

2-1-1 Tampa Bay Cares, Inc.

Financial Statements

September 30, 2024 and 2023



**2-1-1 TAMPA BAY CARES, INC.
TABLE OF CONTENTS**

INDEPENDENT AUDITOR'S REPORT	3 - 5
Financial Statements for the Years Ended September 30, 2024 and 2023:	
Statements of Financial Position.....	6
Statements of Activities.....	7 - 8
Statement of Functional Expenses	9
Statements of Cash Flows	10
Notes to Financial Statements.....	11 – 20
SUPPLEMENTARY INFORMATION	
Schedule of Expenditures Of Federal Awards and State Financial Assistance.....	22
Notes to Schedule of Expenditures Of Federal Awards and State Financial Assistance.....	23
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	24 – 25
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.650, STATE OF FLORIDA RULES OF THE AUDITOR GENERAL	26 – 28
Schedule of Findings and Questioned Costs.....	29 – 30
OTHER SUPPLEMENTARY INFORMATION	
Schedule of State Earnings	32
Schedule of Related Party Transaction Adjustments	33
Schedule of Bed-Day Availability Payments.....	34
Substance Abuse and Mental Health Services Program - Cost Center Actual Expenses and Revenues Schedule.....	35 - 36



Oldsmar / Tampa / St. Petersburg

727-785-4447

813-498-1294

727-784-5491 Fax

www.pdr-cpa.com

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
2-1-1 Tampa Bay Cares, Inc.
Clearwater, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of 2-1-1 Tampa Bay Cares, Inc. (the Organization), which comprise the statements of financial position as of September 30, 2024 and 2023, and the related statements of activities and cash flows for the years then ended, the related statement of functional expenses for the year ended September 30, 2024, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of 2-1-1 Tampa Bay Cares, Inc. as of September 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about 2-1-1 Tampa Bay Cares, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

CONTINUED

INDEPENDENT AUDITOR'S REPORT – CONTINUED

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 2-1-1 Tampa Bay Cares, Inc.'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 2-1-1 Tampa Bay Cares, Inc.'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 audits, significant audit findings, and certain internal control related matters that we identified during the audits.

CONTINUED

INDEPENDENT AUDITOR'S REPORT – CONTINUED

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards 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 Chapter 10.650, *Rules of the Auditor General, State of Florida*, and the schedule of state earnings, schedule of related party transaction adjustments, schedule of bed-day availability payments, and the substance abuse and mental health services program – cost center actual expenses and revenues schedule on Pages 32 through 36 are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules are fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 16, 2025, on our consideration of the Organization'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 Organization'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 Organization's internal control over financial reporting and compliance.

Report on Summarized Comparative Information

We have previously audited the Organization's 2023 financial statements and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 18, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

PDR CPAs + Advisors

Oldsmar, Florida
January 16, 2025

**2-1-1 TAMPA BAY CARES, INC.
STATEMENTS OF FINANCIAL POSITION
SEPTEMBER 30, 2024 AND 2023**

	2024	2023
<u>ASSETS</u>		
Current Assets		
Cash and cash equivalents	\$ 431,032	\$ 787,257
Restricted cash	371,265	321,209
Grants and accrued receivables	1,359,261	983,693
United Way receivable	47,083	45,000
Prepaid expenses	37,945	85,476
Total current assets	2,246,586	2,222,635
Property and equipment, net	82,186	106,619
Other Assets		
Reserve fund - CFTB	248,586	192,818
Beneficial interest in assets held by others - PCF	254,491	190,345
Deposits	9,796	9,796
Operating lease right-of-use asset	671,519	747,242
	1,184,392	1,140,201
Total Assets	\$ 3,513,164	\$ 3,469,455
<u>LIABILITIES AND NET ASSETS</u>		
Liabilities		
Accounts payable and accrued expenses	\$ 91,654	\$ 17,474
Accrued payroll and benefits	461,151	360,214
Funding advances	572,018	544,000
Current portion of operating lease liability	106,629	94,300
Total current liabilities	1,231,452	1,015,988
Long-term liabilities		
Long-term operating lease liability, net	597,278	676,914
Total Liabilities	1,828,730	1,692,902
Net assets		
Without donor restrictions	1,322,008	1,541,208
With donor restrictions	362,426	235,345
Total net assets	1,684,434	1,776,553
Total Liabilities and Net Assets	\$ 3,513,164	\$ 3,469,455

See accompanying notes to financial statements

2-1-1 TAMPA BAY CARES, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	Without Donor Restrictions	With Donor Restrictions	Total	
			2024	2023
Operating Support and Revenue				
Grants and contract revenue	\$ 8,491,912	\$ 107,935	\$ 8,599,847	\$ 7,704,327
Contributions	31,738	-	31,738	22,785
Investment income	39,384	44,146	83,530	45,446
Net assets released from restrictions - expiration of time restrictions	45,000	(45,000)	-	-
Total operating support and revenue	8,608,034	107,081	8,715,115	7,772,558
Operating Expenses				
Program services	8,080,038	-	8,080,038	6,937,713
Management and general	727,196	-	727,196	803,591
Total operating expenses	8,807,234	-	8,807,234	7,741,304
Change in Net Assets Before Other Changes	(199,200)	107,081	(92,119)	31,254
Other Changes				
Transfer of net assets to a Foundation	(20,000)	20,000	-	-
Total other changes	(20,000)	20,000	-	-
Change in Net Assets	(219,200)	127,081	(92,119)	31,254
Net Assets, Beginning of Year	1,541,208	235,345	1,776,553	1,745,299
Net Assets, End of Year	\$ 1,322,008	\$ 362,426	\$ 1,684,434	\$ 1,776,553

See accompanying notes to financial statements

2-1-1 TAMPA BAY CARES, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED SEPTEMBER 30, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Operating Support and Revenue			
Grants and contract revenue	\$ 7,659,327	\$ 45,000	\$ 7,704,327
Contributions	22,785	-	22,785
Investment income	26,070	19,376	45,446
Net assets released from restrictions - expiration of time restrictions	61,500	(61,500)	-
Total operating support and revenue	7,769,682	2,876	7,772,558
Operating Expenses			
Program services	6,937,713	-	6,937,713
Management and general	803,591	-	803,591
Total operating expenses	7,741,304	-	7,741,304
Change in Net Assets Before Other Changes	28,378	2,876	31,254
Other Changes			
Transfer of net assets to a Foundation	(50,000)	50,000	-
Total other changes	(50,000)	50,000	-
Change in Net Assets	(21,622)	52,876	31,254
Net Assets, Beginning of Year	1,562,830	182,469	1,745,299
Net Assets, End of Year	\$ 1,541,208	\$ 235,345	\$ 1,776,553

See accompanying notes to financial statements

2-1-1 TAMPA BAY CARES, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED SEPTEMBER 30, 2024
(WITH COMPARATIVE TOTALS FOR 2023)

	Program Services							Management and General	Total		
	Crisis Hotline	Central Florida Behavioral Health Network	Lifeline	My Florida Vet	First Responders	VITA	Direct Financial Assistance		Total Program Services	2024	2023
	Salaries and related expenses										
Salaries	\$ 479,644	\$ 1,387,130	\$ 1,816,771	\$ 148,572	\$ 108,351	\$ -	\$ 337,194	\$ 4,277,662	\$ 345,992	\$ 4,623,654	\$ 3,845,123
Payroll taxes and fringe benefits	85,931	248,512	325,485	26,618	19,412	-	60,410	766,368	61,987	828,355	657,141
Total salaries and related expenses	565,575	1,635,642	2,142,256	175,190	127,763	-	397,604	5,044,030	407,979	5,452,009	4,502,264
Other expenses											
Direct client expenses	-	-	-	-	-	-	1,836,670	1,836,670	-	1,836,670	1,684,062
Software	20,181	58,365	76,442	6,251	4,559	-	14,188	179,986	6,937	186,923	284,746
Utilities	20,964	60,629	79,408	6,494	4,736	-	14,738	186,969	6,048	193,017	175,582
Depreciation	-	-	-	-	-	-	-	-	66,260	66,260	58,368
Rent	13,524	39,112	51,226	4,189	3,055	-	9,508	120,614	62,134	182,748	169,075
Professional fees	37,011	188,263	287,798	10,313	7,521	48,601	23,405	602,912	111,194	714,106	633,823
Office expenses	5,626	36,499	21,310	1,743	1,271	-	3,955	70,404	7,675	78,079	148,143
Travel, training and conferences	2,943	8,510	11,146	912	665	-	2,069	26,245	2,123	28,368	23,103
Insurance	-	-	-	-	-	-	-	-	55,860	55,860	43,124
Other	1,369	3,959	5,185	424	309	-	962	12,208	986	13,194	19,014
Total other expenses	101,618	395,337	532,515	30,326	22,116	48,601	1,905,495	3,036,008	319,217	3,355,225	3,239,040
Total Expenses	\$ 667,193	\$ 2,030,979	\$ 2,674,771	\$ 205,516	\$ 149,879	\$ 48,601	\$ 2,303,099	\$ 8,080,038	\$ 727,196	\$ 8,807,234	\$ 7,741,304

See accompanying notes to financial statements

2-1-1 TAMPA BAY CARES, INC.
STATEMENTS OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

	2024	2023
Cash Flows from Operating Activities:		
Change in net assets	\$ (92,119)	\$ 31,254
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	66,260	58,368
Unrealized gains, net of investment fees	(79,914)	(39,847)
Noncash operating lease expense	129,855	63,155
(Increase) decrease in operating assets:		
Grants and accrued receivables	(375,568)	(481,601)
Prepaid expenses	47,531	(19,368)
United Way receivable	(2,083)	16,500
Deposits	-	(3,734)
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	74,181	(52,158)
Accrued payroll and benefits	100,937	153,485
Funding advances	28,018	(53,485)
Change in lease liability	(121,440)	(39,183)
Net cash used in operating activities	(224,342)	(366,614)
Cash Flows from Investing Activities:		
Transfer of funds to reserve fund - CFTB	(20,000)	(50,000)
Transfer of funds to beneficial interest in a perpetual trust - PCF	(20,000)	(50,000)
Acquisition of property and equipment	(41,827)	(117,669)
Net cash used in investing activities	(81,827)	(217,669)
Net Decrease in Total Cash	(306,169)	(584,283)
Total Cash at Beginning of Year	1,108,466	1,692,749
Total Cash at End of Year	\$ 802,297	\$ 1,108,466
Total cash consisted of the following at September 30:		
Cash and cash equivalents	\$ 431,032	\$ 787,257
Restricted cash	371,265	321,209
	\$ 802,297	\$ 1,108,466
Non-cash Investing and Financing Activities:		
Right-of-use assets obtained in exchange for new operating lease liabilities	\$ 28,435	\$ 796,719

See accompanying notes to financial statements

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE A - NATURE OF ORGANIZATION

2-1-1 Tampa Bay Cares, Inc. (the Organization) was chartered in 1996 as a Florida, not-for-profit corporation. During 2024 the Organization updated their name and is now doing business as First Contact. 2-1-1 Tampa Bay Cares, Inc. provides information, assessment, referrals, crisis intervention, and connections to health and human services.

During 2001, the telephone number 2-1-1, which was set aside by the Federal Communication Commission for easy access to community information, was established in Pinellas County. The Organization also handles calls to 2-1-1 in Hernando County. During 2015, the Organization began collaborating in the Adult Emergency Financial Assistance Program; this project helps individuals and married couples without minor children by providing financial assistance to help prevent evictions, foreclosures, and unhealthy living conditions and help empower them to become self-sufficient. During 2017, the Organization began collaborating in the Rapid Rehousing Program; this project helps place individuals and families with minor children into permanent housing with up to six months of rental and utility deposits and payment assistance.

During 2022, the Organization expanded services to include 988, which was launched by the US Department of Health and Human Services Substance and Mental Health Services Administration on July 16, 2022. 988 is the new three-digit dialing code that will route callers to the National Suicide Prevention Lifeline (now known as the 988 Suicide and Crisis Lifeline), and is now active across the United States. When people call, text, or chat 988, they will be connected to trained counselors that are part of the existing Lifeline network. These trained counselors will listen, understand how their problems are affecting them, provide support, and connect them to resources if necessary. The Organization was selected to serve as one of 40 national back up centers for 988 text and online chat conversations. The Organization also provides coverage for 988 call services for ten Florida counties.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (US GAAP), which require the Organization to report information regarding its financial position and activities according to the following net asset classifications:

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

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Revenue is reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as revenue of the net assets without donor restrictions class.

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Measure of Operations

The statements of activities reports all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to the Organization's ongoing services. Nonoperating activities, if any, are limited to other activities considered to be of a more unusual or nonrecurring nature.

Use of Estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates. Significant estimates include the collectability of receivables, determination of the useful lives of the property and equipment, and allocation of functional expenses.

Fair Value Measurement

The financial statements are prepared in accordance with an accounting standard, for all financial assets and liabilities and for nonfinancial assets and liabilities recognized or disclosed at fair value in the financial statements or on a recurring basis (at least annually). Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on a measurement date. The standard also establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. There are three levels of inputs that may be used to measure fair value:

- Level 1: Quoted market prices in active markets for identical assets or liabilities.
- Level 2: Observable market-based inputs or unobservable inputs that are corroborated by market data.
- Level 3: Unobservable inputs that are not corroborated by market data.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on deposit with financial institutions and from time to time money market fund accounts. The Organization considers all highly liquid assets with an initial maturity of three months or less as cash.

Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash held in financial institutions in excess of federally-insured limits. From time to time throughout the years ended September 30, 2024 and 2023, the Organization's cash balance may have exceeded the federally insured limit. However, the Organization has not experienced and does not expect to incur any losses in such accounts.

Restricted Cash

Restricted cash represents prepayments from expense reimbursement grants. Restricted cash amounts are limited in use to client direct expenses under the related grants.

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Grants and Accrued Receivables

The Organization records a receivable and revenue at the time funds are earned. Accrued receivables consist of direct client expenses that have been distributed and are amounts earned under cost reimbursement contracts that have not yet been billed to the funder. Management estimates the allowance for uncollectible grants and accrued receivables based on a review of the individual receivables outstanding as of the end of the year. Management writes off receivables identified as uncollectible against the allowance amount. At September 30, 2024 and 2023, the Organization considered all receivables to be fully collectible and no allowance was necessary.

Accrued Payroll and Benefits

Accrued payroll and benefits represent accrued wages, vested vacation leave, and accrued retirement contributions. Vacation leave is charged as an expense in the period in which it is earned by the employee.

Property and Equipment

Property and equipment are stated at cost, if purchased or at estimated fair value at the date of receipt, if acquired by gift. Expenditures in excess of \$1,000 with an estimated useful life in excess of one year are capitalized. Depreciation is calculated using the straight-line method with a full year convention over the useful lives of the respective assets ranging from 3 to 7 years.

Funding Advances

Funding advances consist of amounts received upfront from funders to assist in the payment of direct client assistance and related administrative costs. The amounts will be applied to future receivables from the respective funder or refunded to the funder if not utilized.

Revenue Recognition

Grants and contract revenues, including cost reimbursement contracts, are considered conditional contributions and are recorded as unrestricted revenue when the contract conditions are met. Payments received in advance of the conditions being met are recorded as funding advances until earned. Revenue is earned and recognized in the accompanying financial statements when eligible expenses are incurred or services provided.

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence or nature of any donor restrictions. Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Unconditional promises to give are reported at present value at the date the promise is received to the extent estimated to be collected by the Organization. Other conditional promises to give are recognized when the conditions on which they depend are substantially met. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire during the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Impairment of Long-Lived Assets

The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair market value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or the fair value less costs to sell. Management has determined that no impairment occurred during the years ended September 30, 2024 and 2023.

Functional Classification of Expenses

The cost of providing the Organization's various programs and other activities has been summarized on a functional basis in the statement of activities and statement of functional expenses.

Program and supporting expenses, when specifically identifiable, are classified to the function which incurred the expense. Those specifically identifiable include direct client expenses and depreciation. All other expenses are allocated among programs and supporting services based upon the ratio of employee time spent in each functional area.

Income Tax Status

The Organization is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been recorded.

Uncertain Tax Positions

The Organization accounts for the effect of any uncertain tax positions based on a "more likely than not" threshold to the recognition of the tax positions being sustained based on the technical merits of the position under scrutiny by the applicable taxing authority. If a tax position or positions are deemed to result in uncertainties of those positions, the unrecognized tax benefit is estimated based on a "cumulative probability assessment" that aggregates the estimated tax liability for all uncertain tax positions. The Organization has identified its tax status as a tax-exempt entity as its only significant tax position; however, the Organization has determined that such tax position does not result in an uncertainty requiring recognition. The Organization is not currently under examination by any taxing jurisdiction. The Organization's federal returns are generally open for examination for three years following the date filed.

Reclassifications

Certain amounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements. Net assets have not been impacted as a result of these reclassifications.

Summarized Comparative Financial

The accompanying financial statements include certain prior year summarized comparative total amounts. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended September 30, 2023, from which the summarized information was derived.

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Leases

The Organization has operating leases office space and equipment. The determination of whether an arrangement is a lease is made at the leases' inception. Under ASC 842, the Financial Accounting Standards Board's Accounting Standards Update (ASU) No. 2016-02, *Leases* (Topic 842), a contract is (or contains) a lease if it conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Control is defined under the standard as having both the right to obtain substantially all of the economic benefits from use of the asset and the right to direct the use of the asset. Management only reassess its determination if the terms or conditions of the contract are changed.

Operating leases are included in operating lease right-of-use (ROU) asset and lease liabilities in the accompanying statements of financial position.

ROU assets represent the Organization's right to use an underlying asset for the lease term, and lease liabilities represent the Organization's obligation to make lease payments. Operating lease ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. The Organization uses the implicit rate in the lease when it is readily determinable. To determine the present value of lease payments, management has elected to use a risk free rate at lease commencement. Operating lease ROU assets also includes any lease payments made and excludes any lease incentives. Lease expense is recognized on a straight-line basis over the lease term.

The Organization's lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise the option.

For leases with an initial term of 12 months or less, an ROU asset and lease liability is not recognized and lease expense is recognized on a straight-line basis over the lease term.

NOTE C - AVAILABILITY AND LIQUIDITY

The following represents the Organization's financial assets available to meet general expenditures over the next twelve months:

	<u>2024</u>	<u>2023</u>
Financial Assets:		
Cash and cash equivalents	\$ 431,032	\$ 787,257
Grants and receivables	<u>1,406,344</u>	<u>1,028,693</u>
Total financial assets	<u>1,837,376</u>	<u>1,815,950</u>
Less Amounts Not Available to be Used Within One Year:		
Grants and receivables with restrictions	<u>296,042</u>	<u>275,314</u>
Financial assets available to meet general expenditures over the next twelve months	<u>\$ 1,541,334</u>	<u>\$ 1,540,636</u>

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE C - AVAILABILITY AND LIQUIDITY - CONTINUED

As described in **NOTE H**, the Organization also has a \$500,000 line-of-credit available for use in meeting financial obligations. Additionally at September 30, 2024 and 2023, the Organization had \$503,077 and \$383,163, respectively, in assets with community foundations that could be liquidated if determined appropriate and initiated by the Organization.

NOTE D - PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at September 30:

	2024	2023
Furniture and equipment	\$ 610,129	\$ 568,301
Software	19,500	19,500
Total property and equipment	629,629	587,801
Less accumulated depreciation	(547,443)	(481,182)
	\$ 82,186	\$ 106,619

Depreciation expense was \$66,260 and \$58,368 for the years ended September 30, 2024 and 2023, respectively.

NOTE E - BENEFICIAL INTEREST IN ASSETS HELD BY OTHERS

The Organization has invested funds with the Pinellas Community Foundation (PCF). This amount is considered an asset of the Organization and is presented as beneficial interest in assets held by others in the accompanying statements of financial position. The assets of the beneficial interest are invested according to the PCF investment policy. Earnings on these funds are periodically distributed to the Organization in accordance with the PCF agreement. As of September 30, 2024 and 2023, the fair value of these assets was \$254,491 and \$190,345, respectively, and included in net assets with donor restrictions based on underlying terms of the agreement with PCF. Unrealized gains and losses are included in the accompanying statements of activities within investment income.

NOTE F - RESERVE FUND

The Organization established a reserve fund in April 2019 with the Community Foundation of Tampa Bay (CFTB). The assets of the reserve fund are invested according to the CFTB investment policy. Earnings on the funds are periodically distributed to the Organization in accordance with the CFTB agreement. As of September 30, 2024 and 2023, the fair value of these assets was \$248,586 and \$192,818, respectively, and included in net assets without donor restrictions. Unrealized gains and losses are included in the accompanying statements of activities within investment income.

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE G - FAIR VALUE MEASUREMENT

The Organization's investments are reported at fair value in the accompanying statements of financial position. Following is a description of valuation methodologies used for investments measured at fair value.

Beneficial interest in assets held by others and reserve funds - The investments are managed by an unrelated third party and are valued based upon the third party information without adjustment. The Organization does not develop nor are they provided with the quantitative inputs used to develop the fair market values. Management has determined that these should be reported at Level 3 because the fair values for these assets have unobservable inputs.

Fair values of assets measured on a recurring basis at September 30, 2024 are as follows:

Fair Value Measurements at Reporting Date Using				
Description	Quoted Prices In Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3	Total Fair Value
Investments:				
Reserve fund	\$ -	\$ -	\$ 248,586	\$ 248,586
Beneficial interest in assets held by others	-	-	254,491	254,491
	\$ -	\$ -	\$ 503,077	\$ 503,077

Fair values of assets measured on a recurring basis at September 30, 2023 are as follows:

Fair Value Measurements at Reporting Date Using				
Description	Quoted Prices In Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3	Total Fair Value
Investments:				
Reserve fund	\$ -	\$ -	\$ 192,818	\$ 192,818
Beneficial interest in assets held by others	-	-	190,345	190,345
	\$ -	\$ -	\$ 383,163	\$ 383,163

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE G - FAIR VALUE MEASUREMENT - CONTINUED

The following is a summary of changes in the fair value of the Organization's Level 3 assets for the years ended September 30:

	<u>2024</u>	<u>2023</u>
Balance, October 1	\$ 383,163	\$ 243,316
Invested amounts	40,000	100,000
Investment income	83,530	43,070
Investment fees	<u>(3,616)</u>	<u>(3,223)</u>
Balance, September 30	<u>\$ 503,077</u>	<u>\$ 383,163</u>

NOTE H - LINE-OF-CREDIT

The Organization has a \$500,000 line-of-credit that is due on demand, with no stated maturity date. The interest rate on this line-of-credit is the prime rate (8% at September 30, 2024). The Organization had \$500,000 available for use at September 30, 2024 and 2023. There were no amounts outstanding on the line-of-credit at September 30, 2024 and 2023. The line is collateralized by substantially all assets of the Organization.

NOTE I - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at September 30, 2024 and 2023 consist of the following:

	<u>2024</u>	<u>2023</u>
Donor restricted contributions	\$ 107,935	\$ 45,000
Beneficial interest in assets held by others	254,491	190,345
	<u>\$ 362,426</u>	<u>\$ 235,345</u>

Donor restricted contributions include amounts that are contributed to the Organization by the United Way that have not yet been collected and contributions restricted for a specific purpose. Net assets are released from restrictions when spent on the specific restricted purpose during the year or collected from the United Way during the year. Net assets released from restrictions amount to \$45,000 and \$61,500 at September 30, 2024 and 2023.

NOTE J - LEASES

The Organization leases office space and equipment under non-cancellable operating lease agreements which expire at various times through May 2030. Variable payments are not determinable at the lease commencement and are not included in the measurement of the lease assets and liabilities. The lease agreements do not include any material residual value guarantees or restrictive covenants. Short-term leases, defined as leases with initial terms of 12 months or less, are not reflected on the accompanying statements of financial position.

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE J - LEASES - CONTINUED

The future payments due under the operating lease as of September 30, are as follows:

Years Ending September 30,	Amounts
2025	\$ 129,274
2026	132,960
2027	136,758
2028	140,669
2029	142,571
Thereafter	94,275
Total undiscounted cash flows	776,507
Less: present value discount	72,600
Total lease liabilities	\$ 703,907

As of September 30, 2024 and 2023, the weighted-average remaining lease term for the Organization's operating leases is 5.63 and 6.67 years, and the weighted-average discount rate associated with the operating leases is 3.51% and 3.48%. Rent expense for the Organization's operating leases for the years ended September 30, 2024 and 2023 was \$129,855 and \$63,155, respectively. Cash paid in connection with operating leases for the years ended September 30, 2024 and 2023 was \$121,440 and \$39,193, respectively. Variable lease costs for the Organization for the years ended September 30, 2024 and 2023 was approximately \$44,500 and \$21,000. Rent expense incurred by the Organization for short-term leases for the year ended September 30, 2023 was approximately \$57,000.

NOTE K - GRANT AND CONTRACT REVENUE

The Organization receives support from several grantors and various agencies. During the years ended September 30, grant and contract revenue consisted of the following:

Grantor/Program Name	2024	2023
Pinellas County	\$ 3,010,773	\$ 2,689,792
Vibrant Emotional Health	2,625,815	2,387,432
Central Florida Behavioral Health Network	2,084,466	1,572,032
First Responders	280,296	280,296
My FL Vet	154,253	171,881
United Way of Suncoast	153,456	266,485
Duke Energy	150,000	160,000
United Way Suncoast	45,000	55,000
St. Vincent de Paul	30,000	28,000
United Way of Hernando County	25,000	25,000
Suncoast Center	24,283	24,283
Other Grants	10,000	21,538
FLAIRS	6,505	22,588
	\$ 8,599,847	\$ 7,704,327

2-1-1 TAMPA BAY CARES, INC.
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED SEPTEMBER 30, 2024 AND 2023

NOTE K - GRANT AND CONTRACT REVENUE - CONTINUED

At September 30, 2024 and 2023, three and four grantors accounted for approximately 90% and 89%, respectively, of the outstanding grants and accrued receivables.

During the years ended September 30, 2024 and 2023, 90% and 86%, of grant and contract revenues were received from three funders, respectively.

NOTE L - RETIREMENT PLAN

The Organization has established a tax sheltered annuity plan (the Plan) whereby a percentage of base salaries of eligible participating employees may be contributed to the Plan by the Organization. The Organization's contribution is discretionary. Participating employees may also elect to contribute a percentage of their salaries. The Plan covers substantially all employees. Participants fully vest in the employer's contribution after five years of service to the Organization. Total expense incurred by the Organization related to the Plan during the years ended September 30, 2024 and 2023 was \$96,347 and \$62,048, respectively.

NOTE M - COMMITMENTS AND CONTINGENCIES

The Organization is subject to audit examination by funding sources to determine compliance with grant conditions. In the event that expenditures would be disallowed, repayment could be required. Management believes the Organization to be in compliance with the terms of its funding agreements.

NOTE N - MATCHING REQUIREMENTS

As required under certain contracts, the Organization is required to match varying percentages of contract funds received. This match may be cash, in-kind, or a combination. For the years ended September 30, 2024 and 2023, the Organization met its matching requirements for all related contracts.

NOTE O - SUBSEQUENT EVENTS

The Organization has evaluated all subsequent events through January 16, 2025, the date the financial statements were available to be issued. The Organization is not aware of any subsequent events which would require recognition or disclosure in the accompanying financial statements.

SUPPLEMENTARY INFORMATION

2-1-1 TAMPA BAY CARES, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
YEAR ENDED SEPTEMBER 30, 2024

<u>Federal Agency</u> <u>Pass-Through Entity</u> <u>Federal Program</u>	<u>Federal</u> <u>Assistance</u> <u>Listing Number</u>	<u>Contract/</u> <u>Pass-Through Entity</u> <u>Identifying Number</u>	<u>Expenditures</u>
FEDERAL AWARDS:			
U.S. Department of Health and Human Services			
<i>Passed through Vibrant Emotional Health</i>			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	S24-SM84816-002-CTP	\$ 2,625,815
<i>Passed through Central Florida Behavioral Health Network, Inc.</i>			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	QG154-23	372,081
			<u>2,997,896</u>
<i>Passed through Central Florida Behavioral Health Network, Inc.</i>			
Block Grants for Community Mental Health Services	93.958	QG154-23	906,639
<i>Passed through Crisis Center of Tampa Bay</i>			
Opioid STR	93.788	LD994	154,253
Total - U.S. Department of Health and Human Services			<u>4,058,788</u>
Total expenditures of federal awards			<u>\$ 4,058,788</u>
<u>Florida State Agency</u> <u>Pass-Through Entity</u> <u>Florida State Project Title</u>	<u>CSFA</u> <u>Number</u>	<u>Contract/</u> <u>Pass-Through Entity</u> <u>Identifying Number</u>	<u>Expenditures</u>
State of Florida Department of Children and Families			
<i>Passed through:</i>			
<i>Central Florida Behavioral Health Network, Inc.</i>			
Substance Abuse and Mental Health Services - Community Services	60.153	QG154	\$ 805,746
Total expenditures of state financial assistance			<u>\$ 805,746</u>

See notes to the schedule of expenditures of federal awards and state financial assistance

2-1-1 TAMPA BAY CARES, INC.
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
YEAR ENDED SEPTEMBER 30, 2024

BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards and State Financial Assistance (the Schedule) includes the federal and state award activity of 2-1-1 Tampa Bay Cares, Inc. under programs of the federal government and state of Florida for the year ended September 30, 2024. The information in this schedule is presented in accordance with accounting principles generally accepted in the United States of America as applicable to non-profit organizations, and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and Chapter 10.650, *Rules of the Auditor General, State of Florida*. Because the Schedule presents only a selected portion of the operations of 2-1-1 Tampa Bay Cares, Inc. it is not intended to and does not present the financial position, changes in net assets, or cash flows of 2-1-1 Tampa Bay Cares, Inc.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General, State of Florida* wherein certain types of expenditures are not allowable or are limited as to reimbursement.

INDIRECT COST RATE

The Organization elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance, when applicable.

CONTINGENCIES

Expenditures incurred by the Organization are subject to audit and possible disallowance by the grantor agency. Management believes that if audited, any adjustments for disallowed expenses would be immaterial in amount.

SUBRECIPIENTS

The Organization did not provide funds to subrecipients for the year ended September 30, 2024.



Oldsmar / Tampa / St. Petersburg

727-785-4447
813-498-1294
727-784-5491 Fax

www.pdr-cpa.com

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

To the Board of Directors
2-1-1 Tampa Bay Cares, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of 2-1-1 Tampa Bay Cares, Inc. (a nonprofit organization) (the Organization), which comprise the statement of financial position as of September 30, 2024, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 16, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Organization'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 Organization's internal control. Accordingly, we do not express an opinion on the effectiveness of the Organization'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 Organization'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.

CONTINUED

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Organization's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

PDR CPAs + Advisors

Oldsmar, Florida
January 16, 2025



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND EACH MAJOR STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.650, RULES OF THE AUDITOR
GENERAL, STATE OF FLORIDA**

To the Board of Directors
2-1-1 Tampa Bay Cares, Inc.

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

Opinion on Each Major Federal Program and Major State Project

We have audited 2-1-1 Tampa Bay Cares, Inc.'s (the Organization) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and described in the *Florida Department of Financial Services State Projects Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs and major state projects for the year ended September 30, 2024. The Organization's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Organization complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and major state projects for the year ended September 30, 2024.

Basis for Opinion on Each Major Federal Program and Major State Project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Chapter 10.650, *Rules of the Auditor General, State of Florida*. Our responsibilities under those standards and the Uniform Guidance and Chapter 10.650, Rules of the Auditor General, State of Florida 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 Organization and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program and major state project. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.

CONTINUED

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND EACH MAJOR STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.650, RULES OF THE AUDITOR
GENERAL, STATE OF FLORIDA - CONTINUED**

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 Organization's federal programs and state 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 Organization's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General, State of Florida* 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 Organization's compliance with the requirements of each major federal program and major state project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and Chapter 10.650, *Rules of the Auditor General, State of Florida*, 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 Organization'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 Organization'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 and Chapter 10.650, Rules of the Auditor General, State of Florida, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over compliance. Accordingly, no such opinion is expressed.

CONTINUED

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND EACH MAJOR STATE PROJECT AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE AND CHAPTER 10.650, RULES OF THE AUDITOR
GENERAL, STATE OF FLORIDA - CONTINUED**

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 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 project will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program or state project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the 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 and Chapter 10.650, *Rules of the Auditor General, State of Florida*. Accordingly, this report is not suitable for any other purpose.

PDR CPAs + Advisors

Oldsmar, Florida
January 16, 2025

**2-1-1 TAMPA BAY CARES, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2024**

Part I - Summary of Auditor's Results

Financial Statements Section

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified not considered to be material weakness(es)? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards and State Financial Assistance Section

Internal control over major federal programs:

Material weakness(es) identified? yes X no

Significant deficiency(ies) identified not considered to be material weakness(es)? yes X none reported

Type of auditor's report on compliance for major federal programs and state projects: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR part 200, subpart E of the Uniform Guidance or Chapter 10.650, Rules of the Auditor General, State of Florida? yes X no

Identification of major federal programs and state projects:

Federal Programs:

Federal Assistance Listing Number	Name of Federal Program
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance

State Projects:

CSFA Number	Name of State Projects
60.153	Substance Abuse and Mental Health Services - Community Services

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

Dollar threshold used to distinguish between type A and type B state projects \$ 300,000

Auditee qualified as low-risk auditee for federal purposes? yes X no

2-1-1 TAMPA BAY CARES, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED
YEAR ENDED SEPTEMBER 30, 2024

Part II - Schedule of Financial Statement Findings

This section identifies to significant deficiencies, material weakness, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards.

There were no reportable findings.

Part III - Federal and State Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weakness, and instances of noncompliance, including questioned costs, related to the audit of major federal programs, as required to be reported by the Uniform Guidance or Chapter 10.650, *Rules of the Auditor General, State of Florida*.

There were no reportable findings.

Summary Schedule of Prior Audit Findings

A Summary Schedule of Prior Audit Findings is not necessary since there were no prior year audit findings related to a major federal program.

OTHER SUPPLEMENTARY INFORMATION

**2-1-1 TAMPA BAY CARES, INC.
SCHEDULE OF STATE EARNINGS
TWELVE MONTHS ENDING JUNE 30, 2024***

1	Total Expenditures	\$ 8,434,133
2	Less Other State and Federal Funds	(4,070,707)
3	Less Non-Match SAMH Funds	-
4	Less Unallowable Costs per 65E-14, F.A.C.	-
5	Total Allowable Expenditures (Sum of lines 1,2,3, and 4)	4,363,426
6	Maximum Available Earnings (Line 5 times 75%)	3,272,570
7	Amount of State Funds Requiring Match	876,982
8	Amount Due to Department (Subtract line 7 from line 6)	\$ 2,395,588

***As required by Central Florida Behavioral Health Network (CFBHN). The CFBHN grant period is the twelve months ending June 30, 2024.**

SEE INDEPENDENT AUDITOR'S REPORT

2-1-1 TAMPA BAY CARES, INC.
SCHEDULE OF RELATED PARTY TRANSACTIONS ADJUSTMENTS
TWELVE MONTHS ENDING JUNE 30, 2024*

	Related Party	Allocation of Related Party Transactions Adjustment				
		State-Designated Cost Centers				
		1	2	3	Total
Revenues From Grantee						
Rent	XXX					
Services	XXX		N/A			
Interest	XXX					
Other	XXX					
Total Revenue From Grantee	XXX					
Expenses Associated with Grantee Transactions						
Personnel Services	YYY					
Depreciation	YYY					
Interest	YYY					
Other	YYY					
Total Associated Expenses	YYY					
Related Party Transaction Adjustment	ZZZ	ZZZ	ZZZ	ZZZ	ZZZ	ZZZ

***As required by Central Florida Behavioral Health Network (CFBHN). The CFBHN grant period is the twelve months ending June 30, 2024.**

SEE INDEPENDENT AUDITOR'S REPORT

**2-1-1 TAMPA BAY CARES, INC.
SCHEDULE OF BED-DAY AVAILABILITY PAYMENTS
TWELVE MONTHS ENDING JUNE 30, 2024***

Program	Cost Center	State Contracted Rate	Total Units of Service Provided	Total Units of Service Paid for by 3rd Party		Maximum # of Units Eligible for Payment by Department	Amount Paid for Services by the Department	Maximum \$ Value of Units in Column F	Amount Owed to Department (G-H or \$0, whichever is greater)
				Contracts, Local State Agencies	Govt. or Other				
A	B	C	D	E		(D-E) F	G	(F x C) H	I
Children's MH	Crisis Stabilization Unit					0		\$0.00	\$0.00
Adult MH	Crisis Stabilization Unit		N/A			0		\$0.00	\$0.00
Children's SA	Substance Abuse Detox					0		\$0.00	\$0.00
Adult SA	Substance Abuse Detox					0		\$0.00	\$0.00
Adult MH	Short-term Residential Treatment					0		\$0.00	\$0.00
						0		\$0.00	\$0.00
						0		\$0.00	\$0.00
						0		\$0.00	\$0.00
						0		\$0.00	\$0.00
Total Amount Owed to Department =									<u><u>\$0.00</u></u>

*As required by Central Florida Behavioral Health Network (CFBHN). The CFBHN grant period is the twelve months ending June 30, 2024.

SEE INDEPENDENT AUDITOR'S REPORT

