AGE WELL SENIOR SERVICES, INC.
Financial Statements
June 30, 2020
With Summarized Comparative Information
For the Year Ended June 30, 2019
With Independent Auditor's Reports

Age Well Senior Services, Inc.
Table of Contents
June 30, 2020
With Summarized Comparative Information for the Year Ended June 30, 2019

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors,
Age Well Senior Services, Inc.:

Report on the Financial Statements

We have audited the accompanying financial statements of Age Well Senior Services, Inc. (the "Organization"), which comprise the statement of financial position as of June 30, 2020, the related statements of activities, functional expenses and cash flows for the year then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2020 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.

Other Matters

Other 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 is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 3, 2019 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 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 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.

Other Matter

The financial statements of Age Well Senior Services, Inc. as of and for the year ended June 30, 2019 were audited by KSJG, LLP, who merged with WithumSmith+Brown, PC on January 1, 2020, and expressed an unmodified opinion on those statements dated December 3, 2019. The summarized comparative information presented herein as of and for the year ended June 30, 2019 is consistent, in all material respects, with the audited financial statements from which it has been derived.

October 28, 2020

Age Well Senior Services, Inc.
Statements of Financial Position
June 30, 2020
With Summarized Comparative Information as of June 30, 2019

	Without Donor Restriction	With Donor Restriction	2020 Total	2019 Total
Assets				
Current assets				
Cash and cash equivalents	$ 1,377,971	$ 169,123	$ 1,547,094	$ 303,359
Investments	570	-	570	2,220
Accounts receivable	603,339	-	603,339	597,484
Contributions receivable, net	-	115,000	115,000	100,000
Prepaid expenses	2,981	-	2,981	10,892
Total current assets	1,984,861	284,123	2,268,984	1,013,955
Property and equipment, net	1,226,015	-	1,226,015	1,219,397
Other long-term assets				
Deposits	24,872	-	24,872	28,236
Contributions receivable	-	111,137	111,137	191,820
Charitable remainder trusts	-	219,894	219,894	237,412
Endowment	-	631,297	631,297	513,884
Total other assets	24,872	962,328	987,200	971,352
Total assets	$ 3,235,748	$ 1,246,451	$ 4,482,199	$ 3,204,704

The Notes to Financial Statements are an integral part of these statements.

Age Well Senior Services, Inc.
Statements of Financial Position
June 30, 2020
With Summarized Comparative Information as of June 30, 2019

	Without Donor Restriction	With Donor Restriction	2020 Total	2019 Total
Liabilities				
Current liabilities				
Accounts payable	$ 467,295	$ -	$ 467,295	$ 259,599
Accrued expenses	306,316	-	306,316	271,132
Deferred revenue	389,944	-	389,944	-
Total current liabilities	1,163,555	-	1,163,555	530,731
Long-term liabilities				
Long-term accrued expenses	54,000	-	54,000	100,000
Long-term debt, net of unamortized loan costs	1,988,893	-	1,988,893	1,478,187
Total liabilities	3,206,448	-	3,206,448	2,108,918
Commitments				
Net assets				
Without and with donor restrictions	29,300	1,246,451	1,275,751	1,095,786
Total liabilities and net assets	$ 3,235,748	$ 1,246,451	$ 4,482,199	$ 3,204,704

The Notes to Financial Statements are an integral part of these statements.

Age Well Senior Services, Inc.
Statements of Activities
June 30, 2020
With Summarized Comparative Information as of June 30, 2019

	Without Donor Restriction	With Donor Restriction	2020 Total	2019 Total
Revenue				
Public support and revenue	$ 1,632,002	$ 269,636	$ 1,901,638	$ 1,882,588
Government support and revenue	5,118,168	-	5,118,168	3,701,668
Change in value of charitable remainder trust and endowment fund	-	(10,105)	(10,105)	(96)
Total revenue	6,750,170	259,531	7,009,701	5,584,160
Net assets released from restrictions				
Satisfaction of program restrictions	96,196	(96,196)	-	-
Expiration of time restrictions	115,000	(115,000)	-	-
Repayment to donor endowment fund and subsequent satisfaction of any related donor restrictions	(110,000)	110,000	-	-
Total net assets released from restrictions	101,196	(101,196)	-	-
Total support and revenues	6,851,366	158,335	7,009,701	5,584,160
Operating expenses				
Nutrition	3,767,199	-	3,767,199	2,895,397
Transportation	1,687,565	-	1,687,565	2,512,494
Case management	163,556	-	163,556	282,617
Senior centers	336,921	-	336,921	586,804
Corporate	616,341	-	616,341	405,541
Fundraising	256,504	-	256,504	319,776
Total operating expenses	6,828,086	-	6,828,086	7,002,629
Other loss				
Investment loss	(1,650)	-	(1,650)	(1,395)
Total other loss	(1,650)	-	(1,650)	(1,395)
Change in net assets	21,630	158,335	179,965	(1,419,864)
Net assets				
Beginning of year	7,670	1,088,116	1,095,786	2,515,650
End of year	$ 29,300	$ 1,246,451	$ 1,275,751	$ 1,095,786

The Notes to Financial Statements are an integral part of these statements.

Age Well Senior Services, Inc.
Statements of Functional Expenses
June 30, 2020
With Summarized Comparative Information as of June 30, 2019

	Program Services				Supporting Services			
	Nutrition	**Transportation**	**Case Management**	**Senior Centers**	**Corporate**	**Fund Raising**	**2020 Totals**	**2019 Totals**
Salaries	$ 1,030,203	$ 782,439	$ 86,476	$ 146,008	$ 99,242	$ 73,589	$ 2,217,957	$ 2,772,667
Payroll taxes and employee benefits	199,470	169,332	12,138	29,199	25,728	12,281	448,148	744,534
Total salaries and related expenses	1,229,673	951,771	98,614	175,207	124,970	85,870	2,666,105	3,517,201
Accounting and auditing	13,523	4,508	4,508	-	10,087	-	32,626	151,124
Consultants	100,565	343,246	59,074	14,349	50,543	53,749	621,526	782,281
Advertising	-	-	-	-	4,800	10,318	15,118	27,460
Rent	2,005	36,494	-	40	135,963	-	174,502	169,981
Repairs and maintenance	31,730	75,838	-	35,559	2,004	-	145,131	156,109
Insurance	-	67,822	-	8,019	36,477	-	112,318	105,488
Office supplies	7,995	-	-	1,901	4,736	-	14,632	27,215
Food	2,264,486	-	-	-	5,779	-	2,270,265	1,354,667
Program supplies	70,383	41,509	420	48,814	29,241	25,541	215,908	235,137
Vehicle operation	-	144,740	-	-	-	-	144,740	200,754
Fund raising	-	-	-	-	-	80,221	80,221	83,790
Payroll services	7,243	7,227	596	1,253	1,174	604	18,097	15,330
Telephone	19,010	10,393	-	1,413	6,692	-	37,508	40,012
Utilities	18,300	-	-	-	-	-	18,300	21,792
Dues and subscriptions	763	-	-	1,133	700	69	2,665	2,778
Legal	-	-	-	-	49,187	-	49,187	4,439
Conferences and conventions	-	43	-	-	1,264	52	1,359	1,082
Interest	-	-	-	-	120,000	-	120,000	26,155
Local travel	1,523	9	344	-	-	135	2,011	3,321
Small equipment	-	-	-	-	-	-	-	1,111
Miscellaneous	-	-	-	2,861	9,147	(55)	11,953	11,367
Depreciation and amortization	-	3,965	-	46,372	23,577	-	73,914	64,035
	2,537,526	735,794	64,942	161,714	491,371	170,634	4,161,981	3,485,428
Total expenses	$ 3,767,199	$ 1,687,565	$ 163,556	$ 336,921	$ 616,341	$ 256,504	$ 6,828,086	$ 7,002,629

The Notes to Financial Statements are an integral part of these statements.

Age Well Senior Services, Inc.
Statements of Cash Flows
Years Ended June 30, 2020 and 2019

	2020	2019
Operating activities		
Change in net assets	$ 179,965	$ (1,419,864)
Adjustments to reconcile change in net assets		
to net cash provided by (used in) operating activities		
Depreciation and amortization	74,213	64,035
Change in value of contributions receivable	(4,317)	(18,594)
Change in value of charitable remainder trusts and endowments	10,105	(96)
Loss on investments	1,650	1,395
Changes in operating assets and liabilities		
(Increase) decrease in assets		
Accounts receivable	(5,855)	14,880
Contributions receivable, net	70,000	179,738
Prepaid expenses	7,911	125
Inventory	-	1,000
Deposits	3,364	(15,071)
Increase (decrease) in liabilities		
Accounts payable	207,696	(107,451)
Accrued expenses	(10,816)	(82,513)
Deferred revenue	389,944	(75,000)
Net cash provided by (used in) operating activities	923,860	(1,457,416)
Investing activities		
Purchases of property and equipment	(69,925)	(186,438)
Proceeds from sale of investments	-	467,321
Proceeds from endowment fund	384,625	187,220
Net cash provided by investing activities	314,700	468,103
Financing activities		
Net activity on line of credit	-	(490,429)
Proceeds from long-term debt	499,800	1,500,000
Contribution to restricted endowment fund	(494,625)	-
Deferred loan fees	-	(21,813)
Net cash provided by financing activities	5,175	987,758
Net change in cash and cash equivalents	1,243,735	(1,555)
Cash and cash equivalents		
Beginning of year	303,359	304,914
	$ 1,547,094	$ 303,359
	$ 120,000	$ 26,155

The Notes to Financial Statements are an integral part of these statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Age Well Senior Services, Inc. (the "Organization") was originally part of San Clemente Seniors, Inc., which was incorporated in 1975 as a private, nonprofit organization, exempt under the Internal Revenue Code Section 501(c)(3) and the California Revenue and Taxation Code. On July 1, 1995, South County Senior Services, Inc. was formed to assume most of the operations and some of the assets and liabilities of San Clemente Seniors, Inc. San Clemente Seniors, Inc. retained the operation of only the San Clemente Adult Day Health Care Center and all other existing programs were retained and operated by the new Organization. San Clemente Seniors, Inc. no longer operates as a separate entity.

In January 2010, the Organization changed its name from South County Senior Services, Inc. to Age Well Senior Services, Inc.; however, it continues to operate under the dba of South County Senior Services, Inc.

Age Well Senior Services, Inc. provides for the social, nutritional, cultural, health, transportation and educational needs of the elderly population of South Orange County. Special emphasis has been placed on outreach services and adult day health care. The Organization has provided support services on a local level that allow home-bound senior citizens to remain in their chosen environment as long as possible. The Organization's senior centers operate to keep seniors well and to enable them to socialize and receive health benefits.

The Board of Directors functions as the policy-making body and is governed by the Organization's by-laws. The Organization's Executive Director serves as the Chief Executive Officer.

Activities

The Organization's activities, which are in accordance with its primary purpose as described above, have been classified as follows:

- *Nutrition* – Provide nutritional meals in senior centers and nutrition sites. Deliver nutritional meals to home-bound elderly daily.

- *Transportation* – Provide non-emergency medical transportation for the elderly and services for senior centers, medical appointments, and all the cities located in South Orange County.

- *Case Management* – Contract for case management nurses and social workers to perform home visits and assessments of frail seniors needing more care.

- *Senior Centers* – Operate two senior centers and contracts with other senior sites for nutritional and social services, educational classes through emeritus and adult education, preventative health screening, elder care, case manager nurse, legal and tax assistance, insurance counseling, senior support groups, Medicare counselors and monthly surplus commodity distributions. Emphasis is on wellness and maintaining independence for the elderly.

- *Fundraising* – Subcommittees of the general Board of Directors responsible for fund raising to generate revenues and to subsidize annual operations are the fund development committee and planned giving committee. These subcommittees are comprised of the Organization's Board Members, professionals in the community and key staff.

- *Corporate* – Management and general activities that support the achievement of program objectives. This includes expenses not directly attributable to a program.

Basis of Presentation

The financial statements of the Organization have been prepared in accordance with generally accepted accounting principles in the United States of America ("US GAAP"), which require the Organization 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 the Organization'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 the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

The Organization records gifts of cash and other assets as net assets 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, donor restricted net assets are reclassified to net assets without restrictions and reported in the statement of activities as net assets released from donor restrictions. Contributions with donor-imposed restrictions that are received and spent in the same year have been recorded as net assets without donor restrictions in the accompanying statement of activities.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers highly liquid investments and investments with original maturities of three months or less to be cash and cash equivalents. The Organization places its temporary cash investments with high credit quality financial institutions. At times such investments may be in excess of the Federal Deposit Insurance Corporation (FDIC) insurance limit.

Property and Equipment

Property and equipment are stated at cost, or if donated, at the fair market value at the date of donation. The building improvements, equipment, and furniture are depreciated using the straight-line method over estimated useful lives of 3 to 40 years.

Impairment of Long-Lived Assets and Long-Lived Assets to be Disposed of

Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future net cash flows (undiscounted and without interest) expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or fair value less costs to sell.

Charitable Remainder Trusts

Contributions, including unconditional promises to give, are recognized as revenue in the period received. The Organization is also a beneficiary in certain trusts. The Organization recognizes as revenue the present value of the estimated future benefits to be received upon distribution of irrevocable trusts for which the Organization is beneficiary but is not the trustee. When these gifts are revocable in nature, they are not reflected in the financial statements.

Contributions and Recently Adopted Accounting Policies

In June 2018, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2018-08, *Not-for-Profit Entities* (Topic 958): *Clarifying the Scope and the Accounting Guidance for Contributions Received and Made*. This update requires a recipient of funds from a resource provider to determine if those funds should be classified as a reciprocal exchange transaction or as a contribution based on the value that the resource provider is receiving from the transaction. Additionally, the update requires recipient organizations to determine whether a contribution is conditional based on if the agreement includes barriers that must be overcome, and either a right of return of assets transferred, or a right of release of a resource provider's obligation to transfer assets. If the agreement includes both characteristics, the recipient is not entitled to the transferred assets, and therefore does not recognize the associated revenues, until the barrier is overcome.

The Organization adopted the requirements of the new guidance as of July 1, 2019, utilizing the modified prospective method of transition. No adjustment to net assets as of July 1, 2019 was necessary. The Organization applied the new guidance using the practical expedient provided in Topic 958 that allows the guidance to be applied only to agreements that were not complete as of July 1, 2019. Adoption of the new guidance did not have a material impact on the Organization's financial statements.

Contributions, including unconditional promises to give, are recognized when received or pledged by the donor. 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 statement of activities as net assets released from restrictions. The Organization's policy is to record restricted gifts that are received and spent in the same year as unrestricted support.

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.

Unconditional promises to give are reported at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the amounts expected to be collected. The discount rate adopted at the time of the gift is the incremental borrowing rate of the Organization or the US Treasury bill rate for the term of the agreement. The discount rate remains consistent annually.

Contributed Services and Gifts In-Kind

Contributed services are recognized if the services (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. For the years ended June 30, 2020 and 2019, such nonspecialized volunteer hours totaled 53,075 and 58,536, and the value of such hours the Organization estimated to be $659,128 and $629,213, respectively, which has not been recorded in the accompanying financial statements. Only those amounts that meet the criteria above are recorded in the accompanying financial statements.

Program Expenses

Program expenses on the statements of activities for the years ended June 30, 2020 and 2019 include congregate and home delivered meals, transportation, social services and other support and grants totaling $5,955,241 and $6,277,312, respectively.

Compensated Absences

The Organization accrues for employees' earned but unused time off.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

The expenses that are allocated include the following:

Expense	Method of Allocation
Salaries and benefits	Time and effort
Professional services	Time and effort
Advertising	Time and effort
Contract services	Time and effort
Occupancy	Square footage
Repairs and maintenance	Direct usage
Insurance	Time and effort
Program and office supplies	Direct usage
Depreciation	Direct usage
Other	Direct usage

Certain expenses reported on the accompanying statement of functional expenses, such as depreciation, repairs and maintenance, occupancy, supplies and program expense, and other expenses, have been allocated to programs based on direct usage. For certain expenses including advertising, contract services, and insurance, and professional services, the cost directly attributable to program or supporting services have been allocated as such. Salaries and benefits have been allocated to the program and supporting services based on time and effort of the employees involved.

Advertising Expense

Advertising and promotional costs are charged to operations when incurred. At June 30, 2020 and 2019, advertising and promotional costs totaled $15,118 and $27,460, respectively.

Income Taxes

The Organization is exempt from federal and state income taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code and corresponding provisions of the California Revenue and Taxation Statute. However, the Organization is subject to income taxes on any net income that is derived from a trade or business, regularly carried on, and not in furtherance of the purposes for which it was granted exemption. As a matter of course, various taxing authorities, including the Internal Revenue Service, have the authority to regularly audit the Organization. There were no tax years open to examination by major tax jurisdictions as of June 30, 2020. Management believes that the Organization's tax positions comply with applicable tax law and has adequately provided for these matters. Further, there are no income tax related penalties and interest included in these financial statements.

The Organization has adopted the provisions of Accounting Standards Codification ("ASC") 740-10-05 relating to accounting and reporting for uncertainty in income taxes. For the Organization, these provisions could be applicable to the incurrence of any unrelated business income attributable to the Organization.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of 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.

Comparative Data

The financial statements include 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 for the year ended June 30, 2019 from which the summarized information was derived.

Recent Accounting Pronouncements

In February 2016, the FASB issued ASU No. 2016-02, *Leases (Topic 842)*. Under ASU No. 2016-02, lessees will be required to recognize the following for all leases (with the exception of short-term leases) at the commencement date:

- A lease liability, which is a lessee's obligation to make lease payments arising from a lease, measured on a discounted basis; and
- A right-of-use asset, which is an asset that represents the lessee's right to use, or control the use of, a specified asset for the lease term.

ASU No. 2016-02 is effective for fiscal years beginning after December 15, 2021. The Organization is in the process of assessing the potential impact of the ASU on its financial statements.

Reclassification

The financial statements for the year ended June 30, 2019 contain certain reclassifications, which have no effect on changes in net assets, to conform to current period presentation for the year ended June 30, 2020.

Subsequent Events

The Organization evaluated subsequent events through October 28, 2020, the date these financial statements were issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

2. AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets at June 30:

	2020	2019
Financial assets at year end		
Cash and cash equivalents	$ 1,547,094	$ 303,359
Accounts receivable	603,339	597,484
Investments	570	2,220
Charitable remainder trusts	219,894	237,412
Endowment	631,297	513,884
Contributions receivable	226,137	291,820
Total financial assets	3,228,331	1,946,179
Less: Amounts not available to be used within one year		
Contractual or donor-imposed restrictions		
Restricted by donor with time or purpose restrictions	(615,154)	(515,581)
Subject to appropriation and satisfaction of donor restrictions	(631,297)	(513,884)
	(1,246,451)	(1,029,465)
Financial assets available to meet general expenditures over the next twelve months	$ 1,981,880	$ 916,714

The Organization receives significant unrestricted revenue from admissions, membership and group sales which are ongoing, major, and central to its annual operations to be available to meet cash needs for general expenditures. The Organization receives contributions and promises to give which are restricted by donors for program use. Management of liquidity and reserves is conducted under three guiding principles: operating within a prudent range of financial soundness and stability, maintaining adequate liquid assets to fund near-term operating needs, and maintaining sufficient reserves to provide reasonable assurance that long-term obligations will be discharged. As part of the liquidity plan, excess cash is currently invested in short-term investments, such as money market accounts, when possible. The Organization forecasts its future cash flows, and monitors liquidity bi-monthly and monitors reserves annually during the budget review.

3. FAIR VALUE MEASUREMENTS

The carrying value of financial instruments in the financial statements approximates fair value.

For fair value measurements of financial assets and financial liabilities, and for fair value measurements of non-financial items that are recognized and disclosed at fair value in the financial statements on a recurring basis, the Organization has adopted GAAP standards that define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

GAAP establishes a three-level fair value hierarchy that describes the inputs that are used to measure the fair values of respective assets and liabilities:

Level 1 - Fair values are based on quoted prices in active markets for identical assets and liabilities. The Organization's level 1 assets include institutional mutual funds and both equity and fixed income.

Level 2 - Fair values are based on observable inputs that include: quoted market prices for similar assets or liabilities; quoted market prices that are not in an active market; or other inputs that are observable in the market and can be corroborated by observable market data for substantially the full term of the asset. The Organization has no level 2 assets.

Level 3 - Fair values are calculated by the use of pricing models and/or discounted cash flow methodologies and may require significant management judgment or estimation. These methodologies may result in a significant portion of the fair value being derived from unobservable data. The Organization's level 3 assets include charitable remainder trusts and contributions receivable.

Fair value estimates are made at a specific point in time, based on available market information and judgments about the financial asset, including estimates of timing, amount of expected future cash flows, and the credit standing of the issuer. In some cases, the fair value estimates cannot be substantiated by comparison to independent markets. In addition, the disclosed fair values may not be realized in the immediate settlement of the financial asset. In addition, the disclosed fair values do not reflect any premium or discount that could result from offering from sale at one time an entire holding of a particular financial asset. Potential taxes and other expenses that would be incurred in an actual sale or settlement are not reflected in amounts disclosed.

The following tables set forth by level, within the fair value hierarchy, the Organization's assets at fair value as of June 30, 2020 and 2019:

	June 30, 2020			
	Level 1	**Level 2**	**Level 3**	**Total**
Mutual funds	$ 570	$ -	$ -	$ 570
Endowment				
Cash and cash equivalents	426,133			426,133
Equities and mutual funds	205,164	-	-	205,164
	631,297	-	-	631,297
Contributions receivable	-	-	226,137	226,137
Charitable remainder trusts	-	-	219,894	219,894
	$ 631,867	$ -	$ 446,031	$ 1,077,898

	June 30, 2019			
	Level 1	**Level 2**	**Level 3**	**Total**
Cash and cash equivalents	$ 52	$ -	$ -	$ 52
Mutual funds	2,168	-	-	2,168
Endowment				
Equities and mutual funds	513,884	-	-	513,884
Contributions receivable	-	-	291,820	291,820
Charitable remainder trusts	-	-	237,412	237,412
	$ 516,104	$ -	$ 529,232	$ 1,045,336

Level 3 Gains and Losses

The following tables set forth a summary of changes in the fair value of the Organization's Level 3 assets for the years ended June 30, 2020 and 2019.

	Contributions Receivable	
	2020	**2019**
Balance, beginning of year	$ 291,820	$ 453,579
New pledges	45,000	-
Payments received	(115,000)	(180,353)
Change in present value discount	4,317	18,594
Balance, end of year	$ 226,137	$ 291,820

	Charitable Remainder Trusts	
	2020	**2019**
Balance, beginning of year	$ 237,412	$ 242,355
Withdrawals	(16,799)	(15,796)
Net unrealized (loss) gain	(719)	10,853
Balance, end of year	$ 219,894	$ 237,412

4. CONTRIBUTIONS RECEIVABLE

Unconditional promises to give that are expected to be collected within one year are recorded at their estimated net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the estimated future cash flows. The discounts on those amounts are computed using the three-year U.S. Treasury note rate applicable in the year in which the promise was made. Management believes that all contributions receivable are fully collectible.

Included in contributions receivable at June 30, 2020 and 2019 are the following unconditional promises to give:

	2020	2019
Amounts due in		
Less than one year	$ 115,000	$ 100,000
One to five years	115,000	200,000
Total promises to give	230,000	300,000
Unamortized discount	(3,863)	(8,180)
Net contributions receivable	$ 226,137	$ 291,820

5. PROPERTY AND EQUIPMENT

Property and equipment at June 30, 2020 and 2019 consist of the following:

	2020	2019
Land	$ 245,396	$ 245,396
Buildings and improvements	1,790,320	1,720,395
Equipment and furniture	134,990	134,990
Vehicles	63,428	63,428
	2,234,134	2,164,209
Less: Accumulated depreciation	(1,008,119)	(944,812)
	$ 1,226,015	$ 1,219,397

Depreciation expense totaled $63,307 and $64,035 for fiscal years ended June 30, 2020 and 2019, respectively.

6. CHARITABLE REMAINDER TRUSTS

The Organization received donations of beneficial interests in irrevocable Charitable Remainder Trusts, from the Executive Director. The terms of the Trusts require annual payments to be made to the beneficiaries of certain percentages of the net fair market value of the Trusts' assets. The remainders of the Trusts' are to be distributed to the Organization upon the death of the beneficiaries. The Organization recognizes as revenue the present value of the estimated future benefits to be received upon distribution of the irrevocable trust for which the Organization is beneficiary but is not the trustee. Changes in the present value discount amount and overall value of Organization's beneficial interest in the trust are recognized in the statement of activities. The total fair value of the Trusts as of June 30, 2020 and 2019 was $219,894 and $237,412, respectively. The Trusts' net assets are reported as temporarily restricted net assets in the financial statements.

7. ENDOWMENT

In 2008, the Organization adopted Accounting Standards Codification ("ASC") 958-205 (formerly FASB Staff Position No. FAS 117-1), *Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act [UPMIFA] and Enhanced Disclosures for All Endowment Funds* (the "FSP"). A key component of the FSP is a requirement to classify the portion of a donor-restricted endowment fund that is not classified as permanently restricted net assets as temporarily restricted net assets until appropriated for expenditure. Adoption of this standard did not affect the financial position or changes in net assets of the Organization.

The FSP provides guidance with respect to the accounting for donor-restricted endowment funds subject to UPMIFA, which the State of California has enacted. In addition, the FSP requires expanded disclosures for all endowment funds. The Board of Directors of the Organization has interpreted the FSP as requiring the preservation of the purchasing power of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as permanently restricted net assets (1) the original value of the gifts donated to the endowment, (2) the original value of subsequent gifts to the endowment, and (3) the net income (loss) on endowment investments. In accordance with the FSP, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Organization
- The investment policies of the Organization

Changes in Endowment Net Assets for the Year Ended June 30, 2020

	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets, July 1, 2019	$ -	$ 513,884	$ 513,884
Investment income	-	7,413	7,413
Contributions	-	494,625	494,625
Appropriation of endowment for operations	384,625	(384,625)	-
Expenditure of appropriated funds	(384,625)	-	(384,625)
Endowment net assets, June 30, 2020	$ -	$ 631,297	$ 631,297

Changes in Endowment Net Assets for the Year Ended June 30, 2019

	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets, July 1, 2018	$ -	$ 696,257	$ 696,257
Investment income	-	4,847	4,847
Appropriation of endowment for operations	187,220	(187,220)	-
Expenditure of appropriated funds	(187,220)	-	(187,220)
Endowment net assets, June 30, 2019	$ -	$ 513,884	$ 513,884

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that provides a stream of funding for the operation and maintenance of the Florence Sylvester Memorial Senior Center, while maintaining the purchasing power of the endowment assets. Under these policies, the portfolio is to be invested with 1/3 in short term, very liquid assets and 2/3 in low risk, conservative stocks and bonds. The Organization expects its endowment funds, over time, to provide an average rate of return of approximately 4% to 5% annually.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Organization’s investment policy includes an endowment spending rate of 5% of the endowment funds' market value over a rolling two calendar year average. This spending rate constitutes the Board's annual appropriation for spending endowment earnings. This is consistent with the Organization’s objective to maintain the purchasing power of the endowment assets held in perpetuity, as well as to provide additional real growth through investment returns.

Underwater Endowment

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors. At June 30, 2020, no funds with deficiencies were reported in net assets with donor restrictions. At June 30, 2019, funds with deficiencies of $147,560 were reported.

The Organization withdrew a total of $384,625 from the endowment during the fiscal year ended June 30, 2020, which exceeds the established 5% spending rate. The withdrawal was a result of a decline in private donations experienced by the Organization during the first part of the fiscal year. Then, in May and June 2020, the Organization received an infusion of funding from the Great Plates program as a result of COVID-19 which allowed it to restore the principal balance of the fund from the original gift amount. The amount contributed to the endowment totaled $494,625 during the fiscal year ended June 30, 2020.

As stated above, the purpose of this endowment fund is to operate and maintain the Florence Sylvester Memorial Senior Center. Due to the effects of the COVID-19 virus and its impact on the regulatory environment, the Florence Sylvester Memorial Senior Center was closed starting in March 2020. Management is currently evaluating the future of the Center and related endowment spending. As the endowment agreement states that if it is "impossible or impractical" to carry out the purpose of the endowment, "a purpose and manner as near as is practicable" shall be determined by the Organization. Management believes that the use of the endowment funds, in accordance with the spending policy, for the ongoing support of senior citizens is consistent with the purpose of the donor's intent.

8. ACCRUED EXPENSES

Accrued expenses at June 30, 2020 and 2019 are summarized as follows:

	2020	2019
Salaries and benefits	$ 161,197	$ 156,099
Compensated absences	104,683	115,033
Deferred rent	40,436	-
Long-term accrued expenses	54,000	100,000
	$ 360,316	$ 371,132

9. LONG-TERM DEBT

Long-term debt at June 30, 2020 and 2019 is summarized as follows:

	2020	2019
8% secured note payable, payable in monthly interest only installments of $10,000, with payments staring on August 2019 through June 2021. The principal is due in July 2021.	$ 1,500,000	$ 1,500,000
Payroll protection program loan	499,800	-
Less: Unamortized deferred loan costs	(10,907)	(21,813)
	$ 1,988,893	$ 1,478,187

In May 2020, the Company received a loan in the amount of $499,800 under the Payroll Protection Program ("PPP") of the CARES Act. This loan is guaranteed by the Small Business Administration and is for a two-year term at a 1.0% interest rate. Under the PPP, the Organization can have the entire loan forgiven if the proceeds are used to fund payroll and other allowable expenses. The Foundation intends to follow the PPP restrictions so that the entire loan will be forgiven. The PPP Loan is included in long-term debt in the accompanying statement of financial position.

10. RETIREMENT PLANS

The Organization has a retirement plan for employees formed under Section 403(b) of the Internal Revenue Code consisting of a tax-sheltered custodial account. Under the provisions of the Plan, employees may make voluntary contributions up to the lesser of 100% of their annual salary, or the federal contribution limitations. The Organization also has a retirement plan formed under section 401(k) of the Internal Revenue Code. Under the provisions of the Plan, employees may make voluntary contributions from their salary up to the maximum amount allowed by the Internal Revenue Code. The Organization matches 50% of these contributions that do not exceed 6.0% of salary. Effective May 1, 2019, the Organization suspended matching contributions. For the years ended June 30, 2020 and 2019, the Organization made matching contributions of none and $24,531, respectively.

11. LEASE COMMITMENTS

Operating Lease

The Organization leases its corporate office facilities, set to expire on November 30, 2023. The monthly lease payments increase on an annual basis and range from $6,872 to $7,735. The Organization leases equipment, set to expire September 30, 2023. The monthly lease payments are $1,000 for the term of the lease. Future minimum lease payments under noncancelable operating leases as of June 30, 2020 are as follows:

	Building
2021	$ 84,323
2022	86,852
2023	127,456
	$ 298,631

	Equipment
2021	$ 12,000
2022	12,000
2023	12,000
2024	12,000
	$ 48,000

Rent expense totaled $174,502 and $169,981 for the years ended June 30, 2020 and 2019, respectively.

12. NET ASSETS

Net assets with donor restrictions were released from restriction for the following purposes or periods at June 30:

	2020	2019
Expenditure for a specified purpose		
Home delivered meals	$ 96,196	$ 140,000
Transportation		
Non-emergency medical transportation	-	140,000
	96,196	280,000
Expiration of time restrictions		
Payments received from contributions receivable	115,000	180,344
Repayment from donor endowment and subsequent satisfaction of any related donor restrictions	(110,000)	187,220
	$ 101,196	$ 647,564

Net assets with donor restrictions are restricted for the following purposes or periods at June 30:

	2020	2019
Subject to expenditure for a specified purpose		
Senior centers		
Nutrition program	$ 169,123	$ -
Dorothy Visser Senior Center	-	10,000
	169,123	10,000
Time restrictions		
Charitable remainder trusts	219,894	272,412
Contributions receivable	226,137	291,820
	446,031	564,232
Subject to Organization's spending policy and appropriation		
Investment in perpetuity, which, once appropriated, is expendable to support		
Florence Sylvester Senior Center	631,297	513,884
	$ 1,246,451	$ 1,088,116

13. LITIGATION

The Organization may be subject to certain outside claims and litigation arising in the ordinary course of business. In the opinion of the Organization’s management and its counsel, there are no matters which could have a material effect on the accompanying financial statements.

SUPPLEMENTARY INFORMATION

FEDERALLY ASSISTED PROGRAMS

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*

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors,
Age Well Senior Services, Inc.:

We have audited, 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, the financial statements of Age Well Senior Services, Inc. (the "Organization"), which comprise the statement of financial position as of June 30, 2020, the related statements of activities, cash flows, and functional expenses for the year then ended and the related notes to the financial statements and have issued our report thereon dated October 28, 2020.

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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of This Report

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

October 28, 2020

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH *THE UNIFORM GUIDANCE*

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors,
Age Well Senior Services, Inc.:

Report on Compliance for Each Major Federal Program

We have audited Age Well Senior Services, Inc.'s (the "Organization") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs for the year ended June 30, 2020. The Organization'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

Our responsibility is to express an opinion on compliance for each of the Organization's major federal programs based on our audit of the types of compliance requirements referred to above. 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* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we 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 the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Organization's compliance.

Opinion on Each Major Federal Program

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the Organization is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on each 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, we do not express an opinion on the effectiveness of the Organization'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 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.

Our 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

October 28, 2020

Age Well Senior Services, Inc.
Schedule of Expenditures of Federal Awards and Selected State and County Awards
Year Ended June 30, 2020

Federal Grant / Pass-Through Grantor / Program		CFDA #	Expenditures Federal	State*
U.S. Department of Health and Human Services				
Elderly Nutrition Program Services				
Passed through County of Orange Area Agency on Aging:				
C-1 (Congregate Meals)	NSIP	93.053	$ 65,235	$ -
C-2 (Home-Delivered Meals)	NSIP	93.053	176,316	-
			241,551	-
Passed through County of Orange Area Agency on Aging:				
B - (Case Management)	Title III, Part B	93.044	89,490	-
B - (In-Home Services)	Title III, Part B	93.044	83,135	-
B - (Transportation)	Title III, Part B	93.044	89,251	-
			261,876	-
Passed through County of Orange Area Agency on Aging:				
C-1 (Congregate Meals)	Title III, Part C	93.045	646,462	144,010
C-2 (Home-Delivered Meals)	Title III, Part C	93.045	540,200	237,423
			1,186,662	381,433
Special Programs for the Aging				
Passed through County of Orange Area Agency on Aging:				
C-1 (Congregate Meals)	Title III, Part C	93.045	554	-
C-2 (Home-Delivered Meals)	Title III, Part C	93.045	554	-
			1,108	-
Total U.S. Department of Health and Human Services			1,691,197	381,433
U.S. Department of Homeland Security				
Great Plates Delivered Program Services				
Passed through County of Orange Area Agency on Aging:		97.036	1,120,340	280,085
Total U.S. Department of Homeland Security			1,120,340	280,085
U.S. Department of Housing and Urban Development				
Community Development Block Grant				
Passed through:				
City of Rancho Santa Margarita		14.218	4,815	-
City of Mission Viejo		14.218	5,500	-
City of San Clemente		14.218	5,000	-
City of Laguna Niguel		14.218	5,000	-
City of Lake Forest		14.218	6,790	-
City of Newport Beach		14.218	25,000	-
City of Laguna Hills		14.218	69,625	-
Total U.S. Department of Housing and Urban Development			121,730	-
GRAND TOTALS			$ 2,933,267	$ 661,518

* State matching funds are shown for memo purposes only

See accompanying Notes to Schedule of Expenditures of Federal Awards and Selected Stated and County Awards.

1. GENERAL INFORMATION

The accompanying Schedule of Expenditures of Federal Awards and Selected State and County Awards presents the activity of federal, selected state and county award programs of Age Well Senior Services, Inc. (the "Organization"), and therefore, does not present the financial position of results of operations of the Organization.

2. BASIS OF PRESENTATION

The information in this schedule is presented under the accrual basis of accounting. Under the accrual basis of accounting, expenditures reported include any property or equipment acquisitions incurred under the award programs in the fiscal year.

3. CONTINGENCIES

Under the terms of federal, state and county grants, additional audits may be requested by the grantor agencies, and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to a request for reimbursement to the grantor agencies.

4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

Federal, state, and county award expenditures are reported on the statement of functional expenses as program services and management and general. In certain programs, the expenditures reported in the basic financial statements may differ from the expenditures reported in the schedule of expenditures of federal, state, and county awards due to program expenditures exceeding grant or contract budget limitations which are not included as federal, state, and county awards and differences between generally accepted accounting principles and applicable government regulations regarding eligible program expenditures.

5. INDIRECT COST RATE

Age Well Senior Services, Inc. does not receive any federal indirect costs.

6. SUBRECIPIENT MONITORING

Age Well Senior Services, Inc. did not pass through any federal awards to subrecipients during the year ended June 30, 2020.

Age Well Senior Services, Inc.
Summary of Findings and Questioned Costs
Year Ended June 30, 2020

Section 1 – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
Control deficiencies identified that are not considered to be *material weaknesses*?	None reported
Noncompliance material to financial statements noted?	No

Federal, State and City Awards

Internal control over major programs:	
Material weaknesses identified?	No
Control deficiencies identified that are not considered to be *material weaknesses*?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 200.516(a) of Uniform Guidance?	No

The following federal program was designated as a major program:

CFDA Number(s)	Name of Federal Program or Cluster
97.036	Great Plates Delivered Program Services (Disaster Grants)

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000
Auditee qualified as low-risk auditee?	Yes

Section 2 – Financial Statement Findings

None reported.

Section 3 – Federal, State and City Award Findings and Questioned Costs

None reported.

Section 4 – Follow Up Prior Year Audit Findings

None reported.