

MIZELL CENTER
AND MIZELL ENDOWMENT FUND

PALM SPRINGS, CALIFORNIA

INDEPENDENT AUDITOR'S REPORT,
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED JUNE 30, 2024 AND
SUMMARIZED COMPARATIVE TOTALS FOR JUNE 30, 2023



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Mizell Center
Palm Springs, California

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Mizell Center (a nonprofit organization) and its affiliate, Mizell Endowment Fund, which comprise the consolidated statement of financial position as of June 30, 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Mizell Center and Mizell Endowment Fund as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Mizell Center and Mizell Endowment Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about of Mizell Center and Mizell Endowment Fund'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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 Mizell Center and Mizell Endowment Fund's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Mizell Center and Mizell Endowment Fund's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements.

The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards 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 November 18, 2024, on our consideration of Mizell Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Mizell Center'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 Mizell Center's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the consolidated financial statements of Mizell Center and Endowment Fund for the year ended June 30, 2023, in our report dated October 31, 2023, we expressed an unmodified opinion. In our opinion, the summarized comparative information presented herein for the year ended June 30, 2023, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Coachella Valley
Accounting & Auditing

La Quinta, CA

November 18, 2024

MIZELL CENTER AND ENDOWMENT FUND
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
JUNE 30, 2024

WITH SUMMARIZED COMPARATIVE TOTALS FOR JUNE 30, 2023

	<u>2024</u>	<u>2023 (Memorandum Only)</u>
ASSETS		
Cash and cash equivalents - without donor restrictions	\$ 505,654	\$ 226,066
Cash and cash equivalents - without donor restrictions - board designated	33,828	120,876
Cash and cash equivalents - with donor restrictions	51,681	695,860
Accounts receivable	238,409	500,184
Investments - board designated	1,044,207	1,089,572
Beneficial interest in Inland Empire Community Fund	35,459	34,964
Property and equipment, net	1,290,139	770,712
Donated artwork	19,050	19,050
Other assets	<u>6,359</u>	<u>1,064</u>
TOTAL ASSETS	<u><u>\$ 3,224,786</u></u>	<u><u>\$ 3,458,348</u></u>
LIABILITIES AND NET ASSETS		
Accounts payable	\$ 37,139	\$ 32,556
Accrued payroll expenses	130,979	126,853
Beneficiary payable	<u>17,035</u>	<u>17,328</u>
TOTAL LIABILITIES	<u>185,153</u>	<u>176,737</u>
NET ASSETS		
Without donor restrictions	1,776,589	1,375,303
Without donor restrictions - board designated	-	100,000
Without donor restrictions - board designated - endowment	1,194,328	1,110,448
With donor restrictions	<u>68,716</u>	<u>695,860</u>
TOTAL NET ASSETS	<u>3,039,633</u>	<u>3,281,611</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 3,224,786</u></u>	<u><u>\$ 3,458,348</u></u>

(The accompanying notes are an integral part of these financial statements)

MIZELL CENTER AND ENDOWMENT FUND
CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

WITH SUMMARIZED COMPARATIVE TOTALS FOR JUNE 30, 2023

			Totals	
	Without Donor Restrictions	With Donor Restrictions	2024	2023 (Memorandum Only)
REVENUES AND SUPPORT				
Contributions - general	\$ 210,591	\$ -	\$ 210,591	\$ 327,667
Government grants	1,796,290	-	1,796,290	1,918,670
Other grants	271,107	-	271,107	1,158,604
Special events	194,724	-	194,724	174,512
Memberships - business partners	31,379	-	31,379	38,783
Memberships - individuals	49,725	-	49,725	51,966
Program services	261,602	70,500	332,102	485,368
Rental income	90,384	-	90,384	51,960
Thrift store income	64,659	-	64,659	58,527
Use of contributed facilities	104,832	-	104,832	99,852
Other income	-	-	-	101,441
Management contract	262,931	-	262,931	233,884
Interest and dividends	56,533	-	56,533	33,101
Net realized and unrealized gains on investments	47,511	789	48,300	18,763
Net gain on disposal of assets	200	-	200	2,000
Investment management fees	(10,320)	-	(10,320)	(11,034)
Net assets released from restrictions:				
Purpose restrictions satisfied	698,433	(698,433)	-	-
Total revenue and support	4,130,581	(627,144)	3,503,437	4,744,064
EXPENSES				
Program services:				
Meals on wheels	1,412,570	-	1,412,570	1,633,259
Nutrition/congregate lunches	747,342	-	747,342	790,423
Other programs	1,053,481	-	1,053,481	1,040,313
Total program services	3,213,393	-	3,213,393	3,463,995
Support services:				
Management and general	179,031	-	179,031	173,805
Fundraising	352,991	-	352,991	363,495
Total support services	532,022	-	532,022	537,300
TOTAL EXPENSES	3,745,415	-	3,745,415	4,001,295
INCREASE (DECREASE) IN NET ASSETS	385,166	(627,144)	(241,978)	742,769
NET ASSETS - BEGINNING OF YEAR	2,585,751	695,860	3,281,611	2,538,842
NET ASSETS - END OF YEAR	\$ 2,970,917	\$ 68,716	\$ 3,039,633	\$ 3,281,611

(The accompanying notes are an integral part of these financial statements)

MIZELL CENTER AND ENDOWMENT FUND
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES - PROGRAM SERVICES
FOR THE YEAR ENDED JUNE 30, 2024

WITH SUMMARIZED COMPARATIVE TOTALS FOR JUNE 30, 2023

	2024				2023
	Meals on Wheels	Nutrition/ Congregate Lunches	Other Programs	Total Program Services	Total Program Services (Memorandum Only)
Salaries	\$ 556,648	\$ 324,734	\$ 625,762	\$ 1,507,144	\$ 1,445,683
Bank charges	-	-	8,560	8,560	9,610
Business partner expenses	-	-	223	223	2,277
Building repairs and maintenance	3,123	3,123	27,127	33,373	16,769
Computer expenses	-	-	10,537	10,537	6,385
Food costs	412,790	286,902	5,423	705,115	870,194
Depreciation	23,379	14,028	37,407	74,814	77,941
Dues and subscriptions	-	-	1,432	1,432	1,455
Employee health insurance	35,035	20,438	39,384	94,857	98,165
Equipment rental and repairs	157,363	2,811	8,994	169,168	138,841
Insurance	20,376	-	9,061	29,437	24,183
Janitorial	-	-	3,377	3,377	3,165
Kitchen expenses	68,232	-	-	68,232	222,759
Membership expenses	-	-	3,263	3,263	3,824
Office supplies	8,193	-	8,154	16,347	12,790
Payroll processing fees	819	478	921	2,218	3,356
Payroll taxes	43,964	25,648	49,422	119,034	125,800
Printing and postage	-	-	3,668	3,668	3,595
Professional services	2,500	2,500	9,333	14,333	14,903
Program expenses	3,293	3,293	76,777	83,363	126,777
Public relations	-	-	7,359	7,359	11,041
Rent - facilities	20,966	20,966	41,933	83,865	79,881
Retirement plan	3,652	2,130	4,105	9,887	9,100
Seminars and training	553	553	7,142	8,248	5,115
Taxes and licenses	-	-	3,063	3,063	2,209
Thrift store expenses	-	-	1,371	1,371	2,763
Travel	456	219	3,454	4,129	2,103
Utilities	23,124	23,124	24,635	70,883	70,096
Workers compensation insurance	28,104	16,395	31,594	76,093	73,215
Total program services	<u>\$ 1,412,570</u>	<u>\$ 747,342</u>	<u>\$ 1,053,481</u>	<u>\$ 3,213,393</u>	<u>\$ 3,463,995</u>

(The accompanying notes are an integral part of these financial statements)

MIZELL CENTER AND ENDOWMENT FUND
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES - SUPPORT SERVICES
FOR THE YEAR ENDED JUNE 30, 2024

WITH SUMMARIZED COMPARATIVE TOTALS FOR JUNE 30, 2023

	2024			2023
	Management and General	Fundraising	Total Support Services	Total Support Services (Memorandum Only)
Salaries	\$ 94,395	\$ 148,075	\$ 242,470	\$ 239,252
Bank charges	4,280	4,280	8,560	9,610
Building repairs and maintenance	4,228	5,477	9,705	8,675
Computer expenses	5,268	5,268	10,536	6,385
Depreciation	18,703	-	18,703	19,485
Dues and subscriptions	716	716	1,432	1,454
Employee health insurance	5,941	9,320	15,261	16,192
Insurance	3,354	3,354	6,708	8,032
Janitorial expenses	1,689	1,689	3,378	3,166
Office supplies	1,602	1,599	3,201	5,626
Office equipment & rentals	3,373	4,497	7,870	6,370
Payroll processing fees	139	218	357	553
Payroll taxes	7,455	11,695	19,150	20,751
Printing and postage	221	221	442	506
Professional services	6,266	4,666	10,932	11,902
Program expenses	277	277	554	660
Public relations	-	1,398	1,398	1,772
Retirement plan	619	971	1,590	1,501
Rent - facilities	5,241	58,595	63,836	80,444
Seminars and training	2,662	2,662	5,324	138
Special Events	-	72,850	72,850	64,847
Taxes and licenses	1,681	1,532	3,213	2,233
Travel	53	53	106	56
Utilities	6,102	6,102	12,204	15,614
Workers compensation insurance	4,766	7,476	12,242	12,076
Total support services	<u>\$ 179,031</u>	<u>\$ 352,991</u>	<u>\$ 532,022</u>	<u>\$ 537,300</u>

(The accompanying notes are an integral part of these financial statements)

MIZELL CENTER AND ENDOWMENT FUND
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024

WITH SUMMARIZED COMPARATIVE TOTALS FOR JUNE 30, 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from donors and customers	\$ 3,550,052	\$ 4,512,864
Cash paid to suppliers and employees	(3,538,650)	(3,810,996)
Interest received	56,533	1,004
	<u>67,935</u>	<u>702,872</u>
Net cash provided by operating activities	<u>67,935</u>	<u>702,872</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Capital expenditures	(612,944)	(424,425)
Redemption of investments	250,000	-
Purchase of investments	(156,830)	-
Proceeds received from disposal of assets	200	2,000
	<u>(519,574)</u>	<u>(422,425)</u>
Net cash used by investing activities	<u>(519,574)</u>	<u>(422,425)</u>
NET (DECREASE) INCREASE IN CASH	(451,639)	280,447
CASH AT BEGINNING OF YEAR	<u>1,042,802</u>	<u>762,355</u>
CASH AT END OF YEAR	<u><u>\$ 591,163</u></u>	<u><u>\$ 1,042,802</u></u>
Cash and cash equivalents - without donor restrictions	\$ 539,482	\$ 346,942
Cash and cash equivalents - with donor restrictions	51,681	695,860
Total cash and cash equivalents	<u><u>\$ 591,163</u></u>	<u><u>\$ 1,042,802</u></u>
RECONCILIATION OF CHANGE IN NET ASSETS		
TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
(Decrease) increase in net assets	\$ (241,978)	\$ 742,769
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	93,517	97,426
Change in value of endowment investment	(48,300)	(5,755)
Gain on sale of assets	(200)	(2,000)
Changes in operating assets and liabilities:		
Accounts receivable	261,775	(122,834)
Other assets	(5,295)	245
Accounts payable and accrued payroll expenses	4,583	(9,386)
Accrued payroll expenses	4,126	8,640
Beneficiary payable	(293)	(6,233)
	<u>309,913</u>	<u>(39,897)</u>
Total adjustments	<u>309,913</u>	<u>(39,897)</u>
Net cash provided by operating activities	<u><u>\$ 67,935</u></u>	<u><u>\$ 702,872</u></u>

(The accompanying notes are an integral part of these financial statements)

MIZELL CENTER AND ENDOWMENT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Center is a not-for-profit entity incorporated in California on January 21, 1980. The Center's primary source of revenues is contributions from individuals, business, government grants and philanthropic organizations located in the Coachella Valley area of Southern California, investment earnings, and program service fees.

The consolidated financial statements of the Center include its affiliate, the Mizell Center Endowment Fund (the Endowment Fund). This affiliate is a separately incorporated charitable entity that is administered by the Center. All significant intercompany balances and transactions have been eliminated within the consolidated financial statements. The Center and its affiliate are collectively referred to herein as the Center.

Financial Statement Presentation

The Center reports information regarding its financial position and activities according to three classes of net assets; net assets without donor restriction and net asset without donor restriction – board designated, and net assets with donor restriction, based upon the existence or absence of donor-imposed restrictions.

Contributions received are recorded as without donor restrictions or with donor restrictions, depending on the existence and/or nature of any donor restrictions.

Net Assets Without Donor Restrictions

These funds represent all resources over which the Board of Directors has discretionary control for use in operating the Center, as well as all property and equipment of the Center.

Net Assets Without Donor Restrictions – Board Designated

These funds represent all resources over which the Board of Directors has discretionary control for use in operating the Center. The Board of Directors have designated funds for an endowment and reserves for the Center.

Net Assets With Donor Restrictions

These funds represent those resources that 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 the purpose for restriction is accomplished, donor restricted net assets are reclassified to net assets without donor restriction and reported in the statement of activities as net assets released from restrictions. Net assets with donor restrictions of \$68,716 and \$695,860 as of June 30, 2024 and 2023, respectively (See Note 8).

Support and Revenue

Annual contributions are generally available for unrestricted use in the related year unless specifically restricted by the donor. Unconditional promises to give are recorded as revenue when received. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Conditional promises to give are not included as support until the conditions are substantially met.

MIZELL CENTER AND ENDOWMENT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Support and Revenue - Continued

An allowance for uncollectible promises is provided based on management's evaluation of potential uncollectible promises receivable at year-end. Grants and other contributions of cash and other assets are reported as donor restricted support 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 donor restrictions and reported in the consolidated statement of activities as net assets released from restrictions. Program service fees are recorded when services are provided.

Contributions of donated noncash assets are recorded at their fair value in the period received with the exception of items donated for resale at the thrift store. Contributions of donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donations, are recorded at their fair values in the period received.

Cash and Cash Equivalents

For purposes of the consolidated statement of cash flows, the Center considers all unrestricted, undesignated highly liquid investments with an original maturity of three months or less to be cash equivalents.

Investment of Endowment Funds

In January 2023, the Board of Directors voted to transfer the Endowment Fund assets to The Wealth Consulting Group (LPL Financial) (Note 2).

Investment accounts, in general, are exposed to various risks, such as interest rates, credit and overall market volatility. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the values of these investments will occur in the near term and that such changes could materially affect the amounts reported in the consolidated statement of financial position.

Property and Equipment

Property and equipment purchased by the Center are recorded at cost and are depreciated using the straight-line method over the estimated useful lives of the assets, ranging from 3 to 31 years. The Endowment Fund has no property or equipment. Equipment purchases using Title III funding, in excess of \$5,000, are expensed in accordance with grant requirements. The equipment acquired are owned by CDA (California Department on Aging). Prior CDA approval via Riverside County Office on Aging is required for retiring or sales of assets.

Contributed Facilities and Services

The Center occupies land and facilities owned by The City of Palm Springs (the City) under the provisions of a 40 year lease. No lease payments for the premises are made by the Center. The estimated fair value of the land and facilities is reported as contribution and expense in the consolidated statement of activities. The Center's lease expires in October 2028. The fair market value of the lease is \$8,321 per month.

MIZELL CENTER AND ENDOWMENT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Center receives donated services from a variety of unpaid volunteers assisting the Center in its program services and fundraising campaigns. No amounts for donated services have been recognized in the accompanying statement of activities since no objective basis is available to measure the value of such services.

Program Services and Functional Allocation of Expenses

The Center provides the following program services:

Meals on Wheels
Nutrition/Congregate Lunch
Other Programs

The costs of providing the Center's various programs and support services have been summarized on a functional basis in the consolidated statement of functional expenses. Accordingly, certain costs have been allocated among the program and support services benefited.

Use of Estimates

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

Income Taxes

The Center and the Endowment fund are exempt from federal income and California franchise taxes under Section 501(c) (3) of the Internal Revenue Code and Section 23701(d) of the State Revenue and Taxation Code, respectively. The Center and the Endowment Fund policy is to record income tax related interest and penalties in operating expenses. For the years ended June 30, 2024 and 2023, there was no interest or penalties expense recorded and no accrued interest or penalties.

The Center's and Endowment Fund's Forms 990, Return of Organization Exempt from Income Tax, are subject to examination by the Internal Revenue Service, generally for three years after they are filed. The Center's and Endowment Fund's Forms 199, California Exempt Organization Annual Information Return, are subject to examination by the Franchise Tax Board, generally for four years after they are filed.

Leases

Effective January 2022, the Financial Accounting Standards Board's (FASB) Accounting Standards Updated ("ASU") 2016-02, Leases (Topic 842), requires a lessee to recognize a lease asset and related lease liability on the statement of financial position. The Center adopted Topic 842 as of July 1, 2022 using the effective date method and recognized and measured leases effective during the year ending June 30, 2024. The Center elected the package of practical expedients permitted under the transition guidance within the new standard which, among other things, allowed the Center to carry forward the historical classification, not reassess whether any expired or existing contracts contain leases and not reassess initial direct costs on existing leases. (Note 6)

MIZELL CENTER AND ENDOWMENT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition

Revenues that are treated as exchange transactions are recognized consistent with the guidance in Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 606, Revenue from Contracts with Customers. ASC 606 stipulates that revenue should be recognized consistent with the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for goods or services.

2. INVESTMENTS & CHARITABLE GIFT ANNUITIES

The Endowment Fund’s investment portfolio is managed by The Wealth Consulting Group (LPL Financial) and the Center is the beneficiary of those invested funds. The funds may be petitioned for return to the Center by a two-thirds majority vote of the Center’s Board of Directors. In January 2023, the Board of Directors voted to transfer the Endowment Fund assets to The Wealth Consulting Group (LPL Financial). Previously, funds were held by Inland Empire Community Foundation (IECF) through a revocable agency agreement. Net realized and unrealized gains (losses) on investments carried at fair value for the years ended June 30, 2024 and 2023 were \$48,300 and \$18,763, respectively, and have been included in the consolidated statements of activities and changes in net assets. Investment expenses relating to investment revenue were \$10,320 and \$11,034 for the years ended June 30, 2024 and 2023, respectively.

	<u>2024</u>	
	<u>Cost</u>	<u>Fair Market Value</u>
Equities	\$ 610,934	\$ 647,579
Mutual Funds	44,402	48,402
Fixed Income	<u>343,930</u>	<u>348,226</u>
	<u>\$ 999,266</u>	<u>\$ 1,044,207</u>
	<u>2023</u>	
	<u>Cost</u>	<u>Fair Market Value</u>
Equities	\$ 603,466	\$ 615,176
Mutual Funds	47,834	48,458
Fixed Income	<u>421,068</u>	<u>425,938</u>
	<u>\$ 1,072,368</u>	<u>\$ 1,089,572</u>

There are two charitable gift annuities that continue to be held by IECF with total asset values of \$35,459 and \$34,964 for the years ended June 30, 2024 and 2023, respectively.

3. FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, Fair Value Measurements and Disclosures, provides a framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements).

MIZELL CENTER AND ENDOWMENT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

3. FAIR VALUE MEASUREMENTS (Continued)

Level 1 inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Center has the ability to access. As of June 30, 2024 and 2023, the Center had investments of \$1,044,207 and \$1,089,572, respectively, valued at the level 1 measurement.

Level 2 inputs to the valuation methodology include the following:

- Quoted prices for similar assets or liabilities in active markets
- Quoted prices of identical or similar assets or liabilities in inactive markets
- Inputs other than quoted prices that are observable for the asset or liability
- Inputs that are derived principally from, or corroborated by, observable market data by correlation or other means

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2024 or 2023.

Inland Empire Community Foundation Endowment Investments (the Foundation). The beneficial interest in assets held at Inland Empire Community Foundation has been valued, as a practical expedient, at the fair value of the Center's share of the Foundation's investment pool as of the measurement date. The Foundation values securities and other financial instruments on a fair value basis of accounting.

- The estimated fair values of certain investments of the Foundation, which includes private placements and other securities for which prices are not readily available, are determined by the management of the Foundation and may not reflect amounts that could be realized upon immediate sale, nor amounts that ultimately may be realized. Accordingly, the estimated fair values may differ significantly from the values that would have been used had a ready market existed for these investments.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Center believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

MIZELL CENTER AND ENDOWMENT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

4. PROPERTY AND EQUIPMENT

Property and equipment consists of the following at June 30:

	<u>2024</u>	<u>2023</u>
Building Improvements	\$ 2,971,842	\$ 2,038,322
Vehicles	147,258	202,354
Equipment	351,392	208,025
Computer Lab	18,871	17,955
Construction in process	-	464,859
	<u>3,489,363</u>	<u>2,931,515</u>
Less accumulated depreciation and amortization	<u>(2,199,224)</u>	<u>(2,160,803)</u>
Net property and equipment	<u>\$1,290,139</u>	<u>\$ 770,712</u>

Construction in process for the year ending June 30, 2023 related to the kitchen remodel project was completed in November 2023 and \$1,041,249 of the project costs were capitalized. The Center received funding from the County of Riverside to purchase approximately \$190,000 in kitchen equipment that is required to be expensed due the government funding policies and these items are not reflected in the above construction in process and were expensed appropriately.

5. DONATED ARTWORK

Artwork donated to the Center and considered inexhaustible is recorded at estimated fair market value at the date of donation. The Center's collection includes paintings, sculptures and similar art objects. Donated artwork amounted to \$19,050 as of June 30, 2024 and 2023.

6. LEASE COMMITMENTS

The Center leases certain office equipment under operating leases on recurrent and month-to-month basis. Equipment rental expense for the years ended June 30, 2024 and 2023 was and \$22,845 and \$18,200, respectively. During the years ended June 30, 2024 and 2023, the Center maintained short term leases to rent kitchen facilities and temporary refrigerators while the kitchen construction occurred which commenced in November and December 2022. The total expenses for the kitchen facilities and temporary refrigerators amounted to \$42,870 and \$60,473 for the years ended June 30, 2024 and 2023, respectively. The kitchen construction was completed in November 2023 and these leases will no longer be necessary.

As discussed in Note 1, the Center also leases its facilities from the City of Palm Springs. Contributed facilities rent expense for the year ended June 30, 2024 and 2023 was \$104,832 and \$99,852, respectively. The lease with the City is effective until October 2028, or sooner in the case of a qualifying event.

7. ENDOWMENT FUNDS

Board-designated Endowment

As of June 30, 2024, the Board of Directors had designated \$1,179,525 of net assets without donor restrictions as a general endowment fund to support the operations of the Center. Since these amounts resulted from internal designations and are not donor-restricted, they are classified and reported as net assets without donor restrictions.

MIZELL CENTER AND ENDOWMENT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

7. ENDOWMENT FUNDS (Continued)

Investment Return Objectives, Risk Parameters and Strategies. Effective September 2022, the Center has adopted an investment policy, approved by the Board of Directors, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long-term. During the year ending June 30, 2021, the Board of Directors discontinued distributions to the Center and future distributions will be re-evaluated in the future.

Donor-restricted Endowment

The Center is the recipient of donor restricted endowment funds that may be used for unrestricted purposes upon the death of the donors. The Center reports the fair value of these funds as a portion of the Beneficial Interest in Inland Empire Community Foundation in the statement of financial position and reports changes in the value of the fund as gains or losses in the statement of activities.

Endowment Net Assets are composed entirely of assets without donor restrictions- board designated and assets with donor restrictions with a value of \$1,212,752 and \$1,128,083 at June 30, 2024 and 2023, respectively.

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 1,110,448	\$ 17,635	\$ 1,128,083
Investment income	33,635	-	33,635
Net investment gain	47,511	789	48,300
Contributions	14,803	-	14,803
Amounts appropriated for expenditures	(1,749)	-	(1,749)
Investment and administrative fees	(10,320)	-	(10,320)
Endowment net assets, end of year	<u>\$ 1,194,328</u>	<u>\$ 18,424</u>	<u>\$ 1,212,752</u>

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	\$ 1,081,251	\$ 11,745	\$ 1,092,996
Investment income	32,097	-	32,097
Net investment gain	12,873	5,890	18,763
Contributions	-	-	-
Amounts appropriated for expenditures	(4,739)	-	(4,739)
Investment and administrative fees	(11,034)	-	(11,034)
Endowment net assets, end of year	<u>\$ 1,110,448</u>	<u>\$ 17,635</u>	<u>\$ 1,128,083</u>

The Center has covered some endowment fund expenses over the year where amounts accumulate that are due from the endowment to the Center. For the years ending June 30, 2024 and 2023, these amounts were \$9,545 and \$8,284, respectively. Additionally, during the 23/24 fiscal year, the Board of Directors authorized the Center to borrow \$250,000 from the endowment fund for cashflow needs due to delays in grant funding. As of June 30, 2024, \$116,293 remains due from the Center to the endowment fund and will be repaid in the 24/25 fiscal year. During the November 2024, the Board decided to recognize the loan as a distribution from the Endowment and as a catch-up for the last two years to the Center.

MIZELL CENTER AND ENDOWMENT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

8. DONOR RESTRICTED NET ASSETS

Donor restricted net assets are subject to donor restrictions limiting the Center's use of the contributed assets for time restrictions, special purposes, or both. Donor restricted net assets at June 30 consisted of the following:

	<u>2024</u>	<u>2023</u>
Capital campaign (Note 12)	\$ -	\$ 577,891
Meals on Wheels	50,292	100,334
Endowment	18,424	17,635
	<u>\$ 68,716</u>	<u>\$ 695,860</u>

9. LINE OF CREDIT

The Center has a secured line of credit with a maximum amount available of \$50,000 at an interest rate of 15.35%. This line of credit renews automatically each year. There was no balance as of June 30, 2024 and 2023.

10. MANAGEMENT CONTRACT

The Center entered into a management agreement with the City of Desert Hot Springs where the Center and staff hired by the Center will function as the service provider for the Desert Hot Springs Senior Center. The agreement references to a specific budget for the 2023/2024 fiscal year. The total compensation received for this contract for the years ended June 30, 2024 and 2023 were \$262,931 and \$233,884, respectively, with the related expenses being \$217,696 and \$214,657, respectively. The agreement was terminated with the completion of the June 30, 2024 fiscal year and will not be renewed.

11. EMPLOYEE'S 403(b) PLAN

The Center established a 403(b) plan in August 2019 for its employees to contribute to with the possibility for employer matching contributions as approved by the Board of Directors. All employees are eligible to participate, except those that who are non-resident aliens with no U.S. source income. In order to receive employer matching contributions an employee must complete at least one year of service and work 1,000 hours each year. Effective January 2022 the Board approved a new policy to match employee contributions up to 2%. For the years ended June 30, 2024 and 2023 there were \$12,097 and \$10,601, respectively in employer matching contributions.

12. CAPITAL CAMPAIGN

In of October 2021, the Mizell Center had started planning the launch of the "Mizell Kitchen Expansion Capital Campaign 2022", a \$1.3 million initiative to fund the expansion of the existing kitchen with an additional 1,134 square feet of work space and modern, energy efficient appliances, potentially double the existing staff which will allow a greater opportunity to provide other local no-profits with meals for their clients, more opportunities for volunteer involvement, service and engagement. The campaign officially launched April 2022. The new kitchen officially opened to the public on November 2, 2023 with a total investment of \$1,344,198.

MIZELL CENTER AND ENDOWMENT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JUNE 30, 2024 AND 2023

13. LIQUIDITY

The Center 's financial assets available within one year of the statement of financial position date for general expenditure are as follows:

Cash and cash equivalents	\$ 505,654
Accounts receivables	<u>238,409</u>
Total	<u>\$ 744,063</u>

Income from donor-restricted sources is restricted for specific purposes and, therefore, is not available for general expenditure. Board designated cash and investments are excluded from the above liquidity determination since the Board has not released any designations as of June 30, 2024.

14. SUBSEQUENT EVENTS

The Center evaluated all potential subsequent events as of November 18, 2024 when the financial statements were authorized and available to be issued. No subsequent events were identified after June 30, 2024 or as of November 18, 2024 that require disclosure to the financial statements, other than the item disclosed in Note 7.

SUPPLEMENTARY INFORMATION



ACCOUNTING & AUDITING

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

Board of Directors
Mizell Center
Palm Springs, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of Mizell Center (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 18, 2024.

Report on Internal Control over Financial Reporting

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Mizell Center'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 organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Coachella Valley
Accounting & Auditing

November 18, 2024

La Quinta, CA



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

Board of Directors
Mizell Center
Palm Springs, California

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Mizell Center'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 Mizell Center's major federal programs for the year ended June 30, 2024. Mizell Center's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Mizell Center's 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, 2024.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulation, rules, and provisions of contract or grant agreements applicable to Mizell Center's federal programs.

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program 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.

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

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

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

*Coachella Valley
Accounting & Auditing*

La Quinta, CA

November 18, 2024

MIZELL CENTER
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

<u>Federal Grantor/Pass-Through Agency/Program</u>	<u>Federal Assistance Listing Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Federal Expenditures</u>
U.S. Department of Health and Human Services			
Pass-through programs from:			
County of Riverside Office on Aging			
ARPA Funds	93.044	OA22054FY24S	\$ 40,005
ARPA Funds	93.044	OA22055FY24S	411,445
Title IIIC2 - OTO	93.045	OA42102FY24S	125,000
Title IIIC2 - NSIP - MEALS	93.053	OA42150FY24S	81,262
Title IIIC1 - NSIP - MEALS	93.053	OA42050FY24S	75,948
Title IIIC1	93.045	OA42003FY24S	<u>46,355</u>
Total U.S. Department of Health and Human Services			<u>780,015</u>
Total expenditures of federal awards			<u>\$ 780,015</u>
<u>Pass-Through Agency/Program</u>			<u>State and Local Expenditures</u>
Pass-through programs from:			
County of Riverside Office on Aging			<u>1,095,782</u>
Total expenditures of state and local awards			<u>\$ 1,095,782</u>

MIZELL CENTER

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

FOR THE YEAR ENDED JUNE 30, 2024

NOTE 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Mizell Center under programs of the federal government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulation* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Mizell Center, it is not intended to and does not present the financial position, changes in net assets, or cash flows of Mizell Center.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3: INDIRECT COST RATE

Mizell Center has elected not to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

MIZELL CENTER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on whether the financial statements of Mizell Center were prepared in accordance with GAAP.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. No instances of noncompliance material to the financial statements of Mizell Center, were disclosed during the audit.
4. No significant deficiencies relating to the audit of major federal award programs are reported in the Independent Auditor's Report on Compliance for Each Major Program and Internal Control Over Compliance Required By The Uniform Guidance. No material weaknesses are reported.
5. The auditor's report on compliance for Mizell Center expresses an unmodified opinion on all major federal programs.
6. There are no audit findings that should be disclosed in accordance with 2 CFR section 200.516(a).
7. The programs tested as major programs were:

<u>Program Name</u>	<u>ALN#</u>
Special Programs for the Aging, Title III, Part B	93.044
Grants for Supportive Services and Senior Centers	

8. The dollar threshold used for distinguishing between Type A and B programs was \$750,000.
9. Mizell Center was determined to be a low-risk auditee.

B. Findings – Financial Statements Audit

None

C. Findings And Questioned Costs – Major Federal Award Programs Audit

There were no findings and questioned costs for the year ended June 30, 2024.

MIZELL CENTER

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2024

FEDERAL COMPLIANCE

There were no prior year findings and questioned costs for the year ended June 30, 2023.