

MANATEE GLENS CORPORATION
BRADENTON, FLORIDA
AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTAL INFORMATION
JUNE 30, 2011

**MANATEE GLENS CORPORATION
AUDITED FINANCIAL STATEMENTS
JUNE 30, 2011**

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Manatee Glens Corporation
Bradenton, Florida

We have audited the accompanying statement of financial position of Manatee Glens Corporation (a non-profit organization) as of June 30, 2011 and the related statements of activities, cash flows, and functional expenses for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Organization's 2010 financial statements, and in our report dated November 17, 2010, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Manatee Glens Corporation as of June 30, 2011 and the changes in its net assets, and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2011 on our consideration of Manatee Glens Corporation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget

Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and Chapter 10.650 of the Rules of the Auditor General of the State of Florida and the Florida Single Audit Act 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

*Christopher, Smith, Leonard,
Bristow + Stanell, P.A.*

CHRISTOPHER, SMITH, LEONARD,
BRISTOW & STANELL, P.A.

November 15, 2011
Bradenton, Florida

MANATEE GLENS CORPORATION
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2011
(With summarized financial information as of June 30, 2010)

	2011	2010
<u>ASSETS</u>		
Cash and cash equivalents	\$ 2,495,491	\$ 2,330,752
Investments	654,468	646,879
Net interest in foundation	8,098	6,869
Accounts and grants receivable, net	2,158,380	905,207
Estimated third party payor receivable, net	277,821	265,629
Contracts receivable	1,480,849	1,513,452
Inventories	201,227	181,024
Prepaid expenses	362,994	441,364
Contributions receivable	1,269,252	1,397,521
Other assets	116,239	111,291
Net property and equipment	8,044,965	8,311,480
TOTAL ASSETS	\$ 17,069,784	\$ 16,111,468
<u>LIABILITIES AND NET ASSETS</u>		
Liabilities		
Accounts payable	\$ 460,162	\$ 292,566
Accrued salaries and fringes	1,383,737	1,038,756
Accrued sick and annual leave	456,232	463,164
Other accrued liabilities	470,479	237,709
Deferred revenue	270,707	137,797
Interest rate swap	38,179	98,307
Long-term debt	2,887,102	3,420,697
Total Liabilities	5,966,598	5,688,996
Net Assets		
Unrestricted-plant assets	4,683,947	4,333,708
Unrestricted-operations	4,714,249	4,232,475
Temporarily restricted	1,269,252	1,397,521
Permanently restricted	435,738	458,768
Total Net Assets	11,103,186	10,422,472
TOTAL LIABILITIES AND NET ASSETS	\$ 17,069,784	\$ 16,111,468

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

MANATEE GLENS CORPORATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011
(With summarized financial information for the year ended June 30, 2010)

	2011	2010
Changes in Unrestricted Net Assets:		
Public Support and Revenues:		
Public Support:		
State contracts	\$ 10,224,875	\$ 10,236,707
Board of county commissioners	2,486,977	2,646,452
Other local funds	224,037	203,286
Child welfare Services	2,610,419	2,768,980
Contributions	456,280	119,109
In-Kind contributions	698,435	852,260
Total Public Support	16,701,023	16,826,794
Revenues:		
Net patient service revenues	9,381,660	7,939,837
Investment income	39,466	47,900
Leasing income	140,565	137,876
Miscellaneous	245,429	319,228
Gain (loss) on disposal of assets	(4,807)	(23,708)
Total Revenues	9,802,313	8,421,133
 Total Public Support and Revenues	 26,503,336	 25,247,927
 Net Assets released from restrictions:		
Satisfaction of restrictions	151,299	42,848
 Total Unrestricted Revenues	 26,654,635	 25,290,775
 Expenses:		
Program Services:		
Aftercare	11,633	10,499
Case management	73,132	46,603
Crisis stabilization	3,210,282	3,036,408
Crisis support	1,796,138	1,627,727
Comprehensive community service team	2,114,879	2,311,573
Day/Night	270,391	247,740
Detox JARF	164,776	147,460
Florida assertive community treatment	885,225	873,420
Fact enhancement	258,477	312,148
Indigent drug program	127,844	147,448
Incidental	242,964	448,398
In Home/On Site	16,940	4,850
Inpatient	131,688	169,687
Intervention	249,685	236,829

	<u>2011</u>	<u>2010</u>
Expenses (continued):		
Outpatient medical	1,303,564	1,325,587
Outpatient/residential detox	611,687	575,730
Outpatient	381,285	380,572
Outreach	252,497	95,985
Prevention	54,210	54,228
Prevention/Intervention	192,972	236,691
Recovery	42,694	107,717
Residential level II	1,054,020	1,250,231
Non-SAMH	8,426,556	8,367,273
Supported employment	-	1,484
	<u>21,873,539</u>	<u>22,016,288</u>
Administrative Services:		
Administration	<u>4,009,211</u>	<u>3,560,687</u>
 Total Expenses	 <u>25,882,750</u>	 <u>25,576,975</u>
 Increase (Decrease) in Unrestricted Net Assets	 771,885	 (286,200)
Changes in Temporarily Restricted Net Assets:		
Assets released from restriction	(128,269)	(134,683)
Decrease in Temporarily Restricted Net Assets	<u>(128,269)</u>	<u>(134,683)</u>
Changes in Permanently Restricted Net Assets:		
Assets released from restriction	(23,030)	91,835
Increase (Decrease) in Permanently Restricted Net Assets	<u>(23,030)</u>	<u>91,835</u>
 Change in net assets before swap adjustment	 620,586	 (329,048)
 Change in fair value of interest rate swap	 60,128	 28,753
 Net assets at beginning of year	 <u>10,422,472</u>	 <u>10,722,767</u>
 Net assets at end of year	 <u><u>\$ 11,103,186</u></u>	 <u><u>\$ 10,422,472</u></u>

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

MANATEE GLENS CORPORATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2011
(With summarized financial information for the year ended June 30, 2010)

	<u>2011</u>	<u>2010</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets before swap adjustment	\$ 620,586	\$ (329,048)
Adjustments to reconcile change in net assets before swap adjustment to net cash provided by operating activities:		
Depreciation and amortization	932,110	838,450
Bad debt expense	475,064	1,006,385
Loss on disposal of assets	4,806	23,708
Contribution for use of facilities	128,269	134,683
Decrease in loan escrow	-	418,865
Non cash contribution of property	(293,764)	-
(Increase)Decrease in assets:		
Accounts receivable	(1,728,237)	(294,452)
Estimated third party payor receivable	(12,192)	(143,980)
Contracts receivable	32,603	194,758
Inventories	(20,203)	(42,857)
Prepaid expenses and other assets	71,221	69,840
Increase(Decrease) in liabilities:		
Accounts payable	167,596	(161,700)
Accrued salaries and fringes	344,981	(36,802)
Accrued sick and annual leave	(6,932)	(79,026)
Deferred revenue	132,910	27,784
Other accrued liabilities	232,770	92,192
Net cash provided by operating activities	<u>1,081,588</u>	<u>1,718,800</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Investment in foundation	(1,229)	(633)
(Purchase) sale of investments	(7,589)	37,006
Purchase of property and equipment	(374,436)	(583,963)
Net cash (used) by investing activities	<u>(383,254)</u>	<u>(547,590)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Principal payments on long-term debt	(533,595)	(509,387)
Net cash used by financing activities	<u>(533,595)</u>	<u>(509,387)</u>
Net Change in cash and cash equivalents	164,739	661,823
Cash and cash equivalents at beginning of year	<u>2,330,752</u>	<u>1,668,929</u>
Cash and cash equivalents at end of year	<u><u>\$ 2,495,491</u></u>	<u><u>\$ 2,330,752</u></u>
<u>SUPPLEMENTAL CASH FLOW DISCLOSURES</u>		
Interest paid	<u>\$ 140,603</u>	<u>\$ 172,693</u>
Donations In-Kind (income)	<u>\$ 698,435</u>	<u>\$ 852,260</u>
Donations In-Kind (expense)	<u>\$ 808,273</u>	<u>\$ 959,394</u>

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

MANATEE GLENS CORPORATION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2011
 (With summarized financial information for the year ended June 30, 2010)

	2011		Total	
	Supportive Services	Program Services	2011	(Summarized) 2010
PERSONNEL SERVICES:				
Salaries and wages	\$ 1,927,533	\$ 13,663,237	\$ 15,590,770	\$ 15,091,049
Fringes	323,900	2,860,490	3,184,390	3,053,624
Total Personnel Services	2,251,433	16,523,727	18,775,160	18,144,673
OTHER EXPENSES:				
Building occupancy	167,917	725,976	893,893	747,784
Professional services	330,758	633,596	964,354	856,606
Travel	4,207	81,297	85,504	95,541
Equipment costs	536,862	357,871	894,733	799,073
Food services	30,939	238,219	269,158	254,774
Medical and pharmacy	-	364,681	364,681	335,304
Insurance	47,115	215,796	262,911	215,236
Interest	143,945	-	143,945	163,572
Operating expenses	416,495	1,528,579	1,945,074	1,998,633
Other	26,690	448,374	475,064	1,006,385
Donated items	52,850	755,423	808,273	959,394
Total Other Expenses	1,757,778	5,349,812	7,107,590	7,432,302
TOTAL	\$ 4,009,211	\$ 21,873,539	\$ 25,882,750	\$ 25,576,975

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

MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION AND PURPOSE – Manatee Glens Corporation, (the Organization), is engaged in the business of aiding in the establishment of operations and maintenance of clinics or facilities for the diagnosis, prevention, treatment and care of mental and emotional disorders, alcohol abuse, drug abuse, sexual abuse, child welfare services, and the cure and treatment of persons affected therewith. The Organization serves Manatee County through various locations.

BASIS OF ACCOUNTING – The Organization follows standards of accounting and financial reporting prescribed for voluntary health and welfare agencies. The Organization follows the accrual basis of accounting, which recognizes revenue when earned and expenses as incurred. Federal, State and local government and public grants are recorded as support when performance occurs under the terms of the grant agreement.

The costs of providing the various programs and other activities have been detailed in the Statement of Functional Expenses and summarized on a program basis in the Statement of Activities. Salaries and other expenses which are associated with a specific program are charged directly to that program. Salaries and other expenses which benefit more than one program are allocated to the various programs based on the relative benefit provided. Administrative expenses are allocated to the various programs based on the relevant program's costs to the total.

FINANCIAL STATEMENT PRESENTATION – Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) and the Accounting Standards Codification (ASC) as it relates to the financial statements of not-for-profit organizations. The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets, as applicable.

CASH AND CASH EQUIVALENTS – For purposes of these financial statements, the Organization considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

As of June 30, 2011, \$612,572 of cash and cash equivalents was held by a third party (DATIS) as part of the payroll funding arrangement.

NET INTEREST IN FOUNDATION – In 2003, the Organization established a fund in the Manatee Community Foundation. The net interest in foundation at June 30, 2011 is \$8,098.

FAIR VALUE MEASUREMENTS – The FASB established 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 measurement).

The asset 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.

MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

FAIR VALUE MEASUREMENTS – CONTINUED

The three levels of the fair value hierarchy used to measure fair value are described as follows:

Level 1 inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets
- Quoted prices for 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

Level 3 inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The Financial Accounting Standards Board (FASB) issued ASU No. 2010-06, “Improving Disclosures about Fair Value Measurements” (ASU) which is effective for fiscal years beginning after December 15, 2009. The guidance requires additional disclosure related to the three-level fair value hierarchy. Entities are required to disclose significant transfers in and out of Levels 1 and 2 of the fair value hierarchy. The Organization adopted the amendments in ASU during the current year, and has prospectively included the required disclosures in Note 2.

INVENTORIES – Inventories are stated at the lower of cost or market. Cost is determined on a first-in, first-out basis.

ACCOUNTS RECEIVABLE – Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management reviews each account individually for past due status and provides for probable uncollectible amounts through a provision based on its assessment of the current status of individual accounts and contracts. Balances that are still outstanding after management has used reasonable collection efforts are written off.

PROPERTY AND EQUIPMENT – Buildings and equipment are recorded at cost and depreciated over their estimated useful lives using the straight-line method. The Organization capitalizes major improvements, property and equipment with a value of \$1,000 or greater. Estimated useful lives range from 5 to 45 years.

Donations of property and equipment are recorded as support at their estimated fair value on the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

IN-KIND CONTRIBUTIONS AND CONTRIBUTED SERVICES - A substantial number of volunteers have donated significant amounts of their time in the Organization's program services. A substantial amount of space and supplies have been recorded as in-kind contributions. These services require specialized skills that would typically need to be purchased if not provided by donation. These services have been recorded as in-kind contributions and contributed services expense and are reflected in these financial statements. These services were recorded at the fair market value of similar services.

NET PATIENT SERVICE REVENUE - The Organization has agreements with third-party payors that provide for payments to the Organization at amounts different from its established rates. Payment arrangements include prospectively determined rates per admission, reimbursed costs, discounted charges, and per diem payments. Net patient service revenue is reported at the estimated net realizable amounts from patients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors. Retroactive adjustments are accrued on an estimated basis in the period the related services are rendered and adjusted in future periods as final settlements are determined.

PREMIUM REVENUE - The Organization has agreements with various Health Maintenance Organizations (HMOs) to provide medical services to subscribing participants. Under these agreements, the Organization receives monthly capitation payments based on the number of each HMO's participants, regardless of services actually performed by the Organization.

THIRD-PARTY AGREEMENTS - The Organization has agreements with third-party payors that provide for payments to the Organization at amounts different from its established rates. A summary of the payment arrangements with major third-party payors follows:

- Medicare - Inpatient acute care services rendered to Medicare program beneficiaries, inpatient non-acute services, and defined capital costs related to Medicare beneficiaries are paid based on a prospective payment system. Outpatient services rendered to Medicare program beneficiaries are reimbursed under a fee for service reimbursement methodology.
- Medicaid - Outpatient services rendered to Medicaid program beneficiaries are reimbursed under a fee for service reimbursement methodology.

The Organization also has entered into payment agreements with certain commercial insurance carriers, health maintenance organizations, and preferred provider organizations. The basis for payment to the Organization under these agreements includes discounts from established charges, and prospectively determined daily rates.

MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

DONOR-RESTRICTED GIFTS - Unconditional promises to give cash and other assets to the Organization are reported at fair value at the date the promise is received. Conditional promises to give and indications of intentions to give are reported at fair value at the date the gift is received. The gifts are reported as either temporarily or permanently 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, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met within the same year as received are reported as unrestricted contributions in the accompanying financial statements.

PUBLIC SUPPORT AND REVENUES - The Organization receives significant grant and contract support from the State of Florida Department of Children and Families and other State agencies. Support received from those contracts is recognized on a "net funded" basis whereby State of Florida Department of Children and Families, Division of Alcohol, Drug and Mental Health Services funding is recognized on a last-dollar-in basis. Related expenses are netted by Medicaid income in determining grant funds to be recognized. The Organization receives client fees, Medicaid and Medicare income for billable client services and recognizes these fees and income when earned.

GRANTS AND DONATIONS - Grants and donations are considered to be available for unrestricted use unless specifically restricted by the grantor. The accounting system is designed to allocate funds to specific programs.

CHARITY CARE - The Organization provides care to patients who meet certain criteria under its charity care policy without charge or at amounts less than its established rates. Because the Organization does not pursue collection of amounts determined to qualify as charity care, they are not reported as revenue.

TEMPORARILY AND PERMANENTLY RESTRICTED NET ASSETS - Temporarily restricted net assets are those whose use by the Organization has been limited by donors to a specific time period or purpose. Permanently restricted net assets have been restricted by donors to be maintained by the Organization in perpetuity.

ADVERTISING COSTS - Advertising costs are generally charged to operations in the year incurred. For the years ended June 30, 2011 and 2010, advertising costs totaled \$35,341 and \$6,798, respectively.

FUNDRAISING COSTS - For the years ended June 30, 2011 and 2010, fundraising costs totaled \$7,358 and \$15,722, respectively.

ESTIMATES - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

INCOME TAXES – The Organization is exempt from income taxes under Section 501(c)(3) of Internal Revenue Code. The Organization is not a private foundation. Accordingly, no provision has been made for income taxes in the accompanying financial statements. The Organization applies guidance issued by the FASB on accounting for uncertainty in tax positions. Management believes the Organization has no material unrecognized income tax liabilities, including any potential loss of its tax exempt status. The Organization has no ongoing federal, state or local tax audits; however, the Organization’s tax returns for fiscal year end 2007 and subsequent years remain open to examination.

SUMMARIZED FINANCIAL INFORMATION – The financial statements include certain prior-year summarized comparative information in the financial statements and notes. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization’s financial statements and notes for the year ended June 30, 2010, from which the summarized information was derived.

NOTE 2 – FAIR VALUE MEASUREMENTS

The Organization measured the following assets and liabilities at fair value on a recurring basis using inputs described in Note1. There have been no changes in the methodologies used at June 30, 2011 and 2010. In addition, there were no significant transfers between levels 1 or 2 for the year ended June 30, 2011.

Fair Value Measurements at June 30, 2011				
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Certificates of Deposit	\$ -0-	\$ 654,468	\$ -0-	\$ 654,468
Interest in Foundation	-0-	8,098	-0-	8,098
Total Assets	<u>\$ -0-</u>	<u>\$ 662,566</u>	<u>\$ -0-</u>	<u>\$ 662,566</u>
Interest Rate SWAP (Derivative Financial Instrument)	\$ -0-	\$ 38,179	\$ -0-	\$ 38,179
Total Liabilities	<u>\$ -0-</u>	<u>\$ 38,179</u>	<u>\$ -0-</u>	<u>\$ 38,179</u>

Fair Value Measurements at June 30, 2010				
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Certificates of Deposit	\$ -0-	\$ 646,879	\$ -0-	\$ 646,879
Interest in Foundation	-0-	6,869	-0-	6,869
Total Assets	<u>\$ -0-</u>	<u>\$ 653,748</u>	<u>\$ -0-</u>	<u>\$ 653,748</u>
Interest Rate SWAP (Derivative Financial Instrument)	\$ -0-	\$ 98,307	\$ -0-	\$ 98,307
Total Liabilities	<u>\$ -0-</u>	<u>\$ 98,307</u>	<u>\$ -0-</u>	<u>\$ 98,307</u>

MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS

NOTE 2 – FAIR VALUE MEASUREMENTS – CONTINUED

Certificates of deposit are valued at fair value by discounting the related cash flows based on current yields of similar instruments with comparable durations considering the credit-worthiness of the issuer. The interest in the Foundation is measured using the Organization's interest in the Foundation investments, using a market approach.

The fair value of the interest rate swap contract is determined by the counterparty by means of calculating the present value of the anticipated cash flows from the transaction, typically using the income approach.

The preceding methods may produce a fair value calculation that may not be indicative or reflective of future fair values. Furthermore, although the Organization 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 reporting date.

NOTE 3 – PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30:

	<u>2011</u>	<u>2010</u>
Land and buildings	\$ 11,963,913	\$ 11,549,655
Construction in Progress	142,793	29,702
Vehicles	698,554	698,554
Furniture, fixtures, and equipment	<u>3,021,781</u>	<u>2,903,635</u>
	15,827,041	15,181,546
Less accumulated depreciation and amortization	<u>(7,782,076)</u>	<u>(6,870,066)</u>
Net Property and Equipment	<u>\$ 8,044,965</u>	<u>\$ 8,311,480</u>

Depreciation expense was \$932,110 and \$838,450 for the years ended June 30, 2011 and 2010, respectively.

NOTE 4 – LEASE COMMITMENTS

The Organization conducts a part of its program and supportive services from leased facilities. Management expects that in the normal course of business, leases will be renewed or replaced by other leases. Such facility leases are classified as operating leases. In addition, the Organization has entered into operating leases for various equipment rentals.

The following is a schedule by years of future minimum lease payments required under operating leases that have initial or noncancellable lease terms in excess of one year as of June 30, 2011:

<u>Year Ending June 30,</u>	
2012	\$ 75,129
2013	\$ 44,643
2014	\$ 8,301
2015	\$ 6,719
2016	\$ 1,000

Rental expense for operating leases was \$127,017 and \$126,629 for the years ended June 30, 2011 and 2010, respectively.

**MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS**

NOTE 5 – LINE OF CREDIT

The Organization has a revolving line-of-credit in the amount of \$1,500,000, secured by receivables with a financial institution at the greater of the Bank's prime rate or 4.5%. The line-of-credit matures June of 2013. There was no outstanding balance on the line-of-credit as of June 30, 2011 and 2010.

NOTE 6 – LONG-TERM DEBT

The following is a description of long-term debt at June 30,

	2011	2010
Tax exempt industrial revenue bonds Series 2004 dated 12/28/04, variable interest rate effectively fixed through an interest rate swap. Matures January 2020.	\$ 2,275,919	\$ 2,484,495
Equipment Purchase Agreement dated 6/19/08. Interest rate at 4.06%. Matures June 2013.	611,183	936,202
	<u>\$ 2,887,102</u>	<u>\$ 3,420,697</u>

Maturities on long-term debt are as follows:

<u>Year Ending June 30,</u>	
2012	\$ 531,368
2013	527,889
2014	241,180
2015	253,287
2016	265,850
Thereafter	1,067,528
	<u>\$ 2,887,102</u>

City of Bradenton, Florida – Tax-Exempt Industrial Development Revenue Bonds Series 2004

On December 28, 2004, the Organization borrowed \$2,781,188 from the City of Bradenton, Florida through the issuance of a tax-exempt Industrial Development Revenue Bond, Series 2004 (Manatee Glen's Corporation Project). The Bond carries an interest rate of 64% of LIBOR Rate plus 1.55% per annum. Interest shall be paid monthly in arrears starting on February 1, 2005. The principal amount shall be payable in monthly installments, as predetermined in the Bond documents starting on December 1, 2008 with final payment on January 1, 2020.

The loan proceeds of the Bond were used to provide funds to finance the cost of acquisition of condominium units and appurtenant common areas at 6th Avenue West, Bradenton, Florida for the operation of healthcare facilities. The loan is evidenced by a Loan Agreement and Promissory Note dated December 31, 2004. Loan payments pursuant to the Note are due on the same date and is the same amount as the principal and interest and any other payment due on the Bond. The loan is collateralized by a mortgage, assignment-of-rents, and security agreement.

MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS

NOTE 6 – LONG-TERM DEBT – CONTINUED

City of Bradenton, Florida – Equipment Sublease Purchase Agreement

On June 19, 2008, the Organization entered into an equipment sublease purchase agreement with the City of Bradenton, Florida for the purchase of equipment. The total amount borrowed was \$1,500,000 with an interest rate of 4.06%. Monthly payments of principal and interest of \$27,665 began July 19, 2008 with the final payment due on June 19, 2013.

Total interest expense on long-term debt for the years ended June 30, 2011 and 2010 was \$143,945 and \$163,572, respectively.

The Organization is required to maintain certain covenants as part of long-term debt financing. As of June 30, 2011, Management believes the Organization was in compliance with all debt covenants.

NOTE 7– INTEREST RATE SWAP

To hedge its interest rate risk, the Organization entered into an interest rate swap agreement (swap) with Bank of America on the Series 2004 bonds. The purpose was to fix the interest rate on the Organization’s variable rate bonds. The notional amount of the swap is equal to the principal outstanding on the bonds, which was \$2,275,919 at June 30, 2011. The underlying index on the interest rate swap agreement is the USD/LIBOR one month rate and the fixed rate is 4.60%

The swap has been valued by the counterparty, at the estimated fair value of \$38,179 and \$98,307 at June 30, 2011 and 2010, respectively, which is the estimated liability on that date if the Organization were to terminate the agreement. The fair value of the swap is presented in the statement of financial position under “Interest Rate Swap”. Changes in the fair value of the swap are reported in the statement of activities under the caption “Change in Fair Value of Interest Rate Swap.” The swap matures January 1, 2012.

NOTE 8 – RESTRICTED ASSETS

Temporarily restricted net assets are available for the following purposes:

	2011	2010
Future operating purposes (donated use of facilities)	<u>\$ 1,269,252</u>	<u>\$ 1,397,521</u>

Permanently restricted net assets are restricted in perpetuity to support:

Program activities (state purchased fixed assets) – net of depreciation	<u>\$ 435,738</u>	<u>\$ 458,768</u>
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During the years ended June 30, 2011 and 2010, net assets were released from restriction for the purposes indicated above in the amount of \$151,299 and \$134,683, respectively.

**MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS**

NOTE 9 – CSU PROJECT

On July 9, 1991, Manatee Glens Corporation entered into an agreement with Manatee County, Florida to provide funds for the construction of a crisis stabilization unit. The County agreed to reimburse Manatee Glens Corporation \$3,329,768 for the construction of the facility.

The Organization holds leasehold title, expiring in 2081, to the real property and the County holds the underlying fee title subject to the leasehold interest. If the leasehold interest is terminated by default or abandonment by the Organization or at the expiration of the lease term without renewal, all project improvements revert to the County. The use of the project is subject to the Organization using the premises solely for a mental health center meeting the needs of the citizens of Manatee County.

The Organization is also required to maintain its existence as a not-for-profit corporation under the laws of the State of Florida, a qualified charitable entity under the provisions of the Internal Revenue Code and Regulations, and all other laws or regulations necessary to qualify as a recipient of local, state and federal funds for the provision of mental health, drug and alcohol rehabilitation services.

NOTE 10 – CONTRIBUTIONS RECEIVABLE

The Organization has recognized contributions for the use of real property for operational purposes. These contributions are considered to be temporarily restricted until the time period for the use of such property elapses. The Organization expenses annually the amount attributed to that year's use of the property, and releases that portion from temporary restriction. Lease expense of \$128,269 and \$134,683 has been recorded for the years ended June 30, 2011 and 2010, respectively. The conditional use of these properties is expected to terminate over the next 70 years.

NOTE 11 – SUPPORT FROM THE STATE OF FLORIDA WHICH REQUIRED MATCH

The Organization received funds from the Office of the Attorney General, Department of Legal Affairs in the Division of Victim Services and Criminal Justice Programs (Contract Nos. V09006 and V8017). Income is earned on a reimbursement basis; that is, income can be recognized only to the extent of eligible expenses incurred. The contract required a twenty five percent (25%) local match for services to certain victims of crime.

During the fiscal year ended June 30, 2011 the reimbursable expenses were as follows:

Total expenses	\$ 257,389
Less: Non-reimbursable expenses	<u>11,482</u>
Total reimbursable expenses	245,907
Available for Match	108,122
In-kind available for Match	<u>11,482</u>
Total available for Match	96,640
Required Match	<u>32,074</u>
Excess Match	<u>\$ 64,566</u>

MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS

NOTE 12 – RETIREMENT PLAN

The Organization has two retirement savings plans covering all eligible employees. Effective November 1, 2005 the Organization restated its defined contribution savings plan into a profit sharing and 403(b) plan. The Plan allows for discretionary contributions for both the profit sharing and the 403(b) match. Since the restatement, the Organization contributed 3% of the eligible compensation and an additional matching contribution on elective deferrals of up to the first 3% of eligible compensation. In fiscal year 2009, the Organization's Board of Directors voted to discontinue the matching contribution on elective deferrals, which took effect for the quarter beginning April 1, 2009.

Total retirement plan expenses for 2011 and 2010 were \$330,985 and \$300,648, respectively.

NOTE 13 – CONCENTRATIONS OF CREDIT RISK

Cash accounts at banks are insured by the Federal Deposit Insurance Corporation (FDIC) for up to \$250,000 for the current year. All funds in a "non-interest bearing transaction account" are insured in full by the FDIC from December 31, 2010 through December 31, 2012. This temporary unlimited coverage is in addition to, and separate from, the coverage of at least \$250,000 available under the FDIC's general deposit insurance rules. At times throughout the year, the Organization's cash balances may exceed insured limits. Management believes that it is not exposed to any significant credit risk on cash and cash equivalents.

The Organization grants credit without collateral to its patients, most of who are local residents who may be insured under third-party payor agreements. The reserve for uncollectible accounts receivable was \$896,540 and \$1,024,478 as of June 30, 2011 and 2010, respectively.

The mix of receivables from patients and third-party payors at June 30th were as follows:

	<u>2011</u>	<u>2010</u>
Medicare and Medicaid	51%	46%
Private Insurance	24%	33%
Self Pay	<u>25%</u>	<u>21%</u>
	<u>100%</u>	<u>100%</u>

NOTE 14 – CHARITY CARE

The Organization has a sliding fee scale policy that gives discounts to the uninsured using the Federal Poverty Guidelines as the eligibility criteria. Client discounts from the standard charge ranges between thirty and one hundred percent. The amount of charges foregone for services and supplies furnished under this policy aggregated approximately \$10,889,000 and \$9,783,000 in 2011 and 2010, respectively.

MANATEE GLENS CORPORATION
NOTES TO FINANCIAL STATEMENTS

NOTE 15 – RENTAL INCOME

The Organization has signed agreements to rent commercial facilities to outside parties under operating lease agreements, expiring through 2014.

Future minimum rental income is as follows:

Year Ending	<u>Amount</u>
<u>June 30,</u>	
2012	\$ 125,244
2013	\$ 127,103
2014	\$ 19,696

Current year rental income pursuant to this agreement was \$140,564.

NOTE 16 – COMMITMENTS AND CONTINGENCIES

Litigation

From time to time, the Organization is involved in litigation and regulatory investigations arising in the course of business. After consultation with legal counsel, management estimates that these matters will be resolved without material adverse effect on the Organization's future financial position or results from operations.

Medical Malpractice Claims

The Organization purchases professional and general liability insurance to cover medical malpractice claims. There are known claims and incidents that may result in the assertion of additional claims, as well as claims from unknown incidents that may be asserted arising from services provided to patients. Management is not aware of any pending claims in excess of insured amounts. Consequently, no provision for any uninsured risks has been made.

Public Support

The Organization receives a significant amount of its income from public support through grants and contracts, which provide for reimbursement of actual costs incurred. These grants and contracts are subject to year-end adjustment and audit and retroactive adjustment by third-party payors. All known adjustments, affecting such grants and contracts, have been provided for in the financial statements.

NOTE 16 – SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through November 15, 2011, which is the date the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION



Christopher, Smith, Leonard,
Bristow & Stanell, P.A.

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTAL INFORMATION

Board of Directors
Manatee Glens Corporation
Bradenton, Florida

We have audited the financial statements of Manatee Glens Corporation as of and for the year ended June 30, 2011 and have issued our report thereon dated November 15, 2011, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedules outlined in the table of contents and found on pages 19 - 31 of these financial statements are presented for the purposes of additional analysis and are 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

*Christopher, Smith, Leonard,
Bristow + Stanell, P.A.*

CHRISTOPHER, SMITH, LEONARD,
BRISTOW & STANELL, P.A.

November 15, 2011
Bradenton, Florida

**MANATEE GLENS CORPORATION
SCHEDULES OF FINANCIAL ASSISTANCE
FOR THE YEARS ENDED JUNE 30,**

			<u>2011</u>	<u>2010</u>
STATE OF FLORIDA CONTRACTS				
Adult Mental Health	QH9C5	QH6C5	\$ -	\$ 4,924,721
Adult Mental Health FACT	QH9F3	QH6F3	-	1,254,400
Children's Mental Health	QH9C5	QH6C5	-	879,444
Children's Mental Health BNET	QH8A1	QH8A1	-	173,000
IDP Line of Credit	QD1A9	QH9C5	60,430	60,430
Supported Employment	VS198	VS198	68,928	47,483
Central Florida Behavioral Health Network	QD1A9	QD0AR	9,497,220	2,264,549
YMCA Children, Youth & Family Services (Child Welfare)	MGCCM11	MMGCCM10	1,889,515	2,091,122
YMCA Children, Youth & Family Services (Prevention)	MGCDV11	MGCDV10	366,563	377,700
YMCA Children, Youth & Family Services (Diversion)	MGCMH11	MGCMH10	303,759	300,158
YMCA Children, Youth & Family Services (Clincial)	MGCCL10		50,582	-
VOCA	V9006	V8017	34,507	36,797
VOCA	V10006	V09006	85,950	91,499
Florida Council Against Sexual Violence	10bSAS23	10SAS23	5,655	2,597
Florida Council Against Sexual Violence	10RCP23	07RCP23	21,135	23,747
Florida Council Against Sexual Violence	10OAG23	09OAG23	3,057	2,466
Manatee County MH Supervised Release Program (FDLE)			75,485	64,200
Manatee County Drug Court (FDLE & RECOVERY ACT)			127,960	128,655
Manatee County (CDBG)			22,360	-
Manatee County DUI Court (DEPT OF TRANSPORTATION)			35,913	35,677
City of Bradenton (CDBG/Shelter Plus)			164,656	219,473
Suncoast Partnership (TBRA)			10,550	-
Emergency Food and Shelter Program			11,069	27,569
TOTAL STATE CONTRACTS			<u>12,835,294</u>	<u>13,005,687</u>
OTHER LOCAL FUNDS				
Board of County Commissioners – Program Funding			2,486,977	2,646,452
School Board of Manatee County			41,940	41,940
Manatee County Rural Health			40,956	35,654
Miscellaneous Grants			141,141	125,692
TOTAL OTHER FUNDING			<u>2,711,014</u>	<u>2,849,738</u>
CONTRIBUTIONS				
			<u>456,280</u>	<u>119,109</u>
CONTRIBUTIONS – IN-KIND				
			<u>698,435</u>	<u>852,260</u>
OTHER INCOME				
Pinnacle Plaza			140,565	137,876
Investment income			39,466	47,900
Miscellaneous			245,429	319,228
Gain (Loss) on disposal of asset			(4,807)	(23,708)
TOTAL OTHER INCOME			<u>420,653</u>	<u>481,296</u>
CLIENT FEE FOR SERVICE				
			<u>9,381,660</u>	<u>7,939,837</u>
TOTAL REVENUES			<u>\$ 26,503,336</u>	<u>\$ 25,247,927</u>

**MANATEE GLENS CORPORATION
SCHEDULE OF PROGRAM/COST CENTER
ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2011**

<u>EXPENSE CATEGORIES</u>	<u>AFTERCARE</u>	<u>CASE MANAGEMENT</u>	<u>CRISIS STABILIZATION</u>	<u>CRISIS SUPPORT</u>
PERSONNEL EXPENSES				
Salaries	\$ 8,592	\$ 54,992	\$ 1,841,807	\$ 1,313,149
Fringe benefits	2,167	12,490	376,115	276,296
Total personnel expenses	<u>10,759</u>	<u>67,482</u>	<u>2,217,922</u>	<u>1,589,445</u>
OTHER EXPENSES				
Building occupancy	31	202	129,359	37,051
Professional services	142	971	214,776	23,054
Travel	1	790	450	390
Equipment	131	923	82,306	40,553
Food services	-	-	79,910	6,040
Medical and pharmacy	93	603	43,030	30,341
Insurance	115	736	24,835	17,610
Interest paid	-	-	-	-
Operating supplies and expenses	352	1,356	219,973	50,206
Other	-	9	177,959	-
Donated items	9	60	19,762	1,448
Total other expenses	<u>874</u>	<u>5,650</u>	<u>992,360</u>	<u>206,693</u>
TOTAL PERSONNEL AND OTHER EXPENSES	<u>11,633</u>	<u>73,132</u>	<u>3,210,282</u>	<u>1,796,138</u>
DISTRIBUTED INDIRECT COSTS				
Administration	2,054	12,912	566,809	317,127
Total distributed indirect costs	<u>2,054</u>	<u>12,912</u>	<u>566,809</u>	<u>317,127</u>
Total actual operating expenses	13,687	86,044	3,777,091	2,113,265
UNALLOWABLE COSTS	-	(95)	(177,959)	-
SAMH LINES-OF-CREDIT EQUIVALENT	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Allowable Actual Operating Expenses Excluding SAMH Credit Equivalent	<u>\$ 13,687</u>	<u>\$ 85,949</u>	<u>\$ 3,599,132</u>	<u>\$ 2,113,265</u>
CAPITAL EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>CCST</u>	<u>DAY/NIGHT</u>	<u>DETOX JARF</u>	<u>FACT</u>	<u>FACT ENHANCEMENT</u>	<u>INDIGENT DRUG PROG</u>
\$ 1,442,324	\$ 117,384	\$ 97,150	\$ 628,039	\$ -	\$ -
330,559	29,972	19,000	124,054	-	-
<u>1,772,883</u>	<u>147,356</u>	<u>116,150</u>	<u>752,093</u>	<u>-</u>	<u>-</u>
5,291	9,839	5,459	11,889	-	-
24,183	2,325	9,266	11,190	-	-
20,111	29	22	1,240	-	-
28,724	6,079	3,719	32,390	-	-
-	6,705	3,330	-	-	-
16,066	1,914	1,999	7,408	-	127,844
22,772	1,595	1,305	15,152	-	-
-	-	-	-	-	-
213,013	16,056	10,201	49,127	258,477	-
10,258	-	12,481	-	-	-
1,578	78,493	844	4,736	-	-
<u>341,996</u>	<u>123,035</u>	<u>48,626</u>	<u>133,132</u>	<u>258,477</u>	<u>127,844</u>
<u>2,114,879</u>	<u>270,391</u>	<u>164,776</u>	<u>885,225</u>	<u>258,477</u>	<u>127,844</u>
<u>373,404</u>	<u>47,741</u>	<u>29,093</u>	<u>156,296</u>	<u>45,637</u>	<u>22,572</u>
<u>373,404</u>	<u>47,741</u>	<u>29,093</u>	<u>156,296</u>	<u>45,637</u>	<u>22,572</u>
2,488,283	318,132	193,869	1,041,521	304,114	150,416
(10,258)	-	(12,481)	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(60,430)</u>
<u>\$ 2,478,025</u>	<u>\$ 318,132</u>	<u>\$ 181,388</u>	<u>\$ 1,041,521</u>	<u>\$ 304,114</u>	<u>\$ 89,986</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**MANATEE GLENS CORPORATION
SCHEDULE OF PROGRAM/COST CENTER
ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2011**

<u>EXPENSE CATEGORIES</u>	<u>INCIDENTAL</u>	<u>IN HOME/ ON SITE</u>	<u>INPATIENT</u>	<u>INTERVENTION</u>
PERSONNEL EXPENSES				
Salaries	\$ -	\$ 12,609	\$ 1,720	\$ 180,681
Fringe benefits	-	2,921	476	45,164
Total Personnel Expenses	<u>-</u>	<u>15,530</u>	<u>2,196</u>	<u>225,845</u>
OTHER EXPENSES				
Building occupancy	-	47	1,393	672
Professional services	-	229	50	3,243
Travel	-	319	-	2,621
Equipment	-	196	616	4,784
Food services	-	-	-	-
Medical and pharmacy	-	139	11,808	2,011
Insurance	-	169	26	2,424
Interest paid	-	-	-	-
Operating supplies and expenses	242,964	297	17,682	5,071
Other	-	-	97,914	-
Donated items	-	14	3	3,014
Total Other Expenses	<u>242,964</u>	<u>1,410</u>	<u>129,492</u>	<u>23,840</u>
TOTAL PERSONNEL AND OTHER EXPENSES	<u>242,964</u>	<u>16,940</u>	<u>131,688</u>	<u>249,685</u>
DISTRIBUTED INDIRECT COSTS				
Administration	42,898	2,991	23,251	44,085
Total Distributed Indirect Costs	<u>42,898</u>	<u>2,991</u>	<u>23,251</u>	<u>44,085</u>
Total Actual Operating Expenses	285,862	19,931	154,939	293,770
UNALLOWABLE COSTS	-	-	(97,914)	-
SAMH LINES-OF-CREDIT EQUIVALENT	-	-	-	-
Total Allowable Actual Operating Expenses Excluding SAMH Credit Equivalent	<u>\$ 285,862</u>	<u>\$ 19,931</u>	<u>\$ 57,025</u>	<u>\$ 293,770</u>
CAPITAL EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>OP MEDICAL</u>	<u>OP DETOX</u>	<u>OUTPATIENT</u>	<u>OUTREACH</u>	<u>PREVENTION</u>	<u>PREVENTION INTERVENTION</u>
\$ 794,191	\$ 355,634	\$ 287,927	\$ 186,376	\$ 35,506	\$ 77,697
113,692	77,680	65,009	45,082	8,405	19,348
<u>907,883</u>	<u>433,314</u>	<u>352,936</u>	<u>231,458</u>	<u>43,911</u>	<u>97,045</u>
2,715	53,618	1,055	693	2,516	290
31,237	14,785	5,039	3,196	641	1,505
222	89	2,846	2,429	1,357	13
12,063	21,655	5,038	2,916	939	1,219
-	10,315	-	-	-	-
8,144	8,734	3,155	2,073	418	866
10,846	4,865	3,856	2,501	479	1,045
-	-	-	-	-	-
16,879	51,437	6,968	4,428	3,907	2,183
14,934	4,312	77	-	-	-
298,641	8,563	315	2,803	42	88,806
<u>395,681</u>	<u>178,373</u>	<u>28,349</u>	<u>21,039</u>	<u>10,299</u>	<u>95,927</u>
<u>1,303,564</u>	<u>611,687</u>	<u>381,285</u>	<u>252,497</u>	<u>54,210</u>	<u>192,972</u>
230,158	108,000	67,320	44,581	9,572	34,071
<u>230,158</u>	<u>108,000</u>	<u>67,320</u>	<u>44,581</u>	<u>9,572</u>	<u>34,071</u>
1,533,722	719,687	448,605	297,078	63,782	227,043
(14,934)	(4,312)	-	-	(310)	-
-	-	-	-	-	-
<u>\$ 1,518,788</u>	<u>\$ 715,375</u>	<u>\$ 448,605</u>	<u>\$ 297,078</u>	<u>\$ 63,472</u>	<u>\$ 227,043</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MANATEE GLENS CORPORATION
SCHEDULE OF PROGRAM/COST CENTER
ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2011

<u>EXPENSE CATEGORIES</u>	<u>RECOVERY</u>	<u>RES2</u>	<u>TOTAL</u>
PERSONNEL EXPENSES			
Salaries	\$ 31,607	\$ 601,718	\$ 8,069,103
Fringe benefits	8,374	146,698	1,703,502
Total Personnel Expenses	<u>39,981</u>	<u>748,416</u>	<u>9,772,605</u>
OTHER EXPENSES			
Building occupancy	119	96,465	358,704
Professional services	572	17,653	364,057
Travel	5	269	33,203
Equipment	500	44,316	289,067
Food services	-	46,595	152,895
Medical and pharmacy	356	13,741	280,743
Insurance	425	8,267	119,023
Interest paid	-	-	-
Operating supplies and expenses	701	74,165	1,245,443
Other	-	3,334	321,278
Donated items	35	799	509,965
Total Other Expenses	<u>2,713</u>	<u>305,604</u>	<u>3,674,378</u>
TOTAL PERSONNEL AND OTHER EXPENSES	<u>42,694</u>	<u>1,054,020</u>	<u>13,446,983</u>
DISTRIBUTED INDIRECT COSTS			
Administration	7,538	186,098	2,374,208
Total Distributed Indirect Costs	<u>7,538</u>	<u>186,098</u>	<u>2,374,208</u>
Total Actual Operating Expenses	50,232	1,240,118	15,821,191
UNALLOWABLE COSTS	-	(9,964)	(328,227)
SAMH LINES-OF-CREDIT EQUIVALENT	<u>-</u>	<u>-</u>	<u>(60,430)</u>
Total Allowable Actual Operating Expenses Excluding SAMH Credit Equivalent	<u>\$ 50,232</u>	<u>\$ 1,230,154</u>	<u>\$ 15,432,534</u>
CAPITAL EXPENDITURES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>TOTAL FOR STATE</u>	<u>NON-SAMH COST CENTER</u>	<u>ADMINISTRATION</u>	<u>TOTAL EXPENSES</u>
\$ 8,069,103	\$ 5,594,134	\$ 1,927,533	\$ 15,590,770
1,703,502	1,156,988	323,900	3,184,390
<u>9,772,605</u>	<u>6,751,122</u>	<u>2,251,433</u>	<u>18,775,160</u>
358,704	367,272	167,917	893,893
364,057	269,539	330,758	964,354
33,203	48,094	4,207	85,504
289,067	68,804	536,862	894,733
152,895	85,324	30,939	269,158
280,743	83,938	-	364,681
119,023	96,773	47,115	262,911
-	-	143,945	143,945
1,245,443	283,136	416,495	1,945,074
321,278	127,096	26,690	475,064
509,965	245,458	52,850	808,273
<u>3,674,378</u>	<u>1,675,434</u>	<u>1,757,778</u>	<u>7,107,590</u>
<u>13,446,983</u>	<u>8,426,556</u>	<u>4,009,211</u>	<u>25,882,750</u>
2,374,208	1,487,796	(3,862,004)	-
<u>2,374,208</u>	<u>1,487,796</u>	<u>(3,862,004)</u>	<u>-</u>
15,821,191	9,914,352	147,207	25,882,750
(328,227)	(9,914,352)	(147,207)	(10,389,786)
<u>(60,430)</u>	<u>-</u>	<u>-</u>	<u>(60,430)</u>
<u>\$ 15,432,534</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,432,534</u>
<u>\$ -</u>	<u>\$ 661,499</u>	<u>\$ -</u>	<u>\$ 661,499</u>

**MANATEE GLENS CORPORATION
SCHEDULE OF PROGRAM/COST CENTER
ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2011**

<u>FUNDING SOURCES AND REVENUES</u>	<u>AFTERCARE</u>	<u>CASE MANAGEMENT</u>	<u>CRISIS STABILIZATION</u>	<u>CRISIS SUPPORT</u>
TOTAL STATE SAMH FUNDING				
Central Florida Behavioral Network	\$ 34,393	\$ 39,513	\$ 1,614,649	\$ 1,819,468
Total State SAMH Funding	<u>34,393</u>	<u>39,513</u>	<u>1,614,649</u>	<u>1,819,468</u>
OTHER GOVERNMENT FUNDING				
Other State Agency funding	-	-	-	47,123
Medicaid	-	-	-	9,064
Medicaid waiver	-	-	234,994	5,791
Medicaid HMO	-	-	384,474	20,731
Local government	-	-	676,457	225,000
Total Other Government Funding	<u>-</u>	<u>-</u>	<u>1,295,925</u>	<u>307,709</u>
ALL OTHER REVENUES				
1st and 2nd party payments	2	-	140,632	4,993
3rd party payments	-	-	311,154	95
Medicare	-	-	-	333
Contributions and donations	-	-	-	-
Other	-	-	19,000	12,282
In-Kind	-	-	18,400	-
Total All Other Revenues	<u>2</u>	<u>-</u>	<u>489,186</u>	<u>17,703</u>
TOTAL ACTUAL FUNDING	<u>\$ 34,395</u>	<u>\$ 39,513</u>	<u>\$ 3,399,760</u>	<u>\$ 2,144,880</u>

<u>CCST</u>	<u>DAY/NIGHT</u>	<u>DETOX JARF</u>	<u>FACT</u>	<u>FACT ENHANCEMENT</u>	<u>INDIGENT DRUG PROG</u>
\$ 1,750,947	\$ -	\$ 112,099	\$ 1,000,000	\$ 254,400	\$ 127,844
<u>1,750,947</u>	<u>-</u>	<u>112,099</u>	<u>1,000,000</u>	<u>254,400</u>	<u>127,844</u>
-	-	-	-	-	-
204,810	(1,945)	-	91	-	-
472,245	15,182	-	-	-	-
441,228	47,602	-	-	-	-
-	41,940	-	-	-	-
<u>1,118,283</u>	<u>102,779</u>	<u>-</u>	<u>91</u>	<u>-</u>	<u>-</u>
9,410	2,940	21,471	3,793	-	-
4,213	(36,470)	44,059	4,682	-	-
8,073	-	-	5,615	-	-
100	-	-	-	-	-
17,449	-	-	-	-	-
320	78,353	-	4,050	-	-
<u>39,565</u>	<u>44,823</u>	<u>65,530</u>	<u>18,140</u>	<u>-</u>	<u>-</u>
<u>\$ 2,908,795</u>	<u>\$ 147,602</u>	<u>\$ 177,629</u>	<u>\$ 1,018,231</u>	<u>\$ 254,400</u>	<u>\$ 127,844</u>

MANATEE GLENS CORPORATION
SCHEDULE OF PROGRAM/COST CENTER
ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2011

<u>FUNDING SOURCES AND REVENUES</u>	<u>INCIDENTAL</u>	<u>IN HOME/ ON SITE</u>	<u>INPATIENT</u>	<u>INTERVENTION</u>
TOTAL STATE SAMH FUNDING				
Central Florida Behavioral Network	\$ 56,688	\$ 4,159	\$ 104,718	\$ 435,730
Total State SAMH Funding	<u>56,688</u>	<u>4,159</u>	<u>104,718</u>	<u>435,730</u>
OTHER GOVERNMENT FUNDING				
Other State Agency funding	186,276	-	-	-
Medicaid	-	-	-	(17)
Medicaid waiver	-	-	-	-
Medicaid HMO	-	-	-	-
Local government	-	-	-	-
Total Other Government Funding	<u>186,276</u>	<u>-</u>	<u>-</u>	<u>(17)</u>
ALL OTHER REVENUES				
1st and 2nd party payments	-	-	-	9,916
3rd party payments	-	-	-	-
Medicare	-	-	-	-
Contributions and donations	-	-	-	-
Other	-	-	-	-
In-Kind	-	-	-	5,400
Total All Other Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,316</u>
TOTAL ACTUAL FUNDING	<u>\$ 242,964</u>	<u>\$ 4,159</u>	<u>\$ 104,718</u>	<u>\$ 451,029</u>

<u>MEDICAL</u>	<u>OP DETOX</u>	<u>OUTPATIENT</u>	<u>OUTREACH</u>	<u>PREVENTION</u>	<u>PREVENTION INTERVENTION</u>
\$ 573,913	\$ 308,459	\$ 222,519	\$ 263,119	\$ 91,626	\$ 221,083
<u>573,913</u>	<u>308,459</u>	<u>222,519</u>	<u>263,119</u>	<u>91,626</u>	<u>221,083</u>
-	-	-	22,360	-	-
84,124	-	51,318	-	-	-
321,191	-	-	-	-	-
349,353	-	1,084	-	-	-
-	120,992	40,956	-	-	-
<u>754,668</u>	<u>120,992</u>	<u>93,358</u>	<u>22,360</u>	<u>-</u>	<u>-</u>
47,684	51,505	9,802	-	-	-
41,411	46,901	3,354	-	-	-
58,168	-	1,328	-	-	-
-	445	-	-	-	-
-	730	-	-	-	-
-	-	-	-	-	88,720
<u>147,263</u>	<u>99,581</u>	<u>14,484</u>	<u>-</u>	<u>-</u>	<u>88,720</u>
<u>\$ 1,475,844</u>	<u>\$ 529,032</u>	<u>\$ 330,361</u>	<u>\$ 285,479</u>	<u>\$ 91,626</u>	<u>\$ 309,803</u>

**MANATEE GLENS CORPORATION
SCHEDULE OF PROGRAM/COST CENTER
ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2011**

<u>FUNDING SOURCES AND REVENUES</u>	<u>RECOVERY</u>	<u>RES 2</u>	<u>TOTAL FOR STATE SAMH-FUNDED COST CENTERS</u>
TOTAL STATE SAMH FUNDING			
Central Florida Behavioral Network	\$ 65,340	\$ 456,981	\$ 9,557,648
Total State SAMH Funding	<u>65,340</u>	<u>456,981</u>	<u>9,557,648</u>
OTHER GOVERNMENT FUNDING			
Other State Agency funding	-	-	255,759
Medicaid	-	-	347,445
Medicaid waiver	-	-	1,049,403
Medicaid HMO	-	2,188	1,246,660
Local government	-	14,122	1,119,467
Total Other Government Funding	<u>-</u>	<u>16,310</u>	<u>4,018,734</u>
ALL OTHER REVENUES			
1st and 2nd party payments	105	289,148	591,401
3rd party payments	-	267,410	686,809
Medicare	-	-	73,517
Contributions and donations	-	2,020	2,565
Other	-	500	49,961
In-Kind	-	40	195,283
Total All Other Revenues	<u>105</u>	<u>559,118</u>	<u>1,599,536</u>
TOTAL ACTUAL FUNDING	<u>\$ 65,445</u>	<u>\$ 1,032,409</u>	<u>\$ 15,175,918</u>

TOTAL FOR ALL STATE DESIGNATED SAMH COST CENTERS	NON-SAMH COST CENTER	ADMINISTRATION	TOTAL FUNDING
<u>\$ 9,557,648</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,557,648</u>
<u>9,557,648</u>	<u>-</u>	<u>-</u>	<u>9,557,648</u>
255,759	3,021,887	-	3,277,646
347,445	17,789	-	365,234
1,049,403	306,523	-	1,355,926
1,246,660	625,776	-	1,872,436
1,119,467	1,591,546	-	2,711,013
<u>4,018,734</u>	<u>5,563,521</u>	<u>-</u>	<u>9,582,255</u>
591,401	694,711	-	1,286,112
686,809	2,161,092	-	2,847,901
73,517	1,580,534	-	1,654,051
2,565	245,157	208,559	456,281
49,961	318,205	52,487	420,653
195,283	431,644	71,508	698,435
<u>1,599,536</u>	<u>5,431,343</u>	<u>332,554</u>	<u>7,363,433</u>
<u>\$ 15,175,918</u>	<u>\$ 10,994,864</u>	<u>\$ 332,554</u>	<u>\$ 26,503,336</u>

MANATEE GLENS CORPORATION
SCHEDULE OF PROGRAM/COST CENTER
ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2011

COST CENTER	<u>AFTERCARE</u>	<u>CASE MANAGEMENT</u>	<u>CRISIS STABILIZATION</u>	<u>CRISIS SUPPORT</u>
Direct expenses	\$ 11,633	\$ 73,132	\$ 3,210,282	\$ 1,796,138
Indirect expenses	2,054	12,912	566,809	317,127
Total expenses	\$ 13,687	\$ 86,044	\$ 3,777,091	\$ 2,113,265
Actual Units	585.40	722.60	8,285.50	54,051.00
Service Expense Ratio	\$ 19.87	\$ 101.21	\$ 387.46	\$ 33.23
Administrative Expense Ratio	3.51	17.87	68.41	5.87
Total Rate	23.38	119.08	455.87	39.10
Contract Rate	58.70	61.55	342.83	39.93
Calculated Service Expense Rate	19.87	61.55	342.83	33.23
Calculated Administrative Expense Rate	38.83	-	-	6.70
Provider Reimbursed Rate	\$ 58.70	\$ 61.55	\$ 342.83	\$ 39.93
Service Expense Ratio	33.85%	100.00%	100.00%	83.22%
Administrative Expense Ratio	66.15%	0.00%	0.00%	16.78%

<u>CCST</u>	<u>DAY/NIGHT</u>	<u>DETOX JARF</u>	<u>FACT</u>	<u>FACT ENHANCEMENT</u>	<u>INDIGENT DRUG PROG</u>
\$ 2,114,879 373,404	\$ 270,391 47,741	\$ 164,776 29,093	\$ 885,225 156,296	\$ 258,477 45,637	\$ 127,844 22,572
\$ 2,488,283	\$ 318,132	\$ 193,869	\$ 1,041,521	\$ 304,114	\$ 150,416
72,998.00	N/A	474.50	22,561.42	5,127.48	1,348.28
\$ 28.97 5.12	N/A N/A	\$ 347.26 61.31	\$ 39.24 6.93	\$ 50.41 8.90	\$ 94.82 16.74
34.09	-	408.58	46.17	59.31	111.56
36.96	-	291.24	45.47	50.00	50.00
28.97 7.99	- -	291.24 -	39.24 6.23	50.00 -	50.00 -
\$ 36.96	\$ -	\$ 291.24	\$ 45.47	\$ 50.00	\$ 50.00
78.39% 21.61%	N/A N/A	100.00% 0.00%	86.30% 13.70%	100.00% 0.00%	100.00% 0.00%

MANATEE GLENS CORPORATION
SCHEDULE OF PROGRAM/COST CENTER
ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2011

COST CENTER	INCIDENTAL	IN HOME/ ON SITE	INPATIENT	INTERVENTION
Direct expenses	\$ 242,964	\$ 16,940	\$ 131,688	\$ 249,685
Indirect expenses	42,898	2,991	23,251	44,085
Total expenses	\$ 285,862	\$ 19,931	\$ 154,939	\$ 293,770
Actual Units	1,038.65	59.25	372.00	7,711.00
Service Expense Ratio	\$ 233.92	\$ 285.91	\$ 354.00	\$ 32.38
Administrative Expense Ratio	41.30	50.48	62.50	5.72
Total Rate	275.22	336.39	416.50	38.10
Contract Rate	50.00	70.20	291.24	62.38
Calculated Service Expense Rate	50.00	70.20	291.24	32.38
Calculated Administrative Expense Rate	-	-	-	30.00
Provider Reimbursed Rate	\$ 50.00	\$ 70.20	\$ 291.24	\$ 62.38
Service Expense Ratio	100.00%	100.00%	100.00%	51.91%
Administrative Expense Ratio	0.00%	0.00%	0.00%	48.09%

<u>MEDICAL</u>	<u>OP DETOX</u>	<u>OUTPATIENT</u>	<u>OUTREACH</u>	<u>PREVENTION</u>	<u>PREVENTION INTERVENTION</u>
\$ 1,303,564 230,158	\$ 611,687 108,000	\$ 381,285 67,320	\$ 252,497 44,581	\$ 54,210 9,572	\$ 192,972 34,071
\$ 1,533,722	\$ 719,687	\$ 448,605	\$ 297,078	\$ 63,782	\$ 227,043
4,880.15	7,300.00	3,078.00	9,222.08	2,154.25	4,398.00
\$ 267.12 47.16	\$ 83.79 14.79	\$ 123.87 21.87	\$ 27.38 4.83	\$ 25.16 4.44	\$ 43.88 7.75
314.28	98.58	145.74	32.21	29.60	51.63
360.79	78.90	91.09	43.20	43.20	70.82
267.12 93.67	78.90 -	91.09 -	27.38 15.82	25.16 18.04	43.88 26.94
\$ 360.79	\$ 78.90	\$ 91.09	\$ 43.20	\$ 43.20	\$ 70.82
74.04% 25.96%	100.00% 0.00%	100.00% 0.00%	63.38% 36.62%	58.25% 41.75%	61.96% 38.04%

MANATEE GLENS CORPORATION
SCHEDULE OF PROGRAM/COST CENTER
ACTUAL EXPENSES AND REVENUES
FOR THE YEAR ENDED JUNE 30, 2011

COST CENTER	<u>RECOVERY</u>	<u>RES2</u>	<u>TOTAL</u>
Direct expenses	\$ 42,694	\$ 1,054,020	\$ 13,446,983
Indirect expenses	<u>7,538</u>	<u>186,098</u>	<u>2,374,208</u>
Total expenses	\$ 50,232	\$ 1,240,118	\$ 15,821,191
Actual Units	1,675.16	4,182.00	
Service Expense Ratio	\$ 25.49	\$ 252.04	
Administrative Expense Ratio	<u>4.50</u>	<u>44.50</u>	
Total Rate	29.99	296.54	
Contract Rate	38.99	172.57	
Calculated Service Expense Rate	25.49	172.57	
Calculated Administrative Expense Rate	13.50	-	
Provider Reimbursed Rate	<u>\$ 38.99</u>	<u>\$ 172.57</u>	
Service Expense Ratio	65.37%	100.00%	
Administrative Expense Ratio	34.63%	0.00%	

**MANATEE GLENS CORPORATION
SCHEDULE OF RELATED PARTY TRANSACTION ADJUSTMENTS
FOR THE YEAR ENDED JUNE 30, 2011**

SCHEDULE N/A - NO RELATED PARTY TRANSACTIONS

MANATEE GLENS CORPORATION
 SCHEDULE OF BED-DAY AVAILABILITY PAYMENTS
 FOR THE YEAR ENDED JUNE 30, 2011

Program	Cost Center	State Contracted Rate	Total units of service provided (# of licensed Beds X Days)	Total Units of service paid for by 3rd party contracts Local Govt. or other State Agencies	Maximum # of units eligible for payment by Department	Amount paid for Services by the Department	Maximum \$ Value of units in column F	Amount owed to Department
A	B	C	D	E	(D - E) F	G	(F x C) H	(G-H or \$-0- whichever is greater) I
Childrens MH & Adult MH	Crisis Stabilization	See Below	8,760	3,661	5,099	\$ 1,726,748	\$ 1,727,762	\$ -
Adult SA	Outpatient Detox	\$ 78.90	7,300	1,954	5,346	\$ 308,467	\$ 421,799	\$ -
MH – Mental Health								
SA – Substance Abuse								
Adult Crisis Stabilization		\$ 342.83			562.10	\$ 1,420,659	\$ 192,705	
Children Crisis Stabilization		\$ 342.83			4,145.02	193,990	1,421,037	
JARF		\$ 291.24			391.50	112,099	114,020	
Total					<u>5,098.62</u>	<u>\$ 1,726,748</u>	<u>\$ 1,727,762</u>	

**MANATEE GLENS CORPORATION
SCHEDULE OF STATE EARNINGS
FOR THE YEAR ENDED JUNE 30, 2011**

Total Expenditures	\$ 25,882,750
Less other State and Federal funds	(7,034,402)
Less non-match SAMH funds	(4,132,139)
Less unallowable costs per 65-E14, FAC	<u>(619,261)</u>
Total Allowable Expenditures (Sum of lines 1,2,3, and 4)	14,096,948
Maximum Available Earnings (Line 5 times 75%)	10,572,711
Amount of State Funds Requiring Match	<u>5,424,512</u>
Amount Due to Department (Subtract line 7 from line 6. If negative, the amount of the difference is due the department up to the amount of line 7).	<u><u>\$ -</u></u>

MANATEE GLENS CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2011

Program Title/Agencies	CFDA/ CSFA Number	Contract Number	Federal/ State Expenditures	Transfers to Subrecipients
U.S. DEPARTMENT OF HEALTH				
<u>INDIRECT PROGRAMS</u>				
Passed through Central Florida Behavioral Health Network, Inc.				
Temporary Assistance to Needy Families	93.558	CF1241-1003 (QD1A9)	\$ 110,686	\$ -
Block Grants for Community Mental Health Services	93.958	CF1241-1003 (QD1A9)	628,634	-
Block Grants for Prevention and Treatment of Substance Abuse	93.959	CF1241-1003 (QD1A9)	1,386,112	-
Medical Assistance Program	93.778	CF1241-1003 (QD1A9)	535,637	-
Children's Health Insurance Program	93.767	CF1241-1003 (QD1A9)	240,000	-
Passed through Sarasota Family YMCA, Inc.				
Promoting Safe and Stable Families	93.556	MGCCM11	11,227	-
Temporary Assistance to Needy Families	93.558	MGCCM11	220,385	-
Child Welfare Services – State Grants	93.645	MGCCM11	73,775	-
Foster Care – Title IV-E	93.658	MGCCM11	457,073	-
ARRA-Foster Care – Title IV-E	93.658	MGCCM11	77,193	-
Adoption Assistance	93.659	MGCCM11	207,484	-
Child Abuse and Neglect State Grants	93.669	MGCCM11	15,286	-
Block Grants for Community Mental Health Services	93.958	MGCCM11	300,158	-
Chafee Foster Care Independence Program	93.674	MGCCM11	75,943	-
Total U.S. Department of Health			4,339,593	-
U.S. DEPARTMENT OF JUSTICE				
<u>INDIRECT PROGRAMS</u>				
Passed through the Florida Department of Legal Affairs				
Crime Victim Assistance	16.575	V9006	34,507	-
Crime Victim Assistance	16.575	V10006	85,950	-
Passed through Manatee County				
ARRA-Edward Byrne Memorial Justice Assistance Grant Program	16.804	2009-SB-B9-2798	81,435	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2008-DJ-BX-0568	1,525	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2010-DJJ-BX-0418	45,000	-
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2009-DJ-BX-0810	75,485	-
Passed through the Florida Council Against Sexual Violence				
Sexual Assault Services Formula Program	16.017	10bSAS23	5,655	-
Total U.S. Department of Justice			329,557	-
U.S. DEPARTMENT OF EDUCATION				
<u>INDIRECT PROGRAMS</u>				
Passed through State of Florida, Department of Education, Division of Vocational Rehabilitation				
Rehabilitation Services-Vocational Rehabilitation Grants to States	84.126	VS198	68,928	-
Total U.S. Department of Education			68,928	-

**MANATEE GLENS CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2011**

Program Title/Agencies	CFDA CSFA Number	Contract Number	Federal/ State Expenditures	Transfers to Subrecipients
U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT				
<u>INDIRECT PROGRAMS</u>				
Passed through City of Bradenton				
Shelter Plus Care	14.238	FL29C40001 / FL29C50001	164,656	-
Passed through County of Manatee				
Community Development Block Grants	14.218	B-10-UC-12-0018	22,360	-
Passed through Suncoast Partnership to End				
Homelessness				
Supportive Housing	14.235	FL29B700007	10,550	-
Total U.S. Department of Housing and Urban Development			197,566	-
U.S. DEPARTMENT OF HOMELAND SECURITY				
<u>DIRECT PROJECTS</u>				
Emergency Food and Shelter National Board Program	97.024		11,069	-
U.S. DEPARTMENT OF TRANSPORTATION				
<u>INDIRECT PROGRAMS</u>				
Passed through County of Manatee				
Alcohol Impaired Driving Countermeasures Incentive Grants	20.601		35,913	-
TOTAL EXPENDITURES OF FEDERAL AWARDS			4,982,626	-
STATE OF FLORIDA, DEPARTMENT OF CHILDREN AND FAMILIES, SAMH PROGRAM OFFICE, REGION 23				
<u>INDIRECT PROJECTS</u>				
Passed through Central Florida Behavioral Health Network, Inc.				
Children's Baker Act Services	60.001	CF1241-1003 (QD1A9)	116,680	-
Baker Act	60.006	CF1241-1003 (QD1A9)	1,599,086	-
Substance Abuse Detoxification Services for Children	60.028	CF1241-1003 (QD1A9)	85,197	-
Substance Abuse Treatment and Aftercare Services for Children	60.030	CF1241-1003 (QD1A9)	355,507	-
Substance Abuse Treatment and Aftercare Services for Adults	60.033	CF1241-1003 (QD1A9)	445,199	-
Indigent Psychiatric Medication Program	60.039	CF1241-1003 (QD1A9)	67,414	-
Adult Community Mental Health Florida Assertive Community Treatment Teams	60.042	CF1241-1003 (QD1A9)	254,400	-
Adult Community Mental Health - Community Support Services	60.053	CF1241-1003 (QD1A9)	2,029,768	-

**MANATEE GLENS CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
AND STATE FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2011**

Program Title/Agencies	CFDA CSFA Number	Contract Number	Federal/ State Expenditures	Transfers to Subrecipients
<u>INDIRECT PROJECTS</u>				
Adult Community Mental Health Emergency Stabilization	60.054	CF1241-1003 (QD1A9)	120,618	-
Children's Mental Health Community Support Services	60.055	CF1241-1003 (QD1A9)	33,244	-
Children's Mental Health Emergency Stabilization	60.057	CF1241-1003 (QD1A9)	192,207	-
Children's Mental Health Services- Special Projects - Emergency Stabilization	60.059	CF1241-1003 (QD1A9)	420,933	-
Adult Mental Health - Special Projects - Emergency Stabilization	60.061	CF1241-1003 (QD1A9)	875,898	-
IDP Line of Credit	UNK	CF1241-1003 (QD1A9)	60,430	-
Passed through YMCA Children, Youth and Family Services				
Community Based Care (CBC) Supports	60.094	MGCCM11	922,060	-
Community Based Care (CBC) Supports	60.094	MGCDV11	362,414	-
Community Based Care (CBC) Supports	60.094	MGCL10	50,582	-
TOTAL STATE OF FLORIDA, DEPARTMENT OF CHILDREN AND FAMILIES, SAMH PROGRAM OFFICE, REGION 23			7,991,637	-
STATE OF FLORIDA, DEPARTMENT OF HEALTH				
<u>INDIRECT PROJECTS</u>				
Passed through Florida Council Against Sexual Violence				
Rape Crisis Program Trust Fund-Sexual Battery Victims Access To Services Act	64.061	10RCP23	21,135	-
Florida Council Against Sexual Violence	41.010	10OAG23	3,057	-
Total State of Florida, Department of Health			24,192	-
TOTAL EXPENDITURES OF STATE FINANCIAL ASSISTANCE			8,015,829	-
TOTAL FEDERAL AND STATE EXPENDITURES			\$ 12,998,455	\$ -

Notes:

(1) The Schedule of Expenditures of Federal Awards and State Financial Assistance includes federal and state grant activity presented on the accrual basis of accounting. However, the information in this schedule is in accordance with OMB Circular A-133, *Audits of States and Local Governments, and Non-Profit Organizations and the Florida Single Audit Act*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

(2) No federal awards were expended in non-cash assistance.

OTHER AUDITORS' REPORTS

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

To the Board of Directors
Manatee Glens Corporation
Bradenton, FL

We have audited the financial statements of Manatee Glens Corporation (a non-profit organization) as of and for the year ended June 30, 2011, and have issued our report thereon dated November 15, 2011. 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 of America and Chapter 10.650, Rules of the Auditor General.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered of Manatee Glens Corporation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Manatee Glens Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Manatee Glens Corporation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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*, or under Chapter 10.650, Rules of the Auditor General.

This report is intended solely for the information and use of management, the board of directors, others within the organization, federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

*Christopher, Smith, Leonard,
Bristow + Stanell, P.A.*

CHRISTOPHER, SMITH, LEONARD,
BRISTOW & STANELL, P.A.

November 15, 2011
Bradenton, Florida

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL
EFFECT ON EACH MAJOR FEDERAL PROGRAM AND STATE PROJECT AND ON INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND
THE RULES OF THE AUDITOR GENERAL CHAPTER 10.650

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Manatee Glens Corporation

Compliance

We have audited Manatee Glens Corporation's, (a non-profit organization) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* and the requirements described in the Department of Financial Services State Projects Compliance Supplement, that could have a direct and material effect on Manatee Glens Corporation's major federal programs and state projects for the year ended June 30, 2011. Manatee Glens Corporation's major federal programs and state projects are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs and state projects is the responsibility of Manatee Glens Corporation's management. Our responsibility is to express an opinion on Manatee Glens Corporation's compliance based on our audit.

We conducted our compliance audit 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 OMB Circular A-133, and Chapter 10.650 Rules of the Auditor General. Those standards, OMB Circular A-133 and Chapter 10.650 Rules of the Auditor General require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program or state project occurred. An audit includes examining, on a test basis, evidence about Manatee Glens Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Manatee Glens Corporation's compliance with those requirements.

In our opinion, Manatee Glens Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended June 30, 2011.

Internal Control Over Compliance

Management of Manatee Glens Corporation is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs and state projects. In planning and performing our audit, we considered Manatee Glens Corporation's internal control over compliance with requirements that could have a direct and material effect on a major federal program or state project to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal

control over compliance in accordance with OMB Circular A-133 and Chapter 10.650 of the Rules of the Auditor General, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of control 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 or state project will not be prevented or detected and corrected, on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be *material weaknesses*, as defined above.

This report is intended solely for the information and use of management, the board of directors, others within the organization, federal and state awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

*Christopher, Smith, Leonard,
Bristow + Stanell, P.A.*
CHRISTOPHER, SMITH, LEONARD,
BRISTOW & STANELL, P.A.,

November 15, 2011
Bradenton, Florida

MANATEE GLENS CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE PROJECTS
FOR THE YEAR ENDED JUNE 30, 2011

SECTION I – SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditor's report issued:	Unqualified
Internal Control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards and State Projects

Internal control over major programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified that are not considered to be material weakness(es)?	None reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133 and Chapter 10.650, Rules of the Auditor General.	No

<u>Identification of Major Federal Programs:</u>	<u>CFDA Number</u>
ARRA-Foster Care - Title IV-E	93.658
Foster Care - Title IV-E	93.658
Medical Assistance Program	93.778
Edward Byrne Memorial Justice Assistance Grant Program	16.738
ARRA-Edward Byrne Memorial Justice Assistance Grant Program/ Grants to Units of Local Government	16.804
Crime Victim Assistance	16.575

<u>Identification of Major State Projects</u>	<u>CSFA Number</u>
Adult Community Mental Health Florida Assertive Community Treatment Teams	60.042
Children's Baker Act Services	60.001
Baker Act	60.006
Adult Community Mental Health - Community Support Services	60.053
Adult Mental Health - Special Projects - Emergency Stabilization	60.061

**MANATEE GLENS CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FEDERAL PROGRAMS AND STATE PROJECTS
FOR THE YEAR ENDED JUNE 30, 2011**

SECTION I – SUMMARY OF AUDITORS’ RESULTS – CONTINUED

Dollar threshold used to distinguish between type A and type B programs/ projects: (Federal and State)	\$300,000
Auditee qualified as low-risk auditee? (Federal Only)	Yes

SECTION II FINANCIAL STATEMENT FINDINGS

None Reported

PRIOR YEAR AUDIT FINDINGS

None Reported

SECTION III – FINDINGS AND QUESTIONED COSTS – FEDERAL PROGRAM

None reported.

SECTION IV – FINDINGS AND QUESTIONED COSTS – STATE PROJECTS

None reported.

SECTION V – OTHER ISSUES

Pursuant to Auditor General Rule 10.654(1)(e), a management letter has been prepared and can be found on page 41. No Summary Schedule of Prior Audit Findings is required because there were no audit findings related to Federal programs or State Projects. As a result, no Corrective Action Plan has been included because there were no findings reported under the Federal or Florida Single Audit Acts.



MANAGEMENT LETTER

To the Board of Directors
Manatee Glens Corporation
Bradenton, Florida

We have audited the financial statements Manatee Glens Corporation as of and for the fiscal year ended June 30, 2011, and have issued our report thereon dated November 15, 2011.

We conducted our audit 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. We have issued our Independent Auditors' Report on Internal Control over Financial Reporting and Compliance and Other Matters, Independent Auditors' Report on Compliance with Requirements that could have a Direct and Material Effect on Each Major Federal Program and State Project and on Internal Control over Compliance, and Schedule of Findings and Questioned Costs. Disclosures in those reports and schedule, which were dated November 15, 2011, should be considered in conjunction with this management letter.

Additionally, our audit was conducted in accordance with Chapter 10.650, Rules of the Auditor General, which requires disclosure in the management letter of violations of provisions of contracts or grant agreements, or abuse, that have an effect on the financial statements or state project amounts that is less than material but more than inconsequential. In addition, for matters that have an inconsequential effect on the financial statements or State Project amounts, considering both quantitative and qualitative factors, the following may be reported based on professional judgment: (1) violations of provisions of contracts or grant agreements, fraud, illegal acts, or abuse, that have occurred, or are likely to have occurred, (2) Deficiencies in internal control that are not significant deficiencies.

There were no current year or prior year comments reported as part of the Management Letter.

Pursuant to Chapter 119, Florida Statutes, this management letter is public record and its distribution is not limited. Auditing standards generally accepted in the United States of America require us to indicate that this letter is intended solely for the information and use of Manatee Glens Corporation and management, and the Florida Auditor General, Federal and State awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Christopher, Smith, Leonard,
Bristow + Stanell, P.A.
CHRISTOPHER, SMITH, LEONARD,
BRISTOW & STANELL, P.A.

November 15, 2011
Bradenton, Florida