

Suncoast Center, Inc. and Subsidiary

Consolidated Financial and Compliance Report
June 30, 2021

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Independent Auditor's Report

Board of Trustees
Suncoast Center, Inc. and Subsidiary

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of Suncoast Center, Inc. and Subsidiary, which comprise the consolidated statements of financial position as of June 30, 2021 and 2020, the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements (collectively, the financial statements).

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Suncoast Center, Inc. and Subsidiary as of June 30, 2021 and 2020, and the changes in its net assets, functional expenses and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters – Additional Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying additional information on pages 26 through 31 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Matters – Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance and related notes, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and State of Florida Chapter 10.650, *Rules of the Auditor General*, 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 audits 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2021, on our consideration of Suncoast Center, Inc. and Subsidiary’s internal control over financial reporting and 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 effectiveness of Suncoast Center, Inc. and Subsidiary’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 Suncoast Center, Inc. and Subsidiary’s internal control over financial reporting and compliance.

RSM US LLP

St. Petersburg, Florida
November 18, 2021

Suncoast Center, Inc. and Subsidiary

Consolidated Statements of Financial Position
June 30, 2021 and 2020

	2021	2020
Assets		
Current assets:		
Cash and cash equivalents	\$ 4,807,680	\$ 4,719,460
Accounts receivable, net	1,982,703	1,980,250
Medication inventory	72,763	95,928
Prepaid expenses and current other assets	590,776	411,792
Total current assets	7,453,922	7,207,430
Property and equipment, net	4,807,758	4,777,848
Investments	1,666,102	1,342,703
Investments designated for deferred compensation	974,594	725,994
Endowed investments	334,182	334,182
Total investments	2,974,878	2,402,879
Charitable remainder trusts	6,496	175,038
Other assets	80,688	80,688
Total assets	\$ 15,323,742	\$ 14,643,883
Liabilities and net assets		
Current liabilities:		
Accounts payable	\$ 53,871	\$ 78,462
Accrued expenses	805,254	749,271
Deferred revenue	139,070	16,521
Total current liabilities	998,195	844,254
Deferred compensation payable	974,594	725,994
Long-term debt	-	2,620,402
Total liabilities	1,972,789	4,190,650
Net assets:		
Without donor restrictions	12,993,541	9,937,767
With donor restriction	357,412	515,466
Total net assets	13,350,953	10,453,233
Total liabilities and net assets	\$ 15,323,742	\$ 14,643,883

See notes to consolidated financial statements.

Suncoast Center, Inc. and Subsidiary

Consolidated Statements of Activities

Year Ended June 30, 2021

With Summarized Comparative Information for the Year Ended June 30, 2020

	Year Ended June 30, 2021			Summarized Comparative Totals Year Ended June 30, 2020
	Without Donor Restrictions	With Donor Restrictions	Total	
Operating support and revenue:				
Public support:				
Special event revenue	\$ 39,825	\$ -	\$ 39,825	\$ 56,357
Less special event costs	(1,807)	-	(1,807)	(12,101)
Net revenue from special events	38,018	-	38,018	44,256
Contributions	91,417	93,575	184,992	213,314
In-kind contributions	699,402	-	699,402	1,357,093
	790,819	93,575	884,394	1,570,407
Revenue:				
Reimbursement of direct and indirect costs of providing services to clients (including Medicaid and Medicare of \$3,840,705 and \$3,702,547 in 2021 and 2020, respectively)	4,424,837	-	4,424,837	4,317,801
Governmental and other agencies	14,191,977	-	14,191,977	14,835,176
Gain on forgiveness of long-term debt	2,620,402	-	2,620,402	-
Other income	505,648	-	505,648	71,896
	21,742,864	-	21,742,864	19,224,873
Net assets released from restrictions:				
Satisfaction of donor restrictions	251,629	(251,629)	-	-
Total support and revenue	22,823,330	(158,054)	22,665,276	20,839,536
Operating expenses:				
Program services	17,681,199	-	17,681,199	18,871,856
Supporting services:				
Administrative and general	1,966,262	-	1,966,262	1,969,457
Fundraising and development	120,095	-	120,095	104,452
Total supporting services	2,086,357	-	2,086,357	2,073,909
Total expenses	19,767,556	-	19,767,556	20,945,765
Change in net assets	3,055,774	(158,054)	2,897,720	(106,229)
Net assets at beginning of year	9,937,767	515,466	10,453,233	10,559,462
Net assets at end of year	\$ 12,993,541	\$ 357,412	\$ 13,350,953	\$ 10,453,233

See notes to consolidated financial statements.

Suncoast Center, Inc. and Subsidiary

**Consolidated Statement of Activities
Year Ended June 30, 2020**

	Without Donor Restrictions	With Donor Restrictions	Total
Operating support and revenue:			
Public support:			
Special event revenue	\$ 56,357	\$ -	\$ 56,357
Less special event costs	(12,101)	-	(12,101)
Net revenue from special events	44,256	-	44,256
Contributions	129,551	83,763	213,314
In-kind contributions	1,357,093	-	1,357,093
	1,486,644	83,763	1,570,407
Revenue:			
Reimbursement of direct and indirect costs of providing services to clients (including Medicaid and Medicare of \$3,702,547)	4,317,801	-	4,317,801
Governmental and other agencies	14,835,176	-	14,835,176
Other income	71,896	-	71,896
	19,224,873	-	19,224,873
Net assets released from restrictions			
Satisfaction of donor restrictions	304,744	(304,744)	-
Total support and revenue	21,060,517	(220,981)	20,839,536
Operating expenses:			
Program services	18,871,856	-	18,871,856
Supporting services:			
Administrative and general	1,969,457	-	1,969,457
Fundraising and development	104,452	-	104,452
Total supporting services	2,073,909	-	2,073,909
Total expenses	20,945,765	-	20,945,765
Change in net assets	114,752	(220,981)	(106,229)
Net assets at beginning of year	9,823,015	736,447	10,559,462
Net assets at end of year	\$ 9,937,767	\$ 515,466	\$ 10,453,233

See notes to consolidated financial statements.

Suncoast Center, Inc. and Subsidiary

Consolidated Statement of Functional Expenses
Year Ended June 30, 2021

	Program Services								
	Case Management	Community Intensive Services	Adult Integrated Services	Self Sufficiency Services	Intensive Family Services	Forensic Services	Family Integrated Services	Early Childhood Services	Child Protection Team
Salaries	\$ 459,912	\$ 876,447	\$ 3,480,482	\$ 49,046	\$ 345,025	\$ 483,789	\$ 1,344,337	\$ 1,079,336	\$ 685,737
Fringes	115,591	245,715	801,137	16,592	76,774	131,646	329,231	296,118	163,692
Psychiatric consultants	-	-	-	-	-	-	-	-	19,205
Total salaries and related expenses	575,503	1,122,162	4,281,619	65,638	421,799	615,435	1,673,568	1,375,454	868,634
Building occupancy	18,546	46,297	170,295	2,664	19,114	23,610	64,367	61,770	37,689
Professional services	14,547	41,131	108,747	1,462	12,192	14,668	47,768	36,550	12,439
Travel and training	5,850	22,458	4,272	7	3,697	11,424	3,534	13,095	2,382
Equipment costs	10,519	23,766	88,295	830	6,167	8,453	24,165	20,464	13,606
Medical and pharmacy	3	166	98,162	-	2	3	7	6	7,325
Insurance	7,627	30,648	34,878	479	3,500	4,807	13,733	11,939	35,929
Interest and amortization	-	1,512	-	-	-	-	-	-	-
Operating supplies and expenses	147,435	375,736	127,371	23,379	13,635	29,348	42,212	46,219	26,120
Other	(341)	112	(5,735)	6	(231)	62	(2,143)	(380)	256
In-kind expense	-	33,095	637,861	-	-	-	-	-	-
Total operating expenses	204,186	574,921	1,264,146	28,827	58,076	92,375	193,643	189,663	135,746
Total expenses	\$ 779,689	\$ 1,697,083	\$ 5,545,765	\$ 94,465	\$ 479,875	\$ 707,810	\$ 1,867,211	\$ 1,565,117	\$ 1,004,380

(Continued)

Suncoast Center, Inc. and Subsidiary

Consolidated Statement of Functional Expenses (Continued)
Year Ended June 30, 2021

	Program Services (Continued)				Supporting Services			
	Wellness Connection	Total Family Strategy	Trauma Services	Suncoast Center Properties, Inc.	Total Program Services	Fundraising and Development	Administrative and General	Total Year Ended June 30, 2021
Salaries	\$ 33,802	\$ 1,395,668	\$ 1,164,257	\$ -	\$ 11,397,838	\$ 69,039	\$ 1,285,989	\$ 12,752,866
Fringes	4,494	370,527	303,303	-	2,854,820	21,269	286,902	3,162,991
Psychiatric consultants	-	-	-	-	19,205	-	-	19,205
Total salaries and related expenses	38,296	1,766,195	1,467,560	-	14,271,863	90,308	1,572,891	15,935,062
Building occupancy	-	85,168	61,961	136,807	728,288	3,214	50,302	781,804
Professional services	-	48,386	59,862	-	397,752	16,717	127,500	541,969
Travel and training	-	6,071	1,456	-	74,246	2	8,334	82,582
Equipment costs	1,397	26,779	22,191	-	246,632	1,110	24,548	272,290
Medical and pharmacy	-	7	6,452	-	112,133	-	102	112,235
Insurance	-	15,353	11,445	57,309	227,647	646	23,884	252,177
Interest and amortization	-	-	-	-	1,512	-	-	1,512
Operating supplies and expenses	1,057	46,335	46,418	4,585	929,850	8,097	142,072	1,080,019
Other	-	158	110	-	(8,126)	1	16,629	8,504
In-kind expense	-	-	28,446	-	699,402	-	-	699,402
Total operating expenses	2,454	228,257	238,341	198,701	3,409,336	29,787	393,371	3,832,494
Total expenses	\$ 40,750	\$ 1,994,452	\$ 1,705,901	\$ 198,701	\$ 17,681,199	\$ 120,095	\$ 1,966,262	\$ 19,767,556

See notes to consolidated financial statements.

Suncoast Center, Inc. and Subsidiary

Consolidated Statement of Functional Expenses
Year Ended June 30, 2020

	Program Services								
	Case Management	Community Intensive Services	Adult Integrated Services	Self Sufficiency Services	Intensive Family Services	Forensic Services	Family Integrated Services	Early Childhood Services	Child Protection Team
Salaries	\$ 557,050	\$ 995,508	\$ 3,254,199	\$ 53,151	\$ 380,613	\$ 555,881	\$ 1,678,138	\$ 1,224,331	\$ 714,530
Fringes	151,018	238,952	716,941	15,502	89,832	143,448	359,927	315,739	169,668
Psychiatric consultants	-	-	-	-	-	-	-	-	18,700
Total salaries and related expenses	708,068	1,234,460	3,971,140	68,653	470,445	699,329	2,038,065	1,540,070	902,898
Building occupancy	20,509	44,056	106,557	2,950	10,897	20,784	60,556	27,883	36,242
Professional services	16,828	51,735	98,059	1,567	12,842	16,299	51,553	34,186	13,402
Travel and training	22,886	23,715	7,207	81	12,688	28,358	7,526	28,040	4,979
Equipment costs	11,021	24,989	53,489	846	6,722	9,422	27,383	18,580	13,411
Medical and pharmacy	-	130	113,386	-	536	-	896	-	13,521
Insurance	6,439	27,707	21,777	349	2,833	3,934	11,368	7,632	4,535
Operating supplies and expenses	29,997	372,618	126,867	13,401	11,041	28,268	39,050	37,464	28,301
Other	160	48	2,624	3	73	103	404	188	(4,318)
In-kind expense	-	38,745	1,279,409	-	-	-	-	-	960
Total operating expenses	107,840	583,743	1,809,375	19,197	57,632	107,168	198,736	153,973	111,033
Total expenses	\$ 815,908	\$ 1,818,203	\$ 5,780,515	\$ 87,850	\$ 528,077	\$ 806,497	\$ 2,236,801	\$ 1,694,043	\$ 1,013,931

(Continued)

Suncoast Center, Inc. and Subsidiary

Consolidated Statement of Functional Expenses (Continued)
Year Ended June 30, 2020

	Program Services (Continued)			Supporting Services			Total Year Ended June 30, 2020
	Total Family Strategy	Trauma Services	Suncoast Center Properties, Inc.	Total Program Services	Fundraising and Development	Administrative and General	
Salaries	\$ 1,609,331	\$ 1,182,803	\$ -	\$ 12,205,535	\$ 70,006	\$ 1,277,859	\$ 13,553,400
Fringes	384,888	271,790	-	2,857,705	18,507	299,799	3,176,011
Psychiatric consultants	-	-	-	18,700	-	-	18,700
Total salaries and related expenses	1,994,219	1,454,593	-	15,081,940	88,513	1,577,658	16,748,111
Building occupancy	56,382	54,942	133,936	575,694	2,563	40,837	619,094
Professional services	46,894	49,844	2,034	395,243	5,766	137,228	538,237
Travel and training	31,507	15,889	-	182,876	-	20,483	203,359
Equipment costs	25,347	19,201	-	210,411	974	22,613	233,998
Medical and pharmacy	552	7,551	-	136,572	-	-	136,572
Insurance	10,292	7,871	48,217	152,954	417	17,887	171,258
Operating supplies and expenses	48,371	42,683	1,586	779,647	6,219	146,435	932,301
Other	67	74	-	(574)	-	6,316	5,742
In-kind expense	-	37,979	-	1,357,093	-	-	1,357,093
Total operating expenses	219,412	236,034	185,773	3,789,916	15,939	391,799	4,197,654
Total expenses	\$ 2,213,631	\$ 1,690,627	\$ 185,773	\$ 18,871,856	\$ 104,452	\$ 1,969,457	\$ 20,945,765

See notes to consolidated financial statements.

Suncoast Center, Inc. and Subsidiary

**Consolidated Statements of Cash Flows
Years Ended June 30, 2021 and 2020**

	2021	2020
Cash flows from operating activities:		
Change in net assets	\$ 2,897,720	\$ (106,229)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	355,515	327,658
(Gain) loss on sale of property and equipment	(804)	(73)
Change in value of charitable remainder trusts	(73,400)	(110,762)
Net realized and unrealized gains on investments	(567,069)	(4,360)
Change in value of investments designated for deferred compensation and related liability, net	262,305	75,863
Forgiveness of long-term debt	(2,620,402)	-
Changes in assets and liabilities:		
Accounts receivable	(2,453)	49,207
Medication inventory	23,165	7,898
Prepaid expenses and other current assets	(178,984)	(316,479)
Accounts payable	(24,591)	10,212
Accrued expenses	55,983	14,944
Deferred revenue	122,549	(22,810)
Net cash provided by (used in) operating activities	249,534	(74,931)
Cash flows from investing activities:		
Purchases of property and equipment	(389,200)	(595,939)
Proceeds from sale of property and equipment	4,579	-
Proceeds received from charitable remainder trust	241,942	330,550
Purchases of investments	(626,930)	(137,039)
Sales of investments	608,295	120,140
Net cash used in investing activities	(161,314)	(282,288)
Cash flows from financing activities:		
Borrowings of long-term debt	-	2,620,402
Net cash provided by financing activities	-	2,620,402
Net change in cash and cash equivalents	88,220	2,263,183
Cash and cash equivalents at beginning of year	4,719,460	2,456,277
Cash and cash equivalents at end of year	\$ 4,807,680	\$ 4,719,460
Supplemental schedule of noncash financing activities		
Forgiveness of long-term debt	\$ 2,620,402	\$ -

See notes to consolidated financial statements.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 1. Organization and Summary of Significant Accounting Policies

Organization and purpose: Suncoast Center, Inc. (Suncoast) was chartered as a not-for-profit Florida corporation on June 3, 1981. Suncoast administers and provides a full spectrum of programs designed to resolve clients' emotional and behavioral problems arising from mental health issues, substance abuse, child abuse and neglect, lack of parenting skills, financial challenges, and domestic violence. Clients receiving services include children, adults, seniors, and families. Suncoast continually evolves to meet the multifaceted and frequently interrelated behavioral, psychological, and financial needs of individuals and families. Suncoast has the ability to provide a full continuum of care through integrated services and programs, with results that include providing a greater level of access for individuals and families. In addition, Suncoast is one of the only certified Rape Crisis Treatment Centers and certified Children's Advocacy Centers in Pinellas County, Florida. Suncoast furthers its commitment to the mission of strengthening, protecting, and restoring lives for a healthy community through the participation in numerous outreach and educational activities. Services are primarily provided to individuals and families residing in Pinellas County and Tampa Bay region of Florida. Suncoast is accredited by the Commission on Accreditation of Rehabilitation Facilities (CARF).

Suncoast Center Properties, Inc. (SCP or Subsidiary) was chartered as a title-holding Florida 501(c)(2) corporation on April 29, 1996. SCP holds title to certain real property in Pinellas County, Florida for Suncoast.

Principles of consolidation: The accompanying consolidated financial statements include the activities of Suncoast and SCP (collectively, the Organization). All significant inter-organization accounts and transactions have been eliminated in consolidation.

A summary of the Organization's significant accounting policies follows:

Basis of accounting: The accompanying consolidated financial statements have been prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Cash and cash equivalents: For purposes of the consolidated statements of cash flows, the Organization considers all highly liquid investments with original maturities of three months or less, such as money market accounts, to be cash equivalents.

Accounts receivable: Client fees receivable are stated at the estimated transaction price.

Governmental and other agency receivables are due in less than one year. Management believes receivables under governmental and other agencies are fully collectible and thus has not factored in any implicit price concessions.

Medication inventory: Medication inventory is stated at the lower of cost or net realizable value. Cost, including the value of donated medication, is determined by the first-in, first-out (FIFO) method. Medication donated to the Organization by pharmaceutical companies that are intended for other beneficiaries are not recorded by the Organization.

Property and equipment: Property and equipment are carried at cost if purchased or at estimated fair market value at date of receipt if acquired by gift, less accumulated depreciation. Depreciation is calculated using the straight-line method over the estimated useful lives of the respective assets ranging from 3 to 43.5 years.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 1. Organization and Summary of Significant Accounting Policies (Continued)

Expenditures for renewals and improvements that significantly add to the productive capacity or extend the useful life of the asset are capitalized. Expenditures for normal repairs and maintenance are expensed as incurred.

Property acquired with governmental funds is considered to be owned by the Organization while used in the program for which it was purchased or in future authorized programs; however, its disposition and the ownership of any proceeds are subject to applicable regulations.

Impairment of long-lived assets: The Organization evaluates the recoverability of its long-lived assets whenever adverse events or changes in the business climate indicate that the expected undiscounted future cash flows from the related asset may be less than previously anticipated. If the total of the future cash flows is less than the carrying amount of those assets, the Organization recognizes an impairment loss based on the excess of the carrying amount over the fair value of the assets. Management has determined that there is no indication that any long-lived assets are impaired at June 30, 2021 or 2020.

Investments and fair value: Investments are comprised of fixed income annuities, stocks, mutual funds, corporate bonds, other investments, and beneficial interests in assets held by a foundation. Investments are reported at fair value (see Notes 5 and 6).

Realized gains and losses are recorded at the date of disposition based on the difference between the net proceeds and the cost of the investments sold, using the specific identification method. Unrealized gains and losses are reported for the changes in fair value between reporting periods, net of investment expenses. Investment earnings are recorded net of investment expenses. Investment income that is restricted by the donor is reported as an increase in net assets without donor restriction if the restrictions expire or are otherwise satisfied in the fiscal year in which the investment income is recognized.

The Organization defines fair value in accordance with accounting principles generally accepted in the United States of America, which specify a hierarchy of valuation techniques. The disclosure of fair value estimates in the hierarchy is based on whether the significant inputs into the valuation are observable. In determining the level of hierarchy in which the estimate is disclosed, the highest priority is given to unadjusted quoted prices in active markets and the lowest priority to unobservable inputs that reflect the Organization's significant market assumptions.

The Organization measures investments at fair value on a recurring basis. The following is a brief description of the type of valuation information (inputs) that qualifies a financial asset for each level:

- Level 1:** Unadjusted quoted market prices for identical assets in active markets which are accessible by the Organization.
- Level 2:** Observable prices in active markets for similar assets or liabilities. Prices for identical or similar assets or liabilities in markets that are not active. Market inputs that are not directly observable but are derived from or corroborated by observable market data.
- Level 3:** Unobservable inputs based on the Organization's own judgment as to assumptions a market participant would use, including inputs derived from extrapolation and interpolation that are not corroborated by observable market data.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 1. Organization and Summary of Significant Accounting Policies (Continued)

The Organization evaluates the various types of financial assets to determine the appropriate fair value hierarchy based upon trading activity and the observability of market inputs. The Organization employs control processes to validate the reasonableness of the fair value estimates of its assets and liabilities, including those estimates based on prices and quotes obtained from independent third-party sources.

Financial statement presentation and contributions: Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net assets without donor restrictions: Net assets that are not subject to donor or grantor imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and or Board of Directors.

Net assets with donor restrictions: Net assets subject to restrictions imposed by donors or grants. Some donor imposed restrictions are temporary in nature, such as those that will be met by actions of the Organization or by the passage of time. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates the resources be maintained in perpetuity.

All contributions are considered to be available without restriction of use unless specifically restricted by the donor. Contributions that are restricted by the donor are reported as increases in net assets without donor restriction if the restrictions expire or are otherwise satisfied in the fiscal year in which the contributions are recognized.

Contributions received that are designated for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions.

When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restriction and reported in the consolidated statement of activities as net assets released from restrictions.

Revenue recognition: Effective July 1, 2019, the Organization adopted Financial Accounting Standards Board (FASB) Accounting Standard Update (ASU) 2014-09, *Revenue from Contracts with Customers (Topic 606)* and ASU 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made* using the modified method of transition. These ASUs replaced existing revenue recognition guidance, including industry, specific guidance that require revenue to be recognized consistent with the consideration the Organization expects to be entitled for services provided. The Organization first determines if a transaction represents an exchange transaction and if so, accounts for the transaction under Topic 606, which provides a five-step model for recognizing revenue from contracts with customers as follows:

- Identify the contract with a customer
- Identify the performance obligations in the contract
- Determine the transaction price
- Allocate the transaction price to the performance obligations in the contract
- Recognize revenue when or as performance obligations are satisfied.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 1. Organization and Summary of Significant Accounting Policies (Continued)

Net revenue from special events, contributions, in-kind contributions, governmental and other agencies revenue and other income are accounted for under Topic 958. The Organization receives funding under both performance and expense reimbursement contracts and grants. Performance contract and grant revenue is recognized when the unit of service has been provided or the performance objective has been completed. Cost reimbursement contract revenue is recognized when the allowable costs, as defined by the funder, are incurred. Payments received in advance are deferred to the applicable period in which the related services are performed, or expenditures are incurred.

Reimbursement of direct and indirect costs of providing services to clients (client service fee revenue) is accounted for under Topic 606. The Organization performs an evaluation at contract inception focused on whether a performance obligation is satisfied over time or at a point in time. Client visits are considered a self-contained episode of care and each visit would be considered one contract with a single performance obligation satisfied at a point in time, as such each visit is generally billed separately. Accordingly, there are no performance obligations that are unsatisfied or partially unsatisfied as the end of the reporting period with respect to client service fee revenue. The Organization believes that this method provides a faithful depiction of the transfer of services for the performance obligation based on the inputs needed to satisfy the obligation. Revenues are recorded in the period in which performance obligations are satisfied at established billing rates less implicit and explicit price concessions.

The Organization applied the portfolio approach as the practical expedient to group client service fee contracts with similar characteristics, such that revenue for a given portfolio would not be materially different than if it were evaluated on an individual contract basis. This grouping is based upon the third-party payor.

The Organization determines transaction price based on original charge for the service provided less contractual adjustments and other stated discounts (explicit price concessions) and implicit price concessions. The implicit price concessions included in estimating the transaction price represent the difference between amounts billed to clients and the amounts expected to collect based on the Organization's collection history with similar class of clients. Subsequent changes to the estimate of the transaction price are generally recorded as adjustments to client service fee revenue in the period of the change. Subsequent changes that are determined to be the result of an adverse change in the client's ability to pay and are deemed uncollectible are recorded as a bad debt expense. Bad debt expense for the years ended June 30, 2021 and 2020 was not significant. Recoveries of receivables previously written off are recorded as a reduction of the provision for bad debt expense when received. Bad debt expense is recognized as an operating expense.

The Organization has elected a practical expedient and does not adjust the promised amount of consideration from clients and third-party payors for the effects of a significant financing component due to the Organization's expectation that the period between the time the service is provided to the client and the time that the client or a third-party pays for that service will be one year or less.

Provider Relief Funds: The Coronavirus Aid, Relief, and Economic Security Act (CARES Act) included Provider Relief Funds made available to health care providers to prevent, prepare for and respond to coronavirus primarily through grants. Eligible health care providers received distributions as reimbursement for health care related expenses or lost revenue that are attributable to coronavirus.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 1. Organization and Summary of Significant Accounting Policies (Continued)

Payments from the Provider Relief Fund are considered to be grant revenue. As a condition to receiving distributions, the Organization had to agree to certain terms and conditions, including, among other things, that the funds were to be used for lost patient service revenues and COVID-related costs. Through June 30, 2021, the Organization received approximately \$331,000 of CARES Act Provider Relief Funds. For the years ended June 30, 2021 and 2020, the Organization recognized revenue of approximately \$305,000 and \$26,000, respectively, related to these funds and the revenue is recorded in Governmental and other agencies revenue in the consolidated statements of activities. The Organization believes that the amount recorded as CARES Act Funds revenue for the years ended June 30, 2021 and 2020, is consistent with the guidance available from the U.S. Department of Health and Human services. Amounts recognized as revenue could change in the future based on the evolving grant compliance guidance provided by the government.

Donated services, materials, and building space: Donations of materials and building space are recorded as support at their estimated fair value at the date of donation. Donated professional services are recorded as support at the respective fair values of the services received (see Note 11).

A number of full-time and part-time volunteers have made contributions of their time to maintain the Organization's programs. The value of this contributed time is not reflected in these consolidated financial statements since these services do not meet recognition requirements.

Income taxes: Suncoast and SCP are nonprofit entities exempt from federal income tax under Sections 501(c)(3) and 501(c)(2), respectively, of the Internal Revenue Code (IRC), and from Florida income tax under Chapter 220 of the Florida Statutes. The Organization follows accounting standards relating to accounting for uncertainty in income taxes. Management assessed whether there were any uncertain tax positions which may give rise to income tax liabilities and determined that there were no such matters requiring recognition in the accompanying consolidated financial statements.

Use of estimates: The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 1. Organization and Summary of Significant Accounting Policies (Continued)

Functional allocation of expenses: The costs of providing the various programs and other activities have been reported on a functional basis in the consolidated statements of functional expenses. Expenses that can be identified with a specific program or support service are charged directly to the function. Certain other costs have been allocated among program and supporting services benefited. Such allocations are determined by management on an equitable basis that is consistently applied. The expenses that are allocated include the following:

Expense	Method of Allocation
Salaries	Time and effort
Fringes	Time and effort
Psychiatric consultants	Time and effort
Building occupancy	Square footage
Professional services	Direct costs
Travel and training	Direct costs
Equipment costs	Direct costs
Medical and pharmacy	Direct costs
Insurance	Direct costs
Operating supplies and expenses	Direct costs
Other	Direct costs
In-kind expense	Direct costs

Recent accounting pronouncement: In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*, which sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract (i.e. lessees and lessors). The new standard requires lessees to apply a dual approach, classifying leases as either finance or operating leases based on the principal of whether or not the lease is effectively a financed purchase by the lessee. This classification will determine whether lease expense is recognized based on an effective interest method or on a straight-line basis over the term of the lease, respectively. A lessee is also required to record a right-of-use asset and a lease liability for all leases with a term of greater than 12 months regardless of their classification. Leases with a term of 12 months or less will be accounted for similar to existing guidance for operating leases today. The new standard requires lessors to account for leases using an approach that is substantially equivalent to existing guidance for sales type leases, direct financing leases and operating leases. The standard is effective for annual periods beginning after December 15, 2021, with early adoption permitted. The Organization is in the process of evaluating the impact of this new guidance on its consolidated financial statements.

In September 2020, the FASB issued ASU 2020-07 *Non-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. This ASU requires not-for-profit organizations to present contributed nonfinancial assets as a separate line item in the statement of activities, apart from contribution of cash or other financial assets and other increased disclosures regarding the contributed nonfinancial assets. ASU 2020-07 is effective retrospectively for annual periods beginning after June 15, 2021, with early adoption permitted. The Organization is in the process of evaluating the impact of this new guidance on its consolidated financial statements.

Reclassifications: Certain amounts in the accompanying 2020 consolidated financial statements have been reclassified to conform to the 2021 presentation. These reclassifications had no effect on previously reported change in net assets.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 1. Organization and Summary of Significant Accounting Policies (Continued)

Subsequent events: The Organization has evaluated subsequent events through November 18, 2021, which is the date the consolidated financial statements were available to be issued. There were no subsequent events which would require disclosure in the accompanying consolidated financial statements.

Note 2. Liquidity and Availability of Resources

The Organization maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities and other obligations come due. The following represents the Organization's financial assets available to meet general expenditures over the next 12 months at June 30:

	2021	2020
Financial assets at year end:		
Cash and cash equivalents	\$ 4,807,680	\$ 4,719,460
Accounts receivable, net	1,982,703	1,980,250
Investments	2,974,878	2,402,879
Total financial assets	9,765,261	9,102,589
Less donor-imposed restrictions:		
Funds subject to time and purpose restrictions	(23,230)	(181,284)
Endowment funds restricted in perpetuity	(334,182)	(334,182)
	(357,412)	(515,466)
Less designated investments	(974,594)	(725,994)
Financial assets available to meet general expenditures over the next 12 months	<u>\$ 8,433,255</u>	<u>\$ 7,861,129</u>

Note 3. Accounts Receivable

Accounts receivable consists of the following at June 30:

	2021	2020
Governmental and other agencies	\$ 1,667,118	\$ 1,556,171
Client fees	314,624	423,264
Other	961	815
	<u>\$ 1,982,703</u>	<u>\$ 1,980,250</u>

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 4. Property and Equipment

Property and equipment consists of the following at June 30:

	2021	2020
Land	\$ 2,587,169	\$ 2,587,169
Land improvements	208,154	181,155
Building and improvements	4,154,973	4,052,928
Furniture and equipment	4,378,344	4,629,617
Vehicles	171,271	215,213
Construction in Progress	8,173	-
	<u>11,508,084</u>	<u>11,666,082</u>
Less accumulated depreciation	(6,700,326)	(6,888,234)
	<u>\$ 4,807,758</u>	<u>\$ 4,777,848</u>

Depreciation expense was approximately \$356,000 and \$328,000 for the years ended June 30, 2021 and 2020, respectively.

Note 5. Investments

Investments, including investments designated for deferred compensation, and endowed investments consists of the following at June 30:

	2021	2020
Fixed income annuities	\$ 204,199	\$ 200,650
Investments designated for deferred compensation- mutual funds	974,594	725,994
Stocks and mutual funds	1,163,918	923,063
Corporate bonds	621,676	544,117
Beneficial interests in assets held by foundation	10,491	9,055
	<u>\$ 2,974,878</u>	<u>\$ 2,402,879</u>

The amounts classified as "beneficial interests in assets held by foundation" include amounts held by Community Foundation of Tampa Bay, Inc. (CFT). Distributions from CFT are made as set forth in each agreement.

Investment earnings included in other income in the consolidated statement of activities consist of the following for the years ended June 30:

	2021	2020
Net realized and unrealized gains	\$ 567,069	\$ 4,360
Interest and dividend income	36,433	55,301
	<u>\$ 603,502</u>	<u>\$ 59,661</u>

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 6. Fair Value

A review of fair value hierarchy classifications is conducted on an annual basis. The following table provides information about the Organization's financial instruments measured on a recurring basis as of June 30:

	Estimated Fair Value	Fair Value Measurements Using		
		Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
2021				
Investments:				
Fixed income annuities	\$ 204,199	\$ -	\$ -	\$ 204,199
Investments designated for deferred compensation- mutual funds	974,594	974,594	-	-
Stocks and mutual funds	1,163,918	1,275,479	-	-
Corporate bonds	621,676	-	621,676	-
Beneficial interests in assets held by foundation	10,491	-	10,491	-
Total investments	<u>\$ 2,974,878</u>	2,250,073	632,167	204,199
Charitable remainder trusts	\$ 6,496	-	-	6,496
		<u>\$ 2,250,073</u>	<u>\$ 632,167</u>	<u>\$ 210,695</u>
2020				
Investments:				
Fixed income annuities	\$ 200,650	\$ -	\$ -	\$ 200,650
Investments designated for deferred compensation- mutual funds	725,994	725,994	-	-
Stocks and mutual funds	923,063	923,063	-	-
Corporate bonds	544,117	-	544,117	-
Beneficial interests in assets held by foundation	9,055	-	9,055	-
Total investments	<u>\$ 2,402,879</u>	1,649,057	553,172	200,650
Charitable remainder trusts	\$ 175,038	-	-	175,038
		<u>\$ 1,649,057</u>	<u>\$ 553,172</u>	<u>\$ 375,688</u>

Financial assets classified as Level 1 in the fair value hierarchy include cash and cash equivalents and investments designated for deferred compensation and stocks and mutual funds which are measured at fair value based on quoted market prices in an active market. Fair values for corporate bonds are classified as Level 2 and are valued using a market value pricing model. Fair values for beneficial interest in assets held by foundation are classified as Level 2 and recorded based on the statements received from CFT. Fair values for fixed income annuities are classified as level 3 and are determined by the accumulation of benefits derived from the guaranteed contract interest rate. Fair values for charitable remainder trusts are recorded at fair value based on the underlying value of the assets in the trusts. The trusts are managed by third parties and are invested in stocks, mutual funds and fixed income securities that are traded in active markets with observable inputs, which would result in Level 1 and Level 2 hierarchal reporting and real estate which would result in Level 3 hierarchal reporting. Since the Organization does not own or control the trust assets, these trusts are reported as Level 3.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 6. Fair Value (Continued)

The following is an analysis of the fair value measurements for assets in Level 3 for the years ended June 30:

	2021	2020
Beginning balance	\$ 375,688	\$ 591,998
Distribution received from charitable remainder trust	(241,942)	(330,550)
Interest and change in value	76,949	114,240
Ending balance	<u>\$ 210,695</u>	<u>\$ 375,688</u>

Note 7. Endowment Funds

The Organization has interpreted the wishes of donors and state law as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

In the absence of donor restrictions, the net appreciation on a donor-restricted endowment fund is spendable and classified as net assets. However, certain of the Organization's donors have placed restrictions on the use of the investment income or net appreciation resulting from the donor-restricted endowment funds.

The Organization tracks the net investment income attributed to each component of the endowment fund. Income earned from the endowments is available for general or specific purposes.

As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Organization considers the following factors in making a determination to appropriate or accumulate endowment funds:

- Donor desires and restrictions
- General economic conditions
- Historical and expected returns of investments
- Preservation and protection of assets

Return objectives and risk parameters: The Organization has invested endowment assets in a manner that attempts to provide a predictable stream of funding to programs supported by its endowments, while seeking to maintain the value of the endowment assets.

Strategies employed for achieving objectives: To satisfy its long-term rate of return objectives, the Organization relies on a total return strategy whereby investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 7. Endowment Funds (Continued)

Spending policy and how the investment objectives relate to spending policy: The Organization's objective is to maintain endowment assets, as well as to provide additional real growth through investment return.

Composition of endowment net assets and changes in endowment net assets are as follows as of and for the years ended June 30:

	Without Donor Restriction	With Donor Restriction	Total
2021			
Endowment net assets at beginning of year	\$ -	\$ 334,182	\$ 334,182
Investment income	409	3,140	3,549
Amounts released for expenditure	(409)	(3,140)	(3,549)
Endowment net assets at end of year	<u>\$ -</u>	<u>\$ 334,182</u>	<u>\$ 334,182</u>
2020			
Endowment net assets at beginning of year	\$ -	\$ 334,182	\$ 334,182
Investment income	401	3,077	3,478
Amounts released for expenditure	(401)	(3,077)	(3,478)
Endowment net assets at end of year	<u>\$ -</u>	<u>\$ 334,182</u>	<u>\$ 334,182</u>

Note 8. Charitable Remainder Trusts

The Organization's consolidated financial statements reflect receivables from charitable remainder trusts which are stated at the present value of the estimated future benefits to be received when the trust assets are distributed. Discount rates ranging from 3% to 4% are used in computing present values.

Note 9. Long-Term Debt

On April 18, 2020, the Organization received a U.S. Small Business Administration Paycheck Protection Program loan in the amount of \$2,620,402. Under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act), up to the full principal amount of the loan and any accrued interest can be forgiven if the Organization uses all of the loan proceeds for forgivable purposes as required under the CARES Act. The Organization used the entire loan amounts for qualifying expenses. The Organization accounted for the loan as a financial liability under FASB Accounting Standards Codification (ASC) 470 Debt as of June 30, 2020. In April 2021, the SBA forgave in full the outstanding balance of the loan. During the year ended June 30, 2021, the Organization recognized a gain of \$2,620,402 on forgiveness of the loan which is recorded in other income in the accompanying consolidated statement of activities. Although fully forgiven, the SBA maintains the right to audit for six years after the SBA forgave the loan to determine if the Organization was eligible for the loan and met the conditions for forgiveness.

The Organization maintains a line of credit agreement through a large commercial bank which allows the Organization to borrow up to \$1,000,000 at prime rate of interest (3.25% at June 30, 2021 and 2020). The Organization renewed their line of credit on February 27, 2020 and the line of credit matures on February 27, 2022. Amounts drawn on the line of credit were due on demand. No amounts were drawn down during the years ended June 30, 2021 or 2020. There were no amounts outstanding under the line of credit at June 30, 2021 or 2020.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 10. Operating Leases

The Organization leases certain office equipment under leases which are classified as operating leases for financial reporting purposes. Rent expense under operating leases was approximately \$145,000 and \$64,000 for the years ended June 30, 2021 and 2020, respectively.

Future minimum lease payments under noncancelable operating leases (with initial or remaining lease terms in excess of one year) as of June 30, 2021 are approximately as follows:

Years ending June 30:		
2022	\$	185,500
2023		181,300
2024		159,600
2025		150,900
2026		63,600
Total	\$	<u>740,900</u>

Note 11. In-Kind Revenue and Expenses

Certain goods and services are provided to the Organization gratis or at a cost substantially less than fair market value. The difference between the actual charge and the estimated fair market value is reflected as in-kind revenue and expense in the accompanying consolidated financial statements. In-kind revenue and expenses consist of the following for the years ended June 30:

	2021	2020
Salary and benefits	\$ 61,541	\$ 77,684
Pharmaceuticals	637,861	1,279,409
	<u>\$ 699,402</u>	<u>\$ 1,357,093</u>

Pharmaceuticals include donated drug samples from pharmaceutical companies.

Note 12. Net Assets With Donor Restrictions

Net assets with donor restrictions are comprised of the following at June 30:

	2021	2020
Subject to expenditure for specified purpose:		
Medical equipment	\$ 6,244	\$ 6,246
Charitable remainder trust	6,496	175,038
Merck Stock	10,490	-
	<u>23,230</u>	<u>181,284</u>
Endowment – subject to endowment spending policy and appropriation	334,182	334,182
	<u>\$ 357,412</u>	<u>\$ 515,466</u>

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 12. Net Assets With Donor Restrictions (Continued)

Net assets with donor restrictions released from restrictions are comprised of the following for the years ended June 30:

	2021	2020
Restricted for future periods:		
Distribution from charitable trust	\$ 241,942	\$ 303,550
Merck Stock	9,687	-
Medical equipment	-	1,194
	<u>\$ 251,629</u>	<u>\$ 304,744</u>

Note 13. Commitments and Contingencies

Grantors: The Organization routinely enters into grant agreements and contracts with governmental agencies that provide for reimbursement of the eligible direct and indirect costs of providing certain program services of the Organization.

Grants and contracts are subject to audit or review and retroactive adjustment based on a final determination by the grantor of eligible reimbursable expenditures. The effect of such adjustments, if any, on the Organization's consolidated financial statements cannot be determined at this time and no provision has been made for any such adjustment in the accompanying consolidated financial statements.

Litigation: In the normal course of business, the Organization is a named defendant in various litigation relating to professional liability matters. Management is of the opinion that the final disposition of these matters will not have a materially adverse effect on the Organization's consolidated financial statements.

Note 14. Retirement Plans

The Organization has a 403(b) Tax Deferred Annuity Plan (403(b) Plan) covering substantially all employees. The 403(b) Plan provides for employee salary deferrals that are limited to the maximum amount allowable under the IRC and a discretionary match that is available to all employees after one year of service.

For 2021 and 2020, the discretionary match was a dollar-for-dollar match of the amount a participant deferred into the 403(b) Plan, up to a maximum of 3% of the participant's salary. Retirement plan expense was approximately \$237,000 and \$236,000 for the years ended June 30, 2021 and 2020, respectively.

The Organization maintains a nonqualified retirement plan as inducement and motivation to managerial and highly compensated employees pursuant to Section 457(b) of the IRC of 1986. Key managerial employees, as are determined by sole discretion of the board of trustees, are eligible to participate. The Organization's contribution to the plan is discretionary and is limited to the maximum amount allowable under the IRC. Contributions of approximately \$44,000 and \$54,000 for the years ended June 30, 2021 and 2020, respectively, were allocated to participants as determined by the board of trustees.

Suncoast Center, Inc. and Subsidiary

Notes to Consolidated Financial Statements

Note 15. Concentrations and Risks

The Organization receives substantially all of its support directly from federal, state, and local government agencies or as pass-through government funding awards from other local agencies. Continuation of the Organization's program services is greatly dependent upon the fiscal ability of these agencies (federal, state, and local) to continue to provide support.

At June 30, 2021 and 2020, amounts due from governmental and other agencies, include in accounts receivable on the consolidated statements of financial position, of \$1,667,118 and \$1,556,171, respectively, consist almost entirely of amounts due from Central Florida Behavioral Health Network, Pinellas County Board of County Commissioners, State of Florida Department of Health, and Juvenile Welfare Board of Pinellas County.

Financial instruments that potentially subject the Organization to significant concentration of credit risk consist principally of cash, investments, and trade accounts receivable. Concentrations of credit risk with respect to trade accounts receivable are considered minimal, as the majority of the amounts related to grants from federal and state governmental agencies.

The Organization maintains its demand deposit accounts at several financial institutions. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000 or the Securities Investor Protection Corporation up to \$500,000. Account balances periodically exceed the federally insured limits.

COVID-19: On January 30, 2020, the World Health Organization declared the coronavirus outbreak a "Public Health Emergency of International Concern" and on March 11, 2020, declared it to be a pandemic. The resulting measures to contain the spread and impact of COVID-19 have adversely affected the Organization's result of operations as there were declines in revenue and increases in supply and labor costs. Given the uncertain nature of the spread and duration of the pandemic, the continuing adverse impact on operations cannot be reasonably estimated.

Additional Information

Suncoast Center, Inc. and Subsidiary

**Substance Abuse and Mental Health Services
Program/Cost Center Actual Revenues and Expenses
For the Budget Period: 07/01/2020 to 06/30/2021**

Part I: Actual Funding Sources and Revenues	State Designated SAMH Cost Centers											Total for State SAMH-Funded Cost Centers	Total for Nonstate SAMH-Funded Cost Centers	Total for All State- Designated SAMH Cost Centers	Non-SAMH Cost Centers	Total Funding
	State SAMH – Funded Cost Centers															
	Assessment	Case Management	Crisis Support	In Home and On Site	Intervention	Medical Services	Outpatient	Outreach	Incidental	FACT	SAMH					
IA. State SAMH funding																
(1) From Central Florida Behavioral Health Network	\$ 109,100	\$ 703,153	\$ 51,711	\$ 52,649	\$ 316,577	\$ 786,705	\$ 720,072	\$ 46,849	\$ 432,374	\$ 1,034,641	\$ 4,253,831	\$ -	\$ 4,253,831	\$ -	\$ 4,253,831	
(2) From state IDP line of credit	-	-	-	-	-	71,018	-	-	-	-	71,018	-	71,018	-	71,018	
Total state SAMH funding	109,100	703,153	51,711	52,649	316,577	857,723	720,072	46,849	432,374	1,034,641	4,324,849	-	4,324,849	-	4,324,849	
IB. Other government funding																
(1) Other state agency funding	-	-	-	-	-	-	-	-	-	-	-	-	-	1,347,856	1,347,856	
(2) Medicaid	-	326,432	-	108,509	4,812	720,113	591,110	-	-	-	1,750,976	804,339	2,555,315	385,146	2,940,461	
(3) Local government	-	85,297	-	1,150,888	86,851	21,264	2,771	-	-	-	1,347,071	4,036,401	5,383,472	2,477,938	7,861,410	
(4) Federal grants and contracts	-	189,959	-	172,327	14,125	378,901	414,096	66,192	-	34,783	1,270,383	202,211	1,472,594	1,765,023	3,237,617	
Total other government funding	-	601,688	-	1,431,724	105,788	1,120,278	1,007,977	66,192	-	34,783	4,368,430	5,042,951	9,411,381	5,975,963	15,387,344	
IC. All other revenues																
(1) 1st & 2nd party payments	-	(16)	-	(269)	123	56,554	48,705	-	-	-	105,097	10,134	115,231	1,881	117,112	
(2) 3rd party payments (except Medicare)	-	373	-	6,273	1,189	128,374	181,067	-	-	-	317,276	89,865	407,141	59,875	467,016	
(3) Medicare	-	123	-	1,712	-	448,247	420,626	-	-	-	870,708	61	870,769	29,478	900,247	
(4) Contributions and donations	-	-	-	-	-	-	-	-	-	-	-	1,775	1,775	181,405	183,180	
(5) Other	-	-	-	-	-	-	863	-	-	425	1,288	3,218	4,506	581,620	586,126	
(6) In-kind	-	-	-	-	-	637,861	-	-	-	-	637,861	33,095	670,956	28,446	699,402	
Total all other revenues	-	480	-	7,716	1,312	1,271,036	651,261	-	-	425	1,932,230	138,148	2,070,378	882,705	2,953,083	
Total funding	\$ 109,100	\$ 1,305,321	\$ 51,711	\$ 1,492,089	\$ 423,677	\$ 3,249,037	\$ 2,379,310	\$ 113,041	\$ 432,374	\$ 1,069,849	\$ 10,625,509	\$ 5,181,099	\$ 15,806,608	\$ 6,858,668	\$ 22,665,276	

See independent auditor's report.

Suncoast Center, Inc. and Subsidiary

**Substance Abuse and Mental Health Services
Program/Cost Center Actual Revenues and Expenses (Continued)
For the Budget Period: 07/01/2020 to 06/30/2021**

Expense Categories	State Designated SAMH Cost Centers										Total for State SAMH-Funded Cost Centers	Total for Nonstate SAMH-Funded Cost Centers	Total for All State Designated SAMH Cost Centers	Non-SAMH Cost Centers	Admin	Total Expenses
	State SAMH – Funded Cost Centers															
	Assessment	Case Management	Crisis Support	In Home and On Site	Intervention	Medical Services	Outpatient	Outreach	Incidental Expense	FACT						
Part II: Actual Expenses																
SAMH																
IIA. Personnel expenses																
(1) Salaries	\$ 61,215	\$ 658,702	\$ 48,679	\$ 936,206	\$ 122,436	\$ 1,648,495	\$ 1,514,755	\$ 228,583	\$ -	\$ 642,324	\$ 5,861,395	\$ 2,898,409	\$ 8,759,804	\$ 2,706,969	\$ 1,286,093	\$ 12,752,866
(2) Fringe benefits	16,243	155,913	10,136	262,776	34,491	349,152	406,779	61,567	-	172,897	1,469,954	754,565	2,224,519	651,674	286,798	3,162,991
Total personnel expenses	77,458	814,615	58,815	1,198,982	156,927	1,997,647	1,921,534	290,150	-	815,221	7,331,349	3,652,974	10,984,323	3,358,643	1,572,891	15,915,857
IIB. Other expenses																
(1) Building occupancy	4,147	25,148	2,588	56,830	8,034	56,950	103,856	11,241	-	30,973	299,767	167,083	466,850	264,652	50,302	781,804
(2) Professional services	1,967	20,590	1,227	32,089	5,196	54,515	49,248	6,873	-	28,652	200,357	107,457	307,814	125,860	127,500	561,174
(3) Travel	74	7,743	46	13,010	969	2,252	1,861	7,212	-	18,760	51,927	13,977	65,904	8,344	8,334	82,582
(4) Equipment	2,120	13,000	1,323	17,920	2,180	30,712	53,102	4,082	-	17,441	141,880	57,590	199,470	48,272	24,548	272,290
(5) Food services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(6) Medical and pharmacy	1	3	1	5	1	98,152	8	1	-	164	98,336	16	98,352	13,781	102	112,235
(7) Subcontracted services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(8) Insurance	621	9,037	388	10,521	1,265	17,732	15,551	2,244	-	26,273	83,632	33,590	117,222	111,071	23,884	252,177
(9) Interest paid	-	-	-	-	-	-	-	-	-	1,512	1,512	-	1,512	-	-	1,512
(10) Operating supplies and expenses	1,943	22,128	1,212	41,116	3,996	73,106	32,934	7,041	432,374	16,676	632,526	177,422	809,948	127,999	142,072	1,080,019
(11) Other	(106)	(634)	(66)	(135)	10	(2,823)	(2,649)	30	-	56	(6,317)	(1,830)	(8,147)	22	16,629	8,504
(12) Donated items	-	-	-	-	-	637,861	-	-	-	-	637,861	33,095	670,956	28,446	-	699,402
Total other expenses	10,767	97,015	6,719	171,356	21,651	968,457	253,911	38,724	432,374	140,507	2,141,481	588,400	2,729,881	728,447	393,371	3,851,699
Total personnel and other expenses	88,225	911,630	65,534	1,370,338	178,578	2,966,104	2,175,445	328,874	432,374	955,728	9,472,830	4,241,374	13,714,204	4,087,090	1,966,262	19,767,556
IIC. Distributed indirect costs																
(a) Other support costs (optional)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(b) Administration	10,677	99,933	6,663	153,365	20,644	312,705	267,393	38,421	-	120,496	1,030,297	497,145	1,527,442	438,820	(1,966,262)	-
Total distributed indirect costs	10,677	99,933	6,663	153,365	20,644	312,705	267,393	38,421	-	120,496	1,030,297	497,145	1,527,442	438,820	(1,966,262)	-
Total actual operating expenses	98,902	1,011,563	72,197	1,523,703	199,222	3,278,809	2,442,838	367,295	432,374	1,076,224	10,503,127	4,738,519	15,241,646	4,525,910	-	19,767,556
IID. Unallowable costs																
Total allowable operating expense	98,902	1,011,563	72,197	1,523,703	199,222	3,278,809	2,442,838	367,295	432,374	1,076,224	10,503,127	4,738,519	15,241,646	4,525,910	-	19,767,556
IIF. Capital expenditures																
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent auditor's report.

Suncoast Center, Inc. and Subsidiary

**Schedule of State Earnings for Substance Abuse and Mental Health Services
Year Ended June 30, 2021**

Total expenditures:	\$ 19,767,556
Less other state and federal funds	(4,629,094)
Less nonmatch SAMH funds	(1,838,271) *
Less unallowable costs	-
Total allowable expenditures	<u>13,300,191</u>
Maximum available earnings (75%)	<u>9,975,143</u>
Amount of state funds requiring match (total of invoices paid and submitted to be paid, less line 3)	<u>2,214,966</u> *
Amount due to the department (subtract line 6 from line 5. If negative, the amount of the difference is due to the department up to the amount of line 5)	<u>\$ -</u>
Other state and federal funds:	
Department of Health (federal portion)	\$ 363,988
Department of Health (state portion)	531,780
Office of the Attorney General	239,641
Pinellas County Justice Coordination	26,030
Pinellas Community Foundation	175,863
Healthy Start Coalition of Pinellas (federal portion)	17,539
Florida Council Against Sexual Violence (state portion)	127,902
Florida Network for Children's Advocacy (state portion)	179,585
Department of Health and Human Services	26,305
Medicaid	<u>2,940,461</u>
Total other state and federal funds	<u>\$ 4,629,094</u>

*CFBHN contract #QB046

See independent auditor's report.

Suncoast Center, Inc. and Subsidiary

**Schedule of Support and Revenue
Year Ended June 30, 2021**

State SAMH funding:	
Central Florida Behavioral Network, Inc. CF652-1010	
Community Mental Health Services (including federal funds of \$686,068)	\$ 4,253,831
IDP line of credit	71,018
Total state SAMH funding	4,324,849
<hr/>	
Other government funding:	
Local government grants	
Juvenile Welfare Board of Pinellas County	5,051,044
Department of Health (including federal funds of \$363,988)	895,768
Victims of Crime Act (including federal funds of \$238,089)	238,089
Pinellas County, Florida (including federal funds of \$26,030)	1,350,890
Pinellas County School Board	287,613
Pinellas County Sheriff's Office	360
PEMHS	380,853
Boley Centers	5,048
Lutheran Services	4,346
Department of Health and Human Services	295,751
Payroll Protection Program	2,620,402
Medicaid	2,940,461
Governmental funding passed through local agencies	
Florida Council Against Sexual Violence	127,902
Florida Network for Children's Advocacy	179,588
Department of Justice – Comp Victim Exams	213,999
Community Health Center of Pinellas	501,204
Healthy Start Coalition (including federal funds of \$17,539)	17,539
United Way of Tampa Bay	82,925
Pinellas Community Foundation (including federal funds of \$175,863)	193,562
Total other government funding	15,387,344
<hr/>	
All other funding and revenues:	
Medicare	900,247
First- and third-party fees	584,128
Contributions, donations and bequests	183,180
In-kind revenues	699,402
Other revenues	586,126
Total nongovernment funding	2,953,083
<hr/>	
Total support and revenue	\$ 22,665,276
<hr/>	

See independent auditor's report.

Suncoast Center, Inc. and Subsidiary

**Substance Abuse and Mental Health Services
 Schedule of Bed – Day Availability Payments
 Budget Period From: 07/01/2020 to 06/30/2021**

Program	Cost Center	State Contracted Rate	Total Units of Service Provided	Total Units of Total Services Paid		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
				Contracts, Local Govt. or Other State Agencies	Paid for by Third-Party				
Children's MH	Crisis Stabilization Unit	\$ -	-	-	-	-	\$ -	\$ -	\$ -
Adult MH	Crisis Stabilization Unit	-	-	-	-	-	-	-	-
Children's SA	Substance Abuse Detox	-	-	-	-	-	-	-	-
Adult SA	Substance Abuse Detox	-	-	-	-	-	-	-	-
Adult MH	Short-Term Residential Treatment	-	-	-	-	-	-	-	-
Total amount owed to department									\$ -

See independent auditor's report.

Suncoast Center, Inc. and Subsidiary

**Substance Abuse and Mental Health Services
 Schedule of Related Party Transaction Adjustment
 Budget Period From: 07/01/2020 to 06/30/2021**

	Related Party	Allocation of Related Party Transaction State-Designated Cost Centers				Total
		1	2	3	4	
Revenues from grantee:						
Rent	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Services	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenue from grantee	-	-	-	-	-	-
Expenses associated with grantee transactions:						
Personnel services	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total associated expenses	-	-	-	-	-	-
Related party transaction adjustment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent auditor's report.

**Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

Independent Auditor's Report

Board of Trustees
Suncoast Center, Inc. and Subsidiary

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Suncoast Center, Inc. and Subsidiary (the Organization), which comprise the consolidated statement of financial position as of June 30, 2021, the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements (collectively, the financial statements), and have issued our report thereon dated November 18, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Suncoast Center, Inc. and Subsidiary'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 consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Suncoast Center, Inc. and Subsidiary's internal control. Accordingly, we do not express an opinion on the effectiveness of the Suncoast Center, Inc. and Subsidiary's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Suncoast Center, Inc. and Subsidiary's consolidated 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 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*.

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 Suncoast Center, Inc. and Subsidiary'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.

RSM US LLP

St. Petersburg, Florida
November 18, 2021

**Report on Compliance for Each Major Program and Major State Project
and Report on Internal Control Over Compliance Required by the Uniform Guidance;
and State of Florida Chapter 10.650, Rules of the Auditor General**

Independent Auditor's Report

Board of Trustees
Suncoast Center, Inc. and Subsidiary

Report on Compliance for Each Major Federal Program and Major State Project

We have audited Suncoast Center, Inc. and subsidiary's (the Organization) compliance with the types of compliance requirements described in the OMB Compliance Supplement and the requirements described in the State of Florida Department of Financial Services' State Projects Compliance Supplement that could have a direct and material effect on each of Suncoast Center, Inc. and Subsidiary's major federal programs and major state projects for the year ended June 30, 2021. Suncoast Center, Inc. and Subsidiary's major federal programs and major state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Suncoast Center, Inc. and Subsidiary's major federal programs and major state projects based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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); and the State of Florida Chapter 10.650, *Rules of the Auditor General* (Chapter 10.650). Those standards and the Uniform Guidance and Chapter 10.650 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 major state project occurred. An audit includes examining, on a test basis, evidence about Suncoast Center, Inc. and Subsidiary's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program and Major State Project

In our opinion, Suncoast Center, Inc. and Subsidiary 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 and major state projects for the year ended June 30, 2021.

Report on Internal Control Over Compliance

Management of Suncoast Center, Inc. and Subsidiary is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Organization's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program and major state project to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and major state project, and to test and report on internal control over compliance in accordance with the Uniform Guidance and Chapter 10.650, 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 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. *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 or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and Chapter 10.650. Accordingly, this report is not suitable for any other purpose.

RSM US LLP

St. Petersburg, Florida
November 18, 2021

Suncoast Center, Inc. and Subsidiary

**Schedule of Expenditures of Federal Awards and State Financial Assistance
Year Ended June 30, 2021**

Federal Grantor <i>Pass-Through Grantor</i> Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Provided to Subrecipients
U.S. Department of Justice				
<i>Passed through State of Florida Office of the Attorney General</i>				
Crime Victim Assistance	16.575	2018-V2-GX-0018	\$ 239,641	\$ -
Total CFDA 16.575			<u>239,641</u>	<u>-</u>
<i>Passed through Pinellas County Justice Coordination</i>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2019-MU-BX-0036	26,030	-
Subtotal – U.S. Department of Justice			<u>265,671</u>	<u>-</u>
U.S. Department of Health and Human Services				
<i>Department of Health and Human Services</i>				
COVID-19 - Provider Relief Fund	93.498	Not Applicable	26,305	-
<i>Passed through State of Florida Department of Health</i>				
Social Services Block Grant	93.667	CP15A, G-1901FLSOSR	363,988	-
<i>Passed through Central Florida Behavioral Health Network, Inc.</i>				
Medical Assistance Program	93.778	QG046	276,155	-
<i>Passed through Healthy Start Coalition of Pinellas, Inc.</i>				
Medical Assistance Program	93.778	Not Applicable	17,539	-
Total CFDA 93.778 (Medicaid Cluster)			<u>293,694</u>	<u>-</u>
<i>Passed through Central Florida Behavioral Health Network, Inc.</i>				
Block Grants for Community Mental Health Services	93.958	QG046	561,199	-
<i>Passed through Central Florida Behavioral Health Network, Inc.</i>				
Block Grants for Prevention and Treatment of Substance Abuse	93.959	QG046	690	-
Subtotal – U.S. Department of Health and Human Services			<u>1,245,876</u>	<u>-</u>
U.S. Department of the Treasury				
COVID-19 - Coronavirus Relief Fund	21.019	Not Applicable	175,863	-
Total federal awards			<u>\$ 1,687,410</u>	<u>\$ -</u>

See accompanying notes to schedule of expenditures of federal awards and state financial assistance and independent auditor's report.

(Continued)

Suncoast Center, Inc. and Subsidiary

**Schedule of Expenditures of Federal Awards and State Financial Assistance (Continued)
Year Ended June 30, 2021**

State Grantor <i>Pass-Through Grantor</i> Program or Cluster Title	State CSFA Number	Pass-Through Entity Identifying Number	Total State Expenditures	Provided to Subrecipients
State of Florida Justice Administration				
<i>Passed through The Florida Network for Children's Advocacy Centers</i>				
Florida Network of Children's Advocacy Centers	41.031	20/21-GR-CAC16	\$ 176,005	\$ -
State of Florida Department of Legal Affairs and Attorney General				
<i>Passed through Florida Council Against Sexual Violence</i>				
Florida Council Against Sexual Violence	41.010	20OAG13	14,439	-
State of Florida Department of Health				
<i>Direct Funding</i>				
Medical Services for Abused and Neglected Children	64.006	CP15A	531,780	-
<i>Passed through Florida Council Against Sexual Violence</i>				
<i>Rape Crisis Program Trust Fund –</i>				
Sexual Battery Victims' Access to Services Act	64.061	16TFGR13	41,270	-
<i>Passed through Florida Council Against Sexual Violence</i>				
<i>Rape Crisis Program Trust Fund – Rape Crisis Center</i>				
	64.069	16TFGR13	72,193	-
Subtotal – State of Florida Department of Health			645,243	-
State of Florida Department of Highway Safety and Motor Vehicles				
<i>Passed through The Florida Network for Children's Advocacy Centers</i>				
Child Abuse Prevention and Intervention License Plate Project	76.067	20-21-LPVC-CAC-16	2,691	-
<i>Passed through The Florida Network for Children's Advocacy Centers</i>				
<i>Florida Network of Children's Advocacy Center Voluntary Contribution</i>				
	76.123	20-21-LPVC-CAC-16	889	-
Subtotal – State of Florida Department of Highway Safety and Motor Vehicles			3,580	-
Total state financial assistance			\$ 839,267	\$ -

See accompanying notes to schedule of expenditures of federal awards and state financial assistance and independent auditor's report.

Suncoast Center, Inc. and Subsidiary

Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance June 30, 2021

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards and state financial assistance (the Schedule) includes the federal and state award activity of Suncoast Center, Inc. and Subsidiary under programs of the federal government and the State of Florida for the year ended June 30, 2021. The information in this schedule is presented in accordance with the 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), and the State of Florida Chapter 10.650, *Rules of the Auditor General*. Because the schedule presents only a selected portion of the operations of Suncoast Center, Inc. and Subsidiary, it is not intended to and does not present the financial position, changes in net assets or cash flows of Suncoast Center, Inc. and Subsidiary.

Some amounts presented in the schedule may differ from amounts presented or used in the preparation of the consolidated financial statements.

Note 2. Summary of Significant Accounting Policies

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

Note 3. Support Requiring Matching Funds

From time to time, Suncoast Center, Inc. and Subsidiary receive funding from various sources that require the Organization to obtain matching funds. During the year ended June 30, 2021, Suncoast Center, Inc. and Subsidiary obtained matching funds of the required amount.

Note 4. Indirect Costs

The Organization elected to use the 10% de minimus indirect cost rate allowed by the Uniform Guidance for federal awards.

Note 5. Contingencies

Grant expenditures are subject to audit and possible disallowance by the grantor agencies. If any expenditure were to be disallowed by the grantor agency as a result of such an audit, any claim for reimbursement to the grantor agency would become a liability of Suncoast Center, Inc. and Subsidiary. In the opinion of management, all grant expenditures included on the accompanying schedule of expenditures of federal awards and state financial assistance, are in compliance with the terms of the grant agreements and applicable federal and state laws and regulations.

Suncoast Center, Inc. and Subsidiary

**Schedule of Findings and Questioned Costs
Federal Programs and State Financial Assistance Projects
Year Ended June 30, 2021**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?	___	Yes	___	X	No
Significant deficiency(ies) identified?	___	Yes	___	X	None reported
Noncompliance material to financial statements noted?	___	Yes	___	X	No

Federal Awards

Internal control over major federal programs:

Material weakness(es) identified?	___	Yes	___	X	No
Significant deficiency(ies) identified?	___	Yes	___	X	None reported

Type of auditor’s report issued on compliance for major federal awards: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)? ___ Yes ___ X No

Identification of major federal programs:

Assistance Listing Number	Name of Federal Program or Cluster
93.667	Social Services Block Grant

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? ___ X Yes ___ No

State Financial Assistance Projects

Internal control over major projects:

Material weakness(es) identified?	___	Yes	___	X	No
Significant deficiency(ies) identified?	___	Yes	___	X	None reported

Type of auditor’s report issued on compliance for state financial assistance projects: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Chapter 10.650, Rules of the Auditor General? ___ Yes ___ X No

Identification of major state projects:

CFSA Number	Name of Project
64.006	Medical Services for Abused and Neglected Children

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Suncoast Center, Inc. and Subsidiary

**Schedule of Findings and Questioned Costs
Federal Programs and State Financial Assistance Projects (Continued)
Year Ended June 30, 2021**

Section II – Financial Statement Findings

None reported.

Section III – Federal Award Findings and Questioned Costs

None reported.

Section IV – State Financial Assistance Findings and Questioned Costs

None reported.

Section V – Other Matters

No Summary Schedule of Prior Audit Findings is required because there were no prior audit findings related to federal programs or state projects.

No Corrective Action Plan is required because there were no findings required to be reported related to federal programs or state projects.

There were no items related to state financial assistance that were required to be reported in the management letter as mandated by the Auditor General of the State of Florida.