

CONSOLIDATED FINANCIAL STATEMENTS,  
OTHER INFORMATION, SUPPLEMENTARY  
INFORMATION, OTHER REPORTS AND SCHEDULE

LifeView Group, Inc. and Subsidiaries  
Year Ended September 30, 2022  
With Report of Independent Auditors

Ernst & Young LLP



# LifeView Group, Inc. and Subsidiaries

## Consolidated Financial Statements, Other Information, Supplementary Information, Other Reports and Schedule

Year Ended September 30, 2022

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LifeView Group, Inc. and Subsidiaries

Consolidated Financial Statements, Other Information,  
Supplementary Information, Other Reports and Schedule

Year Ended September 30, 2022

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## Report of Independent Auditors

Management and the Board of Directors  
LifeView Group, Inc.

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the consolidated financial statements of LifeView Group, Inc. and Subsidiaries (the Company), which comprise the consolidated balance sheet as of September 30, 2022, and the related consolidated statements of operations and changes in net assets, and cash flows for the year then ended and the related notes (collectively referred to as the “financial statements”).

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of LifeView Group, Inc. and Subsidiaries at September 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

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

#### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for one year after the date that the financial statements are issued.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

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

### *Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The DUI School and Access Behavioral Health (Regulatory Basis) supplementary information are presented on pages 48 through 55 for 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. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

The accompanying schedule of expenditures of federal awards and state financial assistance 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 by Chapter 10.650, *Rules of the Auditor General*, presented on pages 56 through 65 is presented for purposes of additional analysis as required for Uniform Guidance and Chapter 10.650, *Rules of the Auditor General* 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. In our opinion, the schedule of expenditures of federal awards and state financial assistance is fairly stated, in all material respects, in relation to the financial statements as a whole.

The accompanying Schedule of Functional Revenues and Expenses (Regulatory Basis), the Schedule of State Earnings (Regular Basis), Schedule of Related-Party Transaction Adjustments (Regulatory Basis) and Schedule of Bed-Day Availability Payments are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management. The information has not been subjected to the auditing procedures applied in the audit of the financial statements, and, accordingly, we express no opinion on them.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we also have issued our report dated January 25, 2023 on our consideration of the Company's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Company's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Company's internal control over financial reporting and compliance.

*Ernst + Young LLP*

January 25, 2023

LifeView Group, Inc. and Subsidiaries

Consolidated Balance Sheet  
(In Thousands)

September 30, 2022

**Assets**

Current assets:

Cash and cash equivalents	\$ 34,822
Investments	277
Accounts receivable:	
Client accounts receivable, net	728
Governmental funding sources receivable	3,927
Vocational service contracts receivable	12,216
Other accounts receivable	2,304
Inventories	926
Prepaid expenses	1,148
Total current assets	<u>56,348</u>

Property and equipment, net	30,885
Leases right-of-use asset	7,347
Other assets	114

Total assets	<u><u>\$ 94,694</u></u>
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**Liabilities and net assets**

## Current liabilities:

Accounts payable	\$ 5,194
Accrued liabilities	21,127
Current portion of long-term debt	38
Current portion of lease obligation	1,552
Compensated absences	<u>3,430</u>
Total current liabilities	31,341
Long-term debt, less current portion	36,264
Lease obligation, less current portion	<u>6,279</u>
Total liabilities	<u>73,884</u>

## Net assets:

Without donor restrictions	20,001
With donor restrictions	<u>809</u>
Total net assets	20,810

Total liabilities and net assets	<u><u>\$ 94,694</u></u>
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*See accompanying notes.*

# LifeView Group, Inc. and Subsidiaries

## Consolidated Statement of Operations and Changes in Net Assets (In Thousands)

Year Ended September 30, 2022

Revenue and other support without donor restrictions:	
Federal, state, and local financial awards	\$ 97,590
Net client service fees	21,908
Vocational service contracts	116,264
Contract revenue	34,025
Other fees and support	557
In-kind services	346
Contributions	500
Other	204
Total revenues and other support without donor restrictions	<u>271,394</u>
Expenses:	
Salaries and wages	107,650
Fringe benefits	34,049
Building occupancy	6,564
Professional fees	10,341
Contract medical services	17,027
Travel	2,126
Equipment costs	4,551
Food services	2,130
Medical/pharmacy services	13,503
Subcontracted services	24,748
Subsidy payments	30,953
Personal welfare	3,824
Insurance	1,432
Donated items	228
Depreciation	2,274
Other operating expenses	4,656
Total expenses	<u>266,056</u>
Income from operations	5,338
Nonoperating gains/(losses):	
Investment income	7
Bond interest expense	(2,038)
Total nonoperating losses, net	<u>(2,031)</u>
Excess of revenues, other support, and gains over expenses and losses	3,307

*Continued on next page*

LifeView Group, Inc. and Subsidiaries

Consolidated Statement of Operations  
and Changes in Net Assets (continued)  
(In Thousands)

Net assets without donor restrictions	
Excess of revenues, support, and gains over expenses and losses	\$ 3,307
Other changes in unrestricted net assets	<u>(191)</u>
Change in net assets without donor restrictions	3,116
Net assets with donor restrictions	
Change in restricted foundation fund	<u>(149)</u>
Change in net assets with donor restrictions	(149)
Change in net assets	2,967
Net assets at beginning of year	<u>17,843</u>
Net assets at end of year	<u>\$ 20,810</u>

*See accompanying notes.*

LifeView Group, Inc. and Subsidiaries

Consolidated Statement of Cash Flows  
(In Thousands)

Year Ended September 30, 2022

<b>Operating activities</b>	
Change in net assets	\$ 2,967
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	1,999
Loss on sale and retirement of property and equipment	275
Amortization of debt issuance costs	100
Changes in operating assets and liabilities:	
Client accounts receivable	540
Governmental funding sources receivable	2,428
Vocational service contracts receivable	3,713
Other accounts receivable	86
Inventories	(52)
Prepaid expenses	319
Other assets and liabilities	86
Accounts payable	(2,317)
Accrued liabilities	766
Compensated absences	(1,481)
Net cash provided by operating activities	<u>9,429</u>
<b>Investing activities</b>	
Purchases of property and equipment	(2,054)
Proceeds from sale of property and equipment	<u>2,804</u>
Net cash provided by investing activities	750

*Continued on next page*

LifeView Group, Inc. and Subsidiaries

Consolidated Statement of Cash Flows (continued)  
(In Thousands)

**Financing activities**

Repayments of long-term debt	\$ (35)
Net cash used in financing activities	<u>(35)</u>

Net change in cash, restricted cash and cash equivalents	10,144
Cash, restricted cash and cash equivalents at beginning of year	<u>24,678</u>
Cash, restricted cash and cash equivalents at end of year	<u><u>\$ 34,822</u></u>

**Supplemental disclosure of cash flow information**

Costs for purchases of property and equipment included in other liabilities	3,180
Interest paid	<u><u>\$ 2,038</u></u>

*See accompanying notes.*

# LifeView Group, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements (Dollars in Thousands)

September 30, 2022

### **1. Organization and Summary of Significant Accounting Policies**

#### **Organization**

LifeView Group, Inc. (LGI or the Company), a nonprofit organization, was incorporated in 2021 to purchase Lakeview Center, Inc. (the Center). The Center was an affiliate of Baptist Health Care Corporation (BHCC) under an affiliation agreement in which BHCC was the sole member of the Center. This arrangement terminated on September 30, 2021 when the Center was purchased by LCI II, Inc., renamed LifeView Group, Inc., now the sole member of the Center. The Company acquired the Center pursuant to the Member Substitution Agreement with a purchase price of \$28,327.

Lakeview Center, Inc., a nonprofit organization, was incorporated in 1954, as Community Mental Health Center of Escambia County, Inc. The mission of the Center, including all of its subsidiaries, is to help people through life's journey by providing behavioral health services, vocational services, and child protective services. Lakeview Place, Inc. and CMHC Hernandez House, Inc. are U.S. Department of Housing and Urban Development (HUD) multi-unit dwellings owned by the Center that provide housing facilities and services to people diagnosed with mental illness. The contract for CMHC Hernandez House, Inc. ended September 30, 2021. Subsequent to September 30, 2021, the operations of CMHC Hernandez House, Inc. have been included in the Center operations. Lakeview Villa, Inc. is a HUD apartment complex owned by the Company that provides low-cost housing facilities and services to persons with chronic mental illness. Global Connections to Employment, Inc. is a nonprofit organization owned by the Center. The mission of this company is to employ people with disabilities and provide vocational services.

To acquire the Center, LGI paid cash to BHCC for the purchase price using the funds from the issuance of two series of bonds for \$21.9 million and \$15 million.

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued) (Dollars in Thousands)

#### 1. Organization and Summary of Significant Accounting Policies (continued)

As of the acquisition date, LGI recognized all of the Center's acquired assets and assumed liabilities. The fair value of the assets acquired and assumed liabilities is summarized below (in thousands):

Cash	\$	17,351
Investments		277
Accounts receivable		25,942
Property and equipment		30,729
Operating leases right of use asset		9,170
Other assets		2,542
Total assets acquired		<u>86,011</u>
Accounts payable		7,511
Accrued liabilities		22,092
Long-term debt		583
Operating lease obligation		9,655
Total liabilities acquired		<u>39,841</u>
Less:		
Cash contributed by BHCC		10,000
Property and equipment contributed by BHCC		3,439
Inherent contribution		4,404
Total purchase price	\$	<u><u>28,327</u></u>

As the total consideration was below the fair value of the net assets acquired, LGI recognized an inherent contribution for the difference between the purchase price and the fair value of the net assets acquired. This was recorded through the statement of operations and changes in net assets of LGI in fiscal year 2021.

LGI incurred \$1.3 million of costs to obtain debt financing to fund the acquisition. The \$1.3 million was capitalized as deferred debt issuance costs (contra liability and netted against the carrying amount of the related debt). The deferred debt issuance costs are amortized over the term of the debt using a straight-line method.

# LifeView Group, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements (continued)

*(Dollars in Thousands)*

### **1. Organization and Summary of Significant Accounting Policies (continued)**

#### **Principles of Consolidation**

The accompanying consolidated financial statements include the accounts of LifeView Group, Inc. and its related entities: Lakeview Center, Inc.; Global Connections to Employment, Inc.; Lakeview Villa, Inc.; CMHC Hernandez House, Inc.; and Lakeview Place, Inc.. All inter-entity transactions have been eliminated in consolidation. See Note 13 for summary financial data for these related entities.

#### **Operating and Nonoperating Activities**

The Company's primary mission is to provide a broad range of behavioral health services, vocational services, and child protective services to citizens of the region and nationally, across 14 states and the District of Columbia. Activities directly associated with the furtherance of this purpose are considered to be operating activities. Other activities that result in gains or losses unrelated to the Company's primary mission are considered nonoperating.

#### **Use of Estimates**

The preparation of these consolidated financial statements in conformity with accounting principles generally accepted in the United States (GAAP) requires management to make estimates and assumptions. These estimates and assumptions affect certain reported amounts of assets and liabilities at the date of the consolidated financial statements and revenues and expenses recognized during the reporting period. Accordingly, actual results may differ from those estimates.

#### **Net Assets**

The Company reports information regarding financial position and activities according to two classes of net assets: with and without donor restriction. Net assets are classified based on the existence or absence of donor-imposed restrictions, if any, that may or may not be met by actions of management or by the passage of time.



# LifeView Group, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements (continued)

(Dollars in Thousands)

### 1. Organization and Summary of Significant Accounting Policies (continued)

The net asset categories reflected in the accompanying consolidated financial statements are as follows:

- *Without donor restriction* – Net assets that are free of donor-imposed restrictions, including all revenues, expenses, gains, and losses that are not changes in net assets with donor restrictions
- *With donor restriction* – Net assets whose use by the Company is limited by donor-imposed stipulations that may or may not expire by passage of time or that can or cannot be fulfilled or removed by action of the Company pursuant to those stipulations.

#### Contributions

The Company records contributions as being with or without donor restriction depending on the existence and/or nature of any donor restrictions.

#### Cash Equivalents

The Company considers all highly liquid investment instruments with maturities of three months or less when purchased to be cash equivalents. Cash deposits are federally insured in limited amounts. As of September 30, 2022, LGI holds one Certificate of Deposit.

#### Net Client Service Revenue and Accounts Receivable

The Company has agreements with third-party payors that provide for payments to the Company at amounts different from its established rates. Payment arrangements include prospectively determined rates per service, reimbursed costs, discounted charges, and per diem payments.

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.

# LifeView Group, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements (continued)

*(Dollars in Thousands)*

### **1. Organization and Summary of Significant Accounting Policies (continued)**

#### **Allowance for Uncollectible Accounts**

Accounts receivable are written off after collection effort has been followed in accordance with the Company's policies. Accounts written off as uncollectible are deducted from the allowance for uncollectible accounts and subsequent recoveries are added. Periodically, management assesses the adequacy of the allowance for uncollectible accounts based upon historical write-off experience by payor category. The results of this review are then used to make any modifications to the provision for bad debts to establish an appropriate allowance for uncollectible receivables.

#### **Contract and Other Receivables**

Receivables for contracted services are typically deemed wholly collectible as they are due from governmental units, grantors, and third-party paying agencies.

#### **Inventories**

Inventories (primarily pharmaceutical and food) are stated at the lower of cost (average cost method) or net realizable value using the first-in, first-out method.

#### **Property and Equipment**

Property and equipment acquisitions are recorded at historical cost. Property and equipment donated to the Company are recorded at fair value at the date of receipt. Depreciation is provided over the estimated useful life of each class of depreciable asset and is computed on the straight-line method. Estimated useful lives of depreciable assets are as follows:

Buildings	40 years
Furniture and equipment	3–7 years
Building and land improvements	10–20 years

#### **Compensated Absences**

Employees are entitled to accumulate a limited amount of earned but unused annual leave. Accordingly, the Company records an accrual for earned, unused, vested annual leave in accordance with the Company's policy. Upon separation from the Company, employees are entitled to this amount of unused vested leave.

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued) (Dollars in Thousands)

#### 1. Organization and Summary of Significant Accounting Policies (continued)

##### Net Client Service Fees

The Company has agreements with third-party payors that provide for payments to the Company at amounts different from its established rates. Payment arrangements include prospectively determined rates per completion of service, reimbursed costs, and discounted charges. Net client service fees are reported at the estimated net realizable amounts from clients, third-party payors, and others for services rendered, including estimated retroactive adjustments under reimbursement agreements with third-party payors.

The Company accepts clients in immediate need of care, regardless of their ability to pay, and serves certain clients whose care costs are not paid at established rates, including those sponsored under government programs such as Medicare and Medicaid, those sponsored under private contractual agreements, charity clients, and other uninsured clients who have limited ability to pay. The Company recognizes client service fee revenue associated with clients who have third-party payor coverage on the basis of contractual rates for the services rendered. For uninsured clients who do not qualify for charity care, revenue is recognized on the basis of discounted rates in accordance with the Company's policy.

A summary of the payment arrangements with major third-party payors follows:

*Medicare* – Client services rendered to Medicare program beneficiaries are reimbursed under a fee-for-service methodology.

*Medicaid* – Client mental health and substance abuse services rendered to Medicaid program beneficiaries are reimbursed under a capitated arrangement.

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

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued)

*(Dollars in Thousands)*

#### **1. Organization and Summary of Significant Accounting Policies (continued)**

##### **Charity Care**

Quality care is provided to all persons requiring immediate treatment regardless of their ability to pay. An individual is classified as a charity client by reference to certain established policies of the Company. Essentially, these policies define charity services as those services for which no payment is anticipated. In assessing a client's ability to pay, the Company utilizes the most recently published federal poverty income guidelines, but also includes certain cases where incurred charges are significant when compared to income. These charges are subtracted in the net client service fees calculation.

The Company estimates the direct and indirect costs of providing charity care by applying a cost to gross charges ratio to the gross uncompensated charges associated with providing charity care to clients. The cost of providing charity care was \$5,428 for the year ended September 30, 2022.

##### **Medicaid Managed Medical Assistance Contract Revenue**

The Company is licensed as a prepaid limited health services organization pursuant to Chapter 636, *Florida Statutes*. Effective August 1, 2014, the Company, doing business as Access Behavioral Health, was awarded contracts with the Medicaid Managed Medical Assistance Plan (the MMA Plan). The Company receives a per-member per-month rate to provide mental health and substance abuse services to an annual average of 135,000 Medicaid beneficiaries in Florida's Regions 1 and 2. Amounts received are recognized as contract revenue during the period in which the Company is obligated to provide services to beneficiaries. Approximately \$34,025 was recognized as revenue under the MMA Plan during the year ended September 30, 2022.

##### **Medicaid Managed Medical Assistance Plan Costs**

The Company is directly responsible for providing mental health and substance abuse services to beneficiaries residing in Escambia, Santa Rosa, and Walton counties, representing approximately 63% of the covered lives under the MMA Plan. The Company has entered into subcontracts with three comprehensive community mental health centers to provide mental health services to the MMA Plan beneficiaries residing in the other counties in these Regions. These subcontracts are typically on a full-risk capitated basis. The mental health services covered under the MMA Plan are generally the same as those covered under the Medicaid fee-for-service program. Covered services include inpatient psychiatric care, outpatient care, substance abuse, and physician

# LifeView Group, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements (continued)

(Dollars in Thousands)

### 1. Organization and Summary of Significant Accounting Policies (continued)

services. The majority of services for which the Company is directly responsible is provided within its own service delivery system; however, some services are contracted for on a fee-for-service basis with local area hospitals and providers. A provision has been made for these services rendered but not reported as of September 30, 2022.

#### Income Taxes

The Company and its related entities are exempt from federal income taxes under Section 501(a) as organizations described in Section 501(c)(3) of the Internal Revenue Code of 1986, as amended, and are also exempt from state income taxes.

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 740, *Income Taxes*, prescribes the accounting for uncertainty in income tax positions recognized in financial statements. ASC Topic 740 provides guidance for recognition threshold and measurement attributes for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. There were no material uncertain tax positions as of September 30, 2022.

#### Cost Allocation

The Company uses several methods to allocate organization and overhead costs among program and support areas. Workers' compensation is allocated based on industry standard rates and salary expense. Unemployment and health plan expenses are allocated based on personnel cost and plan participation, respectively.

Administrative costs are allocated based on personnel expense. Property and auto insurances are allocated proportionately among those who benefit from the asset covered. General liability uses a staff-based allocation.

#### Recent Accounting Pronouncements

In September 2020, the FASB issued Accounting Standards Update (ASU) No. 2020-07, *Not-for-Profit Entities (Topic 958) Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* (ASU 2020-07). The amendments in ASU 2020-07 require contributed nonfinancial assets to be presented as a separate line item in the statement of activities, apart from

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued) (Dollars in Thousands)

#### 1. Organization and Summary of Significant Accounting Policies (continued)

contributions of cash and other financial assets, as well as disclosures to provide greater transparency on the contributed nonfinancial assets. ASU 2020-07 should be applied on a retrospective basis and is effective for annual periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022. The adoption of ASU 2020-07 did not have a material impact to the Company's consolidated financial statements.

In March 2020, the FASB issued ASU No. 2020-04, *Reference Rate Report (Topic 848) Facilitation of the Effects of Reference Rate Reform on Financial Reporting* (ASU 2020-04). The amendments in ASU 2020-04 provide optional expedients and exceptions for applying GAAP to contracts, hedging relationships, and other transactions that reference LIBOR or another reference rate expected to be discontinued because of reference rate reform. ASU 2020-04 is effective as of March 12, 2020 through December 31, 2022. Management is currently evaluating the impact of ASU 2020-04 on the Company's consolidated financial statements.

In December 2019, the FASB issued ASU No. 2019-12, *Income Taxes (Topic 740) Simplifying the Accounting for Income Taxes* (ASU 2019-12). The amendments in ASU 2019-12 simplify the accounting for income taxes by removing certain exceptions to the general principles in Topic 740, and also improve consistent application of and simplify GAAP for other areas of Topic 740 by clarifying and amending existing guidance. ASU No. 2019-12 is effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2020. The adoption of ASU No. 2019-12 did not have a material impact to the Company's consolidated financial statements.

In August 2018, the FASB issued ASU No. 2018-14, *Compensation – Retirement Benefits – Defined Benefit Plans* (ASU 2018-14). The amendments in ASU 2018-14 modify the disclosure requirements for employers that sponsor defined benefit pension or other postretirement plans. ASU 2018-14 is effective for fiscal years ending after December 15, 2020. The adoption of ASU No. 2018-14 did not have a material impact to the Company's consolidated financial statements.

In June 2016, the FASB issued ASU No. 2016-13, *Financial Instruments – Credit Losses (Topic 326), Measurement of Credit Losses on Financial Instruments*, which changes how entities will account for credit losses for most financial assets and certain other instruments that are not measured at fair value through net income. The new standard replaces today's 'incurred loss' model with an 'expected credit loss' model that requires consideration of a broader range of information to estimate expected credit losses over the lifetime of the asset. The standard is

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued) (Dollars in Thousands)

#### 1. Organization and Summary of Significant Accounting Policies (continued)

effective for fiscal years beginning after December 15, 2022, including interim periods within those fiscal years. In April 2019, the FASB issued ASU 2019-04, *Codification Improvements to Topic 326, Financial Instruments-Credit Losses, Topic 815, Derivatives and Hedging, and Topic 825, Financial Instruments* (ASU 2019-04), which updates, clarifies, and improves various aspects of ASU 2016-13. In November 2019, the FASB issued ASU 2019-11, *Codification Improvements to Topic 326, Financial Instruments-Credit Losses*, which clarifies and addresses specific issues about certain aspects of the amendments in ASU 2016-13. Management is currently evaluating the impact that adoption may have on the Center's consolidated financial statements.

#### 2. Cash and Investments

The composition of cash and investments is as follows:

	<b>September 30, 2022</b>
Cash and cash equivalents	\$ 34,822
Certificate of deposit	277
	<u>\$ 35,099</u>

#### 3. Concentrations of Credit Risk

The Company receives client service fees revenue from three primary sources: Medicaid and Medicare, other third-party payors, and client payments. The following indicates the applicable percentages of accounts receivable from those sources:

	<b>September 30, 2022</b>
Medicaid and Medicare	28%
Other third-party payors	62
Client payments	10
	<u>100%</u>

LifeView Group, Inc. and Subsidiaries

Notes to Consolidated Financial Statements (continued)  
(Dollars in Thousands)

**4. Property and Equipment**

Major classifications of property and equipment are summarized as follows:

	<b>September 30, 2022</b>
Buildings and improvements	\$ 20,348
Furniture and equipment	4,597
Land	3,000
Construction-in-progress	4,939
	<u>32,884</u>
Less accumulated depreciation	(1,999)
	<u><u>\$ 30,885</u></u>

Depreciation expense on the statement of operations and changes in net assets includes \$275 of loss on sale and retirement of property and equipment.



LifeView Group, Inc. and Subsidiaries

Notes to Consolidated Financial Statements (continued)  
(Dollars in Thousands)

**5. Long-Term Debt**

Long-term debt consists of the following:

	<b>September 30, 2022</b>
Note payable to HUD, interest at 9.0%, monthly payments of \$5,000 including interest, secured by real property, maturing May 2032	\$ 397
Note payable to HUD, interest at 8.375%, monthly payments of \$2,000 including interest, secured by real property, maturing March 2032	151
Series 2021A Bonds payable, issued by Florida Development Finance Corp and purchased by Bank of America, interest at 6.0% on \$7,790 and 6.25% on \$14,120, maturity date August 2041 and 2051, respectively; unamortized issuance costs of \$410; interest payment of \$1,350 due in 2023 to be paid semi-annually.	21,500
Series 2021B Bonds payable, issued by Florida Development Finance Corp. under the Master Indenture and purchased by BHCC, interest at 4.45% through September 30, 2026 and increasing thereafter, maturity date August 2031; unamortized issuance costs of \$746; interest payment of \$668 due in 2023 to be paid semi-annually.	14,254
	<u>36,302</u>
Less current portion	(38)
	<u><u>\$ 36,264</u></u>

Following are maturities of long-term debt for each of the next five years and thereafter:

	<b>Amount</b>
Year ending September 30:	
2023	\$ 38
2024	41
2025	45
2026	49
2027	54
Thereafter	36,075
	<u><u>\$ 36,302</u></u>

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued) (Dollars in Thousands)

#### 5. Long-Term Debt (continued)

##### 2021 Revenue Bonds

The Series A Tax Exempt Revenue Bonds, in the amount of \$21,910, were issued by the Florida Development Finance Corporation (the Issuer). The Series 2021A Bonds were issued under a Bond Trust Indenture dated as of September 1, 2021 by and between the Issuer and Regions Bank, as bond trustee. The Issuer will loan the proceeds of the Series 2021A Bonds to LifeView Group, Inc. pursuant to a Loan Agreement dated as of September 1, 2021. The Series B Taxable Revenue Bonds, in the amount of \$15,000, were issued by the Florida Development Finance Corporation. The Series 2021B Bonds were issued under a Bond Trust Indenture dated as of September 1, 2021 by and between the Issuer and Regions Bank, as bond trustee. The Issuer will loan the proceeds of the Series 2021B Bonds to LifeView Group, Inc. pursuant to a Loan Agreement dated as of September 1, 2021. The Bond Trust Indenture requires certain covenants and reporting requirements to be met.

#### 6. Leases

On October 1, 2019, the Company adopted FASB's ASU 2016-02, *Leases*, electing to apply the optional transition method, which allows entities to forgo comparative reporting requirements. For leases that commenced before the effective date of ASU 2016-02, the Company elected the package of transition provisions available that allowed carryforward of the historical assessment of (1) whether contracts are or contain leases, (2) lease classification for any expired leases and (3) initial direct costs. In addition, the Company does not separate lease and non-lease components.

The Company's leases are primarily for real estate. The Company determines if an arrangement is a lease at contract inception. Lease assets and lease liabilities are recognized based on the present value of the lease payments over the lease term at the commencement date. Because most of the leases do not provide an implicit rate of return, the Company used a risk-free rate based on the daily treasury yield curve at lease commencement in determining the present value of lease payments.

Most leases include one or more options to renew, with renewal terms that can extend the lease term from months to years. The exercise of such lease renewal options is generally at the Company's sole discretion. For purposes of calculating lease liabilities, lease terms include options to extend or terminate the lease when it is reasonably certain that option will be utilized.

LifeView Group, Inc. and Subsidiaries

Notes to Consolidated Financial Statements (continued)  
*(Dollars in Thousands)*

**6. Leases (continued)**

Leases with a lease term of 12 months or less at commencement are not recorded on the consolidated balance sheets. Lease expense for these arrangements is recognized on a straight-line basis over the lease term.

Leases consist of the following:

**Operating Leases**

	<b>September 30, 2022</b>
	<u>          </u>
Operating lease assets	\$ 6,632
Current portion of operating lease obligation	\$ 1,552
Operating lease obligation, less current portion	<u>5,564</u>
Total operating lease liabilities	<u>\$ 7,116</u>

Lease expense for lease payments is recognized on a straight-line basis over the lease term. The components of lease expense are as follows:

	<b>Year Ended September 30, 2022</b>
	<u>          </u>
Operating lease expense	\$ 2,158
Short-term lease expense	135
Total lease expense	<u>\$ 2,293</u>

Lease term and discount rate are as follows:

	<b>September 30, 2022</b>
	<u>          </u>
Weighted-average remaining lease terms:	4.92 years
Weighted-average remaining discount rate:	1.75%

LifeView Group, Inc. and Subsidiaries

Notes to Consolidated Financial Statements (continued)  
(Dollars in Thousands)

**6. Leases (continued)**

The following table summarizes the maturity of lease liabilities under operating leases for the next five years and the years thereafter, as of September 30, 2022:

	<b>Operating Leases</b>
	<u>          </u>
2023	\$ 1,552
2024	1,557
2025	1,424
2026	1,058
2027	784
Thereafter	<u>1,074</u>
Total lease payments	7,449
Less: imputed interest	<u>333</u>
Total lease liabilities	<u><u>\$ 7,116</u></u>

Supplemental cash flow information related to leases are as follows:

	<b>Year Ended September 30, 2022</b>
	<u>          </u>
Cash paid for amounts included in the measurement of lease liabilities:	
Operating cash flows from operating leases	\$ 2,158

Rent expense for the year ended September 30, 2022, amounted to \$2,293.

**Financing Leases**

	<b>September 30, 2022</b>
	<u>          </u>
Financing lease assets	\$ 715
Financing lease liabilities	<u><u>\$ 715</u></u>

LifeView Group, Inc. and Subsidiaries

Notes to Consolidated Financial Statements (continued)  
*(Dollars in Thousands)*

**6. Leases (continued)**

	<b>Year Ended September 30, 2022</b>
Weighted-average remaining lease terms:	4.26 years
Weighted-average remaining discount rate:	1.37%

The following table summarizes the maturity of lease liabilities under financing leases for the next five years and the years thereafter, as of September 30, 2022:

	<b>Financing Leases</b>
2023	\$ 194
2024	193
2025	193
2026	193
2027	48
Total lease payments	<u>821</u>
Less: imputed interest	<u>106</u>
Total lease liabilities	<u><u>\$ 715</u></u>

Supplemental cash flow information related to leases are as follows:

	<b>September 30, 2022</b>
Cash paid for amounts included in the measurement of lease liabilities:	
Operating cash flows from financing leases	\$ 48
Lease assets obtained in exchange for new financing lease liabilities	841

Both operating and financing leases are included in the financial statement caption lease obligation.

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued)

*(Dollars in Thousands)*

#### **7. Sources of Revenue**

##### **Federal, state, and local financial awards**

The Company receives funding from several Government and other agencies to provide behavioral health and child protective services to clients in a four-county region. This revenue is predominantly deemed to be unconditional contribution revenue and not governed under the ASC 606 guidance. The contractual obligations with these payors are met as services are provided. These contracts are billed monthly. The Company expects to be paid for all services provided. Adjustments are made as they arise for any services that will not be reimbursed.

##### **Net Client Service Revenue**

The Company's client service revenues generally relate to contracts with clients in which the performance obligation is to provide behavioral health care services. Revenues are recorded during the period the obligations are satisfied. The obligations are generally satisfied over a day or more for residential or inpatient programs or less for outpatient services. The contractual relationships with clients often involve a third-party payor and the transaction prices for the services provided are dependent upon the terms provided by or negotiated with the third-party payors. The payment arrangements with third party payers for services provided to clients are typically for rates lower than the customary and standard fees. The differences in these rates are considered to be explicit price concessions.

Client service revenue is based upon the estimated amounts expected to be received from the clients and any third-party payors. Explicit price concessions are estimated at the time revenue is recorded and may be adjusted in future periods. The Company elected to use the portfolio approach to assess collectability due to the large volume of similar contracts with similar classes of customers. The effect of applying the portfolio approach to a group of contracts would not differ materially from considering each contract separately. Management's judgment to group the contracts by portfolio is based on the payment behavior expected in each portfolio category. As a result, aggregating all contracts (which are at the patient level) by the particular payor or group of payors will result in the recognition of the same amount of patient service revenue as applying the analysis at the individual patient level.

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued)

*(Dollars in Thousands)*

#### 7. Sources of Revenue (continued)

Net client service fee revenue is not recognized for those clients that qualify for charity under the Company's charity care policies. For all others, service fee revenue, net of explicit price concessions and other deductions recognized from major payor sources is as follows:

	<b>Year Ended September 30, 2022</b>
Third-party payors, net of deductions	\$ 16,414
Self-pay clients, net of deductions	5,494
	<u>\$ 21,908</u>

Revenues from the Medicare and Medicaid programs accounted for approximately 49% of the Company's net client service fees for the year ended September 30, 2022. Laws and regulations governing the Medicare and Medicaid programs are extremely complex and subject to interpretation. As a result, there is at least a reasonable possibility that recorded estimates will change by a material amount. Changes in the Medicare and Medicaid programs and the reduction of funding levels could have an adverse impact on the Center.

#### Vocational Service Contracts

The Company's vocational service revenues generally relate to contracts with federal, state or local customers in which the performance obligation is to provide various "bundled" type services to our customers. The Company has contractual obligations to provide services as outlined in the statement of work within each formal contract. Although the services within each business line are distinct, they are bundled services transferred consecutively on a monthly basis as a line of business. The lines of business consist of business services, custodial services, food services, facilities maintenance, health care environmental services, information technology, as well as employment support services. The performance obligations for vocational contracts are spelled out in the contract either in the performance work statement or other applicable section of the contract. These bundled services are invoiced each month at the contract price over the life of the contract period. Revenues for these services are recognized on a monthly basis as the services are performed.

LifeView Group, Inc. and Subsidiaries

Notes to Consolidated Financial Statements (continued)

(Dollars in Thousands)

**7. Sources of Revenue (continued)**

A summary for the year ended September 30, 2022:

	<u>2022</u>
Federal	\$ 112,127
State	1,336
Local	2,746
Other	55
	<u>\$ 116,264</u>

Each distinct service is satisfied over time and the measurement of progress toward satisfaction of the performance obligation is the same for each of the services in the series (monthly services) in accordance with the contracts in place. Each contract for the above series of services (business line) delivers the services over an annual or multi-year period and is measured monthly, consistent with the billing for these services. Each line of business is considered a series of distinct services performed and treated as a single performance obligation that is set each month as services are provided.

The monthly payment and methodology are fixed in each contract. All business lines and other services in each contract are valued at their standalone value of the service in the contract. There are no instances where a service or product is provided at no value or a value below its standalone value (discounted) as stated in a contract. Each business line has a fixed price that is recognized over the period the performance obligation is met. Contracts with time and materials (T&M) provisions have the hourly rate and materials recorded at their standalone value and are not discounted as a part of the overall contract. As nearly all contracts are with government/state organizations, collectability is assured as we have nearly no history of uncollectable amounts for services rendered. As such, no variable consideration is included in the determination of the transaction price for each contract.



## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued)

*(Dollars in Thousands)*

#### **7. Sources of Revenue (continued)**

##### **Contract Revenue**

The Company as a managed care provider receives payments under an agreement with Medicaid Managed Healthcare prepaid health plans (MMA plans), which obligates the Company to stand ready to provide or obtain services for qualified beneficiaries (individuals who enroll with an MMA plan). The qualified beneficiaries sign up with the MMA plans to participate in such a health plan. These payments are referred to as capitation fees. The payment is calculated using a per member per month rate (PMPM rate) for each qualified beneficiary.

The Company has two performance obligations related to Managed Care contract revenue that are both paid through capitation revenues – administrative services and behavioral healthcare services.

The first is the administrative services component of the MMA Plan in the amount of 12.5% of the capitation revenue which is for the administrative, recordkeeping and other services of the plan activities. All these services are not considered distinct individually but are a series of services delivered simultaneously each month as a single performance obligation. Like the capitation revenue described above and below for providing healthcare services, the administrative services are also stand ready obligations recognized over time.

The second performance obligation is for healthcare services as detailed above. These are stand ready performance obligations and although may incorporate several different lines of services are deemed a single performance obligation delivered over time as measured each month.

Transaction price considerations include monthly capitation payment, retroactive adjustments, incentive payments and other risk pool adjustments.

The capitation fees do not vary with of the volume of behavioral health services provided and are exclusive of any client copayments or deductibles under their respective plans. Therefore, the Company bears the risk of providing goods and services or contracting for services that the beneficiary is entitled to receive.

In addition to the capitation fees, the amount of contract revenue may be affected by factors such as reinsurance recoveries, retroactive adjustments for member eligibility, risk pools adjustments such as financial incentives and quality targets, and other adjustments. The Company has concluded that based on the immaterial nature of the adjustments no variable consideration need be included in the transaction price related to the capitation fees.

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued)

*(Dollars in Thousands)*

#### **7. Sources of Revenue (continued)**

The contracts specify that 12.5% of the capitation fees are related to administrative services and 87.5% of the fees are related to the remaining healthcare services therefore the Company has allocated the transaction price to the two performance obligations based on the terms of the contract.

Capitation arrangements represent a stand-ready obligation to provide services to qualified beneficiaries. The Company recognizes monthly capitation fees as Managed Care contract revenue over time when the periods for which the qualified beneficiary is entitled to services are completed.

#### **8. In-Kind Contributions**

In-kind contributions and expenses represent the value assigned to instructional services provided by Escambia County School Board educators, as well as donated prescription drugs from the State of Florida. In-kind contributions are recognized if the services or goods received (a) create or enhance non-financial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. In-kind contributions for the year ended September 30, 2022 amounted to \$346.

#### **9. Retirement Plan**

The Company provides a tax deferred annuity 403(b) retirement plan (Plan) to all eligible employees. Employees who work a minimum of 20 hours per week are eligible to participate in the Plan after completing one year of employment. Voluntary employee contributions are allowed to the extent permitted by law. The Company matched each eligible participant's pay period contribution to the Plan up to 3% of each eligible participant's compensation. In compliance with Internal Revenue Service regulations, employer contributions for eligible participants vest under a six-year graduated vesting schedule. Plan expense for the year ended September 30, 2022 amounted to \$1,726.

#### **10. Support from the State of Florida Requiring Match**

The Company received a substantial portion of its support from the state of Florida under grant contract number AO110 with the Florida Department of Children and Families (DCF) Substance Abuse and Mental Health Program. This contract must be renegotiated annually. The contract requires a 18.8% local match for certain community mental health services. This local match requirement has been met for 2022.

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued)

*(Dollars in Thousands)*

#### **11. Net Assets with donor restriction**

Net assets with donor restrictions as of September 30, 2022 were \$809, the majority of which relate to children's services.

#### **12. Commitments and Contingencies**

The Company carries general and professional liability insurance from an unrelated commercial insurance carrier with coverage up to \$2,000 per occurrence and \$4,000 in the aggregate, on a claims-made basis, and employee benefits liability insurance with coverage up to \$1,000 per occurrence and \$1,000 in the aggregate. In addition, the Center has an excess coverage policy. The Company is involved in various lawsuits and claims incidental to the normal course of its operations. The Company may be liable for losses in excess of the amounts recorded at September 30, 2022; however, in the opinion of management, such potential losses would not be material to the consolidated financial statements.

In 2021, Global Connections to Employment (GCE), was served a Civil Investigative Demand (CID) by a U.S. Attorney's Office and a criminal matter grand jury subpoena, both related to GCE's contracts with the Department of Defense Manpower Data Center. GCE has not been fully aware of the details, however, has cooperated in these matters by providing responses and documentation as requested.

In addition to the expense of responding, government investigations can also result in monetary penalties and damages, as well as administrative sanctions such as suspension, exclusion or debarment. While it is not possible to predict the outcomes to GCE, nothing beyond requests for information has resulted from these investigations. Although GCE was part of the sale of the membership interest in Lakeview Center, Inc., BHCC has retained certain liabilities related to the investigation to the extent they arose prior to the sale, or arose from activity prior to the sale.

Lakeview Center, Inc. is self-insured for employees' medical insurance claims. The Company carries stop-loss insurance coverage with annual limits of \$300 per participant and \$14,020 in the aggregate. Global Connections to Employment, Inc. is fully insured for full time employees and self-insured for part time employees. It is the opinion of management that recorded reserves are adequate for existing and unreported claims.

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued)

(Dollars in Thousands)

#### **12. Commitments and Contingencies (continued)**

The Company has established multiple irrevocable standby letters of credit: one in the amount of \$250 with the Company's previous administrator for workers' compensation claims as the named beneficiaries; one each for \$367 and \$330 with the insurance providers for the Access Behavioral Health (ABH) managed medical advantage plan; and one for \$1,375 with the Company's current administrator for workers' compensation claims as the named beneficiary. The Company, under its workers' compensation policies, is responsible to pay all individual claims up to \$273 each, as well as certain administration costs to its claims administrators. Should the Company default on any of these payments, the letter of credit guarantees the claims administrators' payment of any outstanding amounts.

#### **Line of Credit Agreement**

At September 30, 2022 the Company has a line of credit arrangement of \$10,000, reduced from \$15,000 on February 1, 2022. The line of credit is secured by a parity Obligation issued under the Master Indenture related to the bonds issued. This line of credit has no outstanding balance as of September 30, 2022.

#### **Contingencies**

*Federal and State Financial Awards* – The Company has received numerous federal and state grants. The disbursement of funds received under these programs is subject to review and audit by grantor agencies. Any disbursements disallowed by these agencies could become a liability of the Company. In the opinion of management, such claims, if any, should not have a material adverse effect on the consolidated financial position, results of operations, or cash flows of the Company.

*Unemployment Compensation* – The Company reports its wages to various states for unemployment compensation purposes, as a reimbursable employer. Reimbursable employers compensate prior employees only when a claim has been made with these states. In the opinion of management, no material claims were outstanding that had not been reserved for at September 30, 2022.

LifeView Group, Inc. and Subsidiaries

Notes to Consolidated Financial Statements (continued)  
(Dollars in Thousands)

**13. Summary Information Relating to Financially Interrelated Entities**

Summary financial information of the wholly owned subsidiaries, which are included in these consolidated financial statements, is shown below. Inter-entity transactions have not been eliminated from this summary data.

	<u>Lakeview Villa, Inc.</u>	<u>Lakeview Place, Inc.</u>
Total assets	\$ 265	\$ 199
Total liabilities	\$ 429	\$ 309
Net deficit without donor restrictions	(164)	(110)
Total net deficit	(164)	(110)
Total liabilities and net deficit without donor restrictions	\$ 265	\$ 199
Total revenue and support	\$ 154	\$ 95
Total expenses	154	94
Change in net deficit without donor restrictions	\$ —	\$ 1

**14. Financial Assets and Liquidity Resources**

As of September 30, 2022 financial assets and liquidity resources available within one year for general expenditure, such as operating expenses, scheduled principal payments on debt, and capital expenditures were as follows:

	<u>September 30, 2022</u>
Cash and cash equivalents	\$ 34,822
Short-term investments	277
Accounts receivable	19,175
Total Financial Assets	\$ 54,274

## LifeView Group, Inc. and Subsidiaries

### Notes to Consolidated Financial Statements (continued) (Dollars in Thousands)

#### 15. Coronavirus Disease 2019

Due to the global viral outbreak caused by Coronavirus Disease 2019 (COVID-19), in 2020, the Center received CARES funding in both fiscal years 2020 and 2021. In fiscal year 2022, the company received a minimal amount of CARES funding. The Company continues to respond to the impact COVID-19 cases but operations have predominantly returned to normal.

#### 16. Functional Classification of Expenses

The Company provides human services, including inpatient, outpatient, long term and community-based behavioral health services, child protective services, and employment for people with disabilities within its region and nationally. Administrative services include administration, finance and accounting, information technology, human resources, and other functions. Organizational expenses are allocated to program and administrative services based on the benefit received in those areas while administrative services costs are allocated to program areas based on personnel costs.

Expenses by functional classification for the year ended September 30, 2022 consist of the following:

	Year Ended September 30, 2022		
	Program Services	Administrative Services	Total
Salaries and benefits	\$ 133,180	\$ 8,519	\$ 141,699
Subcontracted services	24,748	–	24,748
Subsidy payments	30,953	–	30,953
Contract medical services	17,027	–	17,027
Professional fees	8,994	1,347	10,341
Medical/pharmacy services	12,809	694	13,503
Building occupancy	6,135	429	6,564
Other general, administrative and other	18,263	2,958	21,221
	\$ 252,109	\$ 13,947	\$ 266,056

LifeView Group, Inc. and Subsidiaries

Notes to Consolidated Financial Statements (continued)

*(Dollars in Thousands)*

**17. Subsequent Events**

The Company evaluated events and transactions occurring subsequent to September 30, 2022, and through, January 25, 2023 the date the accompanying consolidated financial statements were available to be issued. During this period, there were no subsequent events that required recognition or disclosure in the accompanying consolidated financial statements.

# Other Information



LifeView Group, Inc. and Subsidiaries

Schedule of Functional Revenues and Expenses (Regulatory Basis) (Unaudited)

June 30, 2022

FUNDING SOURCES & REVENUES		Case Management	Crisis Stabilization	Crisis Support/ Emergency	Day Treatment	In-home & Onsite	Medical Services	Outpatient (Indiv.)	Outreach	Residential II	Residential III	Incidental Expenses	Information and Referral	Outpatient Group	BNET	CAT Team	FACT Team	Mental Health Total	Case Management	Day Treatment	In-home & Onsite	Intervention (Indiv.)
A		02	03	04	06	08	12	14	15	19	20	28	30	35	A1	B4	B5	B	02	06	08	11
<b>IA. STATE SAMH FUNDING</b>																						
<b>Current Year Funding</b>																						
Expenditure Report OCA#	Provider Subcontract#	Funding Source: F-Federal S-State F/S-Federal and State																				
MH001	A0110											\$ 1,625,804.53						\$ 1,625,804.53				
MH009	A0110	\$ 350,032.49			\$ 538,796.36	\$ 118,813.18	\$ 1,667,164.79	\$ 937,657.92						\$ 25,477.20				\$ 3,637,941.94				
MH018	A0110		\$ 264,264.50	\$ 479,129.15														\$ 743,393.65				
MH076	A0110											\$ 31,773.00						\$ 31,773.00				
MH0BN	A0160														\$ 155,190.76			\$ 155,190.76				
MH0FT	A0170											\$ 162,437.39					\$ 493,594.61	\$ 656,032.00				
MH0PG	A0210	\$ 115,777.82							\$ 14,974.18									\$ 130,752.00				
MH0TB	A0110									\$ 148,503.33								\$ 148,503.33				
MH211	A0110												\$ 268,614.98					\$ 268,614.98				
MH0CAT	A0240															\$ 2,159,541.67		\$ 2,159,541.67				
MHMCT	A0250			\$ 1,632,845.64														\$ 1,632,845.64				
MHTRV	A0110											\$ 1,239.91						\$ 1,239.91				
MS003	A0110																	\$ -				
MS011	A0110																	\$ -	\$ 5,000.90	\$ 139,486.96	\$ 27.62	\$ 30,180.23
MS021	A0110																	\$ -				
MS03S	A0110																	\$ -				
MS091	A0190																	\$ -				
MS0TB	A0110																	\$ -				
MS11S	A0110																	\$ -				
MS11S	A0190																	\$ -				
MS21S	A0110																	\$ -				
MS25S	A0110																	\$ -				
MSSM3	A0110																	\$ -		\$ 1,729.86		
MSSM4	A0110																	\$ -	\$ 4,182.13			
<b>TOTAL CURRENT YEAR FUNDING</b>		\$ 465,810.31	\$ 264,264.50	\$ 2,111,974.79	\$ 538,796.36	\$ 118,813.18	\$ 1,667,164.79	\$ 937,657.92	\$ 14,974.18	\$ 148,503.33	\$ 1,625,804.53	\$ 195,450.30	\$ 268,614.98	\$ 25,477.20	\$ 155,190.76	\$ 2,159,541.67	\$ 493,594.61	\$ 11,191,633.41	\$ 9,183.03	\$ 141,216.82	\$ 27.62	\$ 30,180.23
<b>Carry Forward Funding</b>																						
Expenditure Report OCA#	Provider Subcontract#	Funding Source: F-Federal S-State F/S-Federal and State																				
MH001	A0110											\$ 28,075.73						\$ 28,075.73				
MH0CN	A0110	\$ 673.49							\$ 7,586.66									\$ 8,260.15				
MHCA2	A0240																\$ 125,000.00	\$ 125,000.00				
MHCA8	A0110												\$ 145,426.20					\$ 145,426.20				
MH0CAT	A0240															\$ 208,333.33		\$ 208,333.33				
MHTRV	A0110											\$ 5,859.93						\$ 5,859.93				
MSCAF	A0190																	\$ -				
MSTRV	A0110																	\$ -				
<b>Total Carry Forward Funding</b>		\$ 673.49	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,586.66	\$ -	\$ 28,075.73	\$ 5,859.93	\$ 145,426.20	\$ -	\$ -	\$ 333,333.33	\$ -	\$ 520,955.34	\$ -	\$ -	\$ -	\$ -
<b>TOTAL STATE SAMH FUNDING</b>		\$ 466,483.80	\$ 264,264.50	\$ 2,111,974.79	\$ 538,796.36	\$ 118,813.18	\$ 1,667,164.79	\$ 937,657.92	\$ 22,560.84	\$ 148,503.33	\$ 1,653,880.26	\$ 201,310.23	\$ 414,041.18	\$ 25,477.20	\$ 155,190.76	\$ 2,492,875.00	\$ 493,594.61	\$ 11,712,588.75	\$ 9,183.03	\$ 141,216.82	\$ 27.62	\$ 30,180.23
<b>IB. OTHER GOVERNMENT FUNDING</b>																						
(1) Other State Agency Funding		\$ 102,076.58	\$ -	\$ -	\$ -	\$ -	\$ 59,325.76	\$ 539,557.65	\$ 150,016.08	\$ -	\$ -	\$ -	\$ (1,224.77)	\$ 20,245.60	\$ -	\$ (123,450.31)	\$ -	\$ 746,546.59	\$ 7,524.38	\$ 534.95	\$ -	\$ -
(2) Medicaid		\$ 1,074,861.34	\$ 2,220,423.47	\$ 3,051,773.39	\$ 662,654.58	\$ 7,919.10	\$ 859,574.72	\$ 2,926,504.11	\$ -	\$ 334,481.25	\$ 118,959.72	\$ -	\$ -	\$ 49,193.34	\$ 71.59	\$ 2,562.75	\$ -	\$ 11,308,979.35	\$ -	\$ 83,784.75	\$ 461.83	\$ 31,086.92
(3) Local Government		\$ 13,478.43	\$ 27,085.31	\$ 70,635.47	\$ 275,791.85	\$ 3,964.24	\$ 143,389.28	\$ 1,171,280.50	\$ 22,125.00	\$ 30,839.10	\$ -	\$ 104,956.60	\$ 14,443.13	\$ -	\$ -	\$ -	\$ -	\$ 1,955,735.08	\$ -	\$ 286,313.70	\$ 245.49	\$ -
(4) Federal Grants and Contracts		\$ -	\$ -	\$ -	\$ 132,647.00	\$ -	\$ -	\$ 16,491.93	\$ -	\$ -	\$ 2,299.50	\$ -	\$ -	\$ 3,375.11	\$ -	\$ -	\$ -	\$ 154,813.54	\$ -	\$ -	\$ -	\$ -
(5) In-kind from local govt. only		\$ 18,484.25	\$ -	\$ -	\$ -	\$ -	\$ 13,007.88	\$ 171,446.38	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 202,938.51	\$ -	\$ -	\$ -	\$ -
<b>TOTAL OTHER GOVERNMENT FUNDING</b>		\$ 1,208,900.59	\$ 2,247,508.78	\$ 3,122,408.86	\$ 1,071,093.43	\$ 11,883.34	\$ 1,075,297.65	\$ 4,825,280.57	\$ 227,762.24	\$ 356,606.25	\$ 152,098.32	\$ -	\$ 103,731.83	\$ 87,257.18	\$ 71.59	\$ (120,887.56)	\$ -	\$ 14,369,013.07	\$ 7,524.38	\$ 370,633.39	\$ 707.32	\$ 31,086.92
<b>IC. ALL OTHER REVENUES</b>																						
(1) 1st & 2nd Party Payments		\$ 190,700.11	\$ (149.34)	\$ 4,701.34	\$ 240,110.73	\$ 1,912.05	\$ 1,701,545.61	\$ 661,495.84	\$ (97.00)	\$ 1.18	\$ 271,813.93	\$ -	\$ 18.00	\$ 30,109.05	\$ 53.00	\$ 2,269.56	\$ 425,628.59	\$ 3,530,112.64	\$ (12.60)	\$ 29,512.58	\$ 37.12	\$ 20,467.23
(2) 3rd Party Payments (except Medicare)		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(3) Medicare		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(4) Contributions and Donations		\$ 22,800.00	\$ -	\$ -	\$ 5,000.00	\$ -	\$ 48,992.17	\$ 62,900.00	\$ (17,392.43)	\$ -	\$ -	\$ -	\$ 300.00	\$ -	\$ -	\$ -	\$ -	\$ 122,599.74	\$ -	\$ -	\$ -	\$ -
(5) Other		\$ 62.50	\$ 33.69	\$ 67.38	\$ 30,563.94	\$ -	\$ 1,285.86	\$ 61,772.51	\$ -	\$ 29.54	\$ 5,351.56	\$ -	\$ -	\$ 14,926.86	\$ (3,150.51)	\$ -	\$ -	\$ 110,943.32	\$ -	\$ -	\$ -	\$ -
(6) In-kind		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL ALL OTHER REVENUES</b>		\$ 213,562.61	\$ (115.65)	\$ 4,768.72	\$ 275,674.67	\$ 1,912.05	\$ 1,751,833.64	\$ 786,168.35	\$ (17,489.43)	\$ 30.72	\$ 277,165.49	\$ -	\$ 18.00	\$ 45,335.91	\$ (3,097.51)	\$ 2,269.56	\$ 425,628.59	\$ 3,763,655.70	\$ (12.60)	\$ 29,512.58	\$ 37.12	\$ 20,467.23
<b>TOTAL FUNDING</b>		\$ 1,888,947.00	\$ 2,511,657.63	\$ 5,239,152.37	\$ 1,885,564.46	\$ 132,696.52	\$ 4,494,286.07	\$ 6,549,106.84	\$ 232,833.65	\$ 505,140.30	\$ 2,083,144.08	\$ 201,310.23	\$ 517,791.01	\$ 158,070.28	\$ 152,164.84	\$ 2,374,257.00	\$ 919,223.20	\$ 29,845,257.53	\$ 16,694.81	\$ 541,362.79	\$ 772.06	\$ 81,734.38

LifeView Group, Inc. and Subsidiaries

Schedule of Functional Revenues and Expenses (Regulatory Basis) (Unaudited) (continued)

June 30, 2022

Medical Services	Medication-Assisted Tx	Outpatient (Indiv.)	Residential II	Residential III	Inpatient Detoxification	TASC	Incidental Expenses	Outpatient Group	Prevention - Universal Direct	FTT Team	Network Eval. & Dvlpmnt.	Substance Abuse Total	Total for State SAMH-Funded Covered Services or Projects	Total for Non-State-Funded Covered Services or Projects	Total for All Covered Services or Projects	Non-SAMH Covered Services or Projects	Total Funding
12	13	14	19	20	24	27	28	35	50	A2	B1	C	(B+C) D	E	(D+E) F	G	(F+G) H
												\$ -	\$ 1,625,804.53		\$ 1,625,804.53		\$ 1,625,804.53
												\$ -	\$ 3,637,941.94		\$ 3,637,941.94		\$ 3,637,941.94
												\$ -	\$ 743,393.65		\$ 743,393.65		\$ 743,393.65
												\$ -	\$ 31,773.00		\$ 31,773.00		\$ 31,773.00
												\$ -	\$ 155,190.76		\$ 155,190.76		\$ 155,190.76
												\$ -	\$ 656,032.00		\$ 656,032.00		\$ 656,032.00
												\$ -	\$ 130,752.00		\$ 130,752.00		\$ 130,752.00
												\$ -	\$ 148,503.33		\$ 148,503.33		\$ 148,503.33
												\$ -	\$ 268,614.98		\$ 268,614.98		\$ 268,614.98
												\$ -	\$ 2,159,541.67		\$ 2,159,541.67		\$ 2,159,541.67
												\$ -	\$ 1,632,845.64		\$ 1,632,845.64		\$ 1,632,845.64
												\$ -	\$ 1,239.91		\$ 1,239.91		\$ 1,239.91
												\$ 1,163,598.52	\$ 1,163,598.52		\$ 1,163,598.52		\$ 1,163,598.52
\$ 303,933.12		\$ 703,300.62	\$ 230,354.29	\$ 933,244.23		\$ 104,408.44		\$ 19,855.49				\$ 1,306,193.38	\$ 1,306,193.38		\$ 1,306,193.38		\$ 1,306,193.38
								\$ 24,206.55				\$ 24,206.55	\$ 24,206.55		\$ 24,206.55		\$ 24,206.55
												\$ 1,013,184.98	\$ 1,013,184.98		\$ 1,013,184.98		\$ 1,013,184.98
												\$ 684,999.87	\$ 684,999.87		\$ 684,999.87		\$ 684,999.87
												\$ 225,150.21	\$ 225,150.21		\$ 225,150.21		\$ 225,150.21
												\$ 4,090.98	\$ 4,090.98		\$ 4,090.98		\$ 4,090.98
												\$ 44,674.02	\$ 44,674.02		\$ 44,674.02		\$ 44,674.02
												\$ 511,283.88	\$ 511,283.88		\$ 511,283.88		\$ 511,283.88
												\$ 295,046.00	\$ 295,046.00		\$ 295,046.00		\$ 295,046.00
\$ 71,179.90	\$ 2,625.00	\$ 31,547.97					\$ 128,555.00	\$ 3,043.58				\$ 238,681.31	\$ 238,681.31		\$ 238,681.31		\$ 238,681.31
\$ 276,381.75	\$ 115.16	\$ 138,445.25					\$ 468,842.00	\$ 8,051.86				\$ 896,018.15	\$ 896,018.15		\$ 896,018.15		\$ 896,018.15
\$ 651,494.77	\$ 2,740.16	\$ 873,293.84	\$ 1,468,689.48	\$ 933,244.23	\$ 535,490.43	\$ 104,408.44	\$ 597,397.00	\$ 30,950.93	\$ 295,046.00	\$ 729,673.89	\$ 4,090.98	\$ 6,407,127.85	\$ 17,598,761.26		\$ 17,598,761.26		\$ 17,598,761.26
												\$ -	\$ 28,075.73		\$ 28,075.73		\$ 28,075.73
												\$ -	\$ 8,260.15		\$ 8,260.15		\$ 8,260.15
												\$ -	\$ 125,000.00		\$ 125,000.00		\$ 125,000.00
												\$ -	\$ 145,426.20		\$ 145,426.20		\$ 145,426.20
												\$ -	\$ 208,333.33		\$ 208,333.33		\$ 208,333.33
												\$ -	\$ 5,859.93		\$ 5,859.93		\$ 5,859.93
												\$ 44,674.00	\$ 44,674.00		\$ 44,674.00		\$ 44,674.00
												\$ 6,043.32	\$ 6,043.32		\$ 6,043.32		\$ 6,043.32
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,043.32	\$ -	\$ -	\$ 44,674.00	\$ -	\$ 50,717.32	\$ 571,672.66		\$ 571,672.66		\$ 571,672.66
\$ 651,494.77	\$ 2,740.16	\$ 873,293.84	\$ 1,468,689.48	\$ 933,244.23	\$ 535,490.43	\$ 104,408.44	\$ 603,440.32	\$ 30,950.93	\$ 295,046.00	\$ 774,347.89	\$ 4,090.98	\$ 6,457,845.17	\$ 18,170,433.92		\$ 18,170,433.92		\$ 18,170,433.92
\$ 298,795.40	\$ 5,482.45	\$ 271,741.94	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,365.06	\$ -	\$ (3,148.24)	\$ -	\$ 583,295.93	\$ 1,329,842.52	\$ 6,816,796.66	\$ 8,146,639.18	\$ 63,990,564.70	\$ 72,137,203.88
\$ 603,833.09	\$ 6,325.28	\$ 866,393.23	\$ 493,053.55	\$ 19,417.86	\$ 282,614.68	\$ 13,807.06	\$ -	\$ 50,955.79	\$ 58.20	\$ 46,947.80	\$ -	\$ 2,498,740.04	\$ 13,807,719.39	\$ 4,453,184.26	\$ 18,260,903.65	\$ 14,564,530.01	\$ 32,825,433.66
\$ 56,045.63	\$ -	\$ 257,953.33	\$ 15,375.00	\$ 21,242.96	\$ 29,997.49	\$ -	\$ -	\$ 9,954.60	\$ 24,653.90	\$ -	\$ -	\$ 701,782.10	\$ 2,657,517.18	\$ -	\$ 2,657,517.18	\$ 3,941,523.69	\$ 6,599,040.87
\$ -	\$ -	\$ 1,508.90	\$ -	\$ 850.50	\$ -	\$ -	\$ -	\$ 1,046.36	\$ -	\$ -	\$ -	\$ 3,405.76	\$ 158,219.30	\$ 1,595,209.95	\$ 1,753,429.25	\$ 119,639,958.71	\$ 121,393,387.96
\$ 5,844.12	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,844.12	\$ 208,782.63	\$ 104,538.32	\$ 313,320.95	\$ 274,679.79	\$ 588,000.74
\$ 964,518.24	\$ 11,807.73	\$ 1,397,597.41	\$ 508,428.55	\$ 41,511.32	\$ 312,612.17	\$ 13,807.06	\$ -	\$ 64,321.81	\$ 24,712.10	\$ 43,799.56	\$ -	\$ 3,793,067.95	\$ 18,162,081.02	\$ 12,969,729.19	\$ 31,131,810.21	\$ 202,411,256.90	\$ 233,543,067.11
\$ 1,041,697.65	\$ 9,512.02	\$ 1,797,031.56	\$ 0.82	\$ 117,029.22	\$ (298.08)	\$ 3,726.30	\$ -	\$ 85,665.80	\$ -	\$ 11,562.33	\$ -	\$ 3,115,931.34	\$ 6,646,043.98	\$ 15,124,272.98	\$ 21,770,316.96	\$ -	\$ 21,770,316.96
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 15,471.21	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,471.21	\$ 138,070.95	\$ 9,355.00	\$ 147,425.95	\$ 421,323.60	\$ 568,749.55
\$ 406.06	\$ -	\$ 7,715.14	\$ 181.44	\$ 122.50	\$ 67.38	\$ -	\$ -	\$ 5,624.12	\$ -	\$ -	\$ -	\$ 14,116.64	\$ 125,059.96	\$ 12,400.90	\$ 137,460.86	\$ 1,348,425.79	\$ 1,485,886.65
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 1,057,574.92	\$ 9,512.02	\$ 1,804,746.70	\$ 182.26	\$ 117,151.72	\$ (231.30)	\$ 3,726.30	\$ -	\$ 91,289.92	\$ -	\$ 11,562.33	\$ -	\$ 3,145,519.19	\$ 6,909,174.89	\$ 15,146,028.88	\$ 22,055,203.77	\$ 1,769,749.39	\$ 23,824,953.16
\$ 2,673,587.92	\$ 24,059.90	\$ 4,075,637.95	\$ 1,977,300.29	\$ 1,091,907.27	\$ 847,871.30	\$ 121,941.81	\$ 603,440.32	\$ 186,562.66	\$ 319,758.10	\$ 829,709.78	\$ 4,090.98	\$ 13,396,432.31	\$ 43,241,689.83	\$ 28,115,758.07	\$ 71,357,447.90	\$ 204,181,006.29	\$ 275,538,454.19

LifeView Group, Inc. and Subsidiaries

Schedule of Functional Revenues and Expenses (Regulatory Basis) (Unaudited) (continued)

June 30, 2022

EXPENSE CATEGORIES	Case Management 02	Crisis Stabilization 03	Crisis Support/ Emergency 04	Day Treatment 06	In-home & Onsite 08	Medical Services 12	Outpatient (Indiv.) 14	Outreach 15	Residential II 19	Residential III 20	Incidental Expenses 28	Information and Referral 30	Outpatient Group 35	BNET A1	CAT Team B4	FACT Team B5	Mental Health Total B	Case Management 02	Day Treatment 06	In-home & Onsite 08	Intervention (Indiv.) 11	
<b>IIA. PERSONNEL EXPENSES</b>																						
(1) Salaries	\$ 1,247,508.60	\$ 160,100.12	\$ 1,395,508.17	\$ 366,077.04	\$ 62,879.62	\$ 3,700,639.70	\$ 3,736,685.04	\$ 68,847.59	\$ 300,509.20	\$ 682,336.50	\$ -	\$ 176,555.08	\$ 144,372.73	\$ 58,051.62	\$ 1,240,507.45	\$ 611,879.57	\$ 13,952,358.03	\$ 5,634.35	\$ 173,065.88	\$ 1,825.60	\$ 63,584.39	
(2) Fringe Benefits	\$ 436,121.12	\$ 33,690.92	\$ 431,942.18	\$ 104,449.02	\$ 33,623.23	\$ 570,456.68	\$ 1,192,641.88	\$ 23,509.78	\$ 109,850.56	\$ 246,727.16	\$ -	\$ 65,126.14	\$ 43,088.23	\$ 8,549.51	\$ 384,177.50	\$ 155,866.35	\$ 3,839,820.26	\$ 762.38	\$ 47,318.39	\$ 388.37	\$ 17,632.50	
<b>TOTAL PERSONNEL EXPENSES</b>	\$ 1,683,629.72	\$ 193,791.05	\$ 1,827,450.36	\$ 470,526.06	\$ 96,502.85	\$ 4,271,096.38	\$ 4,929,326.92	\$ 92,357.37	\$ 410,359.76	\$ 928,963.66	\$ -	\$ 241,681.22	\$ 187,460.96	\$ 66,601.13	\$ 1,624,684.95	\$ 767,745.92	\$ 17,792,178.29	\$ 6,396.73	\$ 220,384.27	\$ 2,213.97	\$ 81,216.89	
<b>IIIB. OTHER EXPENSES</b>																						
(1) Building Occupancy	\$ 177,824.72	\$ 30,046.81	\$ 102,306.94	\$ 270,009.38	\$ 10,431.66	\$ 71,002.88	\$ 567,622.19	\$ 842.08	\$ 59,600.63	\$ 163,428.97	\$ -	\$ 2,374.42	\$ 13,054.14	\$ 1,834.95	\$ 61,184.66	\$ 27,795.39	\$ 1,559,359.83	\$ 186.81	\$ 62,661.43	\$ 164.84	\$ 4,346.62	
(2) Professional Services	\$ 888.43	\$ 231,445.60	\$ 310,475.81	\$ 2,103.20	\$ -	\$ 1,604.35	\$ 1,389.33	\$ 80.67	\$ 2,006.99	\$ 3,822.28	\$ -	\$ 34,594.89	\$ 306.06	\$ -	\$ 5,338.63	\$ -	\$ 594,056.24	\$ 42.54	\$ 525.80	\$ -	\$ -	
(3) Travel	\$ 14,999.50	\$ 1,377.01	\$ 22,512.37	\$ 34,840.67	\$ 1,843.98	\$ 6,078.84	\$ 32,915.57	\$ 5,427.55	\$ 2,529.44	\$ 9,564.16	\$ -	\$ 102.52	\$ 427.03	\$ 51.67	\$ 71,256.74	\$ 11,821.80	\$ 215,748.84	\$ -	\$ 86.23	\$ 4.94	\$ 104.09	
(4) Equipment	\$ 3,301.45	\$ 2,161.69	\$ 7,680.90	\$ 1,313.39	\$ 105.85	\$ 13,993.11	\$ 34,938.64	\$ 272.50	\$ 1,929.83	\$ 970.34	\$ -	\$ 3,247.99	\$ 645.22	\$ 56.50	\$ 7,352.52	\$ 2,958.61	\$ 80,929.53	\$ -	\$ 1,193.98	\$ 16.13	\$ 510.62	
(5) Food Services	\$ 53,527.52	\$ 10,379.90	\$ 20,931.18	\$ 21,548.49	\$ 26.44	\$ 193.71	\$ 125,786.60	\$ 409.62	\$ 36,583.68	\$ 132,894.91	\$ -	\$ -	\$ 35.91	\$ 1.19	\$ 672.70	\$ 628.00	\$ 403,619.84	\$ -	\$ 37.13	\$ -	\$ 3.92	
(6) Medical and Pharmacy	\$ 13,176.21	\$ 4,935.34	\$ 10,025.17	\$ 2,311.43	\$ 137.18	\$ 27,783.19	\$ 51,726.10	\$ 491.28	\$ 3,471.87	\$ 7,518.68	\$ 31,773.00	\$ -	\$ 6,299.62	\$ 3,356.73	\$ 3,163.08	\$ 1,692.49	\$ 167,861.36	\$ -	\$ 43,540.38	\$ -	\$ -	
(7) Subcontracted Services	\$ 1,508.31	\$ 2,186,577.47	\$ 2,933,766.85	\$ -	\$ -	\$ 1,532.08	\$ 4,670.04	\$ -	\$ -	\$ 449.68	\$ -	\$ 481.50	\$ 101.93	\$ 12,081.70	\$ -	\$ -	\$ 5,141,169.55	\$ 18.69	\$ -	\$ -	\$ -	
(8) Insurance	\$ 34,396.50	\$ 2,351.39	\$ 28,241.59	\$ 24,353.76	\$ 2,217.31	\$ 26,193.51	\$ 112,845.60	\$ 2,206.72	\$ 12,327.19	\$ 28,734.06	\$ -	\$ 6,287.61	\$ 4,090.35	\$ 1,393.47	\$ 36,131.12	\$ 14,016.80	\$ 335,786.98	\$ 4.86	\$ 8,485.22	\$ 29.21	\$ 1,684.64	
(9) Interest Paid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
(10) Operating Supplies & Expenses	\$ 97,039.64	\$ 13,484.99	\$ 60,541.07	\$ 98,408.82	\$ 3,795.38	\$ 88,968.12	\$ 253,715.40	\$ 82,613.53	\$ 13,300.97	\$ 46,884.76	\$ 171,363.89	\$ 82,934.42	\$ 12,879.42	\$ 5,076.27	\$ 201,483.94	\$ 188,579.52	\$ 1,421,070.14	\$ 175.18	\$ 23,585.09	\$ 156.73	\$ 3,820.19	
(11) Other-Bad Debt	\$ (572.88)	\$ 2,151.20	\$ 4,155.30	\$ 533.80	\$ (227.40)	\$ 63,728.10	\$ 7,106.54	\$ -	\$ -	\$ 941.02	\$ -	\$ -	\$ 633.36	\$ -	\$ 18.00	\$ -	\$ 78,467.05	\$ -	\$ (425.23)	\$ (1.18)	\$ 597.78	
(12) Donated Items	\$ 18,484.25	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 171,446.38	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 189,930.63	\$ -	\$ -	\$ -	\$ -	
<b>TOTAL OTHER EXPENSES</b>	\$ 414,573.66	\$ 2,484,911.40	\$ 3,500,637.18	\$ 455,422.93	\$ 18,330.39	\$ 301,077.89	\$ 1,364,163.38	\$ 92,343.95	\$ 131,750.60	\$ 395,208.87	\$ 203,136.89	\$ 130,023.35	\$ 38,473.03	\$ 23,852.48	\$ 386,602.39	\$ 247,492.61	\$ 10,188,000.00	\$ 428.08	\$ 139,690.02	\$ 370.67	\$ 11,067.86	
<b>TOT. PERSONNEL &amp; OTH. EXP.</b>	\$ 2,098,203.38	\$ 2,678,702.45	\$ 5,328,087.53	\$ 925,948.99	\$ 114,833.24	\$ 4,572,174.27	\$ 6,293,489.31	\$ 184,701.32	\$ 542,110.36	\$ 1,324,172.53	\$ 203,136.89	\$ 371,704.57	\$ 225,933.99	\$ 90,453.61	\$ 2,011,287.34	\$ 1,015,238.53	\$ 27,980,178.29	\$ 6,824.81	\$ 360,074.30	\$ 2,584.64	\$ 92,284.75	
<b>IIIC. DISTRIBUTED INDIRECT COSTS</b>																						
(a) Other Support Costs (Optional)																	\$ -					
(b) Administration	\$ 477,541.52	\$ 59,072.35	\$ 471,822.50	\$ 150,662.57	\$ 26,090.40	\$ 1,080,072.17	\$ 1,285,286.01	\$ 42,218.08	\$ 168,404.81	\$ 337,767.18	\$ -	\$ 109,445.32	\$ 66,756.61	\$ 15,014.23	\$ 500,636.07	\$ 188,313.03	\$ 4,979,102.86	\$ 2,999.98	\$ 60,591.65	\$ 567.51	\$ 20,296.39	
<b>TOT. DISTR'D INDIRECT COSTS</b>	\$ 477,541.52	\$ 59,072.35	\$ 471,822.50	\$ 150,662.57	\$ 26,090.40	\$ 1,080,072.17	\$ 1,285,286.01	\$ 42,218.08	\$ 168,404.81	\$ 337,767.18	\$ -	\$ 109,445.32	\$ 66,756.61	\$ 15,014.23	\$ 500,636.07	\$ 188,313.03	\$ 4,979,102.86	\$ 2,999.98	\$ 60,591.65	\$ 567.51	\$ 20,296.39	
<b>TOTAL ACTUAL OPER. EXPENSES</b>	\$ 2,575,744.90	\$ 2,737,774.80	\$ 5,799,910.04	\$ 1,076,611.56	\$ 140,923.64	\$ 5,652,246.43	\$ 7,578,775.32	\$ 226,919.40	\$ 710,515.17	\$ 1,661,939.70	\$ 203,136.89	\$ 481,149.89	\$ 292,690.60	\$ 105,467.84	\$ 2,511,923.41	\$ 1,203,551.56	\$ 32,959,281.15	\$ 9,824.79	\$ 420,665.95	\$ 3,152.16	\$ 112,581.13	
<b>IIID. UNALLOWABLE COSTS</b>	\$ (1,570.76)	\$ (422.50)	\$ (2,150.70)	\$ (1,494.41)	\$ (90.94)	\$ (3,480.01)	\$ (4,913.91)	\$ (62.65)	\$ (274.38)	\$ (851.51)	\$ -	\$ (741.30)	\$ (256.59)	\$ (65.55)	\$ (2,561.38)	\$ (1,187.23)	\$ (20,123.81)	\$ (4.20)	\$ (160.87)	\$ (2.38)	\$ (66.51)	
<b>TOT. ALLOWABLE OPER. EXP.</b>	\$ 2,577,315.66	\$ 2,738,197.30	\$ 5,802,060.73	\$ 1,078,105.98	\$ 141,014.57	\$ 5,655,726.44	\$ 7,583,689.22	\$ 226,982.05	\$ 710,789.55	\$ 1,662,791.22	\$ 203,136.89	\$ 481,891.19	\$ 292,947.19	\$ 105,533.39	\$ 2,514,484.79	\$ 1,204,738.79	\$ 32,979,404.97	\$ 9,828.98	\$ 420,826.81	\$ 3,154.54	\$ 112,647.64	
<b>IIIE. CAPITAL EXPENDITURES</b>																	\$ -					
<b>IIIF. UNEARNED FUNDS, FUNDING ALLOCATIONS, AND EXCESS FUNDS</b>																						
<b>IIIF. Unearned Funds</b>	\$ (2,110,831.86)	\$ (2,473,932.80)	\$ (3,690,085.94)	\$ (539,309.62)	\$ (22,201.39)	\$ (3,988,561.65)	\$ (6,646,031.30)	\$ (204,421.21)	\$ (562,286.22)	\$ (8,910.96)	\$ (1,826.66)	\$ (67,850.01)	\$ (267,469.99)	\$ 49,657.37	\$ (21,609.79)	\$ (711,144.18)	\$ (21,266,816.22)	\$ (645.95)	\$ (279,609.99)	\$ (3,126.92)	\$ (82,467.41)	

LifeView Group, Inc. and Subsidiaries

Schedule of Functional Revenues and Expenses (Regulatory Basis) (Unaudited) (continued)

June 30, 2022

Medical Services 12	Medication-Assisted Tx 13	Outpatient (Indiv.) 14	Residential II 19	Residential III 20	Inpatient Detoxification 24	TASC 27	Incidental Expenses 28	Outpatient Group 35	Prevention - Universal Direct 50	FIT Team A2	Network Eval. & Dvlpmnt. B1	Substance Abuse Total C	Total for State SAMH-Funded Covered Services (B+C) D	Total for Non-State-Funded Covered Services E	Total for All Covered Services (D+E) F	Non-SAMH Covered Services G	Other Support Costs (optional) H	Administration I	Total Expenses (F+G+H+I) J
\$ 1,553,843.88	\$ 7,188.00	\$ 1,083,561.80	\$ 746,422.83	\$ 395,373.52	\$ 320,200.24	\$ 166,386.98	\$ -	\$ 78,719.86	\$ 170,027.77	\$ 387,613.20	\$ -	\$ 5,153,448.30	\$ 19,105,806.34	\$ 10,113,953.01	\$ 29,219,759.35	\$ 72,868,463.61	\$ -	\$ 8,122,921.35	\$ 110,211,144.31
\$ 298,846.60	\$ 2,221.76	\$ 360,895.43	\$ 253,559.03	\$ 137,639.96	\$ 67,381.85	\$ 49,121.17	\$ -	\$ 25,529.56	\$ 55,707.13	\$ 104,440.75	\$ -	\$ 1,421,444.87	\$ 5,261,265.13	\$ 2,607,888.97	\$ 7,869,154.09	\$ 26,091,094.27	\$ -	\$ 2,531,769.53	\$ 36,492,017.89
\$ 1,852,690.48	\$ 9,409.76	\$ 1,444,457.23	\$ 999,981.86	\$ 533,013.47	\$ 387,582.09	\$ 215,508.15	\$ -	\$ 104,249.42	\$ 225,734.90	\$ 492,053.95	\$ -	\$ 6,574,893.17	\$ 24,367,071.46	\$ 12,721,841.98	\$ 37,088,913.44	\$ 98,959,557.88	\$ -	\$ 10,654,690.88	\$ 146,703,162.20
\$ 110,643.63	\$ 1,729.40	\$ 248,040.95	\$ 176,796.99	\$ 90,829.89	\$ 60,093.62	\$ 14,793.12	\$ -	\$ 9,469.70	\$ 45.09	\$ 26,085.55	\$ -	\$ 805,887.66	\$ 2,365,247.49	\$ 1,397,928.65	\$ 3,763,176.14	\$ 4,952,753.78	\$ -	\$ 932,836.13	\$ 9,648,766.05
\$ 1,014.27	\$ 5.60	\$ 3,838.82	\$ 1,394.68	\$ 1,413.72	\$ 22,580.06	\$ -	\$ -	\$ 214.89	\$ -	\$ 262.05	\$ -	\$ 31,292.43	\$ 625,348.67	\$ 204,321.48	\$ 829,670.15	\$ 4,215,623.57	\$ -	\$ 1,384,481.82	\$ 6,429,775.54
\$ 5,234.12	\$ 65.74	\$ 4,786.58	\$ 9,319.66	\$ 5,646.89	\$ 2,754.02	\$ -	\$ -	\$ 69.47	\$ 1,126.26	\$ 23,563.11	\$ -	\$ 52,761.11	\$ 268,509.95	\$ 199,476.33	\$ 467,986.28	\$ 1,542,564.93	\$ -	\$ 33,808.13	\$ 2,044,359.34
\$ 10,897.49	\$ 128.70	\$ 8,453.56	\$ 5,231.91	\$ 664.05	\$ 4,323.38	\$ 5,020.29	\$ -	\$ 347.20	\$ 226.00	\$ 5,414.30	\$ -	\$ 42,427.60	\$ 123,357.13	\$ 904,135.85	\$ 1,027,492.98	\$ 727,177.83	\$ -	\$ 2,534,219.38	\$ 4,288,890.19
\$ 1,833.32	\$ 35.00	\$ 3,756.45	\$ 178,602.10	\$ 84,831.00	\$ 20,759.80	\$ 15.18	\$ -	\$ 81.15	\$ -	\$ 6.58	\$ -	\$ 299,961.62	\$ 703,581.47	\$ 227,794.01	\$ 931,375.48	\$ 1,362,574.47	\$ -	\$ 8,046.14	\$ 2,301,996.09
\$ 292,240.76	\$ 5,578.24	\$ 394,922.65	\$ 10,519.47	\$ 4,181.29	\$ 9,870.69	\$ -	\$ 611,322.00	\$ 7,825.49	\$ -	\$ -	\$ -	\$ 1,380,000.96	\$ 1,547,862.32	\$ 11,296,453.81	\$ 12,844,316.13	\$ 80,280.08	\$ -	\$ 92,548.20	\$ 13,017,144.41
\$ 8,036.82	\$ 145.30	\$ 33,603.86	\$ -	\$ 166.32	\$ 214,922.68	\$ -	\$ -	\$ 893.38	\$ -	\$ -	\$ -	\$ 257,787.05	\$ 5,398,956.00	\$ 964,725.90	\$ 6,363,682.50	\$ 76,421,485.35	\$ -	\$ -	\$ 82,785,167.85
\$ 17,942.77	\$ 182.45	\$ 28,727.06	\$ 28,729.15	\$ 15,524.88	\$ 4,702.78	\$ 5,443.90	\$ -	\$ 2,166.53	\$ 5,928.03	\$ 8,423.20	\$ -	\$ 127,974.69	\$ 463,761.67	\$ 305,167.85	\$ 768,929.52	\$ 767,067.06	\$ -	\$ 16,888.65	\$ 1,552,885.23
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,535,541.02	\$ -	\$ 761.39	\$ 1,536,302.41
\$ 44,947.98	\$ 324.36	\$ 53,510.78	\$ 35,694.42	\$ 15,793.45	\$ 26,969.98	\$ 1,015.60	\$ 6,043.32	\$ 4,608.88	\$ 9,834.99	\$ 21,792.70	\$ 4,090.98	\$ 252,366.63	\$ 1,673,436.77	\$ 502,313.19	\$ 2,175,749.96	\$ 3,436,052.04	\$ -	\$ 1,155,195.18	\$ 6,766,097.18
\$ 30,615.46	\$ 193.98	\$ 37,171.75	\$ -	\$ 526.42	\$ 4,302.40	\$ -	\$ -	\$ 1,462.63	\$ -	\$ (82.44)	\$ -	\$ 74,361.56	\$ 152,828.61	\$ 42,389.83	\$ 195,218.44	\$ 220,796.23	\$ -	\$ -	\$ 416,014.67
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 189,930.63	\$ 4,542.32	\$ 194,472.95	\$ 274,679.79	\$ -	\$ -	\$ 469,152.74
\$ 523,406.63	\$ 8,388.77	\$ 816,812.47	\$ 446,290.38	\$ 229,577.90	\$ 371,279.40	\$ 26,288.09	\$ 617,365.32	\$ 27,139.32	\$ 17,160.37	\$ 85,465.05	\$ 4,090.98	\$ 3,324,821.31	\$ 13,512,821.31	\$ 16,049,249.22	\$ 29,562,070.53	\$ 95,536,596.15	\$ -	\$ 6,158,785.02	\$ 131,257,451.70
\$ 2,376,097.10	\$ 17,798.53	\$ 2,261,269.69	\$ 1,446,272.24	\$ 762,591.37	\$ 758,861.49	\$ 241,796.24	\$ 617,365.32	\$ 131,388.74	\$ 242,895.27	\$ 577,519.00	\$ 4,090.98	\$ 9,899,714.48	\$ 37,879,892.77	\$ 28,771,091.20	\$ 66,650,983.97	\$ 194,496,154.03	\$ -	\$ 16,813,475.90	\$ 277,960,613.90
\$ 470,570.58	\$ 2,304.08	\$ 370,166.32	\$ 345,550.58	\$ 179,313.96	\$ 118,144.71	\$ 54,265.96	\$ -	\$ 37,697.44	\$ 101,209.89	\$ 124,539.13	\$ -	\$ 1,888,218.18	\$ 6,867,321.04	\$ (376,728.93)	\$ 6,490,592.11	\$ 10,322,883.79	\$ -	\$ (16,813,475.90)	\$ -
\$ 470,570.58	\$ 2,304.08	\$ 370,166.32	\$ 345,550.58	\$ 179,313.96	\$ 118,144.71	\$ 54,265.96	\$ -	\$ 37,697.44	\$ 101,209.89	\$ 124,539.13	\$ -	\$ 1,888,218.18	\$ 6,867,321.04	\$ (376,728.93)	\$ 6,490,592.11	\$ 10,322,883.79	XXXXXXXXXX	XXXXXXXXXX	\$ -
\$ 2,846,667.69	\$ 20,102.61	\$ 2,631,436.02	\$ 1,791,822.82	\$ 941,905.33	\$ 877,006.20	\$ 296,062.20	\$ 617,365.32	\$ 169,086.17	\$ 344,105.16	\$ 702,058.13	\$ 4,090.98	\$ 11,787,932.66	\$ 44,747,213.81	\$ 28,394,362.27	\$ 73,141,576.08	\$ 204,819,037.82	\$ 0.00	\$ 0.00	\$ 277,960,613.90
\$ (3,359.13)	\$ (44.20)	\$ (5,521.14)	\$ (728.35)	\$ (516.17)	\$ (844.99)	\$ (187.16)	\$ -	\$ (212.80)	\$ (146.08)	\$ (383.86)	\$ -	\$ (12,177.83)	\$ (32,301.64)	\$ (50,447.00)	\$ (82,748.64)	\$ (199,305.83)	XXXXXXXXXX	XXXXXXXXXX	\$ (282,054.47)
\$ 2,850,026.82	\$ 20,146.81	\$ 2,636,957.15	\$ 1,792,551.17	\$ 942,421.50	\$ 877,851.19	\$ 296,249.36	\$ 617,365.32	\$ 169,298.97	\$ 344,251.24	\$ 702,441.99	\$ 4,090.98	\$ 11,800,110.49	\$ 44,779,515.45	\$ 28,444,809.27	\$ 73,224,324.72	\$ 205,018,343.65	XXXXXXXXXX	XXXXXXXXXX	\$ 278,242,668.37
\$ (2,198,532.05)	\$ (17,406.65)	\$ (1,763,663.31)	\$ (323,861.69)	\$ (9,177.27)	\$ (342,360.76)	\$ (191,840.92)	\$ (13,925.00)	\$ (138,348.04)	\$ (49,205.24)	\$ 71,905.90	\$ -	\$ (5,342,265.32)	\$ (26,609,081.53)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

LifeView Group, Inc. and Subsidiaries

Note to Schedule of Functional Revenues and Expenses  
(Regulatory Basis) (Unaudited)

June 30, 2022

**1. Summary of Significant Accounting Policies**

The accompanying schedule was prepared on the accrual basis of accounting for the contract period in accordance with guidelines established by the State of Florida Department of Children and Families.

LifeView Group, Inc. and Subsidiaries

Schedule of State Earnings  
(Regulatory Basis) (Unaudited)  
*(Dollars in Thousands)*

Year Ended June 30, 2022

1. Total expenditures	\$ 277,961
2. Less other state and federal funds	(226,356)
3. Less non-match SAMH funds	(686)
4. Less unallowable costs per 65E-14, F.A.C.	(282)
5. Total allowable expenditures (sum lines 1, 2, 3 and 4)	<u>50,637</u>
6. Maximum available earnings (line 5 times 75%)	37,978
7. Amount of state funds requiring match	<u>1,900</u>
8. Amount due to department (subtract line 7 from line 6)	<u><u>\$ —</u></u>

*See accompanying note.*

LifeView Group, Inc. and Subsidiaries

Note to Schedule of State Earnings  
(Regulatory Basis) (Unaudited)

June 30, 2022

**1. Summary of Significant Accounting Policies**

The accompanying schedule was prepared on the accrual basis of accounting for the contract period. Calculations in the schedule were prepared in accordance with guidelines established by the State of Florida Department of Children and Families. Per guidance Rule 65E-14.003(1)(b), F.A.C., if the amount calculated as due to department is positive, then no amounts are due to department.

LifeView Group, Inc. and Subsidiaries

Schedule of Related-Party Transaction Adjustments (Regulatory Basis)  
(Unaudited)

Year Ended June 30, 2022

	<b>Related Passed Through to Subrecipient</b>
Revenues from grantee:	
Services	\$ 533,510
Rent	—
Interest	—
Other	—
Total revenue from grantee	<u>533,510</u>
Expenses associated with grantee transactions:	
Personnel services	—
Depreciation	—
Interest	—
Other	—
Total associated expenses	<u>—</u>
Related-party transaction adjustment	\$ 533,510
Allocation of related-party transaction adjustment:	
SAMH covered services:	
3	\$ 181,791
24	351,719
Total	<u><u>\$ 533,510</u></u>

*See accompanying note.*



LifeView Group, Inc. and Subsidiaries

Note to Schedule of Related-Party Transaction  
Adjustments (Regulatory Basis) (Unaudited)

June 30, 2022

**1. Summary of Significant Accounting Policies**

The accompanying schedule was prepared on the accrual basis of accounting for the contract period. Calculations in the schedule were prepared in accordance with guidelines established by the State of Florida Department of Children and Families.

LifeView Group, Inc. and Subsidiaries

Schedule of Bed-Day Availability Payments (Unaudited)

Year Ended June 30, 2022

<b>Program</b>	<b>Covered Service</b>	<b>Contracted Rate</b>	<b>Total Units of Service Provided</b>	<b>Total Units of Service Paid for by 3rd Party Contracts, Local Govt. or Other State Agencies</b>	<b>Passed</b>	<b>Amount Paid for Services by the Department</b>	<b>Maximum \$ Value of Units in Column</b>	<b>Amount Owed to Department</b>
<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>	<b>G</b>	<b>H=FxC</b>	<b>&gt; of G-H or \$0</b>
Children's MH	Crisis stabilization unit	\$ 395.26	–	–	–	\$ 25,306	\$ –	\$ –
Adult MH	Crisis stabilization unit	\$ 395.26	745	297	448	\$ 238,959	177,076	–
Children's SA	Substance abuse detox	n/a	n/a	n/a	n/a	n/a	n/a	–
Adult SA	Substance abuse detox	\$ 399.13	358	90	268	\$ 511,284	106,967	–
Adult MH	Short-term residential treatment	n/a	n/a	n/a	n/a	n/a	n/a	–
Total amount owed to department								<u>\$ –</u>

See accompanying note.

LifeView Group, Inc. and Subsidiaries

Note to Schedule of Bed-Day Availability Payments (Unaudited)

June 30, 2022

**1. Summary of Significant Accounting Policies**

The accompanying schedule was prepared on the accrual basis of accounting for the contract period. Calculations in the schedule were prepared in accordance with guidelines established by the State of Florida Department of Children and Families.

# Supplementary Information

LifeView Group, Inc. and Subsidiaries

DUI School

Balance Sheet

September 30, 2022

**Assets**

Property and equipment, less accumulated depreciation of \$7,165	\$ 298,425
Total assets	<u>\$ 298,425</u>

**Liabilities and net deficit**

Current liabilities:

Accounts payable and accrued liabilities	\$ 8,553
Due to Lakeview Center, Inc.	697,918
Compensated absences	<u>16,599</u>
Total current liabilities	723,070

Net deficit without donor restrictions:

Without donor restrictions	<u>(424,645)</u>
Total liabilities and net deficit	<u>\$ 298,425</u>

*See accompanying notes.*

LifeView Group, Inc. and Subsidiaries

DUI School

Statement of Operations and Changes in Net Deficit  
With Special Supervision Services (SSS) (Unaudited)

Year Ended September 30, 2022

**Changes in net deficit without donor restrictions**

Revenue:

Net client fees	\$ 429,244
Net client fees – SSS	75,996
	<u>505,240</u>

Fees remitted to State of Florida	(14,426)
Fees remitted to State of Florida – SSS	(2,554)
	<u>(16,980)</u>

Total client fees	<u>488,260</u>
Total revenue	488,260

Expenses:

DUI – other:	
Salaries	240,800
Fringe benefits	76,523
Building maintenance and operations	30,407
Conference and conventions	13,298
Other program costs	126,680
Testing and assessment	4,715
Printing and production	23
Promotion and publicity	–
Professional fees	225
Data processing	9,052
Administrative	74,318
	<u>576,041</u>

LifeView Group, Inc. and Subsidiaries

DUI School

Statement of Operations and Changes in Net Deficit  
With Special Supervision Services (SSS) (Unaudited) (continued)

Expenses (continued):

DUI – SSS:

Salaries	\$ 42,633
Fringe benefits	13,548
Building maintenance and operations	7,517
Conference and conventions	3,287
Other program costs	31,315
Testing and assessment	1,165
Printing and production	6
Promotion and publicity	–
Professional fees	55
Data processing	2,238
Administrative	18,370
	<u>120,134</u>
Total expenses	<u>696,175</u>

Change in net deficit without donor restrictions	(207,915)
Net deficit without donor restrictions at beginning of year	<u>(216,730)</u>
Net deficit without donor restrictions at end of year	<u>\$ (424,645)</u>

*See accompanying notes.*

LifeView Group, Inc. and Subsidiaries  
DUI School

Notes to Financial Statements

September 30, 2022

**1. Summary of Significant Accounting Policies**

The DUI School financial statements are prepared on the accrual basis of accounting. Significant accounting policies for the DUI School are the same as those described in Note 1 to the accompanying consolidated financial statements of LifeView Group, Inc. and Subsidiaries.

**2. State Assessment Fee**

As required by Section 322.293, *Florida Statutes*, each DUI program collects a \$15 assessment fee on every client enrolling in its DUI program and remits the fee to the State of Florida. These and other fees collected and distributed to the State are summarized as follows:

	<b>September 30, 2022</b>
Fees due from prior year	\$ —
Fees collected during current year	16,980
Fees remitted during current year	16,980
Fees due to the state of Florida	<u>\$ —</u>

**3. Other Program Costs for DUI (Non-Special Supervision Services (SSS) Expenses)**

Other program costs for the DUI program, not including SSS, consist of the following:

	<b>September 30, 2022</b>
Copier costs	\$ 1,832
Florida association of DUI program membership dues	16,007
Office supplies	3,358
Telephone	4,308
Other	17,806
Program admin allocations	83,369
Total other program costs	<u>\$ 126,680</u>



LifeView Group, Inc. and Subsidiaries  
DUI School

Notes to Financial Statements

**4. Indirect Cost Allocations**

LifeView Group, Inc. allocates administrative costs to its programs using a step-down allocation methodology. The allocation basis varies depending upon the nature of the indirect cost pool being allocated. The following are examples of the allocation processes employed (this list is not intended to be all-inclusive): the human resources allocation is based on adjusted active staff and maintenance service costs are allocated based on the square footage maintained. The methodologies used allow for the allocation of indirect costs across all appropriate components of operations, and are in accordance with Florida Administrative Code 15A-10.014.

LifeView Group, Inc. and Subsidiaries

Access Behavioral Health

Balance Sheet (Regulatory Basis)

(In Thousands)

September 30, 2022

**Assets**

Cash and invested assets:

Cash and cash equivalents	\$	34,812
Real estate		26,736
Other invested assets		<u>279</u>
Total cash and invested assets		61,827

Electronic data processing equipment and software		33
Health care and other amounts receivable		3,927
Accounts receivable on service industry contracts (non-health)		12,216
Accounts receivable – other (non-health)		2,304
Amounts due from parent, subsidiaries, and affiliates		–
Inventories		<u>718</u>
Total assets	\$	<u><u>81,025</u></u>

**Liabilities and net assets**

Liabilities:

Claims unpaid	\$	539
General expenses due or accrued		54,346
Amounts withheld or retained for the account of others		3,452
Deferred revenue		7,368
Accrued wages		4,202
Accrued compensated absences		<u>3,430</u>
Total liabilities		73,337

Net deficits:

Net assets without donor restrictions		20,810
Less non-admitted assets		<u>(13,122)</u>
Total net assets		<u>7,688</u>
Total liabilities and net assets	\$	<u><u>81,025</u></u>

*See accompanying note.*

LifeView Group, Inc. and Subsidiaries

Access Behavioral Health

Statement of Operations (Regulatory Basis)  
(In Thousands)

Year Ended September 30, 2022

Revenue:	
Capitation revenue	\$ 35,567
Total revenue	<u>35,567</u>
Expenses:	
Sub-capitation expense	31,196
Taxes and insurance	36
Personnel	1,829
Printing/production and shipping	2
Other	144
Total expenses	<u>33,207</u>
Excess of revenue over expenses	<u><u>\$ 2,360</u></u>

*See accompanying note.*

LifeView Group, Inc. and Subsidiaries  
Access Behavioral Health

Note to Financial Statements (Regulatory Basis)

September 30, 2022

**1. Summary of Significant Accounting Policies**

The Access Behavioral Health (ABH) financial statements are prepared on a regulatory basis of accounting in accordance with guidelines established by the State of Florida Office of Insurance Regulation. Significant accounting policies for ABH are the same as those described in Note 1 to the accompanying consolidated financial statements of LifeView Group, Inc. and Subsidiaries. Capitation revenue is based on a per-member per-month rate to provide services as a managed behavioral health organization. ABH provides these services for the Company and three comprehensive community mental health centers to provide mental health services to the MMA Plan beneficiaries residing in Regions 1 and 2 in Florida. Subcontracts with the Company are on a full-risk capitated basis and is reported as sub-capitation expense within the statements of operations for ABH.

LifeView Group, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance

Year Ended September 30, 2022

Federal Grantor/Pass-Through Grantor/Project Title /Program Title	Grant Period	Federal Assistance Listing Number	Grantor's Number	Program/ Award Amount	Federal Expenditures	Passed Through to Subrecipients
<b>Federal awards</b>						
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>						
<b>Direct from Substance Abuse and Mental Health Services Administration</b>						
P.H.A.S.E. II:						
Substance Abuse and Mental Health Services Projects of Regional and National Significance	9/30/17-9/29/22	93.243	3H79TI080665-02S1	\$ 521,965	\$ 521,965	\$ -
T.R.A.C.E.:						
Substance Abuse and Mental Health Services Projects of Regional and National Significance	9/30/18-9/29/22	93.243	6H79TI081267-04M001	541,350	668,614	-
O.P.U.S.						
Substance Abuse and Mental Health Services Projects of Regional and National Significance	5/30/22-5/29/23	93.243	6H79SP083053-01M002	350,259	27,778	-
Total Federal Assistance Listing No. 93.243					1,218,357	-
<b>Direct from Substance Abuse and Mental Health Services Administration</b>						
Drug Free Communities:						
Drug-Free Communities Support Program Grants	10/31/19-10/30/24	93.276	5H79SP020364	136,939	168,384	-
Total Federal Assistance Listing No. 93.276					168,384	-

LifeView Group, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)

Federal Grantor/Pass-Through Grantor/Project Title /Program Title	Grant Period	Federal Assistance Listing Number	Grantor's Number	Program/ Award Amount	Federal Expenditures	Passed Through to Subrecipients
<b>Federal awards (continued)</b>						
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONTINUED)</b>						
<b>Passed through from the State of Florida Department of Children and Families (DCF)</b>						
Community Based Care – Child Welfare:						
Mary Lee Allen Promoting Safe and Stable Families Program	7/1/21-6/30/22	93.556	DCF – AJ495	\$ 66,376,048	\$ 1,586,297	\$ 1,277,943
Guardianship Assistance	7/1/21-6/30/22	93.090	DCF – AJ495		30,901	–
Grants to States for Access and Visitation Programs	7/1/21-6/30/22	93.597	DCF – AJ495		18,330	33,327
Chafee Education and Training Vouchers Program (ETV)	7/1/21-6/30/22	93.599	DCF – AJ495		135,169	
Adoption and Legal Guardianship Incentive Payments	7/1/21-6/30/22	93.603	DCF – AJ495		337,651	
Stephanie Tubbs Jones Child Welfare Services Grants	7/1/21-6/30/22	93.645	DCF – AJ495		1,060,376	
Foster Care Title IV-E	7/1/21-6/30/22	93.658	DCF – AJ495		8,763,680	
Adoption Assistance	7/1/21-6/30/22	93.659	DCF – AJ495		12,030,289	
John H. Chafee Foster Care Program for Successful Transition to Adulthood	7/1/21-6/30/22	93.674	DCF – AJ495		852,956	
Social Services Block Grant	7/1/21-6/30/22	93.667	DCF – AJ495		3,788,951	
Child Abuse and Neglect State Grants	7/1/21-6/30/22	93.669	DCF – AJ495		122,921	117,366
Community Based Care – Child Welfare (CAPE):						
Child Abuse and Neglect State Grants	7/1/21-6/30/22	93.669	LJ004	740,259	740,259	
Total Federal Assistance Listing No. 93.669					863,180	117,366

LifeView Group, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)

Federal Grantor/Pass-Through Grantor/Project Title /Program Title	Grant Period	Federal Assistance Listing Number	Grantor's Number	Program/ Award Amount	Federal Expenditures	Passed Through to Subrecipients
<b>Federal awards (continued)</b>						
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONTINUED)</b>						
<b>Passed through from Big Bend Community Based Care (BB)</b>						
Substance Abuse and Mental Health Managing Entity:						
Temporary Assistance for Needy Families	7/1/21-6/30/22	93.558	A0110	\$ 12,981,088	\$ 390,177	\$ -
<b>Passed through from The State of Florida Department of Children and Families (DCF)</b>						
Community Based Care – Child Welfare:						
Temporary Assistance for Needy Families	7/1/21-6/30/22	93.558	DCF – AJ495		3,222,309	1,474,022
Total Federal Assistance Listing No. 93.558					3,612,486	1,474,022
<b>Passed through from Big Bend Community Based Care (BB)</b>						
Substance Abuse and Mental Health Managing Entity:						
Block Grants for Community Health Mental Services	7/1/21-6/30/22	93.958	A0110		854,853	-
C.A.T.						
Block Grants for Community Health Mental Services	7/1/21-6/30/22	93.958	A0240	2,500,000	271,270	
M.R.T.						
Block Grants for Community Health Mental Services	7/1/21-6/30/22	93.958	A0250	1,632,846	195,036	
S.P.I.R.E.						
Block Grants for Community Health Mental Services	7/1/21-6/30/22	93.958	A0801	430,737	12,607	
Community Based Behavioral Health Treatment Svcs - CRC 1 (LEAP)						
Block Grants for Community Health Mental Services	7/1/21-6/30/22	93.958	LH814	524,882	-	
Community Based Behavioral Health Treatment Svcs - CRC 1 (SRT)						
Block Grants for Community Health Mental Services	7/1/21-6/30/22	93.958	LH814	1,683,218	-	
Florida Assertive Community Treatment (FACT):						
Block Grants for Community Health Mental Services	7/1/21-6/30/22	93.958	A0170	678,432	381,693	-
Total Federal Assistance Listing No. 93.958					1,715,459	-

LifeView Group, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)

Federal Grantor/Pass-Through Grantor/Project Title /Program Title	Grant Period	Federal Assistance Listing Number	Grantor's Number	Program/ Award Amount	Federal Expenditures	Passed Through to Subrecipients
<b>Federal awards (continued)</b>						
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONTINUED)</b>						
<b>Passed through from Big Bend Community Based Care (BB)</b>						
Substance Abuse and Mental Health Managing Entity:						
Projects for Assistance in Transition from Homelessness (PATH)	7/1/21-6/30/22	93.150	A0210	\$ 130,752	\$ 149,603	\$ -
<b>Passed through from Big Bend Community Based Care (BB)</b>						
Substance Abuse and Mental Health Managing Entity:						
Block Grants for Prevention and Treatment of Substance Abuse	7/1/21-6/30/22	93.959	A0110		2,716,851	-
Family Intensive Treatment (FIT):						
Block Grants for Prevention and Treatment of Substance Abuse	7/1/21-6/30/22	93.959	A0190	774,348	410,879	-
Community Drug and Alcohol Council, Inc. (CDAC):						
Block Grants for Prevention and Treatment of Substance Abuse	7/1/21-6/30/22	93.959	LCI VET 21-22	35,000	<u>1,232</u>	-
Total Federal Assistance Listing No. 93.959					<u>3,128,962</u>	-
<b>Passed through from Big Bend Community Based Care (BB)</b>						
Substance Abuse and Mental Health Managing Entity:						
Opioid STR	7/1/21-6/30/22	93.788	A0110		1,020,136	
<b>Total U.S. Department of Health and Human Services</b>					<u>40,481,167</u>	<u>2,902,658</u>



LifeView Group, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)

Federal Grantor/Pass-Through Grantor/Project Title /Program Title	Grant Period	Federal Assistance Listing Number	Grantor's Number	Program/ Award Amount	Federal Expenditures	Passed Through to Subrecipients
<b>Federal awards (continued)</b>						
<b>STATE DEPARTMENT OF AGENCY FOR HEALTH CARE ADMINISTRATION</b>						
<b>Medicaid Cluster</b>						
<b>Passed through from The State of Florida Department of Children and Families (DCF)</b>						
Community Based Care – Child Welfare:						
Medical Assistance Program	7/1/21-6/30/22	93.778	DCF – AJ495		\$ 287,712	\$ –
<b>Passed through from Healthy Start Community Coalition of Okaloosa and Walton Counties</b>						
Maternal and Child Health Services Block Grant to the States:						
Medical Assistance Program	7/1/21-6/30/22	93.778	OKA-#01-2022	\$ 511,083	511,083	–
Total Federal Assistance Listing No. 93.778					798,795	–
<b>Passed through from Big Bend Community Based Care (BB)</b>						
Children's Mental Health Behavioral Services (BNET):						
Children's Health Insurance Program						
Children's Health Insurance Program	7/1/21-6/30/22	93.767	A0160	270,095	144,266	–
<b>Total State Department of Agency for Health Care Administration</b>					943,061	–

LifeView Group, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)

Federal Grantor/Pass-Through Grantor/Project Title /Program Title	Grant Period	Federal Assistance Listing Number	Grantor's Number	Program/ Award Amount	Federal Expenditures	Passed Through to Subrecipients
<b>Federal awards (continued)</b>						
<b>U.S. DEPARTMENT OF EDUCATION</b>						
<b>Passed through the State of Florida Department of Labor and Employment Security</b>						
Vocational Rehab and Supported Employment:						
Rehabilitation Services Vocational Rehabilitation Grants to States	10/1/21-9/30/22	84.126	VR5231	R/A	\$ 414,958	\$ —
<b>Total U.S. Department of Education</b>					<u>414,958</u>	<u>—</u>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>						
Housing First:						
Continuum of Care Program	7/1/21-6/30/22	14.267	FL0634L4H112004	132,647	133,188	—
<b>Passed Through Homelessness &amp; Housing Alliance</b>						
211 Helpline						
Emergency Solutions Grant Program	6/1/21-6/30/22	14.231	APZ11	154,860	87,415	—
PATH						
Emergency Solutions Grant Program	6/1/21-6/30/22	14.231	APZ11		40,485	—
<b>Passed Through Opening Doors Northwest Florida</b>						
Opening Doors						
Emergency Solutions Grant Program	2/2/22-6/30/22	14.231	APZ10	200,000	29,280	—
Total Federal Assistance Listing No. 14.231					<u>157,179</u>	<u>—</u>
<b>Total U.S. Department of Housing and Urban Development</b>					<u>290,367</u>	<u>—</u>
<b>U.S. DEPARTMENT OF TREASURY</b>						
<b>Passed through the City of Pensacola</b>						
Homeless Evaluation Assessment Response Team (HEART)						
Coronavirus Relief Fund	2/4/22-12/31/24	21.019	128.510.1280.128007.9882. 128206	300,000	36,623	—
<b>Total U.S. Department of Treasury</b>					<u>36,623</u>	<u>—</u>

LifeView Group, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)

Federal Grantor/Pass-Through Grantor/Project Title /Program Title	Grant Period	Federal Assistance Listing Number	Grantor's Number	Program/ Award Amount	Federal Expenditures	Passed Through to Subrecipients
<b>Federal awards (continued)</b>						
<b>U.S. DEPARTMENT OF JUSTICE</b>						
<b>Passed through the State of Florida Office of the Attorney General</b>						
Victims of Crime Act Program Services (VOCA):						
Crime Victim Assistance	10/1/21-9/30/22	16.575	Lakeview Center, Inc.-00425	\$ 680,727	\$ 455,637	\$ -
<b>Total U.S. Department of Justice</b>					455,637	-
<b>Total expenditures of federal awards</b>					\$ 42,621,814	\$ 2,902,658

LifeView Group, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)

State Grantor/Pass-Through Grantor/Project Title /Program Title	Grant Period	State Assistance Listing Number	Grantor's Number	Program/ Award Amount	State Expenditures	Passed Through to Subrecipients
<b>State financial assistance</b>						
<b>State of Florida Department of Children and Families (DCF)</b>						
Community Based Care – Child Welfare:						
Out-of-Home Supports	7/1/21-6/30/22	60.074	DCF – AJ495		\$ 4,638,577	\$ 847,167
The Independent Living and Road-To-Independence Program	7/1/21-6/30/22	60.112	DCF – AJ495		24,876	–
Extended Foster Care Program	7/1/21-6/30/22	60.141	DCF – AJ495		733,132	–
CBC - Purchase of Therapeutic Services for Children	7/1/21-6/30/22	60.183	DCF – AJ495		67,054	–
CBC - Adoption Services	7/1/21-6/30/22	60.076	DCF – AJ495		6,206	–
CBC - Sexually Expolited Children	7/1/21-6/30/22	60.138	DCF – AJ495		237,125	–
Guardianship Assistance Program	7/1/21-6/30/22	60.210	DCF – AJ495		69,812	–
Kinship Navigator Program	7/1/21-6/30/22	60.207	DCF – AJ495		998,853	–
Family Finders Program	7/1/21-6/30/22	60.206	DCF – AJ495		131,892	–
<b>Total State of Florida Department of Children and Families</b>					<u>6,907,527</u>	<u>847,167</u>
<b>State of Florida Department of Health</b>						
State and Community Interventions	7/1/21-6/30/22	64.093	COTJZ	\$ 139,524	139,524	–

LifeView Group, Inc. and Subsidiaries

Schedule of Expenditures of Federal Awards and State Financial Assistance (continued)

State Grantor/Pass-Through Grantor/Project Title /Program Title	Grant Period	State Assistance Listing Number	Grantor's Number	Program/ Award Amount	State Expenditures	Passed Through to Subrecipients
<b>State financial assistance (continued)</b>						
<b>Passed through from Big Bend Community Based Care (BB)</b>						
Substance Abuse and Mental Health Managing Entity:						
Substance Abuse and Mental Health - Community Services	7/1/21–6/30/22	60.153	A0110		\$ 241,495	\$ –
<b>Florida Counsel Against Sexual Violence</b>						
Rape Crisis Program Trust Fund – Sexual Battery Victims' Access to Services Act	7/1/21–6/30/22	64.061	16TFGR03	\$ 37,522	37,483	–
Rape Crisis Center	7/1/21–6/30/22	64.069	16TFGR03	62,978	62,849	–
Rape Crisis Program:						
Florida Council Against Sexual Violence	7/1/21–6/30/22	41.010	20OAG03	12,596	11,684	–
<b>Total Florida Council Against Sexual Violence</b>					<u>112,016</u>	<u>–</u>
<b>Office of the State Court Administration</b>						
Post-Adjudicatory Drug Court Program	7/1/21–6/30/22	22.021	01008K4	670,606	601,173	–
Naltrexone	7/1/21–6/30/22	22.022	SC00679	672,160	564,415	–
<b>Total Office of the State Court Administration</b>					<u>1,165,588</u>	<u>–</u>
<b>Total expenditures of state financial assistance</b>					<u>\$ 8,566,150</u>	<u>\$ 847,167</u>

See accompanying notes.

## LifeView Group, Inc. and Subsidiaries

### Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance

September 30, 2022

#### **1. Presentation and Basis of Accounting**

The schedule of expenditures of federal awards and state financial assistance is prepared on the accrual basis in accordance with accounting principles generally accepted in the United States. It includes all the state and federal expenditures of LifeView Group, Inc. (the Company).

The Company allocates administrative costs to its federal and state programs using a step-down allocation methodology. The methodologies used allow for the allocation of administrative costs across all appropriate components of operations, and are in accordance with Florida Administrative Code 15A-10.014. The Company has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance and instead adheres to an approved federal indirect rate or approved contract indirect rate.

#### **2. Contingencies**

The Company has received numerous federal and state grants. The disbursement of funds received under these programs is subject to review and audit by grantor agencies. Any disbursements disallowed by these agencies could become a liability of the Company. In the opinion of management, any such claims will not have a material adverse effect of the financial position of the Company.

#### **3. Subrecipients**

In order to fulfill contractual requirements for child protective services, behavioral health services, and vocational services, the Company subcontracts with various community agencies. The Company is responsible for compliance for the funds expended, but all regulatory and contractual obligations are passed to the subrecipients in their contracts.

# Other Reports and Schedules



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## Report of Independent Auditors 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*

President/Chief Executive Officer  
Chief Financial Officer  
The Board of Directors  
LifeView Group, Inc. and Subsidiaries

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 (*Government Auditing Standards*), the financial statements of LifeView Group, Inc. and Subsidiaries (the Company), which comprise the consolidated balance sheet as of September 30, 2022, and the related consolidated statements of operations and changes in net assets and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 25, 2023.

### **Report on Internal Control Over Financial Reporting**

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

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



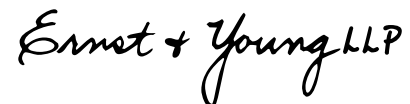
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Company'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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



January 25, 2023



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## Report of Independent Auditors on Compliance for Each Major Federal Program and State Financial Assistance Project; Report on Internal Control Over Compliance Required by the Uniform Guidance, Section 215.97 *Florida Statutes*, and Chapter 10.650, *Rules of the Auditor General*

President/Chief Executive Officer  
Chief Financial Officer  
The Board of Directors  
LifeView Group, Inc. and Subsidiaries

### **Report of Independent Auditors on Compliance for Each Major Federal Program and State Financial Assistance Project**

#### **Opinion on Each Major Federal Program and State Financial Assistance Project**

We have audited LifeView Group, Inc. and Subsidiaries' (the Company)'s compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* and the requirements described in the Florida Department of Financial Services State Projects Compliance Supplement that could have a direct and material effect on each of the Company's major federal programs and state financial assistance projects for the year ended September 30, 2022. The Company's major federal programs and state financial assistance projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Company 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 financial assistance projects for the year ended September 30, 2022.

#### **Basis for Opinion on Each Major Federal Program and State Financial Assistance Project**

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); 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); Section 215.97, *Florida Statutes*; and Chapter 10.650, *Rules of the Auditor General*. Our responsibilities under those standards, the Uniform Guidance, Section 215.97, *Florida Statutes*; and Chapter 10.650, *Rules of the Auditor General* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

### **Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Company's federal programs and state financial assistance projects.

### **Auditor's Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Company's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance, Section 215.97, *Florida Statutes*; and Chapter 10.650, *Rules of the Auditor General* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Company's compliance with the requirements of each major federal program and state financial assistance project as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards* the Uniform Guidance, Section 215.97, *Florida Statutes*; and Chapter 10.650, *Rules of the Auditor General*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Company's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Company’s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, Section 215.97, *Florida Statutes* and Chapter 10.650, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of the Company’s internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Report on Internal Control Over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state financial assistance project on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state financial assistance 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 financial assistance 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 Auditor’s Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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



The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance, Section 215.97, *Florida Statutes*; and Chapter 10.650, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

*Ernst + Young LLP*

January 25, 2023

LifeView Group, Inc. and Subsidiaries

Schedule of Findings and Questioned Costs

Year Ended September 30, 2022

**Section I — Summary of Auditor’s Results**

**Financial Statements**

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

Internal control over financial reporting:

Material weakness(es) identified?

Significant deficiency(ies) identified?

Noncompliance material to financial statements noted?

	<u>Unmodified</u>		
_____ <b>Yes</b>	<u>  X  </u>	<u>  No  </u>	
_____ <b>Yes</b>	<u>  X  </u>	<u>None reported</u>	
_____ <b>Yes</b>	<u>  X  </u>	<u>  No  </u>	

**Federal Awards and State Projects**

Internal control over major federal programs and state financial assistance projects:

Material weakness(es) identified?

Significant deficiency(ies) identified?

_____ <b>Yes</b>	<u>  X  </u>	<u>  No  </u>	
_____ <b>Yes</b>	<u>  X  </u>	<u>None reported</u>	

Type of auditor’s report issued on compliance for major federal programs and state financial assistance projects:

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a), Section 215.97, *Florida Statutes* or Chapter 10.650, *Rules of the Auditor General*?

	<u>Unmodified</u>		
_____ <b>Yes</b>	<u>  X  </u>	<u>  No  </u>	

LifeView Group, Inc. and Subsidiaries

Schedule of Findings and Questioned Costs (continued)

Identification of major federal programs:

<u>Assistance Listing number(s)</u>	<u>Name of federal program or cluster</u>
93.558	Temporary Assistance for Needy Families
93.658	Foster Care Title IV-E
93.958	Block Grants for Community Mental Health Services

Identification of major state financial assistance projects:

<u>Assistance Listing numbers</u>	<u>Name of state program</u>
60.074	Out-of-Home Supports
60.207	Kinship Navigator Program

Dollar threshold used to distinguish between Type A and Type B programs:	Federal awards:	\$1,278,654
	State awards:	\$750,000
Auditee qualified as low-risk auditee for federal purposes?	<hr/>	
	<u> X </u> Yes	<u> </u> No

**Section II — Financial Statement Findings**

No matters were identified

**Section III — Federal Award and State Project Findings and Questioned Costs**

No matters were identified

**Section IV—Management Letter and Summary Schedule of Prior Audit Findings**

No matters were identified.

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