Sassetti

Community Nutrition Network and Senior Services Association

Single Audit

September 30, 2025

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION

YEAR ENDED SEPTEMBER 30, 2025

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Board of Directors
Community Nutrition Network and Senior Services Association
North Riverside, Illinois

INDEPENDENT AUDITORS' REPORT

Report on the Audit of the Financial Statements

Opinion
We have audited the accompanying financial statements of Community Nutrition Network and Senior Services Association, (a nonprofit organization), which comprise the statement of financial position as of September 30, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Community Nutrition Network and Senior Services Association as of September 30, 2025, and the changes in their 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 Community Nutrition Network and Senior Services Association and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Agency'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 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

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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 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 the Agency'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 the Agency's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, 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 June 12, 2026, on our consideration of the Agency's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Agency'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 Agency's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the Community Nutrition Network and Senior Services Association and Meals on Wheels Foundation of Northern Illinois consolidated 2024 financial statements, and our report dated May 14, 2025, expressed an unmodified opinion on those audited consolidated financial statements. In our opinion, the summarized comparative information presented herein as of and for the year end September 30, 2024, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Sassetti LLC

Oak Brook, Illinois
June 12, 2026

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION

STATEMENT OF FINANCIAL POSITION

SEPTEMBER 30, 2025, WITH COMPARATIVE TOTALS FOR SEPTEMBER 30, 2024

	2025	2024
ASSETS		
Current Assets:		
Cash and cash equivalents	$ 1,623,092	$ 2,354,077
Investments	4,193,744	1,813,227
Receivables	1,075,805	2,013,810
Prepaid expenses	12,116	10,599
Right-of-use asset	28,025	38,423
Total Current Assets	6,932,782	6,230,136
Property and Equipment:		
Leasehold improvements	16,891	26,142
Furniture and fixtures	327,767	289,191
Vehicles - leased	290,831	-
Vehicles	812,944	812,944
	1,448,433	1,128,277
Less: Accumulated depreciation	906,282	762,031
Property and Equipment, net	542,151	366,246
Deposits	5,501	5,501
Total Assets	$ 7,480,434	$ 6,601,883
LIABILITIES		
Current Liabilities:		
Accounts payable	$ 623,157	$ 602,259
Accrued expenses	179,177	158,594
Refundable advances	48,451	31,965
Operating lease liability, current portion	27,100	26,650
Financing lease liability, current portion	4,469	-
Total Current Liabilities	882,354	819,468
Long-term Liabilities:		
Operating lease liability, long-term portion	925	11,774
Financing lease liability, long-term portion	18,233	-
Total Long-Term Liabilities	19,158	11,774
NET ASSETS		
Without Donor Restrictions:		
Operating	6,344,297	3,868,471
Board-designated	-	1,837,977
With Donor Restrictions	234,625	64,193
Total Net Assets	6,578,922	5,770,641
Total Liabilities and Net Assets	$ 7,480,434	$ 6,601,883

The accompanying notes are an integral part of these financial statements.

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION

STATEMENT OF ACTIVITIES

YEAR ENDED SEPTEMBER 30, 2025, WITH COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Totals 2025	Totals 2024
REVENUES AND OTHER SUPPORT				
Government grant revenue	$ 8,852,694	$ -	$ 8,852,694	$ 9,851,589
Other contributions and grants	1,407,901	305,125	1,713,026	1,354,669
Project income	539,806	-	539,806	563,616
Contributed goods and services	2,251	-	2,251	7,155
Contributed rent	208,282	-	208,282	285,852
Investment return, net	211,606	-	211,606	219,526
Miscellaneous income	6,521	-	6,521	89,547
Net assets released from restriction	134,693	(134,693)	-	-
Total Revenues and Other Support	11,363,754	170,432	11,534,186	12,371,954
EXPENSES				
Program services	9,972,202	-	9,972,202	10,926,312
Administrative and management	391,983	-	391,983	549,207
Fundraising	361,720	-	361,720	493,826
Total Expenses	10,725,905	-	10,725,905	11,969,345
CHANGE IN NET ASSETS	637,849	170,432	808,281	402,609
NET ASSETS				
Beginning of year	5,706,448	64,193	5,770,641	5,368,032
End of year	$ 6,344,297	$ 234,625	$ 6,578,922	$ 5,770,641

The accompanying notes are an integral part of these financial statements.

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED SEPTEMBER 30, 2025, WITH COMPARATIVE TOTALS FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Program services					Total expenses	
	Congregate meals	Home delivered meals	Total program services	Administrative and management expenses	Fundraising	2025	2024
Personnel	$ 553,906	$ 1,712,504	$ 2,266,410	$ 152,903	$ 167,351	$ 2,586,664	$ 2,726,572
Fringe benefits	83,813	240,901	324,714	20,962	24,788	370,464	406,901
Professional fees	46,472	94,674	141,146	151,280	33,797	326,223	501,012
Food and related expenses	625,810	5,113,381	5,739,191	754	30	5,739,975	6,474,669
Meal delivery	-	598,506	598,506	-	-	598,506	261,630
Travel	8,620	24,777	33,397	1,593	388	35,378	35,708
Contributions	-	-	-	-	-	-	250
Direct mail campaign	-	-	-	-	118,407	118,407	183,104
Volunteer development and appreciation	5,106	23,528	28,634	-	-	28,634	-
Dues and subscriptions	-	-	-	6,725	-	6,725	6,496
Equipment and repairs	896	4,160	5,056	-	-	5,056	6,010
General insurance	-	-	-	29,775	-	29,775	26,952
Occupancy	22,984	115,888	138,872	5,526	8,158	152,556	140,144
Contributed rent	94,176	114,107	208,283	-	-	208,283	285,852
Other expenses	2,096	9,312	11,408	2,388	597	14,393	33,655
Outreach	28,088	90,148	118,236	4,227	318	122,781	346,702
Supplies	50,356	76,385	126,741	11,050	6,629	144,420	315,604
Telephone	7,277	29,792	37,069	1,367	1,128	39,564	34,432
Training and education	6,385	35,394	41,779	2,690	129	44,598	32,902
Depreciation and amortization	23,989	128,771	152,760	743	-	153,503	150,750
Total expenses	$ 1,559,974	$ 8,412,228	$ 9,972,202	$ 391,983	$ 361,720	$ 10,725,905	$ 11,969,345

The accompanying notes are an integral part of these financial statements.

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION
STATEMENT OF CASH FLOWS

YEAR ENDED SEPTEMBER 30, 2025, WITH COMPARATIVE TOTALS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ 808,281	$ 402,609
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation and amortization	153,503	150,750
Noncash lease expense	38,014	38,709
Realized/unrealized gain on investments	(130,172)	(172,045)
(Increase) decrease in operating assets:		
Receivables	938,005	(736,489)
Prepaid expenses	(1,517)	(6,157)
Increase (decrease) in operating liabilities:		
Accounts payable	20,898	(62,055)
Accrued expenses	20,583	14,714
Refundable advances	16,486	(7,095)
Operating lease liability	(38,015)	(38,777)
Net Cash Provided by (Used in) Operating Activities	1,826,066	(415,836)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on lease liability - financing lease	(268,129)	-
Net Cash Used in Financing Activities	(268,129)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(38,577)	(183,527)
Disposal of property and equipment	-	1,770
Purchases of securities	(2,250,345)	(40,806)
Net Cash Used in Investing Activities	(2,288,922)	(222,563)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(730,985)	(638,399)
CASH AND CASH EQUIVALENTS:		
Beginning of year	2,354,077	2,992,476
End of year	$ 1,623,092	$ 2,354,077
NON-CASH OPERATING ACTIVITIES:		
ROU assets obtained in exchange for operating and financing lease liabilities	$ 318,447	$ 27,616

The accompanying notes are an integral part of these financial statements.

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization - Community Nutrition Network and Senior Services Association ("CNN" or the "Agency") is a nonprofit organization that operates Congregate and Home Delivered Meal Programs and a Senior Center Program in suburban Cook (outside of the City of Chicago), Will, Kendall and Grundy Counties under contracts and grants with AgeOptions and AgeGuide. The meal programs are regulated under the Older Americans Act, Title III, Special Programs for the Aging, as administered by the U.S. Department of Health and Human Services. The programs provide eligible persons with nutritious meals in a congregate setting or delivered to the home, appropriate nutrition education and general health and wellness services.

Effective March 31, 2025, Meals on Wheels Foundation of Northern Illinois (the Foundation) was merged into CNN in order to simplify administrative functions between the two entities. Through March 31, 2025, the Foundation had been consolidated with CNN for purposes of financial statement reporting and as such, there was no material impact to the financial statements as a result of the merger. CNN continues to maintain the Meals on Wheels for Northern Illinois name and operates as doing business as (dba) Meals on Wheels for Northern Illinois for purposes of soliciting donations and various other business activities.

Basis of Presentation - These financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Classification of Net Assets - Under generally accepted accounting principles (GAAP), the Agency is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restriction and net assets with donor restriction.

The net assets of the Agency are reported in the two self-balancing groups as follows:

Net Assets without Donor Restriction: Net assets without donor restriction are for use at the discretion of the Board of Directors (the Board) and/or management for general operating purposes. The Board may designate a portion of these net assets for specific purposes which make them unavailable for use at management’s discretion.

Net Assets with Donor Restriction: Net assets with donor restriction consist of assets whose use is limited by donor-imposed time and/or purpose restrictions. The Agency

reports gifts of cash and other assets as revenue with donor restriction 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, the net assets are reclassified as net assets without donor restriction and reported in the statements of activities as net assets released from restrictions. Earnings, gains, and losses on restricted net assets are classified as unrestricted unless specifically restricted by the donor or by applicable state law. As of September 30, 2025, there were $234,625 in donor restricted net assets.

Comparative Financial Statement Disclosure - The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Agency's financial statements for the year ended September 30, 2025, from which the summarized information was derived.

Cash and Cash Equivalents - For the purpose of the statement of cash flows, the Agency considers all short-term investments with maturities of three months or less when purchased to be cash equivalents.

Inventories - Food and supplies are recorded as expenses when purchased. Inventories on hand at September 30, 2025 were not material and have not been recorded.

Investments - Under generally accepted accounting principles, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Fair value is determined by reference to quoted market prices and other relevant information generated by market transactions. Unrealized gains and losses are included in the change in net assets.

Property and Equipment - Property and equipment is stated at cost or, if donated, at the approximate fair value at the date of donation. Depreciation expense is recorded on a straight-line basis over the estimated useful lives of the assets, generally from 5-40 years.

The Agency follow the practice of capitalizing all expenditures for property, furniture, fixtures, and office equipment in excess of $2,000 and a useful life greater than one year.

Leases - The Agency determines if an arrangement is or contains a non-cancelable lease at inception. Leases are included in right-of-use (ROU) assets and lease liabilities in the

statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term at the commencement date.

Operating and financing lease ROU assets and operating and financing lease liabilities are recognized based on the present value of the future minimum lease payments over the lease term at the commencement date. As most leases do not provide an implicit rate, the Agency uses an incremental borrowing rate based on the information available at commencement date in determining the present value of future payments. The operating and financing lease ROU asset also includes any lease payments made and excludes lease incentives and initial direct costs incurred. The lease terms may include options to extend or terminate the lease when it is reasonably certain that the Agency will exercise that option. Lease expense for minimum lease payments is recognized on a straight-line basis over the lease term.

As allowed under the standard, the Agency has elected not to apply the standard to short-term leases of 12 months or less. Short-term leases are expensed straight-line over the lease term.

Refundable Advances - CNN's contract with AgeOptions and AgeGuide allows CNN to collect voluntary meal donations (project income) from both congregate and home delivered meal participants. The amount collected is reported to and monitored by AgeOptions and AgeGuide.

Funding from AgeOptions and AgeGuide is generally determined at the beginning of the fiscal period and then paid out monthly. In the event CNN does not fully expend funds provided or excess program or in-kind are used to reduce the funding from AgeOptions or AgeGuide, CNN recognizes a liability in the amount that is to be refunded to the grantor or that may be spent during the next fiscal year (with approval from the grantor). Refundable advances related to unexpended funds at September 30, 2025 totaled $48,451.

Revenue Recognition - The Agency receives support and revenue from various funding sources in order to support their programs. Grants may be recognized as revenue either when received or based on a cost-reimbursement methodology as stated in the grant agreement, depending on whether it is determined to be conditional or unconditional. A contribution is considered to be a conditional contribution if an agreement includes a barrier that must be overcome and either a right of return of assets or a right of release of a promise to transfer assets exists. Indicators of a barrier include a measurable performance related barrier or other measurable barrier, a stipulation that limits discretion by the recipient on the conduct of an activity, and stipulations that are related to the purpose of the agreement. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions/barriers on which they depend are substantially met.

Unconditional promises to give are recognized as revenues in the period received. All contributions are available for unrestricted use unless explicit donor stipulations specify how or when the contributions may be used. Unconditional promises to give due in subsequent years are reported at the present value of their estimated future cash flows, using risk adjusted interest rates applicable to those years in which the promises are to be received. Contributions of financial assets other than cash are recorded at their estimated fair value. Management assesses the collectability of promises to give based on historical results and current market conditions.

Receivables - Receivables consist of government and state grants, private grants, and other unconditional receivables that are carried at original pledge, invoice, or voucher amount. Management monitors the collection of pledges and grant receivables on a monthly basis and amounts are written off when deemed uncollectible. Unconditional promises/pledges to give are recognized as revenue in the period pledged at their present value. Recoveries of receivables previously written off are recorded when received.

Non-Cash Contributions – To calculate the value of donated services or space, a rate at or below the current market rate is used, see discussion at Note 8. Contributed goods are recorded at fair value at the date of donation. During the year ended September 30, 2025 $2,251 of goods and services were received in the form of food donations and auto repair. CNN receives voluntary assistance from participants in the Congregate and Home Delivered Meal Programs. Volunteers serve as drivers, hostesses, food servers and aides. CNN estimates approximately 56,000 hours have been donated for the year ended September 30, 2025. No amounts related to these hours have been recognized in the financial statements because the services do not meet the criteria for recognition under generally accepted accounting principles as they do not require specialized skills.

Income Tax Status – The Agency is exempt from federal income taxes under the provisions of the Internal Revenue Code Section 501(c)(3). However, organizations which are exempt may be subject to unrelated business income taxes when an organization generates revenues from activities which are unrelated to the exempt purpose of the organization. Management believes the Agency has no unrelated business income for the year ended September 30, 2025. The Agency's Form 990, Return of Organization Exempt from Income Tax, are subject to examination by the IRS, generally for three years after they were filed.

Use of Accounting Estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of

contingent assets and liabilities at the date of the financial statements, and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

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 functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses are charged to each function based on direct expenditures incurred. Any expenditures not directly chargeable are allocated to the programs based on an analysis of personnel time and a ratio of direct salaries to total salaries.

2. CONCENTRATIONS

During the year ended September 30, 2025, the revenue received from AgeOptions and AgeGuide accounted for approximately 77% of total revenue and other support and 87% of receivables. These grants provide that CNN will be reimbursed for a portion of the costs associated with eligible meals served or delivered.

The Agency maintains cash balances at several financial institutions which, at times, may exceed federally insured limits. The Agency believes they are not exposed to any significant risk on cash and cash equivalents.

3. INVESTMENTS

Investment securities are exposed to various risks including interest rate, market and credit risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the value of investment securities will occur in the near term and those changes could materially affect the amounts reported in the Statement of Financial Position.5

Investment return consists of the following components for the year ended September 30, 2025:

Interest income	$	164
Dividend income		81,270
Unrealized and realized gains		130,172
	$	211,606

4. FAIR VALUE MEASUREMENTS

GAAP establishes a fair value hierarchy that requires the Agency to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring the fair value of certain items.

A financial instrument's categorization within the fair value hierarchy is based upon the lowest of input that is significant to the fair value measurement. GAAP establishes three levels of inputs that may be used to measure fair value:

- Level 1 – quoted prices in active markets for identical assets or liabilities;
- Level 2 – inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices in active markets for similar assets or liabilities, quoted prices for identical or dissimilar assets or liabilities in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities; or
- Level 3 – unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. There are no changes in valuation methodologies used at September 30, 2025.

Fair values for equities, including U.S. Treasury notes are determined by reference to quoted market prices and other relevant information generated by active market transactions. The U.S. Treasury note has an original maturity date that is greater than 90 days.

The following tables present assets measured at fair value on a recurring basis as of September 30, 2025:

	Fair Value Measurements Using Input Type			
	Level 1	Level 2	Level 3	Total
Exchange traded funds	$ 4,122,399	$ -	$ -	$ 4,122,399
U.S. Treasury note	71,345	-	-	71,345
	$ 4,193,744	$ -	$ -	$ 4,193,744

5. RECEIVABLES

The following table presents the receivable balance detail at September 30, 2025:

Due from AgeOptions	$ 453,895
Due from AgeGuide	479,055
Other receivables	142,855
Total receivables	$ 1,075,805

Receivables are reported at the amount management expects to collect on balances outstanding at September 30, 2025. Management closely monitors outstanding balances and writes off, as of year-end, all balances that are not expected to be collected. No allowance for doubtful accounts was deemed necessary by management at September 30, 2025.

6. LIQUIDITY AND AVAILABILITY OF RESOURCES

The Agency typically operates on a consistent annual cycle, with known recurring expenditures that include payroll, fringe benefits, food costs, and rent, as a result of fulfilling the Agency's mission. Due to the general predictability of its annual operations, the Agency is able to structure its financial assets to be available as general expenditures, liabilities and other obligations come due.

The Agency's financial assets available for general expenditure within one year of the statement of financial position date of September 30, 2025, are as follows:

Financial Assets		
Cash and cash equivalents	$	1,694,437
Investments		4,122,399
Receivables		1,075,805
Total financial assets available within one year		6,892,641
Less:		
Amount subject to donor restrictions		(234,625)
Total net assets subjected to restriction		(234,625)
Total financial assets available to management for general expenditure within one year	$	6,658,016

The Agency has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

7. RETIREMENT PLAN

CNN sponsors a 403(b) defined contribution retirement plan for employees who meet the plan's eligibility requirements. Participation is voluntary, and eligible employees may elect to defer compensation up to applicable IRS limits. CNN provides a matching contribution equal to 50% of employee deferrals on the first 2% of eligible compensation deferred and may make additional discretionary employer contributions. A total of $29,910 was contributed as an employer match during the year ended September 30, 2025. Retirement plan related expenses are included within fringe benefits on the statement of functional expenses.

8. CONTRIBUTED RENT

During the fiscal year ended 2025, the Agency received donated rent from various lessors for space throughout its service area to host congregate dining or space to stage, package, and store home delivered meals. The value of contributed rent is based on the market value per square foot charged for similar space in similar areas, or the difference between the below-market rent charged and the market value of that space. Contributed rent is allocated between the programs based on the approximate amount of space the program occupies.

The total amount of contributed rent and the programs benefited as of September 30, 2025 is as follows:

	Congregate meals	Home delivered meals	Total
Contributed rent	$ 94,175	$ 114,107	$ 208,282

9. LEASE COMMITMENTS

CNN leases facilities for its senior nutrition programs from various sources. The terms of the leases are short-term and provide for annual renewals. Generally, these leases provide for the reimbursement of expenses related to the lease of a space at a stated monthly rate. CNN also rents space at various other locations under cancelable agreements that provide that should the Agency lose funding, the lease may be terminated without penalty.

North Riverside Office – Effective January 2019, the Agency signed a lease for space for the administrative offices in North Riverside. The lease runs through April 30, 2026 with rental payments of $2,346 over the life of the lease. Rent expense for the year ended September 30, 2025 totaled $28,156. In April 2026, the Agency extended its lease for the North Riverside office space. Effective May 1, 2026, the amendment extends the existing lease term through September 30, 2027. Pursuant to the amendment, annual base rent is $28,156, payable in monthly installments of $2,346. The extension also grants the Agency options to renew the lease for up to two additional one-year terms.

Joliet/Larkin – Effective September 2020, CNN signed a lease for office space in Joliet that runs from October 1, 2020 through October 31, 2023 at $925 per month. During the fiscal year, CNN extended the lease through October 31, 2026. Rent expense for the year ended September 30, 2025 totaled $11,100.

During 2025, Agency entered into vehicle contracts under a fleet program. The contracts allow the Agency the right to control the use of identified vehicles for a stated term of 60 months and are accounted for as finance leases under GAAP. Each arrangement includes a lease component for the vehicles and a separate non-lease component for maintenance and related services provided over the contract term. The Agency accounts for the lease and non-lease components separately.

Under the terms of the arrangements, the Agency paid an upfront amount equal to the fair market value of the vehicles at the commencement of each contract and fixed monthly lease

payments over the 5-year term for the vehicle lease component. In addition, the Agency pays fixed monthly maintenance charges that are not part of the lease component. Amounts attributable to the lease component are included in lease cost, while amounts attributable to maintenance and related services are expensed as incurred as service costs and are not included in lease expense.

Future minimum rental payments under noncancelable leases are as follows:

	Operating	Finance
2026	$ 27,524	$ 5,057
2027	925	5,057
2028	-	5,057
2029	-	5,057
2030	-	4,636
Total undiscounted cash flows	28,449	24,864
Less: present value discount	(424)	(2,162)
Total lease liabilities	$ 28,025	$ 22,702

Weighted-average remaining lease term in years for operating leases	0.79
Weighted-average remaining lease term in years for finance leases	5.00
Weighted-average discount rate for operating leases	4.25%
Weighted-average discount rate for finance leases	3.70%

10. COMMITMENTS AND CONTINGENT LIABILITIES

CNN has received significant financial assistance from federal and state agencies. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and may be subject to audit by the grantor agencies. Any disallowed claims resulting from such audits become a liability of CNN. There were no such audits or related disallowed claims for the year ended September 30, 2025, however refundable advances that are not spent down may require repayment.

11. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at September 30, 2025 are restricted for the following:

For use in Proviso Township	$	127,507
For use in Grundy County		37,009
For use in Kendall County		36,335
For use in Will County		11,588
For use in Oswego Township		10,000
For use in Leyden Township		6,327
For use in Village of Lemont		1,785
For use in Hometown		594
Coaching		3,480
	$	234,625

12. SUBSEQUENT EVENTS

Management of the Agency have evaluated subsequent events through June 12, 2026, which is the date the financial statements were available to be issued. In December 2025, the Agency entered into a lease agreement for office space in Oak Lawn. The lease term commenced on December 23, 2025, and continues through September 30, 2028, with an option to renew for up to three additional years. Annual base rent is $20,000, payable in equal monthly installments, and is subject to annual increases of 3% throughout the lease term.

Single Audit Reporting

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED SEPTEMBER 30, 2025

Federal Grantor/Pass-Through Grantor/Program Title		Federal Assistance Listing Number	Pass Through Number	Passed Through to Subrecipients	Federal Expenditures
U.S. Department of Health and Human Services:					
Aging Cluster:					
Passed through Age Options:					
Special Programs for the Aging,					
Title III, Part C - Nutrition Services	*	93.045	N/A	$ -	$ 1,474,561
Passed through Age Guide:					
Special Programs for the Aging,					
Title III, Part C - Nutrition Services	*	93.045	N/A	-	900,851
COVID-19 Title III, Part C - Nutrition Services	*	93.045	N/A	-	187,103
Nutrition Services Incentive Program	*	93.053	N/A	-	165,965
Total Aging Cluster				-	2,728,480
Total federal expenditures				$ -	$ 2,728,480

* Audited as a major program

See Notes to Schedule of Expenditures of Federal Awards

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED SEPTEMBER 30, 2025

Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Community Nutrition Network and Senior Services Association (the "Agency") under programs of the federal government for the year ended September 30, 2025. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this Schedule may differ from amounts presented in or used in the preparation of the basic financial statements.

Because the Schedule presents only a selected portion of the operations of the Agency, it is not intended to, and does not, present the financial position, changes in net assets, or cash flows, if applicable, of the Agency. Pass-through entity identifying numbers are presented where available.

The Agency elected not to use the option of the 10% de minimis indirect cost rate.

Basis of Accounting

The accompanying schedule of expenditures of federal awards is presented on the accrual basis of accounting. Such expenditures are recognized following, as applicable, the cost principles in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Payments to Subrecipients

The Agency provided no federal awards to sub-recipients during the year ended September 30, 2025.

Non - Cash Assistance

The Agency neither received nor disbursed federal awards in the form of non-monetary assistance during the year ended September 30, 2025.

Insurance, Loans, and Loan Guarantees

During the year ended September 30, 2025, the Agency received no insurance, loans, loan guarantees or other Federal assistance for the purpose of administering Federal programs.

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

Board of Directors
Community Nutrition Network and Senior Services Association
North Riverside, Illinois

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 Community Nutrition Network and Senior Services Association (collectively, the Agency), which comprise the statement of financial position as of September 30, 2025, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 12, 2026.

Report on Internal Control over Financial Reporting
In planning and performing our audit of the financial statements, we considered the Agency'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 the Agency's internal control. Accordingly, we do not express an opinion on the effectiveness of the Agency's internal control.

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

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

Report on Compliance and Other Matters
As part of obtaining reasonable assurance about whether the Agency'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

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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.

Sassetti LLC

June 12, 2026
Oak Brook, Illinois

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

Board of Directors
Community Nutrition Network and Senior Services Association
North Riverside, Illinois

Report on Compliance for Each Major Federal Program
We have audited Community Nutrition Network and Senior Services Association's (CNN) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of CNN's major federal programs for the year ended September 30, 2025. CNN's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program
We have audited Community Nutrition Network and Senior Services Association's (the Agency) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Agency's major federal programs for the year ended September 30, 2025. The Agency'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, the Agency complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2025.

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 the Agency 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 the Agency's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance
Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Agency'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 the Agency'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 the Agency'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 the Agency's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Agency'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 the Agency'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.

Sassetti LLC

June 12, 2026
Oak Brook, Illinois

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED SEPTEMBER 30, 2025

PART I - SUMMARY OF AUDITOR'S RESULTS

Financial Statement Section

Type of auditors' report issued:	Unmodified	
Internal control over financial reporting:		
Material weakness (es) identified?	____ Yes	X No
Significant deficiency (ies) identified not considered to be material weaknesses?	____ Yes	X No
Noncompliance material to financial statements noted?	____ Yes	X No

Federal Awards Section

Dollar threshold used to determine Type A programs:	$1,000,000	
Auditee qualified as low-risk auditee?	X Yes	____ No
Type of auditor's report on compliance for major programs:	Unmodified	
Internal control over major programs:		
Material weakness (es) identified?	____ Yes	X No
Significant deficiency (ies) identified not considered to be material weaknesses?	____ Yes	X No
Any audit findings disclosed that are required to be reported in accordance with 2 CFR Section 200.516(a)?	____ Yes	X No

Identification of major programs:

CFDA Numbers	Name of Federal Program or Cluster
93.045/93.053	Aging Cluster

COMMUNITY NUTRITION NETWORK AND
SENIOR SERVICES ASSOCIATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED SEPTEMBER 30, 2025

PART II - FINANCIAL STATEMENT AUDIT FINDINGS

NONE

PART III - FEDERAL PROGRAM AUDIT FINDINGS

NONE

PART IV - SUMMARY OF PRIOR AUDIT FINDINGS

NONE