\$ 3,882,850</u>	<u>\$ 6,461,082</u>	<u>\$ 10,343,932</u>

**SENIOR CITIZENS COUNCIL
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED SEPTEMBER 30, 2024**

	Without Donor Restrictions	2024 With Donor Restrictions	Total
REVENUES, GAINS AND OTHER SUPPORT			
Contributions	\$ 841,831	\$ 277,686	\$ 1,119,517
Grants and contracts from governmental agencies	2,685,077	-	2,685,077
Program service fees	561,004	-	561,004
Special events	52,761	-	52,761
Thrift store	74,342	-	74,342
Interest and dividend income, net of fees \$21,510 and \$20,642, respectively	10,390	56,604	66,994
Net realized and unrealized gain on investments	17,747	425,608	443,355
In-kind rental income	579,270	-	579,270
In-kind donation	111,363	-	111,363
Other income	41,353	-	41,353
Total revenues and gains	4,975,138	759,898	5,735,036
Net assets released from restrictions			
Satisfaction of donor restrictions	569,304	(569,304)	-
Total revenues, gains and other support	5,544,442	190,594	5,735,036
EXPENSES AND LOSSES			
Program expenses	4,523,296	-	4,523,296
Management and general	836,712	-	836,712
Fundraising	369,372	-	369,372
Total expenses	5,729,380	-	5,729,380
Loss on disposition of property and equipment	1,200	-	1,200
Total expenses and losses	5,730,580	-	5,730,580
INCREASE (DECREASE) IN NET ASSETS	(186,138)	190,594	4,456
NET ASSETS, BEGINNING	3,923,857	6,447,540	10,371,397
NET ASSETS, ENDING	\$ 3,737,719	\$ 6,638,134	\$ 10,375,853

SENIOR CITIZENS COUNCIL
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED SEPTEMBER 30, 2025 AND 2024

2025

	Program Services	Management and General	Fundraising	Total
Salaries	\$ 2,077,279	\$ 431,642	\$ 188,844	\$ 2,697,765
Employee benefits	315,914	65,644	28,719	410,277
Payroll taxes	187,906	39,045	17,082	244,033
Total salaries and benefits	2,581,099	536,331	234,645	3,352,075
Occupancy	623,399	129,538	56,673	809,610
Supplies	485,647	2,657	11,075	499,379
Professional fees	194,717	40,461	17,702	252,880
Auto expense	164,752	34,234	14,977	213,963
Repairs and maintenance	111,473	23,163	10,134	144,770
Client services and stipends	27,056	5,622	2,460	35,138
Telephone and internet	24,566	5,105	2,233	31,904
Printing and publications	24,437	5,078	2,222	31,737
Travel	21,268	4,388	1,920	27,576
Insurance	19,436	4,039	1,767	25,242
Dues and subscriptions	8,037	1,670	731	10,438
Staff development	12,259	2,547	1,114	15,920
Postage and shipping	6,315	1,312	574	8,201
Miscellaneous	4,240	776	340	5,356
Interest and bank charges	2,784	579	253	3,616
Advertising and marketing	2,137	444	194	2,775
Total expense before depreciation	4,313,622	797,944	359,014	5,470,580
Depreciation	266,667	55,411	24,242	346,320
Total expenses	\$ 4,580,289	\$ 853,355	\$ 383,256	\$ 5,816,900

SENIOR CITIZENS COUNCIL
STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED SEPTEMBER 30, 2025 AND 2024

2024

	Program Services	Management and General	Fundraising	Total
Salaries	\$ 2,066,373	\$ 429,376	\$ 187,852	\$ 2,683,601
Employee benefits	282,660	58,734	25,696	367,090
Payroll taxes	177,227	36,826	16,112	230,165
Total salaries and benefits	2,526,260	524,936	229,660	3,280,856
Occupancy	592,345	123,085	53,850	769,280
Supplies	505,067	2,891	4,576	512,534
Professional fees	179,201	37,237	16,291	232,729
Auto expense	145,681	30,271	13,244	189,196
Repairs and maintenance	97,448	20,249	8,859	126,556
Client services and stipends	5,866	1,219	533	7,618
Telephone and internet	27,845	5,786	2,532	36,163
Printing and publications	25,296	5,257	2,300	32,853
Travel	25,678	4,251	1,860	31,789
Insurance	21,837	4,538	1,985	28,360
Dues and subscriptions	7,097	1,475	645	9,217
Staff development	19,134	3,976	1,739	24,849
Postage and shipping	6,318	1,313	574	8,205
Miscellaneous	10,903	2,214	968	14,085
Interest and bank charges	2,481	515	225	3,221
Advertising and marketing	24,620	5,116	2,238	31,974
Total expense before depreciation	4,223,077	774,329	342,079	5,339,485
Depreciation	300,219	62,383	27,293	389,895
Total expenses	\$ 4,523,296	\$ 836,712	\$ 369,372	\$ 5,729,380

SENIOR CITIZENS COUNCIL
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2025 AND 2024

	<u>2025</u>	<u>2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets	\$ (31,921)	\$ 4,456
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	346,321	389,895
Realized and unrealized gain on investments	(181,680)	(443,355)
Gain/Loss on disposal of property and equipment	-	1,200
Increase (decrease) in cash and cash equivalents resulting from changes in operating assets and liabilities		
Accounts receivable	(7,466)	(6,211)
Grants receivable	(35,789)	321,388
Inventory	1,215	39,630
Pledges receivable	95,205	65,471
Prepaid expenses	5,193	(13,366)
Accounts payable	9,780	62,227
Accrued expenses payable	31,441	(42,222)
Notes payable	-	(9,781)
Deferred revenue	-	(10,000)
Net cash provided by operating activities	<u>232,299</u>	<u>359,332</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales of property and equipment	-	300
Purchases of property and equipment	(625,098)	(160,985)
Proceeds from sales and maturities of investments	(379,183)	668,046
Purchase of investments	519,575	(682,430)
Net cash provided by (used in) investing activities	<u>(484,706)</u>	<u>(175,069)</u>
Net increase (decrease) in cash and cash equivalents	(252,407)	184,263
CASH AND CASH EQUIVALENTS, BEGINNING	<u>715,410</u>	<u>531,147</u>
CASH AND CASH EQUIVALENTS, ENDING	<u>\$ 463,003</u>	<u>\$ 715,410</u>
Cash and cash equivalents balances consist of the following:		
Cash and cash equivalents	\$ 240,502	\$ 508,433
Restricted cash and cash equivalents	222,501	206,977
Total	<u>\$ 463,003</u>	<u>\$ 715,410</u>

Senior Citizens Council
Notes to the Financial Statements

Note 1 – Background

Senior Citizens Council seeks to celebrate, embrace, and serve older adults for the betterment of the community. It aims at improving the quality of life for senior citizens in the Sheridan area and secondly to prevent premature institutionalization.

Note 2 –Summary Of Significant Accounting Policies

Basis of presentation

The financial statements of Senior Citizens Council have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"), which require Senior Citizens Council to report information regarding its financial position and activities according to the following net asset classifications:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of Senior Citizens Council's management and the board of directors.

- Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of Senior Citizens Council or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.
- Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

Measure of operations

The statements of activities reports all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to Senior Citizens Council's ongoing services and interest and dividends earned on investments. Nonoperating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

Cash and cash equivalents

Senior Citizens Council's cash consists of cash on deposit with banks. Cash equivalents represent money market funds or short-term investments with original maturities of three months or less from the date of purchase, except for those amounts that are held in the investment portfolio which are invested for long-term purposes.

Concentrations of credit risk

Financial instruments that potentially subject Senior Citizens Council to concentrations of credit risk consist principally of cash and cash equivalents and investments. Senior Citizens Council maintains its cash and cash equivalents in bank accounts. Senior Citizens Council's cash and cash equivalent accounts have been placed with high credit quality financial institutions. The balances in the financial institutions are insured

Senior Citizens Council
Notes to the Financial Statements

Concentrations of credit risk (Continued)

by the Federal Deposit Insurance Corporation (FDIC) up to the FDIC limit. The organization has not experienced, nor does it anticipate, any losses with respect to such accounts.

Due to/from related parties

There are no due to/from related parties for the year ended September 30, 2025.

Derecognition of financial assets and liabilities

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized where:

- The rights to receive cash flows from the asset have expired;
- The Company retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass-through' arrangement; or

The Company has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Financial liability is derecognized when the obligation under the liability is discharged or cancelled, or has expired. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in the income statement.

Property, plant, and equipment

Property and equipment are stated at cost at the date of purchase or, for donated assets, at fair value at the date of donation, less accumulated depreciation. Depreciation is calculated using the straight-line method over the lesser of the estimated useful lives of the assets or the lease term. The useful lives range from five to forty years. Senior Citizens Council's policy is to capitalize renewals and betterments acquired for greater than \$2,500 and expense normal repairs and maintenance as incurred. Senior Citizens Council's management periodically evaluates whether events or circumstances have occurred indicating that the carrying amount of long-lived assets may not be recovered.

Investments

Investments are reported at cost, if purchased, or at fair value, if donated. Thereafter, investments are reported at their fair values in the statements of financial position, and changes in fair value are reported as investment return in the statements of activities.

Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are based on average cost and are recorded in the statements of activities in the period in which the securities are sold. Interest is recorded when earned.

Senior Citizens Council
Notes to the Financial Statements

Fair value measurements

Fair value is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. US GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). Senior Citizens Council groups assets at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value.

These levels are:

Level 1 Unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date.

Level 2 Other observable inputs, either directly or indirectly, including:

- Quoted prices for similar assets/liabilities in active markets;
- Quoted prices for identical or similar assets in non-active markets;
- Inputs other than quoted prices that are observable for the asset/liability; and,
- Inputs that are derived principally from or corroborated by other observable market data.

Level 3 Unobservable inputs that cannot be corroborated by observable market data.

Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

In-kind donations

Senior Citizens Council received donated rental services \$591,495 for the year ended September 30, 2025. Such amounts, which are based upon information provided by third-party service providers, are recorded at their estimated fair value determined on the date of contribution and are reported as contributions in-kind and supporting services on the accompanying statements of activities and statements of functional expenses.

Senior Citizens Council
Notes to the Financial Statements

Functional expenses

The costs of providing program and other activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among program services and supporting services benefited. Such allocations are determined by management on an equitable basis.

Use of estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

Income taxes

Senior Citizens Council is exempt from income tax under IRC section 501(c)(3), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The organization additionally qualifies for charitable contribution deduction under Section 170(b)(1)(A) under which it is classified as other than a private foundation under Section 509(A)(2). Senior Citizens Council has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. Senior Citizens Council has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

Note 3 - Availability and Liquidity

The following represents Senior Citizens Council's financial assets at September 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$ 240,502	\$ 508,433
Accounts receivable	19,547	12,078
Grants receivable	<u>230,711</u>	<u>194,922</u>
	<u>\$ 490,760</u>	<u>\$ 715,433</u>

The endowment funds consist of donor-restricted endowments and funds designated by the board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

As part of its liquidity plan, excess cash is invested in short-term investments.

Senior Citizens Council
Notes to the Financial Statements

Note 4 – Investments

The following is a summary of investments at September 30, 2025 and 2024:

	<u>2025</u>		<u>2024</u>	
	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>
Publicly traded mutual funds	\$ 1,191,126	\$ 1,416,496	\$ 1,207,888	\$ 1,372,645
Publicly traded equity securities	577,593	859,991	580,260	889,102
Publicly traded alternatives	388,841	445,889	412,113	419,769
	<u>\$ 2,157,560</u>	<u>\$ 2,722,376</u>	<u>\$ 2,200,261</u>	<u>\$ 2,681,516</u>

As of September 30, 2025, and 2024, all investments were considered level 1 investments. The investments are further classified as follows:

	<u>2025</u>	<u>2024</u>
Restricted investments	\$ 2,722,376	\$ 2,681,516

The following schedule summarizes the investment return and its classification in the statement of activities for the years ended September 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Investment income, net of fees	\$ 56,303	\$ 66,994
Realized & unrealized gain (loss) on investment	<u>181,680</u>	<u>443,355</u>
Total investment gain	<u>\$ 237,983</u>	<u>\$ 510,349</u>

Senior Citizens Council
Notes to the Financial Statements

Note 5 - Fair Value Measurement

Fair values of assets measured on a nonrecurring basis at September 30, 2025 and 2024 are as follows:

<u>Year</u>	<u>Asset Description</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
2025	Publicly traded mutual funds	\$ 1,416,496	\$ 1,416,496	\$ -	\$ -
	Publicly traded equity securities	859,991	859,991	-	-
	Publicly traded alternatives	445,889	445,889	-	-
		<u>\$ 2,722,376</u>	<u>\$ 2,722,376</u>	<u>\$ -</u>	<u>\$ -</u>
2024	Publicly traded mutual funds	\$ 1,372,645	\$ 1,372,645	\$ -	\$ -
	Publicly traded equity securities	889,102	889,102	-	-
	Publicly traded alternatives	419,769	419,769	-	-
		<u>\$ 2,681,516</u>	<u>\$ 2,681,516</u>	<u>\$ -</u>	<u>\$ -</u>

Note 6 - Pledge Receivable

As of September 30, 2025 and 2024, the organization had outstanding receivables for unconditional promises to give in the amount of \$25,000 and \$125,000, respectively. Receipts are scheduled to be received in the following years:

Year ending September 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Receivable in less than one year	\$ 25,000	\$ 100,000
Receivable in one to five years	-	25,000
	<u>25,000</u>	<u>125,000</u>
Less: Unamortized discount	<u>(1,129)</u>	<u>(5,924)</u>
Pledges receivable, net	<u>\$ 23,871</u>	<u>\$ 119,076</u>

A discount rate of 4.73% and 4.14% (the 30-year US Treasury Bond rate) was used in calculating the present value of the pledges receivable expected to be received in future years as of September 30, 2025 and 2024, respectively.

Senior Citizens Council
Notes to the Financial Statements

Note 7 - Property And Equipment, Net

Property and equipment, net consisted of the following at September 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>	<u>Estimated Useful Life in Years</u>
Land	\$ 442,340	\$ 442,340	-
Leasehold improvements	7,469,802	7,469,802	15 - 25
Equipment	470,515	466,415	10 - 20
Furniture & Fixtures	338,172	338,172	10 - 25
Vehicles	1,497,897	1,008,978	5
Computer equipment	203,476	203,476	3 - 5
	10,422,202	9,929,183	
Less: accumulated depreciation	(4,069,087)	(3,722,765)	
	<u>\$ 6,353,115</u>	<u>\$ 6,206,418</u>	

For the years ended September 30, 2025 and 2024, depreciation expense totaled \$346,321 and \$389,895, respectively.

Note 8 - Lease Commitments

The FASB issued Accounting Standards update (ASU) 2016-02, Leases. The standard requires all leases with lease terms over twelve months to be capitalized as a right-of-use asset and lease liability on the balance sheet at the date of lease commencement. This standard defines leases as contracts that convey the right to control the use of identified property for a period of time in exchange of consideration. Leases will be classified as either financing or operating. This distinction will be relevant for the pattern of expense recognition in the statement of operations.

The Organization has three lease agreements for use of land and facilities with the City of Sheridan that extend through 2033 and 2046, respectively, and require a de minimis rental payment of \$1. There is no or de minimis consideration exchanged (donated rent) therefore these leases fall outside the scope of this standard ASC 842. The in-kind revenue recognized by the Organization for these leases for the years ended September 30, 2025 and 2024 was \$591,495 and \$579,270, respectively, which is also included as occupancy expense in the statement of functional expenses.

The Organization has not adopted this standard after evaluating the impact of adoption of this ASU on the financial statements.

Senior Citizens Council
Notes to the Financial Statements

Note 9 - Line Of Credit

The Organization had a \$250,000 bank line with an interest rate of 7.25%. The line was collateralized by grants receivable, pledges receivable, and equipment in the previous year. For the year ended September 30, 2025 there was no outstanding balance on the line.

Note 10 - Net Assets

Net assets with donor restrictions were as follows for the years ended September 30, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
Construction of new buildings and facilities	\$ 3,716,204	\$ 4,004,780
Program support	2,731,228	2,619,704
Vehicles	<u>13,650</u>	<u>13,650</u>
	<u><u>\$ 6,461,082</u></u>	<u><u>\$ 6,638,134</u></u>

Net assets released from net assets with donor restrictions are as follows:

	<u>2025</u>	<u>2024</u>
Program support	\$ 483,378	\$ 399,215
Capital Campaign	<u>161,400</u>	<u>170,089</u>
Total restrictions released	<u><u>\$ 644,778</u></u>	<u><u>\$ 569,304</u></u>

Note 11 - Employee Benefit Plan

The Organization's employees participate in the Wyoming Retirement System (Plan), a cost sharing multiple-employer defined benefit pension plan administered by the Wyoming Retirement Board. The Plan provides retirement and disability benefits, annual cost of living adjustments, and death benefits to Plan participants and beneficiaries. The Wyoming Legislature statutorily establishes and amends the benefit provisions. The Plan issues a publicly available financial report that includes financial statements and required supplementary information which may be obtained at:

<http://retirement.state.wy.us/home/index/html>.

The Plan statutorily requires a percentage of the participant's wages to be contributed to the Plan, paid by the participant and the employer in the following manner:

Senior Citizens Council
Notes to the Financial Statements

Note 11 - Employee Benefit Plan (Continued)

	<u>Employee</u>	<u>Employer</u>	<u>Total</u>
7/1/2022 to 6/30/2023	9.25%	9.37%	18.62%
7/1/2023 to 6/30/2024	9.25%	9.37%	18.62%
7/1/2024 to 6/30/2025	9.25%	9.37%	18.62%

The employer must pay the entire employer amount and determines (generally annually) how much, if any, of the employee portion will be paid by the employer on behalf of the employee. Effective 7/1/2021 contributions to all employees are made according to the required percentage.

For those employees hired before October 1, 2014, the contributions were made as follows:

	<u>Employee</u>	<u>Employer</u>	<u>Total</u>
7/1/2022 to 6/30/2023	9.25%	9.37%	18.62%
7/1/2023 to 6/30/2024	9.25%	9.37%	18.62%
7/1/2024 to 6/30/2025	9.25%	9.37%	18.62%

For those employees hired after October 1, 2014, the contributions were made as follows:

	<u>Employee</u>	<u>Employer</u>	<u>Total</u>
7/1/2022 to 6/30/2023	9.25%	9.37%	18.62%
7/1/2023 to 6/30/2024	9.25%	9.37%	18.62%
7/1/2024 to 6/30/2025	9.25%	9.37%	18.62%

The Organization's contributions to the Plan for the years ended September 30, 2025 and 2024 are \$210,681 and \$213,929, respectively.

Note 12 - Contingencies

The Organization receives substantial support from governmental agencies and other organizations relative to total support and is required to adhere to the restrictions of the grant contracts. These grantor agencies and organizations audit use of the grant funds annually and any noncompliance with the grant contract could result in a liability to the Organization. For the years ended September 30, 2025 and 2024, management believes that noncompliance with grant contracts has not occurred and any outcomes of inquiries by grantors would have an immaterial effect on the financial statements.

Senior Citizens Council
Notes to the Financial Statements

Note 13 - Concentration Of Risk

The Organization is heavily reliant upon support from various federal, state and local grants and contracts. Revenue from these grants and contracts represent 55.45% and 46.82% of the total revenues of the Organization for the years ended September 30, 2025 and 2024, respectively. Thus, changes in the funding level of these grants and contracts could have a significant impact on the Organization and its ability to provide services.

Note 14 - Commitments

The Organization started the Upward Project in 2020 to build additional facilities. As of September 30, 2025, and 2024, the construction in progress was \$328,900 and \$196,821 respectively.

Note 15 - Subsequent Events

Senior Citizens Council has evaluated subsequent events through July 13, 2026, which is the date the financial statements were available to be issued. Senior Citizens Council is not aware of any material subsequent events.

Senior Citizens Council
Notes to the Financial Statements

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Federal Grantor/Pass-Through	Federal CFDA	Agency or Pass- Through	Federal
Grantor/Program Title	Number	Number	Expenditures
<u>U. S. Department of Health and Human Services</u>			
<i>Passed through the Wyoming Department of Health</i>			
Aging - Cluster:			
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	N/A	57,045
Special Programs for the Aging, Title III, Part B, Supportive Services - ARPA Funding	93.044	N/A	<u>53,078</u>
Total Special Programs for the Aging, Title III, Part B, Supportive Services			110,123
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	N/A	276,507
Special Programs for the Aging, Title III, Part C, Nutrition Services - ARPA Funding	93.045	N/A	<u>81,621</u>
Total Special Programs for the Aging, Title III, Part C, Nutrition Services			<u>358,128</u>
Nutrition Services Incentive Program	93.053	N/A	<u>43,824</u>
Special Programs for the Aging, Title III, Part D, Evidence-based Disease Prevention and Health Promotion	93.043	N/A	<u>5,204</u>
Total Aging Cluster			<u>517,279</u>

Senior Citizens Council
Notes to the Financial Statements

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2025**

Federal Grantor/Pass-Through	Federal CFDA Number	Agency or Pass- Through Number	Federal Expenditures
National Family Caregiver Support, Title III, Part E	93.052	N/A	\$ 120,427
National Family Caregiver Support, Title III, Part E - ARPA Funding	93.052	N/A	23,547
Total National Family Caregiver Support, Title III, Part E			143,974
Community Services Block Grant	93.569	N/A	56,471
Total Community Services Block Grant			56,471
Total U.S. Department of Health and Human Services			717,724
<u>U. S. Department of Transportation</u>			
<i>Passed through the Wyoming Department of Transportation</i>			
Formula Grants for Rural Areas	20.509	5311-20- FTA-29	564,691
Buses and Bus Facilities Formula Program	20.526	5339-19- FTA-76	278,120
Total U.S. Department of Transportation			842,811
<u>Centers for Disease Control and Prevention</u>			
<i>Passed through Wyoming Department of Health's Office of Performance Improvement and Health Equity/ALIGN</i>			
National Initiative to address COVID-19 Health Disparities	93.052	N/A	\$ 50,412
Total Expenditures of Federal Awards			\$ 1,610,947

Senior Citizens Council
Notes to the Financial Statements

1. GENERAL

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Senior Citizens Council under programs of the federal government for the year ended September 30, 2025. The information in this schedule is presented in accordance with requirements of the Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).

2. BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards summarizes the federal grant activity of the Senior Citizens Council and is presented on the accrual basis of accounting. The information in the schedule is presented in accordance with the requirements of Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations.

3. INDIRECT COST RATES

The organization does not charge indirect costs under the de minimis cost rate.



**INDEPENDENT AUDITORS' 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 Citizens Council

I have audited, in accordance with auditing standards generally accepted in the United States 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 Citizens Council (a nonprofit organization), which comprise the statement of financial position as of September 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 consolidated financial statements, and have issued my report thereon dated July 13, 2026.

Internal Control Over Financial Reporting

In planning and performing my audit of the consolidated financial statements, I considered Senior Citizens Council'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 my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Senior Citizens Council's internal control. Accordingly, I do not express an opinion on the effectiveness of Senior Citizens Council'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 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.

My 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 my audit I did not identify any deficiencies that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Senior Citizens Council's financial statements are free from material misstatement, I 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 consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion.

Purpose of This Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance, and the results of that testing, and not to provide an opinion on the effectiveness of Senior Citizens Council'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 Senior Citizens Council's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in dark ink, consisting of a large, stylized 'R' followed by a horizontal line.

LSM CPA FIRM, P.A., North Miami Beach, FL 33179

License Number **AD70503**

July 13, 2026



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH
MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Board of Directors
SENIOR CITIZENS COUNCIL

Report on Compliance for Each Major Federal Program

I have audited Senior Citizens Council's compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2025. Senior Citizens Council's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of Senior Citizens Council's major federal programs based on my audit of the types of compliance requirements referred to above. I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States; 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). Those standards and the Uniform Guidance require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Senior Citizens Council's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

I believe that my audit provides a reasonable basis for my opinion on compliance for each major federal program. However, my audit does not provide a legal determination on Senior Citizens Council's compliance.

Opinion on Each Major Federal Program

In my opinion, Senior Citizens Council 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 for the year ended September 30, 2025.

Report on Internal Control Over Compliance

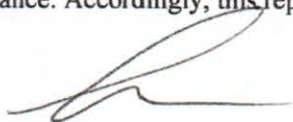
Management of Senior Citizens Council is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing my audit of compliance, I have considered Senior Citizens Council's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of Senior Citizens Council's 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 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 noncompliance 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.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore material weaknesses or significant deficiencies may exist that have not been identified. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses.

Senior Citizens Council's response to the internal control over compliance finding identified in my audit is described in the accompanying schedule of findings and questioned costs. Senior Citizens Council's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, I express no opinion on the response.

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



LSM CPA FIRM, P.A., North Miami Beach, FL 33179
License Number **AD70503**
July 13, 2026

CURRENT YEAR FINDINGS

A. SUMMARY OF AUDITORS' RESULTS

1. The auditors' report expresses an unmodified opinion on the financial statements of the Senior Citizens Council.
2. No significant deficiencies were reported relating to the audit of the financial statements in the INDEPENDENT AUDITORS' 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.
3. No instances of noncompliance material to the financial statements of the Senior Citizens Council were disclosed during the audit.
4. No significant deficiencies were reported relating to the audit of the major federal award program in the INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE.
5. The auditors' report on compliance for the major federal award programs for the Senior Citizens Council expresses an unmodified opinion.
6. There were no audit findings relative to the major federal award programs for the Senior Citizens Council.
7. The Senior Citizens Council was determined to be a low-risk auditee.

B. FINANCIAL STATEMENT FINDINGS

There were no findings required to be reported under Government Auditing Standards.

C. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no findings or questioned costs relative to the major federal award programs.

PRIOR YEAR FINDINGS

A. SUMMARY OF AUDITORS' RESULTS

1. The auditors' report expresses an unmodified opinion on the financial statements of the Senior Citizens Council.
2. No significant deficiencies were reported relating to the audit of the financial statements in the INDEPENDENT AUDITORS' 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.
3. No instances of noncompliance material to the financial statements of the Senior Citizens Council were disclosed during the audit.
4. No significant deficiencies were reported relating to the audit of the major federal award program in the INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE.
5. The auditors' report on compliance for the major federal award programs for the Senior Citizens Council expresses an unmodified opinion.
6. There were no audit findings relative to the major federal award programs for the Senior Citizens Council.
7. The Senior Citizens Council was determined to be a low-risk auditee.

B. FINANCIAL STATEMENT FINDINGS

There were no findings required to be reported under Government Auditing Standards.

C. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no findings or questioned costs relative to the major federal award programs.