

# **Mental Health Resource Center, Inc.**

**(a non-profit organization)**

**Jacksonville, Florida**

**Financial Statements and Supplemental Information**

**June 30, 2024 and 2023**

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Table of Contents**

---

	<u>Page No.</u>
Independent Auditor's Report	1
Statements of Financial Position	4
Statements of Activities	5
Statements of Functional Expenses	6
Statements of Cash Flows	8
Notes to the Financial Statements	10
Supplemental Information	
Schedule of Expenditures of Federal Awards and State Financial Assistance	19
Schedule of Program/Cost Center Actual Expenses and Revenues	22
Schedule of State Earnings for Fiscal Year 06/30/2023	26
Schedule of Revenues	27
Schedule of the Source and Status of Funds Received from the City of Jacksonville, Florida	28
Schedule of Bed-Day Availability Payments	30
Schedule of Related Party Transaction Adjustments	31
Schedule of Findings and Questioned Costs	32
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>	34
Independent Auditor's Report on Compliance for Each Major Program and Major State Project and on Internal Control Over Compliance Required by the Uniform Guidance and Chapter 10.650, <i>Rules of the Auditor General</i>	36



KEVIN M. FRITZ  
JON E. CORNAIRE  
MICHAEL F. FITCH  
GREGORY S. LACINA

ROBERT F. RALSTON  
(1921 - 1988)  
BERT J. PITTMAN, JR.  
(1944 - 2019)  
R. BRUCE SHEALY  
(RETIRED)

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Mental Health Resource Center, Inc.  
Jacksonville, Florida

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

#### ***Opinion***

We have audited the accompanying financial statements of Mental Health Resource Center, Inc. (a non-profit organization), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities, functional expenses, and cash flows for the years then ended, 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 Mental Health Resource Center, Inc. as of June 30, 2024 and 2023, and the changes in 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. 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 Mental Health Resource Center, Inc. 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 opinion.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, 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 Mental Health Resource Center, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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, including omissions, 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, 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 Mental Health Resource Center, 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 Mental Health Resource Center, 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 audit, significant audit findings, and certain internal control related matters that we identified during the audit.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards; Chapter 10.650 Rules of the Auditor General*, as well as the schedule on page 22 to 31 as required by the City of Jacksonville Municipal Ordinance Code, Chapter 118.202(e), is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such

information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2025, on our consideration of Mental Health Resource Center, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Mental Health Resource Center, Inc.'s internal control over financial reporting and compliance.

*Rabitan & Company P.A.*

February 25, 2025

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Statements of Financial Position**  
**June 30, 2024 and 2023**

---

**ASSETS**

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 3,786,200	\$ 7,247,077
Accounts receivable, net of allowance for doubtful accounts of \$6,776,554 and \$24,723,509	3,751,404	4,162,789
Grants receivable	6,385,443	2,319,535
Prepaid expenses and other current assets	229,703	215,904
Due from related organizations	318,874	339,278
Property and equipment, net of accumulated depreciation of \$10,068,748 and \$9,313,817	6,729,184	6,667,390
Right-of-use lease assets - operating leases, net	683,094	722,320
Deposits	<u>25,005</u>	<u>25,005</u>
Total assets	<u><u>\$ 21,908,907</u></u>	<u><u>\$ 21,699,298</u></u>

**LIABILITIES AND NET ASSETS**

Accounts payable	\$ 325,838	\$ 284,268
Accrued expenses	1,335,834	2,750,163
Due to related organizations	509,528	511,690
Notes payable	3,257,168	3,475,306
Operating lease obligations	<u>690,720</u>	<u>750,714</u>
Total liabilities	6,119,088	7,772,141
Net assets without donor restrictions	<u>15,789,819</u>	<u>13,927,157</u>
Total liabilities and net assets	<u><u>\$ 21,908,907</u></u>	<u><u>\$ 21,699,298</u></u>

The accompanying notes are an integral part of this statement.

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Statements of Activities**  
**For the Years Ended June 30, 2024 and 2023**

	<u>2024</u>	<u>2023</u>
Changes in net assets without donor restrictions:		
Public support and revenue		
Public support:		
Federal and state grants	\$ 22,037,531	\$ 20,876,943
Other government funding	6,668,000	5,297,134
Contributions	<u>23,184</u>	<u>14,248</u>
Total public support	<u>28,728,715</u>	<u>26,188,325</u>
Revenue:		
Client fees for services	11,977,287	15,796,258
Medicaid HMO	4,687,838	16,374,094
Other contract revenue	1,284,922	1,376,530
Miscellaneous revenue	<u>532,000</u>	<u>78,239</u>
Total revenue	<u>18,482,047</u>	<u>33,625,121</u>
Total public support and revenue	47,210,762	59,813,446
Expenses		
Program services	39,936,145	50,733,703
Management and general	<u>5,411,955</u>	<u>4,997,422</u>
Total expenses	<u>45,348,100</u>	<u>55,731,125</u>
Change in net assets without donor restrictions	1,862,662	4,082,321
Net assets without donor restrictions - beginning of year	<u>13,927,157</u>	<u>9,844,836</u>
Net assets without donor restrictions - end of year	<u><u>\$ 15,789,819</u></u>	<u><u>\$ 13,927,157</u></u>

The accompanying notes are an integral part of this statement.

**Mental Health Resource Center, Inc.**  
(a non-profit organization)  
**Statement of Functional Expenses**  
**For the Year Ended June 30, 2024**

---

	Program Services	Management and General	Total
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Salaries	\$ 20,366,179	\$ 51,034	\$ 20,417,213
Payroll taxes	1,504,534	4,395	1,508,929
Fringe benefits	<u>3,475,811</u>	<u>13,451</u>	<u>3,489,262</u>
 Total salaries and related expenses	 25,346,524	 68,880	 25,415,404
 Provision for doubtful accounts	 3,139,944	 -	 3,139,944
Management fees	-	5,142,022	5,142,022
Operating supplies and expenses	2,546,539	44,429	2,590,968
Professional services	2,723,551	37,378	2,760,929
Building occupancy	1,932,291	5,842	1,938,133
Insurance	1,080,982	44,201	1,125,183
Medical and pharmacy	1,020,645	-	1,020,645
Travel	688,079	12,199	700,278
Equipment costs	437,916	2,878	440,794
Food services	406,327	-	406,327
Subcontractor services	193,185	-	193,185
Interest	140,133	-	140,133
Miscellaneous	<u>280,029</u>	<u>54,126</u>	<u>334,155</u>
 Total expenses	 <u>\$ 39,936,145</u>	 <u>\$ 5,411,955</u>	 <u>\$ 45,348,100</u>

The accompanying notes are an integral part of this statement.

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Statement of Functional Expenses**  
**For the Year Ended June 30, 2023**

---

	Program Services	Management and General	Total
Salaries	\$ 19,249,167	\$ 50,901	\$ 19,300,068
Payroll taxes	1,425,117	3,748	1,428,865
Fringe benefits	2,794,334	14,851	2,809,185
	<hr/>	<hr/>	<hr/>
Total salaries and related expenses	23,468,618	69,500	23,538,118
Provision for doubtful accounts	16,545,138	-	16,545,138
Management fees	-	4,743,779	4,743,779
Operating supplies and expenses	2,468,398	40,327	2,508,725
Building occupancy	1,860,708	27,355	1,888,063
Professional services	2,432,089	27,002	2,459,091
Medical and pharmacy	908,416	-	908,416
Insurance	891,841	27,548	919,389
Travel	569,292	24,348	593,640
Equipment costs	402,714	1,607	404,321
Food services	398,773	97	398,870
Subcontractor services	293,539	-	293,539
Interest	148,656	-	148,656
Miscellaneous	345,521	35,859	381,380
	<hr/>	<hr/>	<hr/>
Total expenses	<u>\$ 50,733,703</u>	<u>\$ 4,997,422</u>	<u>\$ 55,731,125</u>

The accompanying notes are an integral part of this statement.

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Statements of Cash Flows**  
**For the Years Ended June 30, 2024 and 2023**

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Change in net assets without donor restrictions	\$ 1,862,662	\$ 4,082,321
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	754,931	710,438
Noncash portion of lease expense from operating leases	524,428	462,153
Change in allowance for doubtful accounts	(17,946,955)	14,532,241
Change in accounts receivable	18,358,340	(16,630,703)
Change in grants receivable	(4,065,908)	968,242
Change in prepaid expenses and other current assets	(13,799)	(94,965)
Change in amounts due from related organizations	20,404	(1,645)
Change in accounts payable	41,570	17,852
Change in accrued expenses	(1,414,329)	(126,195)
Change in due to related organizations	(2,162)	146,549
Repayment of operating lease obligations	<u>(545,196)</u>	<u>(433,759)</u>
Net cash provided (used) by operating activities	<u>(2,426,014)</u>	<u>3,632,529</u>
Cash flows from investing activities		
Purchases of property and equipment	(415,879)	(271,007)
Increase in construction-in-progress	<u>(400,846)</u>	<u>-</u>
Net cash used by investing activities	<u>(816,725)</u>	<u>(271,007)</u>
Cash flows from financing activities		
Repayment of long-term debt	<u>(218,138)</u>	<u>(209,638)</u>
Net cash used by financing activities	<u>(218,138)</u>	<u>(209,638)</u>
Increase (decrease) in cash and cash equivalents	(3,460,877)	3,151,884
Cash and cash equivalents - beginning of year	<u>7,247,077</u>	<u>4,095,193</u>
Cash and cash equivalents - end of year	<u>\$ 3,786,200</u>	<u>\$ 7,247,077</u>

The accompanying notes are an integral part of this statement.

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Statements of Cash Flows**  
**For the Years Ended June 30, 2024 and 2023**

---

	<u>2024</u>	<u>2023</u>
Supplemental disclosures of cash flows:		
Cash paid during the year for:		
Interest	<u>\$ 140,133</u>	<u>\$ 148,656</u>
Noncash investing and financing activities:		
ROU lease assets acquired by operating lease obligation	\$ (485,202)	\$ (1,184,473)
Operating lease obligation assumed to acquire ROU lease assets	<u>485,202</u>	<u>1,184,473</u>
	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Notes to the Financial Statements**  
**June 30, 2024 and 2023**

---

**1. Organization**

Mental Health Resource Center, Inc. (the Center) provides comprehensive community mental health services including clinical, rehabilitative and residential programs. The Center's goal is to provide such services to all individuals requesting assistance, regardless of their ability to pay. The Center is accredited by The Joint Commission. The Center is governed by a Board of Directors (the Board) consisting of volunteers from the community. The Board is approved by Renaissance Behavioral Health Systems, Inc. (RBHS), a non-profit organization that is the sole member of the Center.

**2. Summary of Significant Accounting Policies**

**Basis of Accounting**

The financial statements of the Center have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

The costs related to the administration of the Center's programs are summarized in the statement of activities. Personnel and operating expenses that are associated with a specific program are charged directly to that program. Personnel and operating expenses that benefit more than one program are allocated to the various programs based on the relative benefit provided.

**Basis of Presentation**

The financial statements are presented in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958-205, Not-for-Profit Entities, Presentation of Financial Statements. The Center adopted the provisions of Accounting Standards Update ("ASU") 2016-14: Not-for-Profit-Entities (Topic 958) Presentation of Financial Statements of Not-for-Profit Entities, which improves the current net asset classification and the related information presented in the financial statements and notes about the Center's liquidity, financial performance, and cash flows.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**Revenue and Recognition**

*Revenue from Exchange Transactions:* The Center recognized revenue in accordance with FASB ASU 2014-09, *Revenue from Contracts with Customers*, as amended. ASU 2014-09 applies to exchange transactions with customers that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition.

Public support and revenue – The Center recognizes revenue from public support and government grants based upon the terms of the grantor allotment that generally provides that revenues are earned when the allowable costs of the specific grant provisions have been incurred or the performance of services rendered. Such revenues are subject to audit by the grantor and, if the examination results in a deficiency of allowable expenses or services, the Center will be required to refund any deficiencies. Management believes that any potential disallowed costs in the

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Notes to the Financial Statements**  
**June 30, 2024 and 2023**

---

Schedule of Expenditures of Federal Awards and State Financial Assistance would be insignificant as of June 30, 2024 and 2023.

Client fees for services – The Center records client services fees when the performance obligation is met, that is, when the service has been provided to the client. Fees are recorded at standard rates or net realizable value per contractual agreements that are reduced based upon the client's financial capabilities and by amounts estimated by management to be non-reimbursable by third-party payers or state programs under the provisions of applicable program payment arrangements. Fees for service are separately priced, no allocation of the transaction price is necessary. The Center recognizes revenue as the client receives the services. Final determination of amounts earned is subject to third party payer audit. Management believes that adequate reserves have been established for potential losses resulting from such audits.

**Accounts Receivable**

Grants, contracts and accounts receivable are stated at the amounts management expects to collect from outstanding balances. If amounts become uncollectible, they will be charged to the program when the determination is made. At June 30, 2024 and 2023, the allowance for doubtful accounts was \$6,776,554 and \$24,723,509, respectively.

**Contributions**

Mental Health Resource Center, Inc. reports contributions as with donor restriction or without donor restrictions depending on the existence and/or nature of any donor restrictions. Contributions that are with donor restrictions are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose of the restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

The Center has no net assets with donor-restricted support.

**Donated Materials, Long-lived Assets, Facilities & Services**

Donated materials are recorded as contributions at their estimated fair value at the date of donation. Long-lived assets for the use of facilities are recorded as contributions in the period received at fair value. Contributions of services are recorded in the financial statements if the services enhance or create non-financial assets or require specialized skills and are provided by individuals possessing those skills.

**Charity Care**

The Center follows the provisions of FASB Accounting Standards Codification 954. Accordingly, the Center provides care to patients who meet certain criteria under its charity care policy without charge or at amounts less than its established rates. Because the Center does not pursue collection of amounts determined to qualify as charity care, they are not reported as revenue. Grants are received from state and local governmental agencies to assist in providing charity care.

The amount of costs for services and supplies under the Center's charity care policy aggregated approximately \$5,393,000 and \$5,383,000 in 2024 and 2023, respectively.

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Notes to the Financial Statements**  
**June 30, 2024 and 2023**

---

**Tax Status**

The Center is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable state law as a charitable organization, whereby only unrelated business income, as defined by Section 509(a)(1) of the Code is subject to federal income taxes. The Center currently has no unrelated business income. Accordingly, no provision for income taxes has been recorded. The Center is no longer subject to U.S. federal income tax examinations by the tax authorities for the years before June 30, 2021.

**Cash and Cash Equivalents**

For purposes of the statement of cash flows, the Center considers all unrestricted highly liquid debt instruments with an original maturity of three months or less to be cash equivalents.

The Center invests its surplus operating funds in money market mutual funds. These funds generally invest in highly liquid U.S. government obligations.

**Property and Equipment**

Property and equipment are recorded at historical cost or in the case of contributed property and equipment, at estimated fair value at the date of donation. Equipment expenditures of less than \$1,000 are expensed. Ordinary repairs and maintenance are charged to expense when incurred. Depreciation is computed using the straight-line method over the useful lives of the various assets. The State of Florida is entitled to the proceeds from the disposal of certain equipment, if such equipment is acquired with state contract funds.

Long-lived assets held and used by the Center are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. In the event that facts and circumstances indicate that the cost of any long-lived asset may be impaired, an evaluation of recoverability would be performed following generally accepted accounting principles.

**Allocation of Expenses**

The costs of providing comprehensive community mental health services and supporting services have been summarized on the Statement of Activities on a functional basis. Most expenses can be directly attributed to the program or supporting functions. Certain categories of expenses are attributed to more than one functional category. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses in this category include operating supplies and expenses, professional services, building occupancy, travel, insurance, food services, salaries and wages, fringe benefits, and payroll taxes. The basis of allocation of these expenses is based on a percentage of actual expense. Other support is allocated primarily based on utilization. The financial statements report expenses by function in the Statement of Functional Expenses.

**Accounting Pronouncement Adopted**

Effective July 1, 2022, the Center adopted the provisions of FASB ASC Topic 842 (ASU 2016-02), Leases. ASC 842 requires that a lease liability and related right-of-use-asset representing the lessee's right to use or control the asset be recorded on the Statements of Financial Position upon the commencement of all leases, except for those with a lease term of twelve months or less or are

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Notes to the Financial Statements**  
**June 30, 2024 and 2023**

---

below the Center’s capitalization threshold. Leases are classified as either finance leases or operating leases. The standard was adopted under a transition method, as of the date of adoption and elected to apply several of the available practical expedients, including:

- Carryover of historical lease determination and lease classifications conclusions
- Carryover of historical initial direct cost balance for existing leases
- Accounting for lease and non-lease components in contracts in which the Center is a lessee as a single lease component

In adopting the new lease standard, the Center elected to use a transition method under which existing leases were measured and capitalized as of the date of adoption, July 1, 2022, in lieu of applying the standard retrospectively. Adoption of the leasing standards resulted in recognition of operating right-of-use assets of \$1,184,473 and operating lease liabilities for \$1,184,473 as of July 1, 2022. These amounts were determined based on the present value of remaining lease payments, discounted using the Center’s 1.12% to 4.34% incremental borrowing rate as of the date of adoption. There was no material impact to the timing of expense on the Center’s Statement of Financial Activities. Prior periods were not restated and continue to be presented under legacy GAAP. Disclosure to the Center’s leasing activities are presented in Note 6.

**3. Liquidity**

The Center’s financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, are as follows:

	<u>2024</u>	<u>#NAME?</u>
Cash	\$ 3,786,200	\$ 7,247,077
Grants receivable	6,385,443	2,319,535
Accounts receivable, net allowance for doubtful accounts	<u>3,751,404</u>	<u>4,162,789</u>
 Total financial assets as of year end	 <u>\$ 13,923,047</u>	 <u>\$ 13,729,401</u>
 Total financial assets available to meet general expenditures within the next 12 months	 <u>\$ 13,923,047</u>	 <u>\$ 13,729,401</u>

As part of the Center’s liquidity management, it has a policy to structure financial assets to be available as its general expenditures, liabilities, and other obligations come due.

**Mental Health Resource Center, Inc.**  
(a non-profit organization)  
**Notes to the Financial Statements**  
**June 30, 2024 and 2023**

---

**4. Property and Equipment**

	Estimated Useful Life in Years	2024	#NAME?
Land		\$ 389,329	\$ 389,329
Buildings and leasehold improvements	5 -40	13,020,346	12,696,998
Furniture, equipment and software	3-15	<u>2,987,413</u>	<u>2,894,880</u>
		16,397,088	15,981,207
Accumulated depreciation and amortization		<u>(10,068,748)</u>	<u>(9,313,817)</u>
		6,328,340	6,667,390
Construction in progress		400,846	-
Net property and equipment		<u>\$ 6,729,186</u>	<u>\$ 6,667,390</u>

Depreciation expense was \$754,931 and \$710,438 for the years ended June 30, 2024 and 2023, respectively.

**5. Notes Payable**

The Center's mortgage loan payable liability is as follows:

	2024	#NAME?
Promissory note issued by Ameris Bank of which the proceeds constituted an identical and contemporaneous loan to the Center, used in connection with the refinance of the City of Jacksonville Health Facilities Revenue Bonds 1999A, total amount of \$4,000,000, bearing interest at fixed rate of 4.10% per annum, secured through a security interest in the net revenues of the Center as well as substantially all of the assets of the Center, payable in monthly installments of principal plus interest, payment beginning in December 2020 at \$29,906 through November 2035.	\$ 3,257,168	\$ 3,475,306
Current portion	<u>(227,764)</u>	<u>(218,138)</u>
	<u>\$ 3,029,404</u>	<u>\$ 3,257,168</u>

Interest expense for the year ended June 30, 2024 and 2023 was \$140,133 and \$148,656, respectively.

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Notes to the Financial Statements**  
**June 30, 2024 and 2023**

---

The scheduled maturities of notes payable for the next five years and in aggregate are as follows:

2025	\$ 227,764
2026	237,414
2027	247,474
2028	257,686
2029	268,877
Thereafter	<u>2,017,953</u>
	<u>\$ 3,257,168</u>

**6. Leases**

The Center's leases consist of several buildings and vehicles used in the operations of the Center, with various terms under long-term non-cancelable operating lease agreements. The leases expire at various dates through 2027. The Center includes in the determination of the right-of-use assets and lease obligations any renewal options when the options are reasonably certain to be exercised.

The weighted-average discount rate is based on the discount rate implicit in the lease. The Center has elected the option to use the risk-free rate determined using a period comparable to the lease terms as the discount rate for leases where the implicit rate is not readily determinable. We have applied the risk-free rate option to the equipment and cart assets.

A summary of total lease cost, by component, and other lease information for the years ended June 30, 2024 and 2023 follows:

	<u>2024</u>	<u>#NAME?</u>
Operating lease cost	\$ 524,428	\$ 486,176
Short-term lease cost	<u>220,758</u>	<u>350,402</u>
Total lease cost	<u>\$ 745,185</u>	<u>\$ 836,578</u>

**Mental Health Resource Center, Inc.**  
(a non-profit organization)  
**Notes to the Financial Statements**  
**June 30, 2024 and 2023**

---

Other lease information:

	<u>2024</u>	<u>#NAME?</u>
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flow from operating leases	\$ 545,196	\$ 433,759
Non-cash transactions		
Right-of-use assets obtained in exchange for new operating lease liabilities	\$ 485,202	\$ 1,184,473
Weighted-average remaining lease term:		
Operating leases (years)	1.98	1.75
Weighted-average discount rate:		
Operating leases	3.24%	2.67%

A summary of future undiscounted lease payment for operating and finance leases, reconciled to the lease obligations recorded at June 30, 2024:

<u>Year</u>	<u>Operating leases</u>
2025	\$ 400,804
2026	212,705
2027	91,432
Total undiscounted lease payments	<u>704,941</u>
Less effects of discounting	<u>(14,221)</u>
Present value of lease obligations	690,720
Less current portion	<u>(385,059)</u>
Long-term lease obligations	<u>\$ 305,661</u>

**7. Retirement Plan**

The Center adopted a Discretionary Profit Sharing-Thrift Plan (Plan) effective August 1, 1989. The Plan covers full-time and part-time employees who have completed one year of service with at least 1,000 hours of service during the year as of the Plan's effective date. Both basic and matching Center contributions to the Plan are discretionary and are determined on an annual basis by the Center's Board of Directors. Employee contributions to the Plan are voluntary. The Center's retirement expense was \$250,349 and \$0, for the years ended June 30, 2024 and 2023, respectively, and is included in fringe benefits expense in the statement of functional expenses.

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Notes to the Financial Statements**  
**June 30, 2024 and 2023**

---

**8. Transactions with Affiliated Organizations**

Management fee expense is incurred to RBHS for services rendered for management, accounting, data processing and support. Amounts due to related organizations primarily related to unpaid amounts related to these services. Management fees paid to RBHS for the years ended June 30, 2024 and 2023 were \$5,142,022 and \$4,743,779, respectively.

Due to RBHS was \$509,528 and \$511,690 at June 30, 2024 and 2023, respectively.

The Center serves as a sponsor for two organizations. Balances due from these organizations were \$318,874 and \$339,278 at June 30, 2024 and 2023, respectively.

**9. Support from the State of Florida**

The Center received a substantial portion of its support in 2024 and 2023 from the State of Florida, through the Department of Children and Families. A significant reduction in the level of future support would have a substantial effect on the Center's programs and activities. The contracts are renegotiated periodically. Certain contract funds require a rate of twenty-five percent (25%) or fifty percent (50%) of local match for community mental health services. The Center required approximately \$4,080,000 and \$3,850,000 in local matching funds in order to be in compliance with the aforementioned contract provisions for the years ended June 30, 2024 and 2023, respectively. The Center exceeded its local match requirements for the years ended June 30, 2024 and 2023.

**10. Concentration of Credit Risk**

The Center grants credit without collateral to its patients, many of whom are local residents and are insured under third-party payer agreements including Medicaid, Medicare, and other third-party payers.

The Center maintains cash balance in three financial institutions. The balances are insured up to \$250,000 by the Federal Deposit Insurance Corporation. At June 30, 2024, the Center's uninsured cash balance totaled \$3,896,113. It is the opinion of management that the solvency of the financial institutions are not of particular concern at this time.

**11. Commitments and Contingencies**

The Center is periodically involved in litigation and routine monitoring by regulatory agencies arising from the ordinary course of business. In the opinion of the Center's management, after consultation with legal counsel, such matters will be resolved without a material adverse effect on the financial position or results of operations of the Center. The Center has professional liability insurance through RBHS, the parent company, which effectively covers \$4,000,000 in aggregate and \$2,000,000 per occurrence, to insure against potential malpractice claims.

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Notes to the Financial Statements**  
**June 30, 2024 and 2023**

---

The Center receives a substantial portion of its client revenues from Medicaid HMO, Medicaid, and Medicare. The Center bills Medicaid HMO, Medicaid, and Medicare for eligible services it renders. Medicaid HMO, Medicaid, and Medicare have oversight agencies that periodically audit claims submitted to these programs. To the extent services are billed to Medicaid HMO, Medicaid, or Medicare and are not properly documented by the Center, the claims may be denied and reimbursement from the Center may be requested. Accordingly, the Center has established a liability for estimated denied claims based on historical experience.

**12. Subsequent Events**

Management has assessed subsequent events through February 25, 2025, the date the financial statements were available to be issued.

## SUPPLEMENTAL INFORMATION

**Mental Health Resource Center, Inc.**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance**  
**For the Year Ended June 30, 2024**

<u>Grantor/Program Title</u>	CFDA CSFA No	Contract Grant Number	Total Expenditures	Transfer to Subrecipients
<u><i>U.S. Department of Health and Human Services</i></u>				
<u><i>Substance Abuse and Mental Health Services Administration (SAMHSA)</i></u>				
Block Grants for Community Mental Health Services	93.958	H79SM085465	\$ 1,224,740	\$ -
Certified Community Behavioral Health Clinic Expansion Grants	93.696	H79SM086599	548,874	-
<u><i>Pass through funds from Lutheran Service Florida, Inc.</i></u>				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	Zero Suicide 23-24	55,982	-
<u><i>Dept of Children &amp; Families SAMH Program</i></u>				
<u><i>Pass through funds from Lutheran Service Florida, Inc.</i></u>				
Block Grants for Community Mental Health Services	93.958	ME024	1,940,447	-
<u><i>Pass through funds from Central Florida Behavioral Health Network, Inc.</i></u>				
Block Grants for Community Mental Health Services	93.958	QB030	309,870	-
<u><i>Pass through funds from Central Florida Cares Health System, Inc.</i></u>				
Block Grants for Community Mental Health Services	93.958	MHR24	202,677	-
			<u>4,282,590</u>	<u>-</u>
<u><i>U.S. Department of Housing and Urban Development</i></u>				
<u><i>Pass through funds from Changing Homelessness, Inc.</i></u>				
Continuum of Care Program 2021	14.267	FL0573L4H102106 - MOU	3,270	-
Continuum of Care Program 2021	14.267	FL0573L4H102114 - MOU	11,857	-
<u><i>Pass through City of Jacksonville</i></u>				
<u><i>Housing and Community Development Division</i></u>				
Community Development Block Grants/Entitlement Grants	14.218	010724	98,991	-
			<u>114,118</u>	<u>-</u>
<u><i>U.S. Department of Justice</i></u>				
<u><i>Pass through funds from Lutheran Service Florida, Inc.</i></u>				
Public Safety Partnernership and Community Policing Grants	16.71	22-23 CORP-CIT Grant	10,725	-
Public Safety Partnernership and Community Policing Grants	16.71	23-24 CORP-CIT Grant	41,075	-
			<u>51,800</u>	<u>-</u>
Total Federal Awards			<u>4,448,508</u>	<u>-</u>

**Mental Health Resource Center, Inc.**  
**Schedule of Expenditures of Federal Awards and State Financial Assistance**  
**For the Year Ended June 30, 2024**

<u>Grantor/Program Title</u>	<u>CFDA CSFA No</u>	<u>Contract Grant Number</u>	<u>Total Expenditures</u>	<u>Transfer to Subrecipients</u>
<i>State Financial Assistance</i>				
<i>Dept of Children &amp; Families SAMH Program</i>				
<i>Pass through funds from Lutheran Service Florida, Inc.</i>				
Community Forensic Beds Comp Rest Tng	60.114	ME024	806,652	-
Centralized Receiving System	60.163	ME024	2,979,799	191,755
Total State Financial Assistance			<u>\$ 3,786,451</u>	<u>191,755</u>
Total Federal Awards and State Financial Assistance			<u>\$ 8,234,959</u>	<u>\$ 191,755</u>

## **Mental Health Resource Center, Inc.**

**(a non-profit organization)**

### **Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance Year ended June 30, 2024**

---

#### **Note A - Basis of Accounting**

The accompanying schedule of expenditures of financial awards and state financial assistance (the Schedule) includes the federal award activity and state project activity of Mental Health Resource Center, Inc. under programs of the federal and state government for the year ended June 30, 2024. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and as described in Chapter 10.650, *Rules of the Auditor General*. Because the Schedule presents only a selected portion of the operations of Mental Health Resource Center, Inc., it is not intended to and does not present the financial position, changes in net assets, or cash flows of Mental Health Resource Center, Inc.

#### **Note B – 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*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

#### **Note C – Indirect Cost Rate**

Mental Health Resource Center, Inc. has elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Provider Name: Mental Health Resource Center  
 Audit Period: 7/1/2023 - 6/30/2024

**AUDIT SCHEDULE**  
**ACTUAL EXPENSES AND REVENUES SCHEDULE**



SAMH COVERED SERVICES or PROJECTS													
STATE-FUNDED													
Mental Health													
FUNDING SOURCES & REVENUES	Assessment	Case Management	Crisis Stabilization	Crisis Support/ Emergency	Intervention (Indiv.)	Medical Services	Outpatient (Indiv.)	Outreach	Residential IV	Incidental Expenses	Information and Referral	Outpatient Group	Intervention (Group)
A	01	02	03	04	11	12	14	15	21	28	38	39	42

**IA. STATE SAMH FUNDING**  
**Current Year Funding**

Expenditure Report DCAP	Provider Subcontract#	Funding Source: F-Federal S-State PIS-Federal and State													
MH001	ME024	F/S								\$ 58,908.23	\$ 11,517.00				
MH009	ME024	F/S	\$ 540,478.73					\$ 115,058.13			\$ 116,583.56		\$ 38,296.50		
MH018	ME024	F/S		\$ 5,448,122.59	\$ 1,416,837.69										
MH022	ME024	S	\$ 115,841.59												
MH0CN	ME024	S	\$ 199,109.21					\$ 55,532.35							
MH0FH	ME024	S									\$ 84,518.00				
MH0FT	ME024	F/S									\$ 766,754.00				
MHARP	ME024	F		\$ 15,613.86				\$ 6,918.68			\$ 66,272.60				
MHCIA	ME024	F	\$ 28,846.77					\$ 7,068.47							
MHDRF	ME024	S								\$ 3,700.00					
MHEDT	ME024	S						\$ 92,799.98							
MHMDT	ME024	S								\$ 107,404.38					
MHSCR	ME024	S	\$ 78,585.82	\$ 36,709.24	\$ 133,597.52	\$ 13,828.78	\$ 535,548.02	\$ 101,200.25	\$ 1,120.29			\$ 151,795.85	\$ 747.09		
MHTRV	ME024	S									\$ 31,183.00				
MH0FT	OG030	F/S									\$ 785,448.00				
MH0FT	MHR24	F/S													
<b>Total Current Year Funding</b>			\$ 78,585.82	\$ 916,966.54	\$ 5,448,122.59	\$ 1,568,049.07	\$ 13,828.78	\$ 535,548.02	\$ 101,200.25	\$ 278,495.90	\$ 58,908.23	\$ 1,790,524.38	\$ 334,652.01	\$ 747.09	\$ 38,296.50

**Carry Forward Funding**

Expenditure Report DCAP	Provider Subcontract#	Funding Source: F-Federal S-State PIS-Federal and State												
<b>Total Carry Forward Funding</b>			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**TOTAL STATE SAMH FUNDING =**

\$ 78,585.82	\$ 916,966.54	\$ 5,448,122.59	\$ 1,568,049.07	\$ 13,828.78	\$ 535,548.02	\$ 101,200.25	\$ 278,495.90	\$ 58,908.23	\$ 1,790,524.38	\$ 334,652.01	\$ 747.09	\$ 38,296.50
--------------	---------------	-----------------	-----------------	--------------	---------------	---------------	---------------	--------------	-----------------	---------------	-----------	--------------

**IB. OTHER GOVERNMENT FUNDING**

(1) Other State Agency Funding	\$ 38,516.46	\$ 6,165,906.16	\$ 51,800.12		\$ 291,187.36									
(2) Medicaid	\$ 5,125.06	\$ 5,883.17			\$ 36,165.48	\$ 7,065.28								
(3) Local Government	\$ 23,153.28	\$ 90,779.02		\$ 2,877.83	\$ 308,857.56	\$ 27,037.45	\$ 3,995.97				\$ 52,668.21	\$ 169.59		
(4) Federal Grants and Contracts														
(5) In-kind from local govt. only														
<b>TOTAL OTHER GOVERNMENT FUNDING =</b>	\$ 28,278.32	\$ 135,178.61	\$ 6,165,906.16	\$ 51,800.12	\$ 2,877.93	\$ 636,211.80	\$ 34,102.73	\$ 3,995.97	\$ -	\$ -	\$ 52,668.21	\$ 169.59	\$ -	

**IC. ALL OTHER REVENUES**

(1) 1st & 2nd Party Payments	\$ 4,159.19	\$ 54.00	\$ 57,068.43		\$ 37,422.50	\$ 4,743.88								
(2) 3rd Party Payments (except Medicare)	\$ 106,389.50	\$ 121,050.32	\$ 9,978,094.81		\$ 772,724.49	\$ 69,948.68								
(3) Medicare	\$ 1,000.00	\$ 30,788.62			\$ 31,645.46	\$ (1,280.00)								
(4) Contributions and Donations		\$ 17,460.26												
(5) Other	\$ 1,134.74	\$ 2,722.59	\$ 36,524.30	\$ 4,562.42	\$ 115.73	\$ 6,596.43	\$ 1,328.94	\$ 15,781.64	\$ 155.50		\$ 1,517.97	\$ 5.34	\$ 121.53	
(6) In-kind														
<b>TOTAL ALL OTHER REVENUES =</b>	\$ 112,693.43	\$ 123,826.91	\$ 10,120,926.22	\$ 4,562.42	\$ 115.73	\$ 846,588.97	\$ 74,742.50	\$ 15,781.64	\$ 155.50	\$ -	\$ 1,517.97	\$ 5.34	\$ 121.53	
<b>TOTAL FUNDING =</b>	\$ 219,557.57	\$ 1,175,992.06	\$ 21,734,954.97	\$ 1,624,411.61	\$ 16,822.44	\$ 2,020,348.79	\$ 210,045.46	\$ 298,273.51	\$ 59,063.73	\$ 1,790,524.38	\$ 388,838.19	\$ 922.02	\$ 38,418.03	

Provider Name:	Mental Health Resource Center
Audit Period:	7/1/2023 - 6/30/2024

**AUDIT SCHEDULE**  
**ACTUAL EXPENSES AND REVENUES SCHEDULE**



**SAMH COVERED SERVICES**

**Mental Health**

EXPENSE CATEGORIES	Assessment 01	Case Management 02	Crisis Stabilization 03	Crisis Support/ Emergency 04	Intervention (Indiv.) 11	Medical Services 12	Outpatient (Indiv.) 14	Outreach 15	Residential IV 21	Incidental Expenses 28	Information and Referral 30	Outpatient Group 35	Intervention (Group) 42
--------------------	------------------	-----------------------	----------------------------	------------------------------------	--------------------------------	------------------------	------------------------------	----------------	----------------------	------------------------------	-----------------------------------	------------------------	-------------------------------

<b>8A. PERSONNEL EXPENSES</b>													
(1) Salaries	\$ 218,989.57	\$ 668,538.36	\$ 7,418,962.25	\$ 1,016,785.19	\$ 13,220.80	\$ 746,844.88	\$ 156,993.77	\$ 223,828.62	\$ 15,799.26		\$ 287,567.17	\$ 577.90	\$ 30,866.81
(2) Fringe Benefits	\$ 73,509.22	\$ 219,414.89	\$ 1,579,544.48	\$ 221,064.40	\$ 4,232.02	\$ 161,621.82	\$ 43,770.68	\$ 60,488.64	\$ 3,628.53		\$ 88,939.26	\$ 224.77	\$ 6,768.98
<b>TOTAL PERSONNEL EXPENSES =</b>	\$ 292,497.79	\$ 887,953.25	\$ 8,998,506.73	\$ 1,237,849.59	\$ 17,452.83	\$ 908,466.71	\$ 200,764.44	\$ 284,318.26	\$ 19,427.79	\$ -	\$ 376,506.43	\$ 602.67	\$ 37,635.79

<b>8B. OTHER EXPENSES</b>													
(1) Building Occupancy	\$ 17,402.71	\$ 46,209.92	\$ 893,447.22	\$ 83,242.81	\$ 1,922.89	\$ 133,859.20	\$ 26,584.08	\$ 10,974.13	\$ 2,445.89		\$ 20,039.90	\$ 61.00	\$ 1,584.49
(2) Professional Services	\$ 11,735.83	\$ 187.96	\$ 1,540,264.79	\$ 5,488.17	\$ 928.82	\$ 288,724.85	\$ 15,399.09	\$ 9,971.88			\$ 50.36	\$ 13.80	\$ 3.38
(3) Travel	\$ 438.12	\$ 36,123.07	\$ 71,704.47	\$ 70,438.21	\$ 47.81	\$ 20,956.80	\$ 493.34	\$ 7,347.48	\$ 621.90		\$ 5,537.12	\$ 2.51	
(4) Equipment	\$ 6,348.15	\$ 11,890.91	\$ 176,308.59	\$ 20,314.60	\$ 668.10	\$ 32,907.72	\$ 7,147.42	\$ 2,833.68	\$ 457.23		\$ 10,139.89	\$ 34.00	\$ 429.91
(5) Food Services	\$ 17.73	\$ 796.11	\$ 336,875.34	\$ 45,108.71	\$ 4.60	\$ 6,137.55	\$ 18.93				\$ -	\$ -	
(6) Medical and Pharmacy	\$ 37.51	\$ 219.19	\$ 341,948.81	\$ 169.70	\$ -	\$ 422,009.93	\$ 42.09	\$ 0.79	\$ 140.57	\$ 154,737.68	\$ -	\$ -	
(7) Subcontracted Services	\$ 6,295.36				\$ -	\$ 18,866.12					\$ -	\$ -	
(8) Insurance	\$ 8,259.38	\$ 15,612.98	\$ 372,796.73	\$ 46,480.72	\$ 582.95	\$ 48,158.21	\$ 6,564.47	\$ 4,404.17	\$ 782.77		\$ 9,239.83	\$ 25.35	\$ 709.81
(9) Interest Paid	\$ 1,795.42	\$ 655.63	\$ 127,599.38	\$ 3,141.55	\$ 233.40	\$ 3,673.88	\$ 1,508.10	\$ 99.84			\$ 1,490.88	\$ 17.85	
(10) Operating Supplies & Expenses	\$ 58,717.08	\$ 168,259.27	\$ 3,250,557.22	\$ 506,182.58	\$ 2,774.74	\$ 214,854.01	\$ 26,782.79	\$ 37,108.99	\$ 49,142.50	\$ 1,635,786.70	\$ 73,818.77	\$ 158.08	\$ 16,047.68
(11) Other-Debt Debt	\$ (4,660.23)	\$ 3,033,526.37				\$ 89,473.09							
(12) Donated Items													
<b>TOTAL OTHER EXPENSES =</b>	\$ 111,053.27	\$ 275,214.83	\$ 9,844,828.82	\$ 780,527.25	\$ 7,143.10	\$ 1,268,587.04	\$ 103,445.42	\$ 71,540.53	\$ 93,570.86	\$ 1,790,524.38	\$ 120,317.65	\$ 313.70	\$ 18,775.27
<b>TOT. PERSONNEL &amp; OTH. EXP. =</b>	\$ 403,551.06	\$ 1,163,168.08	\$ 18,943,335.55	\$ 2,018,376.84	\$ 24,595.73	\$ 2,177,053.75	\$ 304,209.86	\$ 355,858.79	\$ 72,998.65	\$ 1,790,524.38	\$ 496,824.08	\$ 1,116.37	\$ 56,411.07

<b>8C. DISTRIBUTED INDIRECT COSTS</b>													
(a) Other Support Costs (Optional)													
(b) Administration	\$ 35,700.28	\$ 105,654.57	\$ 1,381,822.60	\$ 174,872.28	\$ 2,128.08	\$ 180,122.09	\$ 24,689.82	\$ 29,377.85	\$ 6,393.06		\$ 44,406.71	\$ 96.35	\$ 4,976.20
<b>TOT. DISTR'D INDIRECT COSTS =</b>	\$ 35,700.28	\$ 105,654.57	\$ 1,381,822.60	\$ 174,872.28	\$ 2,128.08	\$ 180,122.09	\$ 24,689.82	\$ 29,377.85	\$ 6,393.06	\$ -	\$ 44,406.71	\$ 96.35	\$ 4,976.20

<b>TOTAL ACTUAL OPER. EXPENSES =</b>	\$ 439,251.34	\$ 1,268,822.64	\$ 20,325,158.25	\$ 2,193,249.12	\$ 26,721.81	\$ 2,357,175.83	\$ 328,899.67	\$ 385,236.64	\$ 79,391.71	\$ 1,790,524.38	\$ 541,230.79	\$ 1,212.73	\$ 61,389.27
--------------------------------------	---------------	-----------------	------------------	-----------------	--------------	-----------------	---------------	---------------	--------------	-----------------	---------------	-------------	--------------

<b>8D. UNALLOWABLE COSTS</b>	\$ 412.71	\$ (4,076.12)	\$ 3,038,644.39	\$ 294.57	\$ 18.27	\$ 100,795.33	\$ 167.87	\$ 281.37	\$ 31.84	\$ -	\$ 324.79	\$ 1.09	\$ 22.50
------------------------------	-----------	---------------	-----------------	-----------	----------	---------------	-----------	-----------	----------	------	-----------	---------	----------

<b>TOT. ALLOWABLE OPER. EXP. =</b>	\$ 438,838.63	\$ 1,272,896.77	\$ 17,286,511.86	\$ 2,192,954.55	\$ 26,702.54	\$ 2,256,380.50	\$ 328,711.80	\$ 384,955.26	\$ 79,359.87	\$ 1,790,524.38	\$ 540,906.00	\$ 1,211.63	\$ 61,366.77
------------------------------------	---------------	-----------------	------------------	-----------------	--------------	-----------------	---------------	---------------	--------------	-----------------	---------------	-------------	--------------

<b>8E. CAPITAL EXPENDITURES</b>													
---------------------------------	--	--	--	--	--	--	--	--	--	--	--	--	--

Provider Name: Mental Health Resource Center  
 Audit Period: 7/1/2023 - 6/30/2024

**AUDIT SCHEDULE**  
**ACTUAL EXPENSES AND REVENUES :**



FUNDING SOURCES & REVENUES	Recovery Support (Indiv.)	Forensic Multidisciplinary Team	Central Receiving System	FACT Team	LATTERS Projects	Other Bundled Projects	Mental Health Total	Total for State SAMH-Funded Covered Services or Projects (B+C)	Total for Non-State-Funded Covered Services or Projects	Total for All Covered Services or Projects (D+E)	Non-SAMH Covered Services or Projects	Total Funding (F+G)
A	46	A8	A3	B8	B8	C8	B	D	E	F	G	H

**IA. STATE SAMH FUNDING**

Expenditure Support OCAP	Provider Sub-contract	Funding Source: F-Federal S-State PIS-Federal and State										
MH001	ME024	F/S					\$ 70,425.23	\$ 70,425.23		\$ 70,425.23		\$ 70,425.23
MH009	ME024	F/S					\$ 810,417.92	\$ 810,417.92		\$ 810,417.92		\$ 810,417.92
MH018	ME024	F/S					\$ 6,866,960.28	\$ 6,866,960.28		\$ 6,866,960.28		\$ 6,866,960.28
MH072	ME024	S					\$ 113,841.59	\$ 113,841.59		\$ 113,841.59		\$ 113,841.59
MH0CN	ME024	S					\$ 254,641.56	\$ 254,641.56		\$ 254,641.56		\$ 254,641.56
MH0FH	ME024	S		\$ 629,334.46			\$ 713,852.46	\$ 713,852.46		\$ 713,852.46		\$ 713,852.46
MH0FT	ME024	F/S				\$ 2,129,960.24	\$ 2,896,714.24	\$ 2,896,714.24		\$ 2,896,714.24		\$ 2,896,714.24
MHARP	ME024	F		\$ 53,655.23			\$ 142,458.37	\$ 142,458.37		\$ 142,458.37		\$ 142,458.37
MHCL4	ME024	F					\$ 33,915.24	\$ 33,915.24		\$ 33,915.24		\$ 33,915.24
MH0RF	ME024	S					\$ 3,700.00	\$ 3,700.00		\$ 3,700.00		\$ 3,700.00
MHEDT	ME024	S					\$ 92,799.98	\$ 92,799.98		\$ 92,799.98		\$ 92,799.98
MHMDT	ME024	S				\$ 422,465.81	\$ 727,206.97	\$ 727,206.97		\$ 727,206.97		\$ 727,206.97
MHSCR	ME024	S	\$ 1,177.47	\$ 1,925,488.97		\$ 197,316.78	\$ 2,979,799.30	\$ 2,979,799.30		\$ 2,979,799.30		\$ 2,979,799.30
MHTRV	ME024	S					\$ 31,183.00	\$ 31,183.00		\$ 31,183.00		\$ 31,183.00
MH0FT	CG030	F/S			\$ 1,551,132.00		\$ 2,336,580.00	\$ 2,336,580.00		\$ 2,336,580.00		\$ 2,336,580.00
MH0FT	MH-R24	F/S			\$ 1,528,285.69		\$ 1,528,285.69	\$ 1,528,285.69		\$ 1,528,285.69		\$ 1,528,285.69
<b>Total Current Year Funding</b>			\$ 1,177.47	\$ 682,989.60	\$ 1,925,488.97	\$ 5,209,377.93	\$ 422,465.81	\$ 197,316.78	\$ 19,602,781.83	\$ 19,602,781.83		\$ 19,602,781.83

Expenditure Support OCAP	Provider Sub-contract	Funding Source: F-Federal S-State PIS-Federal and State										
<b>Total Carry Forward Funding</b>												
			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL STATE SAMH FUNDING =</b>												
			\$ 1,177.47	\$ 682,989.60	\$ 1,925,488.97	\$ 5,209,377.93	\$ 422,465.81	\$ 197,316.78	\$ 19,602,781.83	\$ 19,602,781.83		\$ 19,602,781.83

<b>IB. OTHER GOVERNMENT FUNDING</b>												
(1) Other State Agency Funding			\$ 34,824.49		\$ 10,725.00		\$ 6,592,959.59	\$ 6,592,959.59	\$ 217,441.55	\$ 6,810,401.14		\$ 6,810,401.14
(2) Medicaid					\$ 4,807,060.85		\$ 4,851,300.80	\$ 4,851,300.80	\$ 7,998.66	\$ 4,859,299.46	\$ 7,544.92	\$ 4,876,844.38
(3) Local Government							\$ 509,539.39	\$ 509,539.39	\$ 9,195.18	\$ 518,734.57		\$ 518,734.57
(4) Federal Grants and Contracts							\$ -	\$ -	\$ 1,224,739.85	\$ 1,224,739.85	\$ 548,873.97	\$ 1,773,613.82
(5) In-kind from local gov. only							\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL OTHER GOVERNMENT FUNDING =</b>			\$ -	\$ 34,824.49	\$ -	\$ 4,817,785.85	\$ -	\$ -	\$ 11,963,799.78	\$ 11,963,799.78	\$ 1,459,375.24	\$ 13,423,175.02

<b>IC. ALL OTHER REVENUES</b>												
(1) 1st & 2nd Party Payments							\$ 103,448.09	\$ 103,448.09	\$ 3,127.15	\$ 106,575.24	\$ 3,113.33	\$ 109,688.57
(2) 3rd Party Payments (except Medicare)							\$ 11,049,218.60	\$ 11,049,218.60	\$ 165,007.40	\$ 11,214,226.00	\$ 341,521.12	\$ 11,555,747.12
(3) Medicare							\$ 82,334.08	\$ 62,334.06	\$ 3,886.54	\$ 66,220.62	\$ 53,823.74	\$ 119,844.36
(4) Contributions and Donations					\$ 1,706.64		\$ 19,169.90	\$ 19,169.90	\$ -	\$ 19,169.90	\$ -	\$ 19,169.90
(5) Other			\$ 7.77	\$ 19,714.56	\$ 207,120.64	\$ 973.00	\$ 298,393.09	\$ 298,393.09	\$ 2,961.18	\$ 301,354.25	\$ 1,519,843.00	\$ 1,821,197.25
(6) In-kind							\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL ALL OTHER REVENUES =</b>			\$ 7.77	\$ 19,714.56	\$ -	\$ 206,830.28	\$ 973.00	\$ -	\$ 11,532,563.76	\$ 11,532,563.76	\$ 177,962.25	\$ 11,710,546.01
<b>TOTAL FUNDING =</b>			\$ 1,185.24	\$ 737,528.74	\$ 1,925,488.97	\$ 10,235,904.06	\$ 423,455.81	\$ 197,316.78	\$ 43,099,145.37	\$ 43,099,145.37	\$ 1,637,357.49	\$ 44,736,502.86
											\$ 2,474,520.00	\$ 47,211,022.94

Provider Name: Mental Health Resource Center  
 Audit Period: 7/1/2023 - 6/30/2024

**AUDIT SCHEDULE**  
**ACTUAL EXPENSES AND REVENUES:**



EXPENSE CATEGORIES	Recovery Support (Indiv.)	Forensic Multidisciplinary Team	Central Receiving System	FACT Team	LATTERS Projects	Other Bundled Projects	Mental Health Total	Total for State SAMH-Funded Covered Services	Total for Non-State-Funded Covered Services	Total for All Covered Services	Non-SAMH-Covered Services	Other Support Costs (optional)	Administration	Total Expenses (F+G+H+I+J)
	A6	A0	A3	B5	B9	C0	B	(B+C) D	E	F	G	H	I	J
<b>BA. PERSONNEL EXPENSES</b>														
(1) Salaries	\$ -	\$ 266,654.65	\$ 989,902.54	\$ 4,713,638.92	\$ 162,466.59	\$ 87,734.54	\$ 17,019,571.64	\$ 17,019,571.64	\$ 922,996.95	\$ 17,942,568.59	\$ 989,983.31	\$ 1,433,666.90	\$ 51,033.71	\$ 20,417,252.51
(2) Fringe Benefits	\$ -	\$ 56,691.63	\$ 210,552.09	\$ 1,349,006.92	\$ 34,405.06	\$ 15,655.06	\$ 4,129,518.44	\$ 4,129,518.44	\$ 285,466.39	\$ 4,414,984.83	\$ 196,481.42	\$ 368,468.74	\$ 17,845.27	\$ 4,997,776.26
<b>TOTAL PERSONNEL EXPENSES =</b>	\$ -	\$ 323,346.28	\$ 1,200,454.63	\$ 6,062,645.84	\$ 196,871.65	\$ 103,389.60	\$ 21,149,090.08	\$ 21,149,090.08	\$ 1,208,463.34	\$ 22,357,553.42	\$ 1,186,464.73	\$ 1,802,133.64	\$ 68,878.98	\$ 25,415,030.77
<b>BB. OTHER EXPENSES</b>														
(1) Building Occupancy	\$ 110.24	\$ 16,839.97	\$ 58,850.42	\$ 547,014.52	\$ 5,876.04	\$ 6,096.70	\$ 1,672,369.33	\$ 1,672,369.33	\$ 79,089.28	\$ 1,751,458.61	\$ 2,810.01	\$ 177,994.82	\$ 5,842.00	\$ 1,938,085.44
(2) Professional Services	\$ -	\$ 155,451.05	\$ 152,417.42	\$ 300.00	\$ -	\$ -	\$ 2,179,956.01	\$ 2,179,956.01	\$ 18,053.60	\$ 2,198,009.61	\$ 207,388.69	\$ 320,135.01	\$ 37,200.04	\$ 2,763,731.35
(3) Travel	\$ -	\$ 34,365.00	\$ -	\$ 346,958.13	\$ 22,123.44	\$ 6,052.90	\$ 623,208.00	\$ 623,208.00	\$ 29,141.52	\$ 652,349.52	\$ 24,393.37	\$ 11,630.72	\$ 12,198.85	\$ 700,572.46
(4) Equipment	\$ 55.89	\$ 4,019.89	\$ -	\$ 72,809.02	\$ 492.41	\$ -	\$ 346,455.21	\$ 346,455.21	\$ 13,233.38	\$ 359,688.59	\$ 6,339.05	\$ 24,542.01	\$ 49,256.32	\$ 439,828.97
(5) Food Services	\$ -	\$ 1,622.24	\$ -	\$ 11,277.78	\$ 150.66	\$ -	\$ 402,004.65	\$ 402,004.65	\$ -	\$ 402,004.65	\$ -	\$ 4,078.32	\$ -	\$ 406,082.97
(6) Medical and Pharmacy	\$ -	\$ 80,692.74	\$ -	\$ 31,449.73	\$ 2,368.04	\$ 6,294.36	\$ 1,020,099.14	\$ 1,020,099.14	\$ 34.77	\$ 1,020,133.91	\$ (5.95)	\$ 666.84	\$ -	\$ 1,020,794.80
(7) Subcontracted Services	\$ 21,179.24	\$ -	\$ 145,393.90	\$ -	\$ -	\$ -	\$ 191,754.62	\$ 191,754.62	\$ -	\$ 191,754.62	\$ -	\$ -	\$ -	\$ 191,754.62
(8) Insurance	\$ 44.17	\$ 26,026.46	\$ 30,578.75	\$ 323,514.33	\$ 13,468.82	\$ 1,723.05	\$ 906,820.83	\$ 906,820.83	\$ 30,715.05	\$ 937,535.88	\$ 20,847.57	\$ 122,798.61	\$ 44,201.31	\$ 1,125,183.47
(9) Interest Paid	\$ 7.18	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 140,133.21	\$ 140,133.21	\$ -	\$ 140,133.21	\$ -	\$ -	\$ -	\$ 140,133.21
(10) Operating Supplies & Expenses	\$ 311.49	\$ 101,396.46	\$ 175,689.55	\$ 613,306.67	\$ 20,659.89	\$ 55,832.29	\$ 7,207,408.74	\$ 7,207,408.74	\$ 122,014.64	\$ 7,329,423.38	\$ (4,950.72)	\$ (2,462,629.77)	\$ 3,206,378.24	\$ 8,068,221.13
(11) Other-Bad Debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,128,339.23	\$ 3,128,339.23	\$ -	\$ 3,128,339.23	\$ 11,604.75	\$ -	\$ -	\$ 3,139,943.98
(12) Donated Items	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL OTHER EXPENSES =</b>	\$ 21,708.22	\$ 245,162.78	\$ 965,961.67	\$ 2,238,547.60	\$ 65,439.30	\$ 75,989.29	\$ 17,816,648.06	\$ 17,816,648.06	\$ 292,262.24	\$ 18,110,911.30	\$ 268,124.77	\$ (1,800,765.44)	\$ 3,395,079.76	\$ 19,933,330.39
<b>TOT. PERSONNEL &amp; OTH. EXP. =</b>	\$ 21,708.22	\$ 568,509.04	\$ 1,766,416.30	\$ 8,301,393.44	\$ 262,310.96	\$ 179,378.89	\$ 38,967,739.14	\$ 38,967,739.14	\$ 1,500,725.58	\$ 40,468,464.72	\$ 1,454,589.50	\$ 1,348.20	\$ 3,423,958.74	\$ 45,348,361.16
<b>BC. DISTRIBUTED INDIRECT COSTS</b>														
(a) Other Support Costs (Optional)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,348.20)	\$ -	\$ (1,348.20)
(b) Administration	\$ 188.16	\$ 58,793.15	\$ 159,072.67	\$ 668,535.29	\$ 30,372.29	\$ 17,937.89	\$ 3,125,139.34	\$ 3,125,139.34	\$ 125,144.11	\$ 3,250,283.45	\$ 125,435.43	\$ -	\$ (3,375,718.83)	\$ -
<b>TOT. DISTR'D INDIRECT COSTS =</b>	\$ 188.16	\$ 58,793.15	\$ 159,072.67	\$ 668,535.29	\$ 30,372.29	\$ 17,937.89	\$ 3,125,139.34	\$ 3,125,139.34	\$ 125,144.11	\$ 3,250,283.45	\$ 125,435.43	\$ -	\$ (3,375,718.83)	\$ -
<b>TOTAL ACTUAL OPER. EXPENSES =</b>	\$ 21,896.39	\$ 627,302.19	\$ 1,925,488.97	\$ 9,229,928.73	\$ 292,683.25	\$ 197,316.78	\$ 42,092,878.48	\$ 42,092,878.48	\$ 1,625,869.69	\$ 43,718,748.17	\$ 1,580,024.93	\$ 1,348.20	\$ 48,239.86	\$ 45,348,361.16
<b>BD. UNALLOWABLE COSTS</b>														
	\$ 1.99	\$ 230.95	\$ -	\$ 8,801.34	\$ 58.64	\$ -	\$ 3,146,032.33	\$ 3,146,032.33	\$ 1,786.06	\$ 3,147,818.39	\$ 1,580,024.93	\$ -	\$ -	\$ 4,727,643.32
<b>TOT. ALLOWABLE OPER. EXP. =</b>	\$ 21,894.79	\$ 627,071.24	\$ 1,925,488.97	\$ 9,221,127.39	\$ 292,624.41	\$ 197,316.78	\$ 38,946,846.15	\$ 38,946,846.15	\$ 1,624,083.63	\$ 40,570,929.78	\$ -	\$ -	\$ -	\$ 40,570,929.78
<b>BE. CAPITAL EXPENDITURES</b>														
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



**AUDIT SCHEDULE**  
**Mental Health Resource Center, Inc.**  
**Schedule of State Earnings for**  
**Fiscal year 06/30/2024**

<b>1</b>	<b>Total Expenditures</b>	<b>\$</b>	<b>45,348,361</b>
<b>2</b>	<b>Less Other State and Federal Funds</b>	<b>\$</b>	<b>(13,435,986)</b>
<b>3</b>	<b>Less Non-Match SAMH Funds</b>	<b>\$</b>	<b>(7,738,652)</b>
<b>4</b>	<b>Less Unallowable Costs per 65E-14, F.A.C.</b>	<b>\$</b>	<b>(4,727,843)</b>
<b>5</b>	<b>Total Allowable Expenditures</b> (Sum of lines 1, 2, 3, and 4)	<b>\$</b>	<b>19,445,880</b>
<b>6</b>	<b>Maximum Available Earnings</b> (see note below)	<b>\$</b>	<b>14,584,409</b>
<b>7</b>	<b>Amount of State Funds Requiring Match</b>	<b>\$</b>	<b>11,832,947</b>
<b>8</b>	<b>Amount Due to Department</b> (Subtract line 7 from line 6)	<b>\$</b>	<b>2,751,462</b>

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Schedule of Revenues**  
**For the Year Ended June 30, 2024**

---

State and Federal Grants:	
LSF - Adult Mental Health Services	\$ 8,397,337
LSF - Children's Mental Health Services	701,976
LSF - Comprehensive Services Center - MHSRC	2,979,799
LSF -COPS	51,800
LSF -MHDRF	3,700
LSF - MHTRV	31,183
LSF - FACT - MHO73	2,896,714
LSF - MHMDT	727,207
LSF - Team Based Model	161,460
LSF - SPT - LSF/SAMHSA	55,982
CFBHN - FACT Program	2,336,580
SAMH - IDP Line of Credit	381,169
CFCHS - FACT Program	1,528,285
SAMHSA Grant	1,773,614
LSF - SCA	10,725
Total State and Federal Grants	<u>22,037,531</u>
Other government funding:	
Low Income Pool (Agency for Healthcare Administration)	6,110,749
Fourth Judicial Courts of Florida	38,516
City of Jacksonville (Professional Contract and PSG)	518,735
Total other government funding	<u>6,668,000</u>
All other funding and revenues:	
Medicaid	4,876,844
Medicare	119,844
First and third-party fees	11,668,436
Contributions	23,184
Other	1,816,923
Total other funding and revenues	<u>18,505,231</u>
Total all funding and revenues	<u><u>\$ 47,210,762</u></u>

The accompanying notes are an integral part of this statement.

**Mental Health Resource Center, Inc.**  
(a non-profit organization)  
**Schedule of the Source and Status of Funds**  
**Received from the City of Jacksonville, Florida**  
**For the year ended June 30, 2024**

---

**City of Jacksonville Public Service Contract (Outpatient)**

Contract Number: # 70006-23  
Contract Period: 10/1/2022 - 09/30/2023  
Award Amount: \$729,922

	<u>Budgeted</u>	<u>Actual</u> <u>10/1/2022</u> <u>6/30/2023</u>	<u>Actual</u> <u>7/1/2023</u> <u>9/30/2023</u>	<u>Remaining</u> <u>Balance</u>
<u>Receipt from City Funds</u>				
City of Jacksonville	\$ 729,922	\$ 418,079	\$ 311,843	\$ -
<u>Disbursement of City Funds</u>				
Salaries and benefits	\$ 651,996	\$ 441,957	\$ 210,039	\$ -
Beds and respite care	11,569	11,569	-	-
Administrative overhead	66,357	45,353	21,004	-
<b>Total</b>	<b>\$ 729,922</b>	<b>\$ 498,879</b>	<b>\$ 231,043</b>	<b>\$ -</b>

**City of Jacksonville Public Service Contract (Outpatient)**

Contract Number: # 70825-24  
Contract Period: 10/1/2023 - 09/24/2024  
Award Amount: \$344,141

	<u>Budgeted</u>	<u>Actual</u> <u>10/1/2023</u> <u>6/30/2024</u>	<u>Actual</u> <u>7/1/2024</u> <u>9/30/2024</u>	<u>Remaining</u> <u>Balance</u>
<u>Receipt from City Funds</u>				
City of Jacksonville	\$ 344,141	\$ 255,543	\$ -	\$ 88,598
<u>Disbursement of City Funds</u>				
Salaries and benefits	\$ 318,944	\$ 266,629	\$ -	\$ 52,315
Beds and respite care	-	-	-	-
Administrative overhead	25,197	21,063	-	4,134
<b>Total</b>	<b>\$ 344,141</b>	<b>\$ 287,692</b>	<b>\$ -</b>	<b>\$ 56,449</b>

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Schedule of the Source and Status of Funds**  
**Received from the City of Jacksonville, Florida**  
**For the year ended June 30, 2024**

---

**City of Jacksonville Public Service Contract (District 9 MH Outreach)**

Contract Number: # 668803-24  
 Contract Period: 10/1/2023 - 09/24/2024  
 Award Amount: \$73,161

	<u>Budgeted</u>	<u>Actual 10/1/2023 6/30/2024</u>	<u>Actual 7/1/2024 9/30/2024</u>	<u>Remaining Balance</u>
<u>Receipt from City Funds</u>				
City of Jacksonville	\$ 73,161	\$ -	\$ -	\$ 73,161
<u>Disbursement of City Funds</u>				
Salaries	\$ 41,600	\$ -	\$ -	\$ 41,600
FICA and Med Tax	\$ 3,182.00	-	-	\$ 3,182.00
Health Insurance	\$ 13,200.00	-	-	\$ 13,200.00
Retirement	\$ 832.00	-	-	\$ 832.00
Dental		-	-	\$ -
Life Insurance	\$ 46.00	-	-	\$ 46.00
Worker's Compensation	\$ 166.00	-	-	\$ 166.00
Unemployment	\$ 132.00	-	-	\$ 132.00
Other (LT Disability)	\$ 373.00	-	-	\$ 373.00
Equipment under \$1,000-Laptop	\$ 999.00	-	-	\$ 999.00
Telephone-Cell Phone Services	\$ 660.00	-	-	\$ 660.00
Other-HIM Direct Allocation	\$ 1,433.00	-	-	\$ 1,433.00
Other-Electronic Health Record	\$ 752.00	-	-	\$ 752.00
Other-IT Support	\$ 3,504.00	-	-	\$ 3,504.00
Office Supplies	\$ 166.00	-	-	\$ 166.00
Background Screening	\$ 76.00	-	-	\$ 76.00
Local Mileage	\$ 6,040.00	-	-	\$ 6,040.00
<b>Total</b>	<b>\$ 73,161</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 73,161</b>



**AUDIT SCHEDULE**  
**Mental Health Resource Center, Inc.**  
**Schedule of Bed-Day Availability Payments**  
**For Fiscal Year Ending 06/30/2024**

Program A	Covered Service B	Contracted Rate C	Total Units of Service Provided D	Total Units of Service Paid for by 3rd Party Contracts, Local Govt. or Other State Agencies E	Maximum # of Units Eligible for Payment by Department (D-E) F	Amount Paid for Services by the Department G	Maximum \$ Value of Units in Column F (F x C) H	Amount Owed to Department (G-H or \$0, whichever is greater) I
Children's MH Adult MH	Crisis Stabilization Unit	\$475.05	10,980	3,751	7,299	\$652,722.70	\$3,434,359.72	\$0.00
	Crisis Stabilization Unit	\$475.05	19,764	6,703	13,061	\$4,795,399.89	\$6,204,461.78	\$0.00
					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
<b>Total Amount Owed to Department =</b>								<b>\$0.00</b>

**Mental Health Resource Center, Inc.**  
**Schedule of Related Party Transaction Adjustments**  
**for the Fiscal year ended 06/30/2024**

		Allocation of Related Party Transactions Adjustment														
		State-Designated Cost Centers														
Revenues From Grantee	Related Party	Assessment	Case Management	Crisis Stabilization	Crisis Support/ Emergency	Medical Services	Outpatient Individual	Outreach	Residential Level IV	Incidental Expenses	Information and Referral	Intervention Group	Recovery Support (Indiv.)	Other Support Costs	Administration Costs	Total
Rent		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Revenue From Grantee</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Expenses Associated with Grantee Transactions</b>																
Personal Services	RBHS	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation	RBHS	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	RBHS	144	26	10,145	249	292	285	-	-	-	-	-	-	-	-	11,141
Other	RBHS	31	-	5,681	74	348	348	791	-	-	-	-	-	-	501,592	508,865
<b>Total Associated Expenses</b>		175	26	15,826	323	640	633	791	-	-	-	-	-	-	501,592	520,006
<b>Related Party Transaction Adjustment</b>		175	26	15,826	323	640	633	791	-	-	-	-	-	-	501,592	520,006

RBHS - Renaissance Behavioral Health Systems, Inc.

**Mental Health Resource Center, Inc.**  
(a non-profit organization)  
**Schedule of Findings and Questioned Costs – Federal Programs  
and State Projects**  
**For the year ended June 30, 2024**

---

**Section I - Summary of Independent Auditor's Results**

*Financial Statements*

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified that are not considered to be material weaknesses?  Yes  None reported
- Noncompliance material to financial statements noted?  Yes  No

*Federal Awards and State Projects*

Internal control over the major programs:

- Material weakness(es) identified?  Yes  No
- Significant deficiency(ies) identified that are Not considered to be material weaknesses?  Yes  None reported

Type of auditor's report issued on compliance for the major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a) or Chapter 10.656?  Yes  No

Identification of federal major programs:

CFDA Number	Name of Federal Program or Cluster
93.958	Block Grants for Community Mental Health Services
93.696	Certified Community Behavioral Health Clinic Expansion

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

Auditee qualified as low-risk auditee?  Yes  No

**Mental Health Resource Center, Inc.**  
**(a non-profit organization)**  
**Schedule of Findings and Questioned Costs – Federal Programs**  
**and State Projects**  
**For the year ended June 30, 2024**

---

Identification of state major programs:

<u>CSFA Number</u>	<u>Name of State Project</u>
60.163	Centralized Receiving Systems

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

**Section II – Financial Statement Findings**

There were no financial statement findings reported during the 2024 audit.

**Section III – Federal Award and State Projects Findings and Questioned Costs**

There were no federal award or state project findings or questioned costs reported during the 2024 audit.

**Section IV – Other items**

No management letter is required because there were no findings required to be reported in the management letter.

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

**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  
Mental Health Resource Center, Inc.  
Jacksonville, Florida

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of Mental Health Resource Center, Inc., which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated February 25, 2025.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Mental Health Resource Center, Inc.'s internal control over financial reporting (internal control) as a basis for designing 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 Mental Health Resource Center, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Mental Health Resource Center, Inc.'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 may exist that have not been identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Mental Health Resource Center, Inc.'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 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.

*Rebata & Capuz P.A.*

February 25, 2025



KEVIN M. FRITZ  
JON E. CORNAHE  
MICHAEL F. FITCH  
GREGORY S. LACINA

ROBERT F. RALSTON  
(1921 - 1988)  
BERT J. PITTMAN, JR.  
(1944 - 2019)  
R. BRUCE SHEALY  
(RETIRED)

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

To the Board of Directors  
Mental Health Resource Center, Inc.  
Jacksonville, Florida

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

***Opinion on Each Major Federal Program***

We have audited Mental Health Resource Center, Inc.'s (a non-profit organization) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and described in the Department of Financial Services *State Projects Compliance Supplement* that could have a direct and material effect on each of Mental Health Resource Center, Inc.'s major Federal programs and state projects for the year ended June 30, 2024. Mental Health Resource Center, Inc.'s major Federal programs and major State projects are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Mental Health Resource Center, Inc. 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 for the year ended June 30, 2024.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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*. Our responsibilities under those standards, the Uniform Guidance, 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 Mental Health Resource Center, Inc. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Mental Health Resource Center, Inc.'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 Mental Health Resource Center, Inc.'s federal programs.

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

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Mental Health Resource Center, Inc.'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, 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 Mental Health Resource Center, Inc.'s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance 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 Mental Health Resource Center, Inc.'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 Mental Health Resource Center, Inc.'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*, but not for the purpose of expressing an opinion on the effectiveness of Mental Health Resource Center, Inc.'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 and State project on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a major Federal program and 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 major Federal program and State project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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*. Accordingly, this report is not suitable for any other purpose.

*Rabata & Capry P.A.*

February 25, 2025