

CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

SUNCOAST CENTER, INC. AND SUBSIDIARY

June 30, 2024 and 2023

TABLE OF CONTENTS

Independent Auditor's Report	3 - 5
Consolidated Financial Statements	
Consolidated Statements of Financial Position	6
Consolidated Statements of Activities	7 - 8
Consolidated Statements of Functional Expenses	9 - 12
Consolidated Statements of Cash Flow	13
Notes to Consolidated Financial Statements	14 - 30
Supplementary Information	31
Substance Abuse and Mental Health Services Program/Cost Center Actual Revenues and Expenses Schedule Required by the State of Florida Department of Children and Families (Unaudited)	32 - 34
Schedule of State Earing for Substance Abuse and Mental Health Services (Unaudited)	35
Schedule of Support and Revenue (Unaudited)	36
Schedule of Bed-Day Availability Payments (Unaudited)	37
Schedule of Related Party Transaction Adjustment (Unaudited)	38
Compliance Reports	39
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	40 - 42
Independent Auditor's Report on Compliance for Each Major Program and Major State Project and Report on Internal Control Over Compliance Required by the Uniform Guidance and State of Florida Chapter 10.650, <i>Rules of the Auditor General</i>	43 - 46
Schedule of Expenditures of Federal Awards and State Financial Assistance	47 - 48
Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance	49 - 50
Schedule of Findings and Questioned Costs	51 - 52



INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Suncoast Center, Inc. and Subsidiary

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Suncoast Center, Inc. and Subsidiary (the "Organization"), which comprise the consolidated statements of financial position as of June 30, 2024 and 2023, the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements (collectively, the consolidated financial statements).

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2024 and 2023, and the changes in their net assets and their 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 the *Government Auditing Standards*, issued by the Comptroller of the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Consolidated 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 opinion.

Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 in 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 judgement made by a reasonable user based on the consolidated financial statements.

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

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material misstatements of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risk. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization'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 consolidated financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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

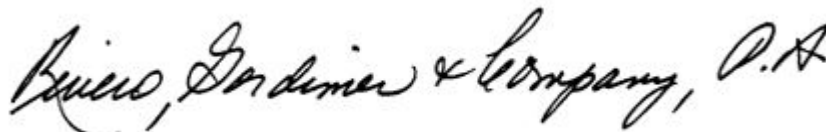
Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance and related notes, as required by Title 2 U.S. *Code of Federal Regulation* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and State of Florida Chapter 10.650, *Rules of the Auditor General*, is presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedure applied in the audits of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

The supplementary information on pages 31 through 38 is presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the consolidated financial statements and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2024, on our consideration of the Organization's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Suncoast Center, Inc. and Subsidiary's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Organization's internal control over financial reporting and compliance.

Tampa, Florida
December 5, 2024



Suncoast Center, Inc. and Subsidiary

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

June 30,

ASSETS	<u>2024</u>	<u>2023</u>
Current assets		
Cash and cash equivalents	\$ 4,409,341	\$ 3,476,484
Accounts receivable, net	2,936,140	2,417,046
Medication inventory	26,399	36,160
Prepaid expenses and current other assets	395,234	268,487
Total current assets	<u>7,767,114</u>	<u>6,198,177</u>
Property and equipment, net	<u>4,561,049</u>	<u>4,453,806</u>
Right of use asset - operating leases	<u>159,936</u>	<u>262,743</u>
Investments	2,543,725	2,243,505
Investments designated for deferred compensation	1,244,481	1,019,201
Endowed investments	334,182	334,182
Total investments	<u>4,122,388</u>	<u>3,596,888</u>
Other assets	<u>71,719</u>	<u>97,057</u>
TOTAL ASSETS	<u>\$ 16,682,206</u>	<u>\$ 14,608,671</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable	\$ 95,720	\$ 336,755
Accrued expenses	527,461	588,198
Deferred revenue	27,513	876
Current portion of operating leases payable	108,344	102,089
Total current liabilities	<u>759,038</u>	<u>1,027,918</u>
Deferred compensation payable	1,244,481	1,019,201
Non-current portion of operating leases payable	56,184	164,527
Total liabilities	<u>2,059,703</u>	<u>2,211,646</u>
Net assets		
Without donor restrictions	14,282,368	12,046,133
With donor restrictions	340,135	350,892
Total net assets	<u>14,622,503</u>	<u>12,397,025</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 16,682,206</u>	<u>\$ 14,608,671</u>

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

Suncoast Center, Inc. and Subsidiary

CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended June 30, 2024

(With summarized comparative information for the year ended June 30, 2023)

	Without Donor Restrictions	With Donor Restrictions	Total 2024	Total 2023
Public support and revenues				
Contributions	\$ 3,505,674	\$ -	\$ 3,505,674	\$ 101,047
Special event revenue, net	-	-	-	37,857
In-kind contributions	467,451	-	467,451	337,915
Program service fees	3,719,981	-	3,719,981	4,335,400
Governmental and other agencies	14,955,752	-	14,955,752	13,499,559
Employee retention credit income	-	-	-	1,965,582
Other income	460,488	-	460,488	329,247
Net assets released from restriction	10,757	(10,757)	-	-
	<u>23,120,103</u>	<u>(10,757)</u>	<u>23,109,346</u>	<u>20,606,607</u>
Expenses				
Program Services	<u>18,445,713</u>	<u>-</u>	<u>18,445,713</u>	<u>18,310,636</u>
Supporting services				
Administrative and General	2,374,994	-	2,374,994	2,514,421
Fundraising and Development	63,161	-	63,161	60,185
Total supporting services	<u>2,438,155</u>	<u>-</u>	<u>2,438,155</u>	<u>2,574,606</u>
Total expenses	<u>20,883,868</u>	<u>-</u>	<u>20,883,868</u>	<u>20,885,242</u>
Change in net assets	2,236,235	(10,757)	2,225,478	(278,635)
Net assets at the beginning of year	<u>12,046,133</u>	<u>350,892</u>	<u>12,397,025</u>	<u>12,675,660</u>
Net assets at end of year	<u>\$ 14,282,368</u>	<u>\$ 340,135</u>	<u>\$ 14,622,503</u>	<u>\$ 12,397,025</u>

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

Suncoast Center, Inc. and Subsidiary
CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended June 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Public support and revenue			
Contributions	\$ 101,047	\$ -	\$ 101,047
Special event revenue, net	37,857	-	37,857
In-kind contributions	326,956	10,959	337,915
Program service fees	4,335,400	-	4,335,400
Governmental and other agencies	13,499,559	-	13,499,559
Employee retention credit income	1,965,582	-	1,965,582
Other income	329,247	-	329,247
Net assets released from restrictions	14,677	(14,677)	-
	20,610,325	(3,718)	20,606,607
Expenses			
Program Services	18,310,636	-	18,310,636
Supporting services			
Administrative and general	2,514,421	-	2,514,421
Fundraising and Development	60,185	-	60,185
Total supporting services	2,574,606	-	2,574,606
Total expenses	20,885,242	-	20,885,242
Change in net assets	(274,917)	(3,718)	(278,635)
Net assets at the beginning of year	12,321,050	354,610	12,675,660
Net assets at end of year	\$ 12,046,133	\$ 350,892	\$ 12,397,025

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

Suncoast Center, Inc. and Subsidiary

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2024

	Program Services											
	Case Management	Community Intensive Services	Adult Integrated Services	Intensive Family Services	CCBHC	Zero Suicide	Forensic Services	Family Integrated Services	Early Childhood Services	Childhood Protection Team	Wellness Connection	Total Family Strategy
Salaries	\$ 338,487	\$ 1,118,911	\$ 2,885,093	\$ 305,160	\$ 668,391	\$ 153,084	\$ 408,237	\$ 2,113,020	\$ 948,493	\$ 397,385	\$ 23,259	\$ 1,323,487
Fringes	82,824	214,565	604,021	62,681	137,817	31,535	115,332	472,165	221,940	88,437	5,489	288,116
Total salaries and related expenses	421,311	1,333,476	3,489,114	367,841	806,208	184,619	523,569	2,585,185	1,170,433	485,822	28,748	1,611,603
Building occupancy	19,786	46,451	153,168	25,572	25,239	10,456	23,005	115,321	54,827	24,931	-	103,169
Professional services	21,583	61,209	194,348	22,663	137,049	5,225	25,468	135,460	59,717	19,597	-	85,328
Travel and training	7,835	39,846	3,666	9,715	3,029	5,293	25,449	22,865	44,349	5,466	-	15,625
Equipment costs	10,680	36,658	42,450	4,871	8,347	5,567	6,709	33,794	13,510	12,382	308	19,459
Medical and pharmacy	-	446	103,693	-	1,688	-	-	-	-	9,253	-	-
Insurance	26,801	41,516	96,016	10,818	14,473	1,808	12,672	63,579	29,250	91,587	-	42,133
Interest and amortization	-	120	-	-	-	-	-	-	-	2,890	-	-
Operating supplies and expenses	70,728	405,545	97,041	9,546	178,142	14,376	17,796	84,694	26,172	11,026	-	32,670
Other	-	-	-	-	-	-	-	-	-	4,901	-	-
In-kind expense	-	46,874	390,975	-	-	-	-	-	-	-	-	-
Total operating expenses	157,413	678,665	1,081,357	83,185	367,967	42,725	111,099	455,713	227,825	182,033	308	298,384
Total expenses	\$ 578,724	\$ 2,012,141	\$ 4,570,471	\$ 451,026	\$ 1,174,175	\$ 227,344	\$ 634,668	\$ 3,040,898	\$ 1,398,258	\$ 667,855	\$ 29,056	\$ 1,909,987

Suncoast Center, Inc. and Subsidiary

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES - CONTINUED

For the year ended June 30, 2024

	Program Services			Supporting Services		
	Trauma Services	Suncoast Center Properties, Inc.	Total Program Services	Fundraising and Development	Administrative and General	Total 2024
Salaries	\$ 1,022,886	\$ -	\$ 11,705,893	\$ 35,994	\$ 1,553,164	\$ 13,295,051
Fringes	175,976	-	2,500,898	7,117	300,442	2,808,457
Total Salaries and related expenses	1,198,862	-	14,206,791	43,111	1,853,606	16,103,508
Building occupancy	52,211	180,351	834,487	2,041	48,141	884,669
Professional services	111,747	-	879,394	1,492	212,610	1,093,496
Travel and training	8,829	-	191,967	24	22,158	214,149
Equipment costs	16,462	-	211,197	452	19,029	230,678
Medical and pharmacy	7,098	-	122,178	-	56	122,234
Insurance	33,190	68,451	532,294	1,029	60,658	593,981
Interest and amortization	-	-	3,010	-	-	3,010
Operating supplies and expenses	42,407	1,900	992,043	15,012	157,756	1,164,811
Other	-	-	4,901	-	980	5,881
In-kind expense	29,602	-	467,451	-	-	467,451
Total operating expenses	301,546	250,702	4,238,922	20,050	521,388	4,780,360
Total expenses	\$ 1,500,408	\$ 250,702	\$ 18,445,713	\$ 63,161	\$ 2,374,994	\$ 20,883,868

The accompanying notes are an integral part of this consolidated financial statement.

Suncoast Center, Inc. and Subsidiary

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2023

	Program Services										
	Case Management	Community Intensive Services	Adult Integrated Services	Intensive Family Services	CCBHC	Forensic Services	Family Integrated Services	Early Childhood Services	Childhood Protection Team	Wellness Connection	Total Family Strategy
Salaries	\$ 438,014	\$ 695,713	\$ 3,351,768	\$ 157,369	\$ 460,046	\$ 507,360	\$ 2,007,604	\$ 880,312	\$ 739,088	\$ 52,035	\$ 1,527,865
Fringes	109,873	158,690	769,970	36,833	108,637	119,245	501,711	224,500	185,331	11,831	359,670
Psychiatric consultants	-	-	-	-	-	-	-	-	500	-	-
Total salaries and related expenses	547,887	854,403	4,121,738	194,202	568,683	626,605	2,509,315	1,104,812	924,919	63,866	1,887,535
Building occupancy	24,361	33,588	159,569	7,290	32,782	17,295	92,692	67,349	50,442	-	84,672
Professional services	30,852	41,256	232,930	107,723	36,139	35,004	141,589	57,836	38,103	-	101,907
Travel and training	17,032	21,691	2,418	79	13,233	31,335	8,556	27,997	3,730	-	16,269
Equipment costs	13,261	26,994	46,169	2,493	7,410	7,832	32,852	11,909	14,710	308	22,807
Medical and pharmacy	-	678	158,118	383	-	-	-	-	12,439	-	-
Insurance	20,108	17,240	72,183	1,058	11,806	11,162	42,399	17,744	151,896	-	32,960
Interest and amortization	-	728	-	-	-	-	-	-	-	-	-
Operating supplies and expenses	122,829	275,348	104,394	74,808	12,780	15,780	76,716	32,287	29,776	-	39,696
Other	-	-	-	-	-	-	-	-	-	-	-
In-kind expense	-	-	327,000	-	-	-	-	-	-	-	-
Total operating expenses	228,443	417,523	1,102,781	193,834	114,150	118,408	394,804	215,122	301,096	308	298,311
Total expenses	\$ 776,330	\$ 1,271,926	\$ 5,224,519	\$ 388,036	\$ 682,833	\$ 745,013	\$ 2,904,119	\$ 1,319,934	\$ 1,226,015	\$ 64,174	\$ 2,185,846

Suncoast Center, Inc. and Subsidiary

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES - CONTINUED

For the year ended June 30, 2023

	Program Services			Supporting Services		
	Trauma Services	Suncoast Center Properties, Inc.	Total Program Services	Fundraising and Development	Administrative and General	Total 2023
Salaries	\$ 892,847	\$ -	\$ 11,710,021	\$ 28,172	\$ 1,416,114	\$ 13,154,307
Fringes	188,203	-	2,774,494	11,712	337,637	3,123,843
Psychiatric consultants	-	-	500	-	-	500
Total Salaries and related expenses	1,081,050	-	14,485,015	39,884	1,753,751	16,278,650
Building occupancy	56,770	174,255	801,065	2,017	42,591	845,673
Professional services	89,535	-	912,874	11,995	495,507	1,420,376
Travel and training	8,474	-	150,814	1	26,571	177,386
Equipment costs	13,791	-	200,536	303	17,453	218,292
Medical and pharmacy	2,308	-	173,926	-	10	173,936
Insurance	19,553	37,946	436,055	529	42,705	479,289
Interest and amortization	-	-	728	-	-	728
Operating supplies and expenses	25,387	1,907	811,708	5,456	135,671	952,835
Other	-	-	-	-	162	162
In-kind expense	10,915	-	337,915	-	-	337,915
Total operating expenses	226,733	214,108	3,825,621	20,301	760,670	4,606,592
Total expenses	\$ 1,307,783	\$ 214,108	\$ 18,310,636	\$ 60,185	\$ 2,514,421	\$ 20,885,242

The accompanying notes are an integral part of this consolidated financial statement.

Suncoast Center, Inc. and Subsidiary

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the year ended June 30,

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Change in net assets	\$ 2,225,478	\$ (278,635)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	360,666	349,343
Right of use asset amortization	102,807	99,962
Net realized and unrealized gains on investments	(333,739)	(210,689)
(Increase) decrease in assets		
Accounts receivable	(519,094)	210,325
Medication inventory	9,761	61,893
Prepaid expenses and other current assets	(101,409)	(8,653)
Increase (decrease) in operating liabilities		
Accounts payable	(241,035)	278,784
Accrued expenses	(60,737)	(241,030)
Deferred revenue	26,637	(16,885)
Deferred compensation payable	225,280	154,869
Operating leases payable	(102,088)	(96,089)
Net cash provided by operating activities	<u>1,592,527</u>	<u>303,195</u>
Cash flows from investing activities		
Purchase of property and equipment	(467,909)	(281,264)
Purchase of investments	(557,921)	(317,546)
Sales of investments	366,160	60,474
Net cash used by investing activities	<u>(659,670)</u>	<u>(538,336)</u>
Net change in cash and cash equivalents	932,857	(235,141)
Cash and cash equivalents at beginning of year	<u>3,476,484</u>	<u>3,711,625</u>
Cash and cash equivalents at end of year	<u>\$ 4,409,341</u>	<u>\$ 3,476,484</u>
Supplemental disclosure of cash flow information		
Interest paid	<u>\$ -</u>	<u>\$ -</u>
Income taxes paid	<u>\$ -</u>	<u>\$ -</u>
Non-cash investing activities		
Right of use assets recognized	<u>\$ -</u>	<u>\$ 362,705</u>

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

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2024 and 2023

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A brief description of the Organization and a summary of its significant accounting policies consistently applied in the preparation of the accompanying consolidated financial statements follow:

1. Nature of Organization

Suncoast Center, Inc. (Suncoast) was chartered as a nonprofit Florida corporation on June 3, 1981. Suncoast administers and provides a full spectrum of programs designed to resolve clients' emotional and behavioral problems arising from mental health issues, substance abuse and neglect, lack of parenting skills, financial challenges, and domestic violence. Clients receiving services include children, adults, seniors, and families. Suncoast continually evolves to meet the multifaceted and frequently interrelated behavioral, psychological and financial needs of individual and families. Suncoast has the ability to provide a full continuum of care through integrated services and programs, with results that include providing a greater level of access for individuals and families. In addition, Suncoast is one of the only certified Rape Crisis Treatment Centers in Pinellas County, Florida. Suncoast furthers its commitment to the mission of strengthening, protecting, and restoring lives for a health community through the participation in numerous outreach and educational activities. Services are primarily provided to individuals and families residing in Pinellas County and Tampa Bay region of Florida. Suncoast is accredited by the Commission on Accreditation of Rehabilitation Facilities (CARF).

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

2. Principles of Consolidation

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

3. Basis of Accounting

A nonprofit organization is required to report information regarding its financial position and activities according to two classes of net assets. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

- *Net Assets without Donor Restrictions*: Net assets are not subject to donor or grantor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and or Board of Directors.
- *Net Assets with Donor Restrictions*: Net assets are subject to restrictions imposed by donors or grants. Some donor-imposed restrictions are temporary in nature, such as those that will be met by actions of the Organization or by the passage of time. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates the resources be maintained in perpetuity.

4. Use of Estimates

The preparation of the consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts 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.

5. Cash and Cash Equivalents

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

6. Accounts Receivable

Client fees receivable are stated at the estimated transaction price.

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

7. Medication Inventory

Medication inventory is stated at the lower of cost or net realizable value. Cost, including the value of donated medication, is determined by the first-in, first-out (FIFO) method.

Medication donated to the Organization by pharmaceutical companies that are intended for other beneficiaries are not recorded by the Organization.

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

8. Property and Equipment

Property and equipment are carried at cost if purchased or at estimated fair value at date of receipt if acquired by gift, less accumulated depreciation. Depreciation is calculated using the straight-line method over the estimated useful lives of the respective assets ranging from 3 to 43 ½ years.

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

The Organization evaluates the recoverability of its long-lived assets whenever adverse events or changes in the business climate indicate that the expected undiscounted future cash flow from the related asset may be less than previously anticipated. If the total of the future cash flows is less than the carrying amount of those assets, the Organization recognizes an impairment loss based on the excess of the carrying amount over the fair value of the assets. Management has determined that there is no indication that any long-lived assets are impaired at June 30, 2024 or 2023.

9. Investments

Investments are comprised of fixed income, annuities, stocks, mutual funds corporate bonds, other investments, and beneficial interest in assets held by a foundation. Investments are reported at fair value.

10. Revenue Recognition

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

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

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

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The Organization first determines if a transaction represents an exchange transaction and if so, accounts for the transaction under Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers* (Topic 606), which provided a five-step model for recognizing revenue from contracts with customers as follows:

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

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

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

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

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The Organization determines transaction price based on original charge for the service provided less contractual adjustments and other stated discounts (explicit price concessions) and implicit price concessions. The implicit price concessions included in estimating the transaction price represent the difference between amounts billed to clients and the amounts expected to collect based on the Organization's collection history with similar class of clients. Subsequent changes to the estimate of the transaction price are generally recorded as adjustments to client service fee revenue in the period of the change. Subsequent changes that are determined to be the result of an adverse change in the client's ability to pay and are deemed uncollectible are recorded as a bad debt expense.

Bad debt expense for the years ended June 30, 2024 and 2023, was not significant. Recoveries of receivables previously written off are recorded as a reduction of the provision for bad debt expense when received. Bad debt expense is recognized as an operating expense.

11. Donated Goods and Services

Donations of goods are recorded as support at their estimated fair value at the date of donation. Donated professional services are recorded as support at the respective fair values of services received.

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

12. Income Taxes

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

13. Functional Allocation of Expenses

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

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE A - DESCRIPTION OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The expenses that are allocated include the following:

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

14. Recently Adopted Accounting Pronouncement

Effective July 1, 2023, the Organization adopted Accounting Standards Update (ASU) 2016-13, *Financial Instruments - Credit Losses* (Topic 326): *Measurement of Credit Losses on Financial Instruments* ("ASU 2016-13" or "ASC 326"). ASU 2016-13 revises the accounting requirements related to the measurement of credit losses and requires organizations to measure all expected credit losses for financial assets based on historical experience, current conditions, and reasonable and supportable forecasts about collectability. Assets must be presented in the financial statements at the net amount expected to be collected.

Effective July 1, 2022, the Organization adopted Accounting Standards Update (ASU) 2016-02, *Leases*, (Topic 842), and related subsequent amendments, which supersedes the existing guidance under Topic 840, *Leases*. Under the new guidance, lessees are required to recognize right to use assets and lease liabilities for operating leases with terms longer than 12 months on the statement of financial position. Leases are classified either as operating or finance leases. The accounting for finance (formally capital) leases remained substantially unchanged.

A modified retrospective transition approach is required for lessees for capital and operating leases at, or entered into after, the beginning of the earliest comparative period presented in the financial statements, with certain practical expedients available. There was no cumulative effect of applying the new standard and accordingly there was no adjustment to the Organization's net assets upon adoption. The comparative information presented has not been restated and continues to be reported under the accounting standards in effect for those periods.

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE B - LIQUIDITY AND AVAILABILITY OF RESOURCES

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

	<u>2024</u>	<u>2023</u>
Financial assets at year-end		
Cash and cash equivalents	\$ 4,409,341	\$ 3,476,484
Accounts receivable, net	2,936,140	2,417,046
Investments	4,122,388	3,596,888
	<u>11,467,869</u>	<u>9,490,418</u>
Less donor-imposed restrictions:		
Funds subject to time and purpose restrictions	5,953	16,710
Endowment funds restricted in perpetuity	334,182	334,182
	<u>340,135</u>	<u>350,892</u>
Less designated investments	<u>1,244,481</u>	<u>1,019,201</u>
Financial assets available to meet general expenditures over the next 12 months	<u>\$ 9,883,253</u>	<u>\$ 8,120,325</u>

NOTE C - ACCOUNTS RECEIVABLE

Accounts receivable consists of the following at June 30,:

	<u>2024</u>	<u>2023</u>
Governmental and other agencies	\$ 1,429,753	\$ 1,388,003
Client fees	856,292	811,170
Bequest receivable	649,421	-
Other	674	217,873
	<u>\$ 2,936,140</u>	<u>\$ 2,417,046</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE D - PROPERTY AND EQUIPMENT

Property and equipment consist of the following at June 30,:

	<u>2024</u>	<u>2023</u>
Land	\$ 2,304,669	\$ 2,304,669
Land improvements	294,183	260,190
Building improvements	4,668,027	4,432,327
Furniture and equipment	3,467,284	3,450,855
Vehicles	142,971	119,864
Construction in progress	<u>265,434</u>	<u>108,250</u>
	11,142,568	10,676,155
Less: accumulated depreciation	<u>(6,581,519)</u>	<u>(6,222,349)</u>
	<u>\$ 4,561,049</u>	<u>\$ 4,453,806</u>

Depreciation expense was approximately \$361,000 and \$349,000 for the years ended June 30, 2024 and 2023, respectively.

NOTE E - LEASES

The Organization leases a building and certain office equipment. In accordance with ASC 842, *Leases*, the Organization recorded a right of use asset of \$362,705, and a lease liability of \$362,705 at July 1, 2022, which is the net present value of future minimum lease payments of the various leases using the risk-free discount rate of 2.88%, according to the Organization's elected policy. Leases with a term of 12 months or less are not recorded on the statement of financial position. The leases all represent non-cancelable operating leases, and many have renewal options.

The right of use operating lease asset is amortized using the straight-line method over the lease term. The right of use operating lease asset consists of the following as of June 30, 2024:

Operating lease right of use assets	\$ 362,705
Less accumulated amortization	<u>(202,769)</u>
	<u>\$ 159,936</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE E - LEASES - Continued

Additional information about the Organization's leases is as follows:

Office and retail space (included in operating expenses):	
Operating lease cost	<u>\$ 109,157</u>
Total lease costs	<u><u>\$ 109,157</u></u>

Other Information:

Cash paid for amounts included in measuring operating lease liabilities:

Operating cash flows from leases	\$ 108,438
Weighted-average remaining lease term (years)	1.50
Weighted-average discount rate	2.88%

Future minimum lease payments under the operating lease agreements are as follows:

<u>Year ending December 31,</u>	
2025	\$ 111,671
2026	<u>56,657</u>
Total future minimum payments	168,328
Less: amount representing interest	<u>(3,800)</u>
Operating leases payable	<u><u>\$ 164,528</u></u>

Total rent expense for the years ended June 30, 2024 and 2023 was approximately \$189,000.

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE F - INVESTMENTS

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

	<u>2024</u>	<u>2023</u>
Fixed income annuities	\$ 133,048	\$ 211,619
Investments designated for deferred compensation - mutual funds	1,244,481	1,019,201
Stocks and mutual funds	1,966,265	1,708,147
Corporate bonds	768,801	648,840
Beneficial interests in assets held by foundation	<u>9,793</u>	<u>9,081</u>
	<u>\$ 4,122,388</u>	<u>\$ 3,596,888</u>

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

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

	<u>2024</u>	<u>2023</u>
Net realized and unrealized gains	\$ 119,189	\$ 67,236
Interest and dividend income	<u>108,326</u>	<u>143,453</u>
	<u>\$ 227,515</u>	<u>\$ 210,689</u>

NOTE G - FAIR VALUE

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

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE G - FAIR VALUE - Continued

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

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

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

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

	2024			
	Fair Value	Level 1	Level 2	Level 3
Fixed income annuities	\$ 133,048	\$ -	\$ -	\$ 133,048
Investments designated for deferred compensation	1,244,481	1,244,481	-	-
Stocks and mutual funds	1,966,265	1,966,265	-	-
Corporate bonds	768,801	-	768,801	-
Beneficial interests in assets held by foundation	9,793	-	-	9,793
	<u>\$ 4,122,388</u>	<u>\$ 3,210,746</u>	<u>\$ 768,801</u>	<u>\$ 142,841</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE G - FAIR VALUE - Continued

	2023			
	Fair Value	Level 1	Level 2	Level 3
Fixed income annuities	\$ 211,619	\$ -	\$ -	\$ 211,619
Investments designated for deferred compensation	1,019,201	1,019,201	-	-
Stocks and mutual funds	1,708,147	1,708,147	-	-
Corporate bonds	648,840	-	648,840	-
Beneficial interests in assets held by foundation	9,081	-	-	9,081
	<u>\$ 3,596,888</u>	<u>\$ 2,727,348</u>	<u>\$ 648,840</u>	<u>\$ 220,700</u>

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

NOTE H - ENDOWMENT FUNDS

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

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

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE H - ENDOWMENT FUNDS - Continued

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

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

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

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

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

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

Spending Policy and how the Investment Objectives Relate to Spending Policy: The Organization's objective is to maintain endowment assets, as well as to provide additional real growth through investment return.

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

	2024		
	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets, beginning of year	\$ -	\$ 334,182	\$ 334,182
Investment income	-	21,087	21,087
Amounts released for expenditure	-	(21,087)	(21,087)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 334,182</u>	<u>\$ 334,182</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE H - ENDOWMENT FUNDS - Continued

	2023		
	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets, beginning of year	\$ -	\$ 334,182	\$ 334,182
Investment income	434	3,331	3,765
Amounts released for expenditure	(434)	(3,331)	(3,765)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 334,182</u>	<u>\$ 334,182</u>

NOTE I - LONG-TERM DEBT

The Organization maintains a line of credit agreement through a large commercial bank which allows the Organization to borrow up to \$1,000,000 at prime rate of interest (8.50% at June 30, 2024). The Organization renewed their line of credit on February 27, 2024, and the line of credit matures on February 27, 2026. Amounts drawn on the line of credit are due on demand. There were no amounts outstanding under the line of credit at June 30, 2024 or 2023.

NOTE J - IN-KIND REVENUE AND EXPENSES

Certain goods and services are provided to the Organization gratis or at a cost substantially less than fair market value. Unless otherwise noted, contributed nonfinancial assets did not have donor-imposed restrictions. The difference between the actual charge and the estimated fair value is reflected as in-kind revenue and expense in the accompanying consolidated financial statements. In-kind revenue and expenses consist of the following for the years ended June 30,:

	2024	2023
Salary and benefits	\$ 29,602	\$ 10,915
Pharmaceuticals	436,889	327,000
Other	960	-
	<u>\$ 467,451</u>	<u>\$ 337,915</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE J - IN-KIND REVENUE AND EXPENSES - Continued

Pharmaceuticals include donated drug samples from pharmaceutical companies. The contributed pharmaceuticals were provided to patients serviced in the community intensive, adult integrated and trauma program services. In valuing contributed pharmaceuticals otherwise legally permissible for sale in the United States, the Organization used a third party pharmaceutical company's listed drug prices as of each month end during the years ended June 30, 2024 and 2023, to determine the approximate wholesale prices in the United States for the month in which the drugs were provided. Contributed salary and benefits recognized comprise professional services from therapist and counselors providing services to the Organization on various community intensive, adult integrated, and trauma program services. Contributed services are valued and are reported at the estimated fair value in the financial statements based on current payroll salary rates and benefits for similar employee services.

The Organization has no plans or policies to monetize the in-kind goods and services provided.

NOTE K - NET ASSETS WITH DONOR RESTRICTIONS

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

	<u>2024</u>	<u>2023</u>
Subject to expenditure for specified purpose		
Suicide prevention initiatives	\$ 5,953	\$ 16,710
Endowment - subject to spending policy and appropriation	<u>334,182</u>	<u>334,182</u>
	<u>\$ 340,135</u>	<u>\$ 350,892</u>

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

	<u>2024</u>	<u>2023</u>
Restricted for future periods		
Suicide prevention initiatives	\$ 10,757	\$ 11,165
Medical equipment	<u>-</u>	<u>3,512</u>
	<u>\$ 10,757</u>	<u>\$ 14,677</u>

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE L - COMMITMENTS AND CONTINGENCIES

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

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

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

NOTE M - RETIREMENT PLANS

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

For 2024 and 2023, the discretionary match was a dollar-for-dollar match of the amount a participant deferred into the 403(b) Plan, up to a maximum of 5% of the participant's salary. Retirement plan expense was approximately \$329,000 and \$330,000 for the years ended June 30, 2024 and 2023, respectively.

The Organization maintains a nonqualified retirement plan as inducement and motivation to managerial and highly compensated employees pursuant to Section 457(b) of the IRC of 1986. Key managerial employees, as are determined by sole discretion of the board of trustees, are eligible to participate. The Organization's contribution to the plan is discretionary and is limited to the maximum amount allowable under the IRC. Contributions of approximately \$54,000 for the years ended June 30, 2024 and 2023, were allocated to participants as determined by the board of trustees.

NOTE N - CONCENTRATIONS AND RISK

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

Suncoast Center, Inc. and Subsidiary

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE N - CONCENTRATIONS AND RISK - Continued

At June 30, 2024 and 2023, amounts due from governmental and other agencies, include in accounts receivable on the consolidated statements of financial position, of \$1,429,753 and \$1,388,003, respectively, consist almost entirely of amounts due from Central Florida Behavioral Health Network, Pinellas County Board of County Commissioners, State of Florida Department of Health and Juvenile Welfare Board of Pinellas County.

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

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

NOTE O - SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through December 5, 2024, which is the date the consolidated financial statements were available to be issued. There were no subsequent events which would require disclosure in the accompanying consolidated financial statements.

SUPPLEMENTARY INFORMATION

Suncoast Center, Inc. and Subsidiary

SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES
PROGRAM/COST CENTER ACTUAL REVENUES AND EXPENSES (UNAUDITED)

For the Budget Period: July 1, 2023 to June 30, 2024

Funding Sources and Revenues	State Designated SAMH Cost Centers												Total for State SAMH-Funded Cost Centers	Total for Nonstate Funded SAMH Cost Centers	Total for All State Designated SAMH Cost Centers	Non-SAMH Cost Centers	Total Revenue
	State SAMH - Funded Cost Centers																
	SAMH																
	Assessment	Case Management	Crisis Support/ Emergency	In Home and On Site	Intervention	Medical Services	Outpatient	Outreach	Incidental Expenses	Forensic Multidisciplinary Team	FACT						
IA. State SAMH Funding																	
(1) From Central Florida Behavioral Health Network	\$ 106,127	\$ 580,431	\$ 21	\$ 45,797	\$ 552,306	\$ 542,101	\$ 835,620	\$ 181,659	\$ 433,044	\$ 554,045	\$ 485,557	\$ 4,316,708	\$ -	\$ 4,316,708	\$ -	\$ 4,316,708	
(2) From State IDP Line of Credit	-	-	-	-	-	-	-	-	92,574.00	-	-	92,574	-	92,574	-	92,574	
Total State SAMH Funding	106,127	580,431	21	45,797	552,306	542,101	835,620	181,659	525,618	554,045	485,557	4,409,282	-	4,409,282	-	4,409,282	
IB. Other Government Funding																	
(1) Other State Agency Funding	-	-	-	-	-	-	-	-	-	-	-	-	-	-	765,501	765,501	
(2) Medicaid	-	158,797	-	156,536	2,877	248,899	546,450	-	-	-	553,215	1,666,774	782,433	2,449,207	130,000	2,579,207	
(3) Local Government	-	243,211	-	881,655	114,219	85	800	9,414	-	-	-	1,249,384	5,334,478	6,583,862	1,235,491	7,819,353	
(4) Federal Grants & Contracts	-	2,771	-	1,280	30	3,929	5,631	-	-	-	-	13,641	1,334,865	1,348,506	404,242	1,752,748	
Total Other Government Funding	-	404,779	-	1,039,471	117,126	252,913	552,881	9,414	-	-	553,215	2,929,799	7,451,776	10,381,575	2,535,234	12,916,809	
IC. All Other Revenues																	
(1) 1st & 2nd Party Payments	-	(12)	-	3,391	333	8,658	(73,317)	-	-	-	-	(60,947)	(23,737)	(84,684)	807	(83,877)	
(2) 3rd Party Payments (except Medicare)	-	2,936	-	29,528	495	123,420	298,395	-	-	-	-	454,774	101,943	556,717	57,327	614,044	
(3) Medicare	-	6,230	-	564	-	209,045	380,578	-	-	-	-	596,417	12,143	608,560	2,048	610,608	
(4) Contributions and Donations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,505,674	3,505,674	
(5) Other	-	2,643	-	-	-	-	-	-	-	-	-	2,643	180,920	183,563	485,792	669,355	
(6) In-Kind	-	-	-	-	-	390,015	960	-	-	-	46,874	437,849	29,602	467,451	-	467,451	
Total All Other Revenues	-	11,797	-	33,483	828	731,138	606,616	-	-	-	46,874	1,430,736	300,871	1,731,607	4,051,648	5,783,255	
Total Funding	\$ 106,127	\$ 997,007	\$ 21	\$ 1,118,751	\$ 670,260	\$ 1,526,152	\$ 1,995,117	\$ 191,073	\$ 525,618	\$ 554,045	\$ 1,085,646	\$ 8,769,817	\$ 7,752,847	\$ 16,522,464	\$ 6,586,882	\$ 23,109,346	

See independent auditors report.

Suncoast Center, Inc. and Subsidiary

SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES
PROGRAM/COST CENTER ACTUAL REVENUES AND EXPENSES (UNAUDITED) - CONTINUED

For the Budget Period: July 1, 2023 to June 30, 2024

Expense Categories	State Designated SAMH Cost Centers																Total Expenses
	State SAMH - Funded Cost Centers																
	SAMH																
	Assessment	Case Management	Crisis Support/ Emergency	In Home and On Site	Intervention	Medical Services	Outpatient	Outreach	Incidental	Forensic Multidisciplinary Team	FACT	Total for State SAMH-Funded Cost Centers	Total for Nonstate Funded SAMH Cost Centers	Total for All State Designated SAMH Cost Centers	Non-SAMH Cost Centers	Admin	Total Expenses
Part II: Actual Expenses																	
IIA. Personnel Expenses																	
(1) Salaries	\$ 88,320	\$ 577,264	\$ -	\$ 658,190	\$ 296,969	\$ 860,188	\$ 1,770,484	\$ 127,879	\$ -	\$ 338,786	\$ 690,917	\$ 5,408,997	\$ 4,520,452	\$ 9,929,449	\$ 1,807,363	\$ 1,558,239	\$ 13,295,051
(2) Fringe Benefits	27,871	129,576	-	155,919	112,924	138,493	410,639	14,153	-	61,691	158,782	1,210,048	975,113	2,185,161	327,929	295,367	2,808,457
(3) Psychiatric Consultants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Personnel Expenses	116,191	706,840	-	814,109	409,893	998,681	2,181,123	142,032	-	400,477	849,699	6,619,045	5,495,565	12,114,610	2,135,292	1,853,606	16,103,508
IIB. Other Expense																	
(1) Building Occupancy	7,717	34,351	-	46,611	16,152	25,049	115,287	3,691	-	15,476	32,392	296,726	274,512	571,238	265,291	48,141	884,670
(2) Professional Services	7,729	34,962	21	42,360	19,953	58,096	116,663	5,229	-	20,286	45,743	351,042	383,971	735,013	145,873	212,610	1,093,496
(3) Travel	158	7,825	-	30,096	21,490	1,091	2,357	712	-	13,809	26,070	103,608	57,358	160,966	31,025	22,158	214,149
(4) Equipment	1,741	12,913	-	9,998	5,421	12,959	26,079	1,376	-	8,092	29,068	107,647	72,376	180,023	31,625	19,029	230,677
(5) Medical and Pharmacy	1	3	-	3	1	103,697	9	1	-	2	450	104,167	1,710	105,877	16,303	56	122,236
(6) Insurance	3,962	31,697	-	21,377	9,810	29,229	59,296	3,275	-	13,250	29,277	201,173	133,340	334,513	198,808	60,658	593,979
(7) Interest Paid	-	-	-	-	-	-	-	-	-	-	120	120	-	120	2,890	-	3,010
(8) Operating Supplies & Expenses	2,832	9,491	-	20,885	9,977	37,076	39,562	4,595	433,044	37,948	19,256	614,666	318,472	933,138	73,917	157,756	1,164,811
(9) Other	61	-	-	-	-	297,441	900	-	92,574	-	46,874	437,850	29,602	467,452	4,900	980	473,332
(10) Donated Items	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Other Expenses	24,201	131,242	21	171,330	82,804	564,638	360,153	18,879	525,618	108,863	229,250	2,216,999	1,271,341	3,488,340	770,632	521,388	4,780,360
Total Personnel & Other Expenses	140,392	838,082	21	985,439	492,697	1,563,319	2,541,276	160,911	525,618	509,340	1,078,949	8,836,044	6,766,906	15,602,950	2,905,924	2,374,994	20,883,868
IIIC. Distributed Indirect Costs																	
(a) Other Support Costs (optional)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(b) Administration	21,510	115,367	-	127,187	62,451	214,060	327,224	20,908	-	65,357	183,242	1,137,306	864,810	2,002,116	372,878	(2,374,994)	-
Total Distributed Indirect Costs	21,510	115,367	-	127,187	62,451	214,060	327,224	20,908	-	65,357	183,242	1,137,306	864,810	2,002,116	372,878	(2,374,994)	-
Total Actual Operating Expense	161,902	953,449	21	1,112,626	555,148	1,777,379	2,868,500	181,819	525,618	574,697	1,262,191	9,973,350	7,631,716	17,605,066	3,278,802	-	20,883,868
IIID. Unallowable Costs																	
Total Allowable Operating Expense	161,902	953,449	21	1,112,626	555,148	1,777,379	2,868,500	181,819	525,618	574,697	1,262,191	9,973,350	7,631,716	17,605,066	3,278,802	-	20,883,868
IIIF. Capital expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See independent auditors report.

Suncoast Center, Inc. and Subsidiary

SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES
PROGRAM/COST CENTER ACTUAL REVENUES AND EXPENSES (UNAUDITED) -
CONTINUED

For the Budget Period: July 1, 2023 to June 30, 2024

Provider Name: Suncoast Center, Inc.

Audit Period 07/01/23 TO 06/30/24

PART III: UNEARNED FUNDS, FUNDING ALLOCATIONS, AND EXCESS FUNDS

	STATE-DESIGNATED SAMH COST CENTERS		
	STATE SAMH-FUNDED COST CENTERS		
	MENTAL HEALTH	SUBSTANCE ABUSE	Totals for State SAMH Funded Cost Centers
IIIA. Unearned Funds	\$ -	\$ -	\$ -
IIIB. Funding Allocations	-	-	-
IIIC. Excess Funds	\$ -	\$ -	\$ -

See independent auditors report.

Suncoast Center, Inc. and Subsidiary

SCHEDULE OF STATE EARNINGS FOR SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES (UNAUDITED)

Year Ended June 30, 2024

Total Expenditures	\$ 20,883,868
Less other state and federal funds	(5,519,974)
Less nonmatch SAMH funds	(1,462,944) *
Less unallowable costs	<u>-</u>
Total Allowable Expenditures	13,900,950
Maximum Available Earnings (75%)	10,425,713
Amount Of State Funds Requiring Match (total of invoices paid and submitted to be paid, less Line 3)	<u>2,805,083</u> *
Amount Due To The Department (Subtract Line 7 from Line 6. If negative, the amount of the difference is due to the Department up to the amount of Line 6.)	<u>\$ -</u>
Other State And Federal Funds	
Central Florida Behavioral Health Network (Federal portion)	\$ -
Central Florida Behavioral Health Network (State portion)	-
Department of Transportation (Federal portion)	-
Department of Health (Federal portion)	363,348
Department of Health (State portion)	163,153
Office of the Attorney General	83,221
Pinellas County Justice Coordination	4,334
Healthy Start Coalition of Pinellas	14,145
Florida Council Against Sexual Violence	367,893
Florida Network for Children's Advocacy	75,008
Department of Health and Human Services	1,280,357
Medicaid	<u>3,168,515</u>
Total Other State And Federal Funds	<u>\$ 5,519,974</u>

* CFBHN contract #QB046

See independent auditors report.

Suncoast Center, Inc. and Subsidiary

SCHEDULE OF SUPPORT AND REVENUE (UNAUDITED)

Year Ended June 30, 2024

State SAMH Funding

Central Florida Behavioral Network, Inc	
Community Mental health Services	\$ 4,316,708
IDP Line of Credit	92,574
Total State SAMH Funding	<u>4,409,282</u>

Other Government Funding

Local Government Grants	
Juvenile Welfare Board of Pinellas County	5,984,998
Department of Health	526,501
Certified Community Behavioral Health Clinic	1,062,564
Victims of Crime Act	83,221
Pinellas County, Florida	1,053,456
Pinellas County School Board	352,479
PEMHS	316,211
Lutheran Services	22,175
ARPA	22,518
SAMHSA	217,793
US Department of Treasury - Employee Retention Tax Credits	-
Medicaid	2,579,207
Governmental Funding Passed Through Local Agencies	
Florida Council Against Sexual Violence	366,651
Florida Network for Children's Advocacy	75,003
Department of Justice - Comp Victim Exams	239,000
Pinellas County Job Corps	885
Healthy Start Coalition	14,145
Total Other Government Funding	<u>12,916,807</u>

All Other Funding and Revenues

Medicare	610,608
First and Third Party Fees	530,167
Contributions, Donations and Bequests	3,505,674
In-Kind Revenues	467,451
Other Revenues	669,357
Total Nongovernment Funding	<u>5,783,257</u>
Total Support and Revenue	<u><u>\$ 23,109,346</u></u>

See independent auditors report.

Suncoast Center, Inc. and Subsidiary

SCHEDULE OF BED-DAY AVAILABILITY PAYMENTS (UNAUDITED)

Budget Period From: July 1, 2023 to June 30, 2024

Program	Cost Center	State Contracted Rate	Total Units of Service Provided	Total Units of Total Services Paid for by Contracts, Local Govt. or Other State Agencies	Maximum # of Units Eligible for Payment by Department	Amount Paid for Services by the Department	Maximum \$ Value of Units in Column F	Amount Owed to Department
Children's MH	Crisis Stabilization Unit	\$ -	-	-	-	\$ -	\$ -	\$ -
Adult MH	Crisis Stabilization Unit	-	-	-	-	-	-	-
Children's SA	Substance Abuse Detox	-	-	-	-	-	-	-
Adult SA	Substance Abuse Detox	-	-	-	-	-	-	-
Adult MH	Short-Term Residential Treatment	-	-	-	-	-	-	-
Total amount owed to department								\$ -

See independent auditors report.

Suncoast Center, Inc. and Subsidiary

SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES
 SCHEDULE OF RELATED PARTY TRANSACTION ADJUSTMENT (UNAUDITED)

Budget Period From: July 1, 2023 to June 30, 2024

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

See independent auditors report.

COMPLIANCE REPORTS

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*

SUNCOAST CENTER, INC. AND SUBSIDIARY

JUNE 30, 2024



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

Board of Trustees
Suncoast Center, Inc. and Subsidiary

We have audited, in accordance with auditing standards accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Suncoast Center, Inc. and Subsidiary (the “Organization”), which comprise the consolidated statement of financial position as of June 30, 2024, the related consolidated statement of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements (collectively, the financial statements), and have issued our report thereon dated December 5, 2024.

Report on Internal Control Over Financial Reporting

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

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

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



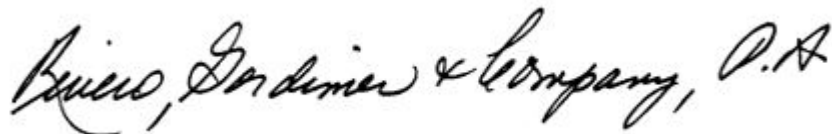
Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's consolidated financial statements are free from material misstatement, we performed test of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amount. 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 test disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing and not to provide an opinion on the effectiveness of Suncoast Center, Inc. and Subsidiary's internal control or no compliance. The 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.

Tampa, Florida
December 5, 2024

A handwritten signature in black ink that reads "Bencio, Gordinier & Company, P.A." The signature is written in a cursive, flowing style.

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

SUNCOAST CENTER, INC. AND SUBSIDIARY

June 30, 2024



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

Board of Trustees
Suncoast Center, Inc. and Subsidiary

Report on Compliance for Each Major Federal Program and State Project

Opinion on Each Major Federal Program and State Project

We have audited Suncoast Center, Inc. and Subsidiary's (the "Organization") compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* and the requirements described in the *State of Florida Department of Financial Services' State Projects Compliance Supplement* that could have a direct and material effect on each of the Organization's major federal programs and major state projects for the year ended June 30, 2024. The Organization'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, 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 state projects for the year ended June 30, 2024.

Basis for Opinion of Each Major Federal Program and 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; the audit requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance)*; and the State of Florida *Chapter 10.650, Rules of the Auditor General (Chapter 10.650)*. Our responsibilities under those standards, the Uniform Guidance and Chapter 10.650 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 state project. Our audit does not provide a legal determination of the Organization's compliance with the compliance requirements referred to above.



Responsibilities of Management 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 provision 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*, the Uniform Guidance and Chapter 10.650 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation 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 judgement made by a reasonable use of the report on compliance about the Organization's compliance with the requirements of each major federal program and state financial assistance project as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance, and Chapter 10.650, we:

- Exercise professional judgement 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 procedure responsive to those risks. Such procedure includes examining, on a test basis, evidence regarding the Organization's compliance with the compliance requirements referred to above and performing such other procedure 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, 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.

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

Tampa, Florida
December 5, 2024



Suncoast Center, Inc. and Subsidiary

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE

For the year ended June 30, 2024

Federal Grantor/Pass-through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Passed-Through to Subrecipients	Total Federal Expenditures
Federal				
<u>U.S. Department of Justice</u>				
<i>Passed through the Florida Council Against Sexual Violence</i>				
Sexual Assault Services Formula Program	16.017	23SAS13	\$ -	\$ 105,469
Sexual Assault Services Formula Program	16.017	23FVP13	-	78,648
			-	184,117
<i>Passed through the State of Florida Office of the Attorney General</i>				
Crime Victim Assistance	16.575	VOCA-C-2023-Suncoast-Center in-00216	-	83,221
<i>Passed through Pinellas County Justice Coordination</i>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	15PBJA-21-GG-00241-MUMU	-	4,334
Total U.S. Department of Justice			-	271,672
<u>U.S. Department of Health and Human Services</u>				
Department of Health and Human Services				
<i>Direct awards</i>				
Substance Abuse and Mental Health Projects of Regional and National Significance	93.243	1H79SM088415-01	-	217,793
Certified Community Behavioral Health Clinic Expansion Grant	93.696	6H79SM086671-02M002	-	1,062,564
Total direct awards			-	1,280,357
<i>Passed through the State of Florida Department of Health</i>				
Social Services Block Grant	93.667	CP15A	-	363,348
<i>Passed through Central Florida Behavioral Health Network, Inc.</i>				
Block grants for community mental health services	93.958	QG046	-	649,173
<i>Passed through Eleos Wellness</i>				
Block grants for community mental health services	93.958	N/A	-	173,605
<i>Passed through Healthy Start Coalition of Pinellas, Inc.</i>				
Medical assistance program	93.778	N/A	-	14,145
Total indirect awards			-	1,200,271
Total U.S. Department of Health and Human Services			-	2,480,628
Total expenditures of federal awards			\$ -	\$ 2,752,300

Suncoast Center, Inc. and Subsidiary

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE- CONTINUED

For the year ended June 30, 2024

State Grantor/Pass-through Grantor/Program or Cluster Title	State CSFA Number	Pass-through Entity Identifying Number	Passed- Through to Subrecipients	Total State Expenditures
State				
<u>State of Florida Justice Administration</u>				
<i>Passed through the Florida Network for Children's Advocacy Centers</i>				
Florida Network of Children's Advocacy Centers	41.031	22/23-GR-CAC16	\$ -	\$ 72,964
<u>State of Florida Department of Children and Families</u>				
<i>Passed through Central Florida Behavioral Health Network, Inc.</i>				
Forensic Services and Competency Restoration Training	60.114	QG046	-	546,150
<u>State of Florida Department of Health</u>				
Direct Funding				
Medical Services for Abused and Neglected Children	64.006	CP15A	-	163,153
<i>Passed through Florida Council Against Sexual Violence</i>				
Rape Crisis Program Trust Fund -				
Sexual Battery Victims' Access to Services Act	64.061	16TFGR13	-	39,719
<i>Passed through Florida Council Against Sexual Violence</i>				
Rape Crisis Center	64.069	16TFGR13	-	144,117
Total State of Florida Department of Health			-	346,989
<u>State of Florida Department of Highway Safety and Motor Vehicles</u>				
<i>Passed through Florida Network for Children's Advocacy Centers</i>				
Child Abuse Prevention and Intervention License Plate Project	76.067	23-24-LPVC-CAC-16	-	1,418
Passed through Florida Network for Children's Advocacy Centers				
Florida Network for Children's Advocacy Center Voluntary Contribution	76.123	23-24-LPVC-CAC-16	-	626
Total State of Florida Department of Highway Safety and Motor Vehicles			-	2,044
Total expenditures of state financial assistance			\$ -	\$ 968,147

The accompanying notes are an integral part of this schedule.

Suncoast Center, Inc. and Subsidiary

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE

For the year ended June 30, 2024

NOTE A - BASIS OF PRESENTATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES

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

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

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

The Organization did not pass through any federal award amounts to subrecipients during the year ended June 30, 2024.

NOTE B - INDIRECT COSTS

The Organization elected to not to use the 10% de minimis indirect cost rate allowed by the Uniform Guidance for federal awards.

NOTE C - SUPPORT REQUIRING MATCHING FUNDS

From time to time, Suncoast, Inc. and Subsidiary receive funding from various sources that require the Organization to obtain matching funds. During the year ended June 30, 2024, Suncoast Center, Inc. and Subsidiary obtained matching funds of the required amount.

Suncoast Center, Inc. and Subsidiary

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND
STATE FINANCIAL ASSISTANCE - CONTINUED

For the year ended June 30, 2024

NOTE D - CONTINGENCIES

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

Suncoast Center, Inc. and Subsidiary

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

June 30, 2024

Section I - Summary of Auditor's Results

Financial Statements

Type of auditors' report issued on whether the financial statements were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:
 Material weakness(es) identified? yes X no
 Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards and State Projects

Internal control over major programs/projects:
 Material weakness(es) identified? yes X no
 Significant deficiency(ies) identified? yes X none reported

Type of auditors' report issued on compliance for major Federal programs and State projects: Unmodified

Any audit findings disclosed that are required to be reported in accordance with CFR 200.516(a) or Chapter 10.656 Rules of the Auditor General? yes X no

Identification of major programs/projects:

Federal Program or Cluster

<u>Assistance Listing Number</u>	<u>Name of Federal Program</u>
93.696	Certified Community Behavioral Health Clinic Expansion Grant
93.243	Substance Abuse and Mental Health Services Projects of Regional and National Significance

State Project

<u>CSFA Number</u>	<u>Name of State Project</u>
60.114	Forensic Services and Competency Restoration Training

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

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

Auditee qualified as low-risk auditee pursuant to the Uniform Guidance (not applicable for State projects)? X yes no

Suncoast Center, Inc. and Subsidiary

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED

June 30, 2024

Section II - Financial Statement Findings

No matters were reported for the year ended June 30, 2024.

Section III - Federal Award and State Financial Assistance Findings and Questioned Costs

No matters were reported for the year ended June 30, 2024.

Other Issues

- a) A management letter is not required because there were no findings required to be reported in the management letter (see AG Rule Section 10.656(3)).
- b) A summary Schedule of Prior Audit Findings is not required because there were no prior audit findings related to Federal programs or State projects (see AG Rules 10.557(3)(e)5. and 10.656(3)(d)5.).